

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 30 September 2020
for
DIVINE INNOCENCE TRUST

Ark Accountancy
Chartered Certified Accountant
31 Cheam Road
Epsom
Surrey
KT17 1QX

DIVINE INNOCENCE TRUST

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for the Year Ended 30 September 2020

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DIVINE INNOCENCE TRUST

Report of the Trustees for the Year Ended 30 September 2020

The trustees present their report with the financial statements of the charity for the year ended 30 September 2020. The trustees have adopted the provisions of 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) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The main aim of the Trust is the advancement of the Roman Catholic religion through the spirituality of Christ's Divine Innocence. The work of the Charity is for the benefit of all. Its work is based predominately in Kingston upon Thames, Surbiton and Bethlehem Farm, West Sussex. Through organised events, education, premises and various material assistance we aim to help any organisation or individual within the capacity of the Trust who needs spiritual or practical help. Particular emphasis is on the following: -

- Growing in the knowledge and practise of the Catholic Faith
- Promote study of the Catholic Faith.
- To work towards healing those who have been damaged by the circumstances of their lives.
- .Provide a supportive community and advice for all who want to pursue a formal systematic course of study in the Roman Catholic faith
- Foster co-operation between men and women in their separate and complimentary God given roles.
- Support of families and priests spiritually, financially and practically.
- Support those who wish to live the spiritual life of the Holy Family.
- To build up and carry out our work within a supportive community environment.

In line with the aims stated above the charity sought to carry out the following objectives this year.

- Organise monthly days of Reparation. This involves a walk of Christian witness, service of remembrance, and prayer.
- To support persons who have participated in abortion and suffer from post abortion syndrome, the knowledge of which remains confidential. This helps facilitate reconciliation with the Church and can help the process of spiritual healing caused by involvement in abortion.
- Monthly days of recollection and retreat for prayer, study and common meal.
- Support prayer groups and individuals in the UK and abroad who wish to have a deeper knowledge of Catholic Christianity, live the spirituality of Divine Innocence and participate in this work.
- Provision of two town houses and the Bethlehem Farm for the objectives and aims of the Charity.

Significant activities

The core activity of the charity is that of the promotion of the Catholic Faith through the spirituality of Divine Innocence. This involves the care of priests and families with particular attention to reconciliation and education.

Bethlehem Farm has been used and continues to be developed so as to serve the above objectives and aims of the Charity.

Volunteers

The charity relies on the services of volunteers to maintain the upkeep of its premises. On average 3 volunteers assist with the upkeep of Bethlehem Farm near Crawley and 3 volunteers assist with the premises in Adams Close, Surbiton..

DIVINE INNOCENCE TRUST

Report of the Trustees for the Year Ended 30 September 2020

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The work of the Divine Innocence Trust consisted of the following activities and provisions:

- Monthly days of Reparation. This involves a walk of Christian witness, service of remembrance, prayer and study.
- Monthly days of recollection and retreat for prayer, study and common meal.
- Visiting and supporting prayer groups and individuals in the UK and abroad who wish to have a deeper knowledge of Catholic Christianity, live the spirituality of Divine Innocence and participate in this work.
- Bethlehem Farm has a complete level one and two Atrium where the Catechesis of the Good Shepherd takes place.
- Work with youth groups to provide a place of spiritual formation and Farm experience
- Short stay accommodation for individuals and families who wish to spend time on retreat.
- Talks and resources were provided to help individuals to begin or advance in study of the Catholic Faith.
- The translation and printing of devotional books
- Provision of a small study and lending library for anyone who wishes to deepen their knowledge of the Catholic Faith through study.
- Family retreats with outdoor and craft activities e.g pottery.
- Training in farming skills, for example, shearing, lambing, fencing, and beekeeping, conservation.
- Training in the care and working of a heavy horse.
- Planting of a Kitchen Garden.

FINANCIAL REVIEW

Financial position

This year the Charity's income was 91,096 and expenditure 100,690 this resulted in a deficit of £9594. (2019 deficit of £22,305). The income was a substantial increase on the previous year. In the face of falling donations over a few years, urgent appeals had been made over the year. The increase in donations was due to prayer and the generous response of our long-standing regular benefactors, who wanted to support our work during the difficult covid pandemic. In particular efforts to expand the online outreach which was so important due to the covid restrictions. The sale of the Rome apartment during the pandemic meant an extra layer of legal and administrative expense due to restrictions on meetings and travel. The eventual sale of this property after a few years of trying and administrative difficulties is most welcome. It will reduce maintenance and administration costs.

Reserves policy

Reserves policy

The reserves policy of the charity is to try and maintain at least six months of expenditure as reserves.

FUTURE PLANS

We continue to try and find ways to make known the message of Christ Divine Innocence. This will expand our support base both financially but also for volunteers. At present our special focus is to expand the digital media outreach.

A large part of the agricultural land at Bethlehem farm is now being rented on a Farm Business Tenancy and providing some income. A more manageable proportion of land has been retained under direct farming control of the Divine Innocence Trust. The increase in donations has meant some maintenance and repair work at the Farm can go ahead. It is the Charity's aim to improve the facilities at Bethlehem Farm for visitors.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity was established by trust Deed on 6th May 1987 as amended by supplemental Deed on 9th February 2007. Its governing document is its trust documentation.

Recruitment and appointment of new trustees

Under a supplemental deed dated 9.2.07 the existing trustees of the charity appointed 'The Family of Divine Innocence Company Limited' as the sole trustee of Divine Innocence Trust.

DIVINE INNOCENCE TRUST

Report of the Trustees for the Year Ended 30 September 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The Directors of The Family of Divine Innocence Company Limited consist of long standing members of the community of Divine Innocence. There are eight at present but there must never be less than three.

Directors of the Corporate Trustee when appointed are directed to study the Charity Commission's guidance for charity trustees so as to be familiar with their duties towards the Charity. Where necessary experts and appropriate professionals will be consulted or employed to assist the Corporate Trustee in carrying out its legal obligations.

The Family of Divine Innocence Company Limited must meet twice a year when the work of the Charitable Trust will be an agenda item. There is also a specific annual Trustee meeting. There is a monthly management meeting and any Director may call for an Extraordinary General meeting at any time.

Related parties

The sole trustee of Divine Innocence Trust is the corporate trustee The Family of Divine Innocence Company Limited. The directors of this company are Patricia de Menezes, Katherine Fox, James Mulloy and Patricia Amanpour, Subash De Menezes, Patrick Kelly, Marc Savoy and Christine Goddard.

Public Benefit

The Corporate Trustee believes the work of the Charity is for the benefit of the public. A review of the Objectives, Activities, Achievement and Performance demonstrate the Public Benefit of the work of the Divine Innocence Trust.

Although the main beneficiaries are Roman Catholics our facilities, places of prayer and services are open to all and we encourage our members to invite all who wish to participate. Publications and religious items are sold with the smallest margin possible above cost the aim is not profit but widest availability. There are no fees for the facilities of the Trust although voluntary donations are accepted.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

296780

Principal address

PO Box 676A
Surbiton
Surrey
KT5 8WR

Trustees

The Trustee of the Charity is 'The Family of Divine Innocence Company Limited', company number 5720055, limited by guarantee. Mrs Patricia de Menezes, a director of the company, is authorised to sign the Trustees' Annual Report and the Balance Sheet as a representative of the Corporate Trustee.

Independent Examiner

Ark Accountancy
Chartered Certified Accountant
31 Cheam Road
Epsom
Surrey
KT17 1QX

Bankers

National Westminster Bank plc
10 Victoria Road
Surbiton
Surrey
KT6 4JY

DIVINE INNOCENCE TRUST

Report of the Trustees
for the Year Ended 30 September 2020

Approved by order of the board of trustees on 22 July 2021 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'P de Menezes'.

Mrs P M De Menezes - Trustee

Independent Examiner's Report to the Trustees of
DIVINE INNOCENCE TRUST

Independent examiner's report to the trustees of DIVINE INNOCENCE TRUST

I report to the charity trustees on my examination of the accounts of DIVINE INNOCENCE TRUST (the Trust) for the year ended 30 September 2020.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

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

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Mary E Ryan
FCCA
Ark Accountancy
Chartered Certified Accountant
31 Cheam Road
Epsom
Surrey
KT17 1QX

22 July 2021

DIVINE INNOCENCE TRUST

Statement of Financial Activities
for the Year Ended 30 September 2020

	Notes	Unrestricted fund £	Restricted fund £	30.9.20 Total funds £	30.9.19 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		80,954	-	80,954	46,352
Charitable activities					
Promotion of the Catholic faith		6,884	-	6,884	19,655
Investment income	2	3,258	-	3,258	250
Total		91,096	-	91,096	66,257
EXPENDITURE ON					
Raising funds		6,267	-	6,267	-
Charitable activities					
Promotion of the Catholic faith		94,423	-	94,423	88,562
Total		100,690	-	100,690	88,562
NET INCOME/(EXPENDITURE)		(9,594)	-	(9,594)	(22,305)
RECONCILIATION OF FUNDS					
Total funds brought forward		697,316	1,000,000	1,697,316	1,719,621
TOTAL FUNDS CARRIED FORWARD		687,722	1,000,000	1,687,722	1,697,316

DIVINE INNOCENCE TRUST

Balance Sheet
30 September 2020

	Notes	Unrestricted fund £	Restricted fund £	30.9.20 Total funds £	30.9.19 Total funds £
FIXED ASSETS					
Tangible assets	6	545,380	-	545,380	666,158
Heritage assets	7	-	1,100,000	1,100,000	1,100,000
		<hr/> 545,380	<hr/> 1,100,000	<hr/> 1,645,380	<hr/> 1,766,158
CURRENT ASSETS					
Stocks	8	14,238	-	14,238	17,135
Debtors	9	4,957	-	4,957	5,589
Cash at bank and in hand		127,284	-	127,284	12,148
		<hr/> 146,479	<hr/> -	<hr/> 146,479	<hr/> 34,872
CREDITORS					
Amounts falling due within one year	10	(4,137)	-	(4,137)	(3,714)
		<hr/> 142,342	<hr/> -	<hr/> 142,342	<hr/> 31,158
NET CURRENT ASSETS					
		<hr/> 142,342	<hr/> -	<hr/> 142,342	<hr/> 31,158
TOTAL ASSETS LESS CURRENT LIABILITIES					
		687,722	1,100,000	1,787,722	1,797,316
CREDITORS					
Amounts falling due after more than one year	11	-	(100,000)	(100,000)	(100,000)
		<hr/> 687,722	<hr/> 1,000,000	<hr/> 1,687,722	<hr/> 1,697,316
NET ASSETS					
		<hr/> 687,722	<hr/> 1,000,000	<hr/> 1,687,722	<hr/> 1,697,316
FUNDS	13				
Unrestricted funds				687,722	697,316
Restricted funds				1,000,000	1,000,000
TOTAL FUNDS				<hr/> 1,687,722	<hr/> 1,697,316

The financial statements were approved by the Board of Trustees and authorised for issue on 22 July 2021 and were signed on its behalf by:

P M De Menezes - Trustee



1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is calculated at a rate to write off the cost of tangible fixed assets over their estimated useful lives. Items of equipment with a purchase price of £250 or less are not capitalised. The rates applied per annum are as follows:

Office Equipment	33% reducing balance
Items used in worship	10% cost
Motor vehicles	15% reducing balance
Freehold land and buildings	nil

No depreciation has been applied to freehold property as the properties are maintained to such a standard that the estimated residual value is not less than cost.

Heritage assets

During 2010/11 a farm was donated to the charity. The transfer of this property was registered on 8.3.11 and the market value, including surrounding lands of 100 acres, was shown on the completion of registration by the Land Registry at a market value of £1,100,000. The farm is known as Bethlehem Farm, and has been used for some years by Divine Innocence Trust in co-operation with the donor. As the farm is a 16th century listed building and the terms of the transfer prohibit it being sold it is considered as a heritage asset that is a permanent endowment of the charity.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

DIVINE INNOCENCE TRUST

Notes to the Financial Statements - continued for the Year Ended 30 September 2020

1. ACCOUNTING POLICIES - continued

Fund accounting

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

Pension costs and other post-retirement benefits

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

2. INVESTMENT INCOME

	30.9.20	30.9.19
	£	£
Rents received	3,258	250

3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 September 2020 nor for the year ended 30 September 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 September 2020 nor for the year ended 30 September 2019.

4. STAFF COSTS

The average monthly number of employees during the year was as follows:

	30.9.20	30.9.19
	2	2

No employees received emoluments in excess of £60,000.

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	46,352	-	46,352
Charitable activities			
Promotion of the Catholic faith	19,655	-	19,655
Investment income	250	-	250
Total	66,257	-	66,257
EXPENDITURE ON			
Charitable activities			
Promotion of the Catholic faith	88,562	-	88,562

DIVINE INNOCENCE TRUST

Notes to the Financial Statements - continued
for the Year Ended 30 September 2020

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
NET INCOME/(EXPENDITURE)	(22,305)	-	(22,305)
RECONCILIATION OF FUNDS			
Total funds brought forward	719,621	1,000,000	1,719,621
TOTAL FUNDS CARRIED FORWARD	<u>697,316</u>	<u>1,000,000</u>	<u>1,697,316</u>

6. TANGIBLE FIXED ASSETS

	Freehold property £	Worship items £	Fixtures, fittings, plant & office equipment £	Motor vehicles £	Totals £
COST					
At 1 October 2019	627,296	22,517	58,857	53,567	762,237
Additions	-	-	1,858	-	1,858
Disposals	(116,159)	-	-	-	(116,159)
At 30 September 2020	<u>511,137</u>	<u>22,517</u>	<u>60,715</u>	<u>53,567</u>	<u>647,936</u>
DEPRECIATION					
At 1 October 2019	-	22,517	58,696	14,866	96,079
Charge for year	-	-	672	5,805	6,477
At 30 September 2020	<u>-</u>	<u>22,517</u>	<u>59,368</u>	<u>20,671</u>	<u>102,556</u>
NET BOOK VALUE					
At 30 September 2020	<u>511,137</u>	<u>-</u>	<u>1,347</u>	<u>32,896</u>	<u>545,380</u>
At 30 September 2019	<u>627,296</u>	<u>-</u>	<u>161</u>	<u>38,701</u>	<u>666,158</u>

Freehold property consists of 13 and 14 Adams Close, Surbiton, Surrey costing £369,989 and a flat in Rome costing £116,160, which was sold during the year. The properties at 13 and 14 Adams Close are situated on the site of the Manor House convent. The whole site is of special religious significance to benefactors of the Divine Innocence Trust.

There was originally a property in Berrylands that was used as an administrative centre and meeting place but became too small for the charity's needs. The money from the sale of this property was not enough to realise the primary objective of purchasing another property in Adams Close.

As the representations to Church authorities and theological work in Rome by the charity necessitated several visits to Rome it was considered to be in the charity's interests to acquire the flat in Rome, which has been used to accommodate the members of the charity visiting Rome on the charity's business, work with a theologian, and occasional pilgrim accommodation for laity and priests.

DIVINE INNOCENCE TRUST

Notes to the Financial Statements - continued
for the Year Ended 30 September 2020

6. TANGIBLE FIXED ASSETS - continued

The properties at 13 and 14 Adams Close are situated on the site of the Manor House convent which is of special religious significance to the benefactors of the Divine Innocence Trust the intention is eventually to buy more properties in this area and build a church, using funds donated for this purpose. These funds were previously held in a restricted fund as deferred income but this has now been released as the funds have been used to purchase the land at Staplefield. As it is not envisaged that these properties will ever be sold the trustees do not feel it appropriate to depreciate or revalue them. They are maintained at such a standard as to facilitate the work of the charity. It is possible that their current market value may be in the order of £750,000 each but no professional valuation has been done. During the year one has been tenanted by Mrs Patricia de Menezes, a director of the trustee company resides at various intervals in a caretaker capacity on the top floor of 14 Adams Close.

7. HERITAGE ASSETS

	Total £
MARKET VALUE	
At 1 October 2019 and 30 September 2020	1,100,000
NET BOOK VALUE	
At 30 September 2020	1,100,000
At 30 September 2019	1,100,000

8. STOCKS

	30.9.20	30.9.19
	£	£
Stocks	14,238	17,135

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.9.20	30.9.19
	£	£
Tax on gift aid	1,526	2,712
Prepayments	3,431	2,877
	4,957	5,589

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.9.20	30.9.19
	£	£
Trade creditors	(1,125)	(209)
Taxation and social security	(157)	181
Other creditors	5,419	3,742
	4,137	3,714

DIVINE INNOCENCE TRUST

Notes to the Financial Statements - continued
for the Year Ended 30 September 2020

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	30.9.20 £	30.9.19 £
Other creditors	<u>100,000</u>	<u>100,000</u>

12. LOANS

An analysis of the maturity of loans is given below:

	30.9.20 £	30.9.19 £
Amounts falling due between two and five years:		
Other loans - 2-5 years	<u>100,000</u>	<u>100,000</u>

13. MOVEMENT IN FUNDS

	At 1.10.19 £	Net movement in funds £	At 30.9.20 £
Unrestricted funds			
General fund	697,316	(9,594)	687,722
Restricted funds			
House Fund	1,000,000	-	1,000,000
TOTAL FUNDS	<u>1,697,316</u>	<u>(9,594)</u>	<u>1,687,722</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	91,096	(100,690)	(9,594)
TOTAL FUNDS	<u>91,096</u>	<u>(100,690)</u>	<u>(9,594)</u>

Comparatives for movement in funds

	At 1.10.18 £	Net movement in funds £	At 30.9.19 £
Unrestricted funds			
General fund	719,621	(22,305)	697,316
Restricted funds			
House Fund	1,000,000	-	1,000,000
TOTAL FUNDS	<u>1,719,621</u>	<u>(22,305)</u>	<u>1,697,316</u>

DIVINE INNOCENCE TRUST

Notes to the Financial Statements - continued for the Year Ended 30 September 2020

13. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	66,257	(88,562)	(22,305)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>66,257</u>	<u>(88,562)</u>	<u>(22,305)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.10.18 £	Net movement in funds £	At 30.9.20 £
Unrestricted funds			
General fund	719,621	(31,899)	687,722
Restricted funds			
House Fund	1,000,000	-	1,000,000
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>1,719,621</u>	<u>(31,899)</u>	<u>1,687,722</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	157,353	(189,252)	(31,899)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>157,353</u>	<u>(189,252)</u>	<u>(31,899)</u>

14. RELATED PARTY DISCLOSURES

The charity provided the premises at Adams Close rent-free to the company 'The Family of Divine Innocence Co Ltd' which is now dormant.

An interest free loan was given to the Charity in 2012 of £100k by Marc Savoy, Director of the Family of Divine Innocence Co Ltd. There are no conditions on this loan.