

THE FRIENDS OF MALVERN PRIORY

England & Wales · Charity number 503383

Details

Status Registered

Legal form Other

Registered 1974-11-13

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

Contact

Address The Malvern Priory Parish Office
6 Church Street
Malvern
WR14 2AY

Phone 01684 561020

Website <http://www.friendsofmalvernpriory.uk>

Activities

Objects: 1. TO EDUCATE THE PUBLIC ABOUT THE PRIORY AND TO FOSTER PUBLIC INTEREST IN THE BUILDING AND ITS GROUNDS2. TO SUPPORT THE MAINTENANCE, RESTORATION AND ENHANCEMENT OF THE PRIORY'S FABRIC, FURNISHINGS AND ADORNMENTS3. TO PROMOTE THE PRIORY'S MUSICAL TRADITION FOR THE PUBLIC BENEFIT

Activities: The Friends of Malvern Priory have a close relationship with Malvern Priory PCC to whom grants are made for the preservation and beautification of the fabric of the building. The objects of the Charity are the upkeep of the fabric of Malvern Priory and its furnishings and adornment

Classification

- **How:** Makes Grants To Organisations
- **What:** Environment/conservation/heritage
- **Who:** Other Charities Or Voluntary Bodies

Geography

- **Area of benefit:** MALVERN PRIORY AND CHURCHYARD
- Worcestershire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-12-31	£112,324	£70,185	-	-
2024-12-31	£90,510	£50,164	-	-
2023-12-31	£86,930	£149,719	-	-
2022-12-31	£96,751	£109,240	-	-
2021-12-31	£168,519	£33,280	-	-
2020-12-31	£27,402	£28,969	-	-

Trustees

Name	Role	Appointed
ANNE ELIZABETH EGLINGTON	Chair	2017-05-22
Adrian Vines		2023-06-14
Brenda Elisabeth Wholey		2025-06-10
Clive Maurice Hooper		2025-06-10
Derek Valentine		2012-05-18
Derek Valentine		2012-05-18
Dr David Richard Peter GUY		2020-11-03
Helen Mary Wall		2021-06-17
Jane Mary Irwin Hill		2020-12-09
Jeremy Francis Wray		2020-11-26
Michael EGLINGTON		2019-06-20
Peter Renger		2025-05-07
Rev Roger Allonby Latham		2025-02-23
Rosemary Joy Nixon		2022-02-16

THE FRIENDS OF MALVERN PRIORY

England & Wales - Charity number 503383

Accounts



THE FRIENDS OF MALVERN PRIORY

(Registered Charity Number 503383)

Financial Statements for the year ended

31 December 2025

KENDALL WADLEY LLP

Chartered Accountants

MALVERN WORCESTER

THE FRIENDS OF MALVERN PRIORY

Financial Statements for the year ended

31 December 2025

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THE FRIENDS OF MALVERN PRIORY**REFERENCE AND ADMINISTRATIVE INFORMATION**

CHARITY NUMBER	503383
WEBSITE:	www.friendsofmalvernpriory.uk
EMAIL ADDRESS:	friends.malvernpriory@gmail.com
TRUSTEES:	
Principal Officers	Mrs A.E. Eglington Chairman M. Eglington Secretary D.R. Valentine Treasurer
Ex-Officio PCC Members	Rev'd Dr R. Latham Vicar (from 23/2/2025) Dr D.R.P. Guy Churchwarden N.J. Paulley Churchwarden (to 7/5/2025) P. Renger Churchwarden (from 7/5/2025) Mrs H.M. Wall J.F. Wray
Other Trustees	Mrs M.E. Campbell (to 20/1/2025) Mrs J.M.I. Hill C.M. Hooper (from 10/6/25) Mrs R.J. Nixon R.W.B. Sutton (to 10/6/25) A. Vines Mrs M.E. Weatherill Mrs B.E. Wholey (from 10/6/25)
Principal and Registered Office	Church House Church Street Great Malvern WR14 2AY
Independent Examiner	Elizabeth Needham Kendall Wadley LLP Granta Lodge 71 Graham Road Great Malvern WR14 2JS
Bankers	Barclays Bank Plc 54 High Street Worcester WR1 2QQ
Investment Managers	CCLA Investment Management & C.O.I.F Charities Deposit Fund One Angel Lane London EC4R 3AB

THE FRIENDS OF MALVERN PRIORY

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Friends of Malvern Priory ("The Friends" or "the Charity") is operated under the rules of its Constitution dated 16th July 1949 and amended on 14th May 2014, 9th December 2020, 17th June 2021 and 10th June 2025. The Charity was registered with the Charity Commission under charity number 503383, on 13th November 1974.

The management of the Charity is the responsibility of the Council, which is presided over by a Chairman, Honorary Secretary and Honorary Treasurer who are elected annually by members at the Annual General Meeting (normally held in June).

Other members of the Council are (a) five ex-officio members of the Parochial Church Council of Malvern Priory ("the PCC") viz. the Vicar, the two Churchwardens plus two others and (b) a maximum of six and no fewer than four other members elected at an AGM to serve for four years. The ex-officio members are not entitled to vote on decisions on making grants to the PCC.

New trustees are formally advised of their responsibilities as trustees of a registered charity and to read in particular the Charity Commission's Trustee Welcome pack and CC3 and CC3a; their attention is also drawn to other Charity Commission publications, the Friends' Constitution which highlights some of the main responsibilities of trustees, and to the Working Agreement between the Friends and the PCC.

The Friends has a close relationship with the PCC, to whom grants are made in accordance with the Charity's Objects.

THE FRIENDS OF MALVERN PRIORY

REPORT OF THE TRUSTEES

The Trustees present their Report and Accounts for the year ended 31 December 2025.

Objects

The Objects of The Friends are:

- To educate the public about the Priory and to foster public interest in the building and its grounds;
- To support the maintenance, restoration and enhancement of the Priory's fabric, furnishings and adornments;
- To promote the Priory's musical tradition for the public benefit.

Public Benefit: Achievement & Performance

In furtherance of the Charity's first object of educating the public about the Priory and fostering public interest in the building, 2025 saw the continued provision of Saturday morning guided tours by a member of a small team of eight guides: during the year, 250 people came on Saturday tours. In addition, 200 people came on pre-booked group tours. There was also a tour guide available to answer questions on an ad-hoc basis on at least one afternoon per week.

Also in pursuance of the first object of the Charity, an audience of 160 at the annual Heritage and Faith lecture in September heard Katherine Little talk about *The Medieval Misericords of Malvern Priory*. Earlier in the year, she had published another guide book for the Priory, *Tales in Oak: The Medieval Misericords of Malvern Priory*. In 2025, nearly 300 people purchased a copy of the main guide book *Tour of Great Malvern Priory* (also authored by Katherine Little)- a very informative and readable publication with many pictures which skilfully melds information about the heritage of the Priory with the Christian ethos which inspired its building.

The Friends' Choral Evensong in June and Community Carol Service in December were again held to attract members of the local community into the Priory.

In pursuance of the Charity's second object of supporting the maintenance, restoration and enhancement of the Priory's fabric, furnishings and adornments, a grant of £500 was made towards the cost of repairing the Albert Memorial window which had been damaged by a pigeon in flight.

Just as importantly as the financial success, the Shop volunteers continued to provide a welcoming presence to visitors. Also, inter alia, the Shop offers information about the building and its origins.

Lunchbox's programme of 14 fortnightly lunch-time concerts and talks in the spring and autumn attracted over 100 at most events.

The Friends aims to keep in touch with its members regularly. The Chairman sends a newsletter every month to all members of the Friends with an email address, to keep them informed of Friends' activities and events in the Priory.

	2023	2024	2025
Visits to Friends' website	5,599	9,562	14,199
Followers of Facebook page	240	271	320
Numbers of Members	324	335	341

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

THE FRIENDS OF MALVERN PRIORY**REPORT OF THE TRUSTEES (Cont'd)****Financial Review**

During the year income exceed expenditure by £42,139 (2024 - £40,346) prior to investment losses of £47,622 (2024 - gains of £23,882). This provided a negative movement in funds of £5,483 (2024 - positive movement of £64,228).

The restricted funds made realised losses in the year of £22,675 (2024 - gains of £10,743).

Dividends and treasury interest received in the year amounted to £21,518 (2024 - £19,985) and bank interest of £4,489 was received (2024 - £6,578).

At 31 December 2025, the Charity had unrestricted (general) funds of £127,218 (2024 - £109,923), of which £26,896 (2024 - £nil) were designated, restricted funds of £483,912 (2024 - £485,344) and endowment funds of £366,513 (2024 - £387,859). Total reserves were £977,643 (2024 - £983,126).

Reserves Policy

It is the policy of the Charity to maintain sufficient reserves within its unrestricted funds to fund its governance

Investment Policy

The Charity invests surplus assets not envisaged to be required for at least 12 months in funds managed by CCLA. (see Note 10).

Accounting Policies

The accounts have been prepared in accordance with the accounting policies set out in note 2 to the accounts and comply with the Church of England Measures (the Parochial Church Councils (Powers) Measure 1956 as amended and the Church Representation Rules (contained in Schedule 3 to the Synodical Government Measure 1969, as amended)), the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2019).

Principal risks and uncertainties

The Trustees have assessed the major strategic, business and operational risks to which the Charity is exposed, and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

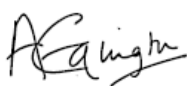
Principal sources of funding

Funds are received from investments as well as from life and annual membership subscriptions and donations, including legacies. The Charity has also published two guidebooks which are sold through The Friends' Shop in the Priory in order to raise funds.

Plans for Future Periods

The grants made to the PCC in 2024 and 2025 have been less than in previous years, pending the needs of the Priory Development Plan and the PCC's Project Light & Space. The Friends has pledged up to £50,000 towards the Development phase of this project. In support of the project, the Trustees are expecting to raise further funds in due course for the conservation of more medieval stained-glass windows and their surrounding stonework. Meanwhile, it is possible that the PCC may request assistance in funding the conservation of two more medieval windows in St. Anne's Chapel.

Approved by the Trustees and signed on their behalf



Mrs A.E. Eglington, Chairman



D.R. Valentine, Hon. Treasurer

Date: 21 April 2026

THE FRIENDS OF MALVERN PRIORY

STATEMENT OF RESPONSIBILITIES OF THE TRUSTEES

The Trustees are responsible for preparing the Report of the Friends and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare accounts for each financial period which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period.

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

The Trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts Reports) Regulations 2008 and trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE FRIENDS OF MALVERN PRIORY

Independent Examiner's Report to the Trustees of The Friends of Malvern Priory

I report to the Charity trustees on my examination of the accounts of the Charity for the year ended 31 December 2025 which are set out on pages 7 to 14

Responsibilities and basis of report

As the Charity's trustees 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 Charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the 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 Charity 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

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.



Elizabeth Needham ACA CTA(VAT)
for and on behalf of Kendall Wadley LLP
Chartered Accountants
Statutory Auditor
Granta Lodge
71 Graham Road
Malvern
Worcestershire
WR14 2JS

Date: 27 April 2026

THE FRIENDS OF MALVERN PRIORY**Statement of Financial Activities for the year ended 31 December 2025**

	<u>Note</u>	<u>Unrestricted Funds</u> £	<u>Restricted Funds</u> £	<u>Endowment Funds</u>	<u>2025</u> £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	3	6,775	300	-	7,075
Other trading activities					
Functions		4,609	-	-	4,609
Guide books, CDs and bookshop sales		73,644	-	-	73,644
Church Tours		989	-	-	989
Investment income	4	3,475	22,532	-	26,007
Total		89,492	22,832	-	112,324
EXPENDITURE ON:					
Raising funds	6	37,121	-	-	37,121
Charitable activities					
Grants payable	7	30,000	500	-	30,500
Governance costs	8	1,475	1,089	-	2,564
Total		68,596	1,589	-	70,185
Net income prior to investments		20,896	21,243	-	42,139
Net (losses) on investments	10	(3,601)	(22,675)	(21,346)	(47,622)
Net income/(expenditure) being the net movement in funds		17,295	(1,432)	(21,346)	(5,483)
Total funds at 1 January 2025		109,923	485,344	387,859	983,126
Total funds at 31 December 2025	14	127,218	483,912	366,513	977,643

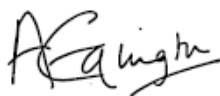
Comparative position for last year

	<u>Note</u>	<u>Unrestricted Funds</u> £	<u>Restricted Funds</u> £	<u>Endowment Funds</u>	<u>2024</u> £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	3	7,358	3,613	-	10,971
Other trading activities					
Functions		4,035	-	-	4,035
Guide books and bookshop sales		47,741	-	-	47,741
Church Tours		1,200	-	-	1,200
Investment income	4	1,927	24,636	-	26,563
Total		62,261	28,249	-	90,510
EXPENDITURE ON:					
Raising funds	6	28,462	-	-	28,462
Charitable activities					
Grants payable	7	20,000	(1,340)	-	18,660
Governance costs	8	2,156	886	-	3,042
Total		50,618	(454)	-	50,164
Net income prior to investments		11,643	28,703	-	40,346
Net gains on investments	10	1,719	10,743	11,420	23,882
Net income being the net movement in funds		13,362	39,446	11,420	64,228
Total funds at 1 January 2024		96,561	445,898	376,439	918,898
Total funds at 31 December 2024	14	109,923	485,344	387,859	983,126

THE FRIENDS OF MALVERN PRIORY**Balance Sheet**
as at 31 December 2025

	<u>Note</u>	<u>£</u> <u>2025</u>	<u>£</u> <u>2024</u>
FIXED ASSETS			
Investments	10	863,507	811,129
CURRENT ASSETS			
Stock		14,897	14,728
Debtors	11	9,713	8,751
Investments (CCLA Deposit Fund)		108,176	162,168
Cash at Bank and In Hand		12,550	545
		<u>145,336</u>	<u>186,192</u>
Creditors:			
Amounts falling due within one year	12	31,200	14,195
		<u>114,136</u>	<u>171,997</u>
NET CURRENT ASSETS		114,136	171,997
NET ASSETS		977,643	983,126
FUNDS			
Unrestricted	14a	127,218	109,923
Restricted	14b	483,912	485,344
Endowment	14c	366,513	387,859
		<u>977,643</u>	<u>983,126</u>

Approved by the Trustees on 21 April 2026
and signed on their behalf by:



.....

Mrs A.E. Eglington, Chairman of The Friends of Malvern Priory



.....

D.R.Valentine, Hon. Treasurer

CHARITY No. 503383

The notes on pages 9 to 14 form part of these financial statements.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements for the year ended 31 December 2025****1. ACCOUNTING POLICIES****CHARITY INFORMATION**

The Friends of Malvern Priory is an unincorporated charity registered in England & Wales (charity number 503383). The registered office address is Parish Office, Church Street, Great Malvern, WR14 2AY.

ACCOUNTING CONVENTION

The accounts have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland, the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2019). The Charity is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £1.

The accounts have been prepared on the historical cost convention as modified to include the revaluation of investments at market value. The principal accounting policies adopted are set out below

GOING CONCERN

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future and that there are no material uncertainties about its ability to continue. Thus the Trustees' continue to adopt the going concern basis of accounting in preparing the accounts.

CHARITABLE FUNDS

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes. The Friends' Shop is managed through an Unrestricted Designated Fund

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

Endowment funds are to be held as capital and the income generated from them to be used for purposes as specified by the donor.

The Eglington Bequest funds may be used:

- a) for the provision of glass doors at the Priory North West main entrance
- b) as a permanent endowment of the residual capital with any income allocated for the maintenance of Priory stonework and stained glass.

DONATIONS, GIFTS and LEGACIES

Donations, gifts and legacies are included in the period in which they are receivable, which is when the Charity becomes entitled to the resource. Those items not received at the balance sheet date are included in debtors.

INVESTMENT INCOME

Income from investments is included in the Statement of Financial Activities (SOFA) in the period in which it is receivable.

EXPENDITURE

Expenditure is recognised in the period in which it is incurred. Expenditure includes attributable VAT which cannot be recovered. Those items not settled at the balance sheet date are included in creditors.

Grants are approved by the Trustees in principal but are not payable until the expenditure has been incurred by Malvern Priory PCC and are included in the SOFA at that point.

Governance costs represent costs, attributable to the management of the Charity's assets, organisational administration and compliance with constitutional and statutory requirements. They are allocated to funds by relevance of the underlying expense.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements for the year ended 31 December 2025****GRANT MAKING POLICIES****The Restricted Funds**

Grants are only made for the preservation and beautification of the fabric of the building.

The General Funds

All grants paid out are requested by Malvern Priory PCC and approved by the Council of The Friends.

FIXED ASSET INVESTMENTS

Fixed asset investments are included at market value at the balance sheet date. Any gain or loss on revaluation is taken to the SOFA.

CURRENT ASSET INVESTMENTS

Current Asset investments are held in deposit funds, repayable on demand.

STOCK

Stock is valued at the lower of cost and net realisable value.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

The Friends has a policy to invest surplus current account funds with CCLA, either in a Deposit Investment Fund (cash investment fund - Current Asset) or in a Fixed Asset Investment Fund if the funds are not expected to be required in the short/medium term.

FINANCIAL INSTRUMENTS

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the Charity becomes party to the contractual provisions of the instrument.

Financial assets are offset, with the net amounts presented in the accounts when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic Financial Assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method.

Basic Financial Liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price.

Derecognition of Financial Liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled

2. Critical Accounting Estimates and Judgements

In the application of the charity's accounting policies, the Trustees are required to make judgement estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

**Notes to the Financial Statements
for the year ended 31 December 2025**

	Unrestricted	Restricted	Endowment	<u>2025</u> Total	<u>2024</u> Total
	£	£	£	£	£
3. DONATIONS AND LEGACIES					
Subscriptions	3,650	-	-	3,650	4,110
Donations	2,155	240	-	2,395	3,417
Gift Aid on Subscriptions & Donations	970	60	-	1,030	1,444
Legacies	-	-	-	-	2,000
	<u>6,775</u>	<u>300</u>	<u>-</u>	<u>7,075</u>	<u>10,971</u>
31 December 2024	<u>7,358</u>	<u>3,613</u>	<u>-</u>	<u>10,971</u>	
4. INVESTMENT INCOME					
Dividends and interest on listed investments	1,657	19,861	-	21,518	19,985
Interest on cash deposits	1,818	2,671	-	4,489	6,578
	<u>3,475</u>	<u>22,532</u>	<u>-</u>	<u>26,007</u>	<u>26,563</u>
31 December 2024	<u>1,927</u>	<u>24,636</u>	<u>-</u>	<u>26,563</u>	
5. EXPENDITURE					
Net income/(expenditure) is stated after charging: Independent Examiner's Fees/Audit Remuneration	220	1,089	-	1,309	1,083
31 December 2024	<u>198</u>	<u>885</u>	<u>-</u>	<u>1,083</u>	
6. RAISING FUNDS					
Function costs	2,796	-	-	2,796	2,050
Guide books	589	-	-	589	865
Shop cost of sales	33,736	-	-	33,736	25,547
	<u>37,121</u>	<u>-</u>	<u>-</u>	<u>37,121</u>	<u>28,462</u>
31 December 2024	<u>28,462</u>	<u>-</u>	<u>-</u>	<u>28,462</u>	
7. GRANTS PAYABLE					
All grants are payable to Malvern Priory PCC.					
Contribution from Shop Trading	30,000	-	-	30,000	20,000
St Anne's Chapel Roof	-	-	-	-	(7,307)
St Giles' Chapel Window	-	500	-	500	-
Creation Window	-	-	-	-	5,967
	<u>30,000</u>	<u>500</u>	<u>-</u>	<u>30,500</u>	<u>18,660</u>
31 December 2024	<u>20,000</u>	<u>(1,340)</u>	<u>-</u>	<u>18,660</u>	

Malvern Priory PCC is a related party as described in the Report of the Trustees.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the year ended 31 December 2025**

8. GOVERNANCE COSTS	Unrestricted	Restricted	Endowment	<u>2025</u>	<u>2024</u>
	£	£	£	Total £	Total £
Secretarial expenses	630	-	-	630	459
Independent Examiner's /Audit Fees	220	1,089	-	1,309	1,084
Shop Expenses	279	-	-	279	842
Insurance	307	-	-	307	307
Marketing Costs	39	-	-	39	350
	<u>1,475</u>	<u>1,089</u>	<u>-</u>	<u>2,564</u>	<u>3,042</u>
31 December 2024	<u>2,156</u>	<u>886</u>	<u>-</u>	<u>3,042</u>	

9. TRUSTEES AND RELATED PARTIES:

None of the Trustees (or any person connected with them) received any remuneration.

Three trustees were reimbursed for governance expenses incurred on behalf of the Friends in the total sum of £1,295 (2024 - two trustees, £1,057).

Donations totalling £255 (2024 - £245) were received from Trustees and Related Parties during the course of the year.

10. LISTED INVESTMENTS – CCLA

Investments are held and managed by CCLA. Until 7 March 2024 comprised COIF Charities Ethical Investment Fund - Income Units when they were switched to comprise COIF Charities Global Equity Fund - Income Units

Global Equity Fund Units	Unrestricted	Restricted	Endowment	<u>2025</u>	<u>2024</u>
	£	£	£	Total £	Total £
Balance brought forward 01.01.25	58,387	364,884	387,858	811,129	787,247
Additions	13,000	87,000	-	100,000	-
Disposals	-	-	-	-	-
Revaluations	(3,601)	(22,675)	(21,346)	(47,622)	5,862
Profit (Loss) on Disposal	-	-	-	-	18,020
	<u>67,786</u>	<u>429,209</u>	<u>366,512</u>	<u>863,507</u>	<u>811,129</u>
Balance carried forward 31.12.25					
Cost	<u>70,965</u>	<u>449,247</u>	<u>385,055</u>	<u>905,267</u>	<u>805,267</u>
Units held	2025	24,339.52	154,114.49	131,602.2501	310,056.2601
	2024	<u>19,810.85</u>	<u>123,807.23</u>	<u>131,602.2501</u>	<u>275,220.3356</u>

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the year ended 31 December 2025**

11. DEBTORS	Unrestricted £	Restricted £	2025	2024
			Total £	Total £
HMRC Gift Aid	970	60	1,030	1,444
December Shop Sales	8,683	-	8,683	-
Refund of Grant Overpayment	-	-	-	7,307
	<u>9,653</u>	<u>60</u>	<u>9,713</u>	<u>8,751</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN 1 YEAR	Unrestricted £	Restricted £	2025	2024
			Total £	Total £
Accruals	200	1,000	1,200	1,083
Grant to Great Malvern Priory PCC	30,000	-	30,000	12,967
Expenses	-	-	-	144
	<u>30,200</u>	<u>1,000</u>	<u>31,200</u>	<u>14,195</u>

13 FINANCIAL INSTRUMENTS	2025	2024
	£	£
Investments measured at fair value through the Statement of Financial Activities	<u>863,507</u>	<u>811,129</u>

14 ALLOCATION OF CHARITY NET ASSETS

The net assets held for various funds are as follows:-

		Fixed Asset Investments	Net Current Assets	2025 Total
		£	£	£
Restricted Funds:-	Martin Radford Bequest	296,818	43,590	340,408
	Eglington Bequest	45,467	13,211	58,678
	Window	86,923	(3,220)	83,703
	Priory Music	-	1,123	1,123
Endowment Fund	Eglington Bequest	366,513	-	366,513
	Unrestricted Funds:-	General Fund	67,786	100,322
	Shop (Designated)	-	26,896	26,896
		<u>863,507</u>	<u>114,135</u>	<u>977,643</u>

		Fixed Asset Investments	Net Current Assets	2024 Total
		£	£	£
Restricted Funds:-	Martin Radford Bequest	303,837	45,598	349,435
	Eglington Bequest	7,048	42,505	49,553
	Window	53,999	31,357	85,356
	Priory Music	-	1,000	1,000
Endowment Fund	Eglington Bequest	387,859	-	387,859
	Unrestricted Funds:-	General Fund	58,386	109,923
		<u>811,129</u>	<u>171,997</u>	<u>983,126</u>

14a. UNRESTRICTED FUNDS

The Unrestricted Funds are retained as necessary to cover working capital. The Designated Fund is used to run the Friends' Shop, the trading surplus from which is granted to Great Malvern Priory PCC without restriction.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the year ended 31 December 2025****14b. RESTRICTED FUNDS**

	Balance 01.01.25 b/f £	Incoming Resources £	Resources Expended £	Gains (Loss) on investment £	Balance 31.12.25 c/f £
Martin Radford Bequest	349,435	9,082	(1,089)	(17,020)	340,408
Eglington Bequest	49,553	10,705	-	(1,580)	58,678
Window Fund	85,356	2,922	(500)	(4,075)	83,703
Music Fund	1,000	123	-	-	1,123
	<u>485,344</u>	<u>22,832</u>	<u>(1,589)</u>	<u>(22,675)</u>	<u>483,912</u>

	Balance 01.01.24 b/f £	Incoming Resources £	Resources Expended £	Loss on investments £	Balance 31.12.24 c/f £
Martin Radford Bequest	325,427	10,114	6,421	7,473	349,435
Eglington Bequest	37,807	11,538	-	208	49,553
Window Fund	82,664	5,597	(5,967)	3,062	85,356
Music Fund	-	1,000	-	-	1,000
	<u>445,898</u>	<u>28,249</u>	<u>454</u>	<u>10,743</u>	<u>485,344</u>

The Friends of Malvern Priory was bequeathed a share of the residue of the estate of Martin Radford who died on 30
For details of the Eglington Bequest see Note 14c.

Window Fund contains the funds donated for the purpose of restoring the Priory's stained glass windows.

Music Fund contains funds donated for the purpose of expenditure for the Priory Choir.

14c. ENDOWMENT FUNDS

	Balance 01.01.25 b/f £	Incoming Resources £	Resources Expended £	(Loss) on Investments £	Balance 31.12.25 c/f £
Eglington Bequest	387,859	-	-	(21,346)	366,513
	<u>387,859</u>	<u>-</u>	<u>-</u>	<u>(21,346)</u>	<u>366,513</u>

	Balance 01.01.24 b/f £	Incoming Resources £	Resources Expended £	Gain on investments £	Balance 31.12.24 c/f £
Eglington Bequest	376,439	-	-	11,420	387,859
	<u>376,439</u>	<u>-</u>	<u>-</u>	<u>11,420</u>	<u>387,859</u>

In April 2019 the Charity received an Endowment legacy of £350,000 from the estate of Charles Eglington. The capital funds, known as The Eglington Bequest, remain invested in CCLA Charities Ethical Investment Fund.

The Bequest is to be used:

- for the provision of glass doors at the North West main entrance to Great Malvern Priory; and
- the residue of the total bequest is to be treated as permanent endowment in a fund whose income is restricted for the maintenance of the stonework and stained glass of Great Malvern Priory.

15 Related Party Transactions

The trustees Rev'd Dr R. Latham, Dr D Guy, C. Hooper, P. Renger, G. Valentine, Mrs H. Wall and J.Wray are also trustees of Malvern Priory PCC. During the year grants of £30,500 (2024: £25,967) were paid to Malvern Priory PCC.

THE FRIENDS OF MALVERN PRIORY

England & Wales - Charity number 503383

Accounts



THE FRIENDS OF MALVERN PRIORY

(Registered Charity Number 503383)

Financial Statements for the year ended

31 December 2024

**KENDALL WADLEYLLP
Chartered Accountants
MALVERN WORCESTER**

THE FRIENDS OF MALVERN PRIORY

Financial Statements for the year ended

31 December 2024

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THE FRIENDS OF MALVERN PRIORY
REFERENCE AND ADMINISTRATIVE INFORMATION

CHARITY NUMBER 503383

TRUSTEES:

Principal Officers	Mrs A.E. Eglington M. Eglington D.R. Valentine	Chairman Secretary Treasurer
Ex-Officio PCC Members	Rev'd R. Corke Dr D.R.P. Guy N.J. Paulley Mrs H.M. Wall J.F. Wray	Vicar (retired June 2024) Churchwarden Churchwarden
Other Trustees	Mrs M.E. Campbell Mrs J.M.I. Hill Mrs R.J. Nixon R.W.B. Sutton A. Vines Mrs M.E. Weatherill	
PRINCIPAL OFFICE	Church House Church Street Great Malvern WR14 2AY	
AUDITORS	Kendall Wadley LLP Granta Lodge 71 Graham Road Great Malvern WR14 2JS	
BANKERS	Barclays Bank Plc 54 High Street Worcester WR1 2QQ	
INVESTMENT MANAGERS	CCLA Investment Management One Angel Lane London EC4R 3AB	

THE FRIENDS OF MALVERN PRIORY

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Friends of Malvern Priory ("The Friends" or "the Charity") is operated under the rules of its Constitution dated 16th

July 1949 and amended on 14th May 2014 and 9th December 2020. The Charity was registered with the Charity Commission under charity number 503383, on 13th November 1974.

The management of the Charity is the responsibility of the Council, which is presided over by a Chairman, Honorary Secretary and Honorary Treasurer who are elected annually by members at the Annual General Meeting (normally held in June).

Other members of the Council are (a) five ex-officio members of the Parochial Church Council of Malvern Priory ("the PCC") viz. the Vicar, the two Churchwardens plus two others and (b) a maximum of six and no fewer than four other members elected at an AGM to serve for four years. The ex-officio members are not entitled to vote on decisions on making grants to the PCC.

New trustees are formally advised of their responsibilities as trustees of a registered charity and to read in particular the Charity Commission's Trustee Welcome pack and CC3 and CC3a; their attention is also drawn to other Charity Commission publications, the Friends' Constitution which highlights some of the main responsibilities of trustees, and to the Working Agreement between the Friends and the PCC.

The Friends has a close relationship with the PCC, to whom grants are made in accordance with the Charity's Objects.

REPORT OF THE TRUSTEES

The Trustees present their Report and Accounts for the year ended 31 December 2024.

Objects

The Objects of the Friends are:

- To educate the public about the Priory and to foster public interest in the building and its grounds;
- To support the maintenance, restoration and enhancement of the Priory's fabric, furnishings and adornments;
- To promote the Priory's musical tradition for the public benefit.

THE FRIENDS OF MALVERN PRIORY

REPORT OF THE TRUSTEES (Cont'd)

Public Benefit: Achievement & Performance

For the first three months of 2024, visitors were limited to looking around only the east end of the Priory building because the west end was closed whilst the nave floor was levelled.

In furtherance of the charity's first object of educating the public about the Priory and fostering public interest in the building, 2024 again saw the continued provision of Saturday morning guided tours throughout the last nine months of the year as well as a tour guide to answer questions on an ad-hoc basis on at least one afternoon per week.

Also in pursuance of the first object of the charity, an audience of 180 at the annual Heritage and Faith lecture in October heard Karen Slade talk about The Medieval Tiles at Malvern Priory. The Friends' Choral Evensong in June and Community Carol Service in December were again held to attract members of the local community into the Priory.

In pursuance of the charity's second object of supporting the maintenance, restoration and enhancement of the Priory's fabric, furnishings and adornments, a final payment of £6.0k was made to the PCC making a final total of £72.6k paid by the Friends towards the total cost of £112.4k for the cleaning and conservation of the Creation Window in St. Anne's Chapel. There was a refund of £7.3k relating to the cost of repairing the roof of St. Anne's Chapel, making a final total of £94.6k paid by the Friends towards the total cost of £125.6k.

The PCC did not make any new maintenance grant requests in 2024 as a result of the quinquennial inspection carried out in November 2023.

The Friends' Shop in the Priory made a record surplus of £20.0k (2023: £13.0k), which was granted to the PCC (see financial note 7); this was achieved in just nine months due to the church being closed from January to March. This significant increase in activity was due to the Shop having been open for perhaps as much as 30% more hours per week due to an increase in the number of volunteers; also pricing had generally been bolder; and there had been more stock on display and it had been well displayed; and customers were probably more likely to spend more when paying by card rather than with cash.

Just as importantly as the financial success, the Shop volunteers continued to provide a welcoming presence to visitors. Also, inter alia, the Shop offers information about the building and its origins.

Lunch Box's programme of 14 fortnightly lunch-time concerts and talks in the spring and autumn attracted over 100 at most events.

The number of visits to the Friends' website <www.friendsofmalvernpriory.uk> increased from 3,353 in 2022 to 5,599 in 2023, and to 9,562 in 2024; and the average number of pages viewed per visit increased from 2.8 to 3.5 over this period. The number of followers of the Facebook page increased from 240 to 271 in 2024.

During 2024, the number of members of The Friends increased from 324 to 335.

THE FRIENDS OF MALVERN PRIORY

REPORT OF THE TRUSTEES (Cont'd)

Financial Review

During the year income exceeded expenditure by £40,346 (2023 - expenditure exceeded income by £62,789) prior to investment gains of £23,882 (2023 -£68,448). This provided a positive movement in funds of £64,228 (2023 - positive movement £5,659).

The restricted funds made realised investment gains in the period of £8,106 (2023 - gain £9,097).

Dividends and treasury interest received in the period amounted to £19,985 (2023 - £22,350) and bank interest of £6,578 was received (2023 - £5,373).

At 31 December 2024, unrestricted (general) funds £109,923 (2023 - £96,561). Restricted funds £485,344 (2023 -

£445,898). Endowment funds £387,859 (2023 - £376,439). Total resources £983,126 (2023 - £918,898).

Reserves policy

It is the policy of the charity to maintain sufficient reserves within its unrestricted funds to fund its governance costs.

Investment policy

During the year the Fixed Asset Investments managed by CCLA, were switched from the COIF Ethical Investment Fund to the COIF Global Equities Fund, past performance suggesting that a better long term total return could be expected. (see Note 10).

Accounting Policies

The accounts have been prepared in accordance with the accounting policies set out in note 2 to the accounts and comply with the Church of England Measures (the Parochial Church Councils (Powers) Measure 1956 as amended and the Church Representation Rules (contained in Schedule 3 to the Synodical Government Measure 1969, as amended)), the Charities Act 2011 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)” (as amended for accounting periods commencing from 1 January 2019).

Principal risks and uncertainties

The Trustees have assessed the major strategic, business and operational risks to which the Charity is exposed, and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

Principal sources of funding

Funds are received from investments as well as from life and annual membership subscriptions and donations, including legacies. The Charity has also published two guidebooks which are sold through The Friends' Shop in the Priory in order to raise funds.

THE FRIENDS OF MALVERN PRIORY

REPORT OF THE TRUSTEES (Cont'd)

Plans for Future Periods

It is expected that the PCC will be looking to the Friends to make a significant grant in support of the current Priory Development Plan; and as this evolves, the Trustees are expecting to raise further funds in due course for the conservation of more medieval stained-glass windows and their surrounding stonework.

Disclosure of information to auditors

Each of the Trustees 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.

Approved by the Trustees and signed on their behalf



Mrs A.E. Eglington, Chairman



D.R. Valentine, Hon. Treasurer

Date: 29 April 2025

THE FRIENDS OF MALVERN PRIORY

Auditors' Report to The Friends of Malvern Priory

Opinion

We have audited the accounts of The Friends of Malvern Priory for the year ended 31 December 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the notes to the accounts, 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 accounts:

- give a true and fair view of the state of the charity's affairs as at 31 December 2024 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 Charities Act 2011.

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 accounts section of our report. We are independent of The Friends of Malvern Priory in accordance with the ethical requirements that are relevant to our audit of the accounts 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 charity'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 Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the accounts and our auditor's report thereon. Our opinion on the accounts 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.

THE FRIENDS OF MALVERN PRIORY

Auditors' Report to The Friends of Malvern Priory

In connection with our audit of the accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts 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 accounts or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

- the information given in the accounts is inconsistent in any material respect with the Trustees' Report; or
- sufficient accounting records have not been kept; or
- the accounts are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the Statement of Trustees' Responsibilities, the Trustees are responsible for the preparation of the accounts which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of accounts that are free from material misstatement, whether due to fraud or error.

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

Auditors' 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.

THE FRIENDS OF MALVERN PRIORY

Auditors' Report to The Friends of Malvern Priory

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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and noncompliance with laws and regulations, was as follows:

- an understanding of the risk assessment process (including the assessment of the risk of fraud) adopted by the Trustees is obtained and their attitude to risk ascertained.
- an assessment of the susceptibility to material mis-statement of the financial statements as a result of management over- ride or fraud is made.
- it is ensured that the engagement team have, collectively, the appropriate competence, capabilities and skills to be involved in the assignment, are fully briefed and understand the risks specific to the charity.
- processes to test the outcomes of our assessment include, a review of Board minutes, analytical review, substantive testing of significant transactions, work to identify unusual or unexpected accounting entries including the testing of journal entries, information disclosed in the financial statements is traced to supporting documentation. In all instances it is acknowledged that material mis-statements that arise from fraud may involve deliberate concealment or collusion and are, therefore, by their very nature harder to detect than those arising from error.
- an understanding of the legal and regulatory framework as applicable to the charity is obtained together with knowledge of the procedures put in place by the charity in order to comply with the same.
- it is established if there have been any instances of non-compliance with applicable laws and regulations, none were identified for this period.

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

A further description of our responsibilities is available on the Financial Reporting Council's website at: [https://www.frc.org.uk/Our- Work/Audit/Auditand-assurance/Standards-and-guidance/Standards-and-guidance-forauditors/Auditors-responsibilities-for-audit/Description-of-auditorsresponsibilities-for-audit.aspx](https://www.frc.org.uk/Our-Work/Audit/Auditand-assurance/Standards-and-guidance/Standards-and-guidance-forauditors/Auditors-responsibilities-for-audit/Description-of-auditorsresponsibilities-for-audit.aspx). This description forms part of our auditor's report.

THE FRIENDS OF MALVERN PRIORY

Auditors' Report to The Friends of Malvern Priory

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose.

To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

A handwritten signature in black ink, appearing to be 'Elizabeth Needham', written in a cursive style.

Elizabeth Needham ACA CTA(VAT) (Senior Statutory Auditor)

for and on behalf of Kendall Wadley LLP

Chartered Accountants
Statutory Auditor
Granta Lodge
71 Graham Road
Malvern
Worcestershire
WR14 2JS

Date: 30 April 2025

Kendall Wadley LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

THE FRIENDS OF MALVERN PRIORY**Statement of Financial Activities for the year ended 31 December 2024**

	<u>Note</u>	Unrestricted Funds £	Restricted Funds £	Endowment Funds	2024 £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	3	7,358	3,613	-	10,971
Other trading activities					
Functions		4,035	-	-	4,035
Guide books, CDs and bookshop sales		47,741	-	-	47,741
Church Tours		1,200	-	-	1,200
Investment income	4	1,927	24,636	-	26,563
Total		62,261	28,249	-	90,510
EXPENDITURE ON:					
Raising funds	6	28,462	-	-	28,462
Charitable activities					
Grants payable	7	20,000	(1,340)	-	18,660
Governance costs	8	2,156	886	-	3,042
Total		50,618	(454)	-	50,164
Net income/(expenditure) prior to investments		11,643	28,703	-	40,346
Net gains/(losses) on investments	10	1,719	10,743	11,420	23,882
Net income/(expenditure) being the net movement in funds		13,362	39,446	11,420	64,228
Total funds at 1 January 2024		96,561	445,898	376,439	918,898
Total funds at 31 December 2024	14	109,923	485,344	387,859	983,126

Comparative position for last year

	<u>Note</u>	Unrestricted Funds £	Restricted Funds £	Endowment Funds	2023 £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	3	8,989	1,207	-	10,196
Other trading activities					
Functions		4,292	-	-	4,292
Guide books and bookshop sales		43,226	-	-	43,226
Church Tours		1,493	-	-	1,493
Investment income	4	2,069	25,654	-	27,723
Total		60,069	26,861	-	86,930
EXPENDITURE ON:					
Raising funds	6	31,288	-	-	31,288
Charitable activities					
Grants payable	7	13,000	101,932	-	114,932
Governance costs	8	1,789	1,710	-	3,499
Total		46,077	103,642	-	149,719
Net income/(expenditure) prior to investments		13,992	(76,781)	-	(62,789)
Net gains/(losses) on investments	10	5,145	29,122	34,180	68,448
Net income/(expenditure) being the net movement in funds		19,137	(47,659)	34,180	5,659
Total funds at 1 January 2023		77,424	493,557	342,259	913,240
Total funds at 31 December 2023	14	96,561	445,898	376,439	918,898

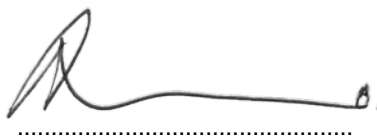
THE FRIENDS OF MALVERN PRIORY**Balance Sheet**
as at 31 December 2024

	<u>Note</u>	<u>£</u> <u>2024</u>	<u>£</u> <u>2023</u>
FIXED ASSETS			
Investments	10	811,129	787,247
CURRENT ASSETS			
Stock		14,728	12,847
Debtors	11	8,751	1,509
Investments (CCLA Deposit Fund)		162,168	105,605
Cash at Bank and In Hand		545	20,797
		<u>186,192</u>	<u>140,758</u>
Creditors:			
Amounts falling due within one year	12	14,195	9,107
		<u>171,997</u>	<u>131,651</u>
NET CURRENT ASSETS		171,997	131,651
NET ASSETS		983,126	918,898
FUNDS			
Unrestricted	14a	109,923	96,561
Restricted	14b	485,344	445,899
Endowment	14c	387,859	376,438
		<u>983,126</u>	<u>918,898</u>

Approved by the Trustees on 29 April 2025
and signed on their behalf by:



Mrs A.E. Eglington, Chairman of The Friends of Malvern Priory



D.R. Valentine, Hon. Treasurer

CHARITY No. 503383

The notes on pages 13 to 20 form part of these financial statements.

THE FRIENDS OF MALVERN PRIORY**Statement of cash flows**
for the year ended 31 December 2024

	<u>Note</u>	<u>2024</u>		<u>2023</u>	
		£	£	£	£
Cash flows from operating activities					
<i>Net cash used in operations</i>	15		9,748		(123,395)
Cash flows from investing activities					
Dividends and interest from investments		26,563		27,723	
Proceeds from sale of investments		805,267		369,149	
Purchase of investments		(805,267)		<u>(209,855)</u>	
<i>Net cash provided by investments</i>			26,563		187,017
<i>Change in cash and cash equivalents in the reporting period</i>			<u>36,311</u>		<u>63,622</u>
Cash and cash equivalents at the beginning of the reporting period			126,402		62,781
<i>Cash and cash equivalents at the end of the reporting period</i>	15		<u>162,713</u>		<u><u>126,402</u></u>

THE FRIENDS OF MALVERN PRIORY

Notes to the Financial Statements for the year ended 31 December 2024

1. STATEMENT OF RESPONSIBILITIES OF THE TRUSTEES

The Trustees are responsible for preparing the Report of the Friends and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare accounts for each financial period which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period.

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

The Trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts Reports) Regulations 2008 and trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- there is no relevant audit information of which the Charity's auditors are unaware; and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

THE FRIENDS OF MALVERN PRIORY

Notes to the Financial Statements for the year ended 31 December 2024

2. ACCOUNTING POLICIES

CHARITY INFORMATION

The Friends of Malvern Priory is an unincorporated charity registered in England & Wales (charity number 503383). The principal address is Parish Office, Church Street, Great Malvern, WR14 2AY.

ACCOUNTING CONVENTION

The accounts have been prepared in accordance with the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2019). The Charity is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £1.

The accounts have been prepared on the historical cost convention as modified to include the revaluation of investments at market value. The principal accounting policies adopted are set out below.

GOING CONCERN

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future and that there are no material uncertainties about its ability to continue. Thus the Trustees' continue to adopt the going concern basis of accounting in preparing the accounts.

CHARITABLE FUNDS

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

Endowment funds are to be held as capital and the income generated from them to be used for purposes as specified by the donor.

The Eglington Bequest funds may be used:

- a) for the provision of glass doors at the Priory North West main entrance
- b) as a permanent endowment of the residual capital with any income allocated for the maintenance of Priory stonework and stained glass.

DONATIONS, GIFTS and LEGACIES

Donations, gifts and legacies are included in the period in which they are receivable, which is when the Charity becomes entitled to the resource. Those items not received at the balance sheet date are included in debtors.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements for the year ended 31 December 2024****INVESTMENT INCOME**

Income from investments is included in the Statement of Financial Activities (SOFA) in the period in which it is receivable.

EXPENDITURE

Expenditure is recognised in the period in which it is incurred. Expenditure includes attributable VAT which cannot be recovered. Those items not settled at the balance sheet date are included in creditors.

Grants are approved by the Trustees in principal but are not payable until the expenditure has been incurred by Malvern Priory PCC and are included in the SOFA at that point.

Governance costs represent costs, attributable to the management of the Charity's assets, organisational administration and compliance with constitutional and statutory requirements. They are allocated to funds by relevance of the underlying expense.

GRANT MAKING POLICIES*The Restricted Funds*

Grants are only made for the preservation and beautification of the fabric of the building.

The General Funds

All grants paid out are requested by Malvern Priory PCC and approved by the Council of The Friends.

FIXED ASSET INVESTMENTS

Fixed asset investments are included at market value at the balance sheet date. Any gain or loss on revaluation is taken to the SOFA.

STOCK

Stock is valued at the lower of cost and net realisable value.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

The Friends has a policy to invest surplus current account funds with CCLA, either in a Deposit Investment Fund (cash investment fund - Current Asset) or in a Fixed Asset Investment Fund if the funds are not expected to be required in the short/medium term.

Notes to the Financial Statements for the year ended 31 December 2024

THE FRIENDS OF MALVERN PRIORY

Notes to the Financial Statements for the year ended 31 December 2024

FINANCIAL INSTRUMENTS

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the Charity becomes party to the contractual provisions of the instrument.

Financial assets are offset, with the net amounts presented in the accounts when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic Financial Assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method.

Basic Financial Liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price.

Derecognition of Financial Liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

Critical Accounting Estimates and Judgements

In the application of the charity's accounting policies, the Trustees are required to make judgement estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the year ended 31 December 2024**

	Unrestricted	Restricted	Endowment	2024 Total	2023 Total
	£	£	£	£	£
3. DONATIONS AND LEGACIES					
Subscriptions	4,110	-	-	4,110	4,255
Donations	2,116	1,301	-	3,417	4,426
Gift Aid on Subscriptions & Donations	1,132	312	-	1,444	1,515
Legacies	-	2,000	-	2,000	-
	<u>7,358</u>	<u>3,613</u>	<u>-</u>	<u>10,971</u>	<u>10,196</u>
31 December 2023	8,989	1,207	-	10,196	
Legacies were received from the estate of Liz Adams in the sums of £1,000 for the use of the choir and £1,000 for the window restoration project.					
4. INVESTMENT INCOME					
Dividends and interest on listed investments	1,439	18,546	-	19,985	22,350
Interest on cash deposits	488	6,090	-	6,578	5,373
	<u>1,927</u>	<u>24,636</u>	<u>-</u>	<u>26,563</u>	<u>27,723</u>
31 December 2023	2,069	25,654	-	27,723	
5. EXPENDITURE					
Net incoming (resources expended)/resources are stated after charging:					
Audit remuneration	198	885	-	1,083	1,182
31 December 2023	216	966	-	1,182	
6. RAISING FUNDS					
Function costs	2,050	-	-	2,050	2,194
Guide books	865	-	-	865	4,900
Shop cost of sales	25,547	-	-	25,547	24,194
	<u>28,462</u>	<u>-</u>	<u>-</u>	<u>28,462</u>	<u>31,288</u>
31 December 2023	31,288	-	-	31,288	
7. GRANTS PAYABLE					
All grants are payable to Malvern Priory PCC.					
Contribution from Shop Trading	20,000	-	-	20,000	13,000
St Anne's Chapel Roof	-	(7,307)	-	(7,307)	35,320
Creation Window	-	-	-	-	66,612
Window Leaflets	-	5,967	-	5,967	-
	<u>20,000</u>	<u>(1,340)</u>	<u>-</u>	<u>18,660</u>	<u>114,932</u>
	<u>13,000</u>	<u>101,932</u>	<u>-</u>	<u>114,932</u>	

Malvern Priory PCC is a related party as described in the report of the Trustees.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the year ended 31 December 2024**

8. GOVERNANCE COSTS	Unrestricted £	Restricted £	Endowment £	<u>2024</u> Total £	<u>2023</u> Total £
Secretarial expenses	459	-	-	459	299
Auditors fees	198	886	-	1,084	1,182
Fee charges (Investments)	-	-	-	-	734
Shop Expenses	842	-	-	842	797
Insurance	307	-	-	307	290
Marketing Costs	350	-	-	350	197
	<u>2,156</u>	<u>886</u>	<u>-</u>	<u>3,042</u>	<u>3,499</u>
31 December 2023	<u>1,789</u>	<u>1,710</u>	<u>-</u>	<u>3,499</u>	

9. TRUSTEES AND RELATED PARTIES:

None of the Trustees (or any person connected with them) received any remuneration.

Two trustees were reimbursed for governance expenses incurred on behalf of the Friends in the total sum of £1,057 (2023 - £477).

Donations totalling £245 (2023 - £80) were received from Trustees and Related Parties during the course of the year.

10. LISTED INVESTMENTS – CCLA

Investments are held and managed by CCLA. Until 7 March 2024 comprised COIF Charities Ethical Investment Fund - Income Units when they were switched to comprise COIF Charities Global Equity Fund - Income Units

Ethical Investment Fund Units	£	£	£	<u>2024</u> £	<u>2023</u> £
	Unrestricted	Restricted	Endowment	Total	Total
Balance brought forward 01.01.24	56,667	354,141	376,438	787,247	527,897
Additions	-	-	-	-	200,000
Disposals	-	-	-	-	-
Revaluations	-	-	-	-	59,350
Profit (Loss) on Disposal	1,297	8,106	8,617	18,020	-
	<u>57,965</u>	<u>362,248</u>	<u>385,055</u>	<u>805,267</u>	<u>787,247</u>
Balance carried forward 07.03.24	57,965	362,248	385,055	805,267	787,247
	<u>54,000</u>	<u>348,000</u>	<u>350,000</u>	<u>752,000</u>	<u>752,000</u>
Original Cost	54,000	348,000	350,000	752,000	752,000
	<u>54,000</u>	<u>348,000</u>	<u>350,000</u>	<u>752,000</u>	<u>752,000</u>
Units held	2024	2023	2024	2024	2023
	<u>18,826.39</u>	<u>117,654.87</u>	<u>125,062.53</u>	<u>261,543.79</u>	<u>261,543.79</u>
	<u>18,826.39</u>	<u>117,654.87</u>	<u>125,062.53</u>	<u>261,543.79</u>	<u>261,543.79</u>
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THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the year ended 31 December 2024****10. LISTED INVESTMENTS – CCLA
cont'd****LISTED INVESTMENTS – SUMMARY TOTAL**

	<u>2024</u>	<u>2023</u>
	£	£
Balance brought forward 01.01.24	787,247	878,094
Additions	-	209,855
Disposals	-	(369,149)
Revaluations	5,862	59,350
Profit (Loss) on Disposal	18,020	9,097
	<hr/>	<hr/>
Balance carried forward 31.12.24	811,129	787,247
	<hr/>	<hr/>
Cost	805,267	752,000
	<hr/>	<hr/>

11. DEBTORS	Unrestricted	Restricted	<u>2024</u>	<u>2023</u>
			Total	Total
	£	£	£	£
HMRC Gift Aid	1,124	320	1,444	1,509
Refund of Grant Overpayment	-	7,307	7,307	-
	<hr/>	<hr/>	<hr/>	<hr/>
	1,124	7,627	8,751	1,509
	<hr/>	<hr/>	<hr/>	<hr/>
12. CREDITORS: AMOUNTS FALLING DUE WITHIN 1 YEAR	Unrestricted	Restricted	<u>2024</u>	<u>2023</u>
			Total	Total
	£	£	£	£
Audit accrual	198	885	1,083	1,083
Grant to Great Malvern Priory PCC	7,000	5,967	12,967	8,000
Expenses	144	-	144	24
	<hr/>	<hr/>	<hr/>	<hr/>
	7,342	6,853	14,195	9,107
	<hr/>	<hr/>	<hr/>	<hr/>
13. FINANCIAL INSTRUMENTS			<u>2024</u>	<u>2023</u>
			£	£
Investments measured at fair value through the Statement of Financial Activities			811,129	787,247
			<hr/>	<hr/>

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the year ended 31 December 2024****14 ALLOCATION OF CHARITY NET ASSETS**

The net assets held for various funds are as follows:-

	Fixed Asset Investments £	Net Current Assets £	2024 Total £
Restricted Funds:-			
Martin Radford Bequest	303,837	45,600	349,437
Eglington Bequest	7,048	42,505	49,553
Window	53,999	31,357	85,356
Priory Music		1,000	1,000
Endowment Fund			
Eglington Bequest	387,858	-	387,859
Unrestricted Funds:-			
General Fund	58,387	51,536	109,923
	<u>811,129</u>	<u>171,997</u>	<u>983,126</u>
	Fixed Asset Investments £	Net Current Assets £	2023 Total £
Restricted Funds:-			
Martin Radford Bequest	246,365	79,062	325,427
Eglington Bequest	6,840	30,967	37,807
Window	100,936	(18,272)	82,664
Endowment Fund			
Eglington Bequest	376,439	-	376,439
Unrestricted Funds:-			
General Fund	56,667	39,894	96,561
	<u>787,248</u>	<u>131,651</u>	<u>918,898</u>

14a. UNRESTRICTED FUNDS

The Unrestricted Funds are retained as necessary to cover working capital.

14b. RESTRICTED FUNDS

	Balance 01.01.24 b/f £	Incoming Resources £	Resources Expended £	Gains (Loss) on investments £	Balance 31.12.24 c/f £
Martin Radford Bequest	325,427	10,114	6,421	7,473	349,435
Eglington Bequest	37,807	11,538	-	208	49,553
Window Fund	82,664	5,597	(5,967)	3,062	85,356
Music Fund	-	1,000	-	-	1,000
	<u>445,898</u>	<u>28,249</u>	<u>454</u>	<u>10,743</u>	<u>485,344</u>
	Balance 01.01.23 b/f £	Incoming Resources £	Resources Expended £	Loss on investments £	Balance 31.12.23 c/f £
Martin Radford Bequest	336,366	6,745	(37,020)	19,336	325,427
Eglington Bequest	21,930	15,256	-	621	37,807
Window Fund	135,261	4,860	(66,622)	9,165	82,664
	<u>493,557</u>	<u>26,861</u>	<u>(103,642)</u>	<u>29,122</u>	<u>445,898</u>

The Friends of Malvern Priory was bequeathed a share of the residue of the estate of Martin Radford who died on 30 January 1982. The funds are restricted in that they can only be used for the preservation and beautification of the fabric of the church.

For details of the Eglington Bequest see Note 14c.

Window Fund contains the funds donated for the purpose of restoring the Priory's stained glass windows.

Music Fund contains funds donated for the purpose of expenditure for the Priory Choir.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the year ended 31 December 2024****14c. ENDOWMENT FUNDS**

	Balance 01.01.24 b/f £	Incoming Resources £	Resources Expended £	Gain (Loss) on Revaluation £	Balance 31.12.24 c/f £
Eglington Bequest	376,439	-	-	11,420	387,859
	<u>376,439</u>	<u>-</u>	<u>-</u>	<u>11,420</u>	<u>387,859</u>
	Balance 01.01.23 b/f £	Incoming Resources £	Resources Expended £	Loss on investments £	Balance 31.12.23 c/f £
Eglington Bequest	342,259	-	-	34,180	376,439
	<u>342,259</u>	<u>-</u>	<u>-</u>	<u>34,180</u>	<u>376,439</u>

In April 2019 the Charity received an Endowment legacy of £350,000 from the estate of Charles Eglington. The capital funds, known as The Eglington Bequest, remain invested in CCLA Charities Ethical Investment Fund.

The Bequest is to be used:

- for the provision of glass doors at the North West main entrance to Great Malvern Priory; and
- the residue of the total bequest is to be treated as permanent endowment in a fund whose income is restricted for the maintenance of the stonework and stained glass of Great Malvern Priory.

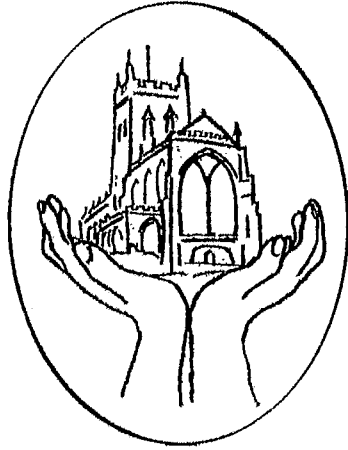
**15. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO
NET CASH FLOW FROM OPERATING ACTIVITIES**

	<u>2024</u>	<u>2023</u>
Net Income for the reporting period (per SOFA)	64,228	5,659
Adjustments for:		
Unrealised losses/(gains) on CCLA managed investments	(5,862)	(59,350)
Dividends, interest and rents from investments	(26,563)	(27,723)
Realised losses/(gains) on the sale of investments	(18,020)	(9,097)
(Increase)/decrease in stocks	(1,879)	(926)
(Increase)/decrease in debtors	(7,243)	201
Increase/(Decrease) in creditors	5,087	(32,158)
Net cash used in operations	<u>9,748</u>	<u>(123,393)</u>
Analysis of cash and cash equivalents		
Cash in hand and realisable investments	<u>162,714</u>	<u>126,403</u>
Total cash and cash equivalents	<u>162,714</u>	<u>126,403</u>

THE FRIENDS OF MALVERN PRIORY

England & Wales - Charity number 503383

Accounts



THE FRIENDS OF MALVERN PRIORY

(Registered Charity Number 503383)

Financial Statements for the year ended

31 December 2023

KENDALL WADLEY LLP

Chartered Accountants

MALVERN WORCESTER

THE FRIENDS OF MALVERN PRIORY

Financial Statements for the year ended

31 December 2023

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	9	Balance Sheet
	10	Statement of Cash Flows
	11-18	Notes to the Financial Statements

THE FRIENDS OF MALVERN PRIORY**REFERENCE AND ADMINISTRATIVE INFORMATION**

CHARITY NUMBER	503383
TRUSTEES:	
Principal Officers	Mrs A.E. Eglington Chairman M. Eglington Secretary D.R. Valentine Treasurer
Ex-Officio PCC Members	Rev'd R. Corke Vicar Dr D.R.P. Guy Churchwarden N.J. Paulley Churchwarden Mrs H.M. Wall J.F. Wray
Other Trustees	Mrs M.E. Campbell Mrs J.M.I. Hill F.A.R. Huntley (to 15 May 2023) Mrs R.J. Nixon R.W.B. Sutton A. Vines (from 14 June 2023) Mrs M.E. Weatherill
PRINCIPAL OFFICE	Church House Church Street Great Malvern WR14 2AY
AUDITORS	Kendall Wadley LLP Granta Lodge 71 Graham Road Great Malvern WR14 2JS
BANKERS	Barclays Bank Plc 54 High Street Worcester WR1 2QQ
INVESTMENT MANAGERS	CCLA Investment Management & C.O.I.F Charities Deposit Fund One Angel Lane London EC4R 3AB Investec Wealth & Investment (to March 2023) 2 Gresham Street London EC2V 7QP

THE FRIENDS OF MALVERN PRIORY

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Friends of Malvern Priory ("The Friends" or "the Charity") is operated under the rules of its Constitution dated 16th July 1949 and amended on 14th May 2014 and 9th December 2020. The Charity was registered with the Charity Commission under charity number 503383, on 13th November 1974.

The management of the Charity is the responsibility of the Council, which is presided over by a Chairman, Honorary Secretary and Honorary Treasurer who are elected annually by members at the Annual General Meeting (normally held in June).

Other members of the Council are (a) five ex-officio members of the Parochial Church Council of Malvern Priory ("the PCC") viz. the Vicar, the two Churchwardens plus two others and (b) a maximum of six and no fewer than four other members elected at an AGM to serve for four years. The ex-officio members are not entitled to vote on decisions on making grants to the PCC.

New trustees are formally advised of their responsibilities as trustees of a registered charity and to read in particular the Charity Commission's Trustee Welcome pack and CC3 and CC3a; their attention is also drawn to other Charity Commission publications, the Friends' Constitution which highlights some of the main responsibilities of trustees, and to the Working Agreement between the Friends and the PCC.

The Friends has a close relationship with the PCC, to whom grants are made in accordance with the Charity's Objects.

REPORT OF THE TRUSTEES

The Trustees present their Report and Accounts for the year ended 31 December 2023.

Objects

The Objects of the Friends are:

- To educate the public about the Priory and to foster public interest in the building and its grounds;
- To support the maintenance, restoration and enhancement of the Priory's fabric, furnishings and adornments;
- To promote the Priory's musical tradition for the public benefit.

THE FRIENDS OF MALVERN PRIORY

REPORT OF THE TRUSTEES (Cont'd)

Public Benefit: Achievement & Performance

In furtherance of the charity's first object of educating the public about the Priory and fostering public interest in the building, 2023 saw the continued provision of Saturday morning guided tours throughout the year as well as a tour guide to answer questions on an ad-hoc basis on one afternoon per week.

In pursuance of not only the first object of the charity, but also the third object of promoting the Priory's musical tradition for the public benefit, an audience of 190 at the annual Heritage and Faith lecture in October heard Piers Maxim, Director of Music at Malvern Priory, speak about *A Thousand Years of Music and Worship at Great Malvern Priory*. To illustrate the development of church music from early times through to one of his own compositions, he was accompanied by seven singers, mainly from the Priory choir. The Friends' Choral Evensong in June and Community Carol Service in December were again held to attract members of the local community into the Priory.

In pursuance of the charity's second object of supporting the maintenance, restoration and enhancement of the Priory's fabric, furnishings and adornments, a further payment was made to the PCC making a total of £101.9k paid towards the total cost of £145k of repairing the roof of St. Anne's Chapel. £66.6k was paid for the cleaning and conservation of the Creation Window in St. Anne's Chapel (with an estimated further £16.9k to pay in 2024).

The Friends' Shop in the Priory made a record surplus of £13.0k (2022: £10.0k), which was granted to the PCC (see financial note 7). Just as importantly, the Shop volunteers continued to provide a welcoming presence to visitors. Also, inter alia, the Shop offers information about the building and its origins.

Lunch Box's programme of 14 fortnightly lunch-time concerts and talks in the spring and autumn attracted over 100 at most events.

The number of visits to the Friends' website <www.friendsofmalvernpriory.uk> increased from 3,353 in 2022 to 5,599 in 2023. The number of followers of the Facebook page increased from 185 to 240. During 2023, the number of members of The Friends increased by four to a total of 324.

Financial Review

During the year expenditure exceeded income by £62,789 (2022 - expenditure exceeded income by £12,490) prior to investment gains of £68,447 (2022 - losses £120,835). This provided a positive movement in funds of £5,657 (2022 - negative movement £133,325).

The restricted funds made realised investment gains in the period of £9,097 (2022 - gain £531).

Dividends and treasury interest received in the period amounted to £22,350 (2022 - £24,595) and bank interest of £5,373 was received (2022 - £197).

At 31 December 2023, unrestricted (general) funds £96,561 (2022 - £77,424). Restricted funds £445,898 (2022 - £493,557). Endowment funds £376,438 (2022 - £342,259). Total resources £918,898 (2022 - £913,240).

THE FRIENDS OF MALVERN PRIORY**REPORT OF THE TRUSTEES (Cont'd)*****Reserves policy***

It is the policy of the charity to maintain sufficient reserves within its unrestricted funds to fund its governance costs.

Investment policy

During the year Radford Bequest funds previously managed by stockbrokers Investec Wealth and Investment were combined with the Eglington Bequest and invested in CCLA Charities Ethical Investment Fund and during the year surplus cash balances from other funds were also invested in these units. (see Note 14c).

Accounting Policies

The accounts have been prepared in accordance with the accounting policies set out in note 2 to the accounts and comply with the Church of England Measures (the Parochial Church Councils (Powers) Measure 1956 as amended and the Church Representation Rules (contained in Schedule 3 to the Synodical Government Measure 1969, as amended)), the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2019)

Principal risks and uncertainties

The Trustees have assessed the major strategic, business and operational risks to which the Charity is exposed, and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

Principal sources of funding

Funds are received from investments as well as from life and annual membership subscriptions and donations, including legacies. The Charity has also published two guidebooks which are sold through The Friends' Shop in the Priory in order to raise funds.

PLANS FOR FUTURE PERIODS

Recent grants to the PCC of £101.9k for the roof of St. Anne's Chapel and £66.6k (plus a further c.£17k in 2024) for the Creation Window will together total more than the total of grants made to the PCC over the course of the previous 12 years.

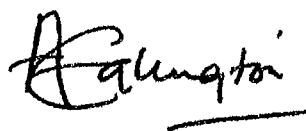
In due course requests are expected to support the multi-million pound Priory Development Plan (PDP) activity alongside other grant funders, though nothing is yet formally under consideration. The Friends plans to work closely with the PCC in developing the PDP Funding Strategy.

In addition, the awaited Priory Quinquennial Review of the church's fabric is likely to identify additional works requiring maintenance and restoration which The Friends looks forward to discussing with PCC.

Disclosure of information to auditors

Each of the Trustees 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.

Approved by the Trustees and signed on their behalf



Mrs A.E. Eglington, Chairman



D.R. Valentine, Hon. Treasurer

Date: 30 April 2024

THE FRIENDS OF MALVERN PRIORY**Auditors' Report to
The Friends of Malvern Priory****Opinion**

We have audited the accounts of The Friends of Malvern Priory for the year ended 31 December 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the notes to the accounts, 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 accounts:

- give a true and fair view of the state of the charity'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 Charities Act 2011.

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 accounts section of our report. We are independent of The Friends of Malvern Priory in accordance with the ethical requirements that are relevant to our audit of the accounts 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 charity'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 Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the accounts and our auditor's report thereon. Our opinion on the accounts 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 accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts 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 accounts 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.

THE FRIENDS OF MALVERN PRIORY**Auditors' Report to the
The Friends of Malvern Priory****Matters on which we are required to report by exception**

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

- the information given in the accounts is inconsistent in any material respect with the Trustees' Report; or
- sufficient accounting records have not been kept; or
- the accounts are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the Statement of Trustees' Responsibilities, the Trustees are responsible for the preparation of the accounts which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of accounts that are free from material misstatement, whether due to fraud or error. In preparing the accounts, the Trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charity or cease operations, or have no realistic alternative but to do so.

Auditors' 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- an understanding of the risk assessment process (including the assessment of the risk of fraud) adopted by the Trustees is obtained and their attitude to risk ascertained
- an assessment of the susceptibility to material mis-statement of the financial statements as a result of management override or fraud is made
- It is ensured that the engagement team have, collectively, the appropriate competence, capabilities and skills to be involved in the assignment, are fully briefed and understand the risks specific to the charity
- processes to test the outcomes of our assessment include, a review of Board minutes, analytical review, substantive testing of significant transactions, work to identify unusual or unexpected accounting entries including the testing of journal entries, information disclosed in the financial statements is traced to supporting documentation. In all instances it is acknowledged that material mis-statements that arise from fraud may involve deliberate concealment or collusion and are, therefore, by their very nature harder to detect than those arising from error.
- an understanding of the legal and regulatory framework as applicable to the charity is obtained together with knowledge of the procedures put in place by the charity in order to comply with the same
- It is established if there have been any instances of non-compliance with applicable laws and regulations, none were identified for this period

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

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Auditand-assurance/Standards-and-guidance/Standards-and-guidance-forauditors/Auditors-responsibilities-for-audit/Description-of-auditorsresponsibilities-for-audit.aspx>. This description forms part of our auditor's report.

THE FRIENDS OF MALVERN PRIORY

**Auditors' Report to the
The Friends of Malvern Priory**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose.

To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Elizabeth Needham ACA CTA(VAT) (Senior Statutory Auditor)
for and on behalf of Kendall Wadley LLP

Chartered Accountants
Statutory Auditor
Granta Lodge
71 Graham Road
Malvern
Worcestershire
WR14 2JS

Date: 11 April 2024

Kendall Wadley LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

THE FRIENDS OF MALVERN PRIORY**Statement of Financial Activities for the year ended 31 December 2023**

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds	2023 £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	3	8,989	1,207	-	10,196
Other trading activities					
Functions		4,292	-	-	4,292
Guide books, CDs and bookshop sales		43,226	-	-	43,226
Church Tours		1,493	-	-	1,493
Investment income	4	2,069	25,654	-	27,723
Total		60,069	26,861	-	86,930
EXPENDITURE ON:					
Raising funds	6	31,288	-	-	31,288
Charitable activities					
Grants payable	7	13,000	101,932	-	114,932
Governance costs	8	1,789	1,710	-	3,499
Total		46,077	103,642	-	149,719
Net income/(expenditure) prior to investments		13,992	(76,781)	-	(62,789)
Unrealised gains/(losses) on revaluation of investments	10	5,145	20,025	34,180	59,351
Net realised gains/(losses) on investments	10	-	9,097	-	9,097
Net income/(expenditure) being the net movement in funds		19,137	(47,659)	34,180	5,659
Total funds at 1 January 2023		77,424	493,557	342,259	913,240
Total funds at 31 December 2023	14	96,561	445,898	376,439	918,899

Comparative position for last year

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2022 £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	3	5,606	28,918	-	34,524
Other trading activities					
Functions		2,562	-	-	2,562
Guide books and bookshop sales		34,253	-	-	34,253
Church Tours		618	-	-	618
Investment income	4	1,631	23,161	-	24,792
Total		44,670	52,079	-	96,749
EXPENDITURE ON:					
Raising funds	6	24,635	-	-	24,635
Charitable activities					
Grants payable	7	11,072	66,562	-	77,634
Governance costs	8	1,561	5,409	-	6,970
Total		37,268	71,971	-	109,239
Net income/(expenditure) prior to investments		7,402	(19,892)	-	(12,490)
Unrealised gains/(losses) on revaluation of investments	10	(7,922)	(60,818)	(52,626)	(121,366)
Net realised gains/(losses) on investments	10	-	531	-	531
Net income/(expenditure) being the net movement in funds		(520)	(80,179)	(52,626)	(133,325)
Total funds at 1 January 2022		77,944	573,736	394,885	1,046,565
Total funds at 31 December 2022	14	77,424	493,557	342,259	913,240

THE FRIENDS OF MALVERN PRIORY**Balance Sheet**
as at 31 December 2023

	<u>Note</u>	<u>£</u> <u>2023</u>	<u>£</u> <u>2022</u>
FIXED ASSETS			
Investments	10	787,247	878,094
CURRENT ASSETS			
Stock		12,847	11,921
Debtors	11	1,509	1,710
Investments		105,605	25,425
Cash at Bank and In Hand		20,797	37,356
		<u>140,758</u>	<u>76,412</u>
Creditors:			
Amounts falling due within one year	12	9,107	41,266
		<u>131,651</u>	<u>35,146</u>
NET CURRENT ASSETS		131,651	35,146
NET ASSETS		918,898	913,240
FUNDS			
Unrestricted	14a	96,561	77,424
Restricted	14b	445,898	493,557
Endowment	14c	376,439	342,259
		<u>918,898</u>	<u>913,240</u>

Approved by the Trustees on 30 April 2024
and signed on their behalf by:



.....
Mrs A.E. Eglington, Chairman of The Friends of Malvern Priory



.....
D.R. Valentine, Hon. Treasurer

CHARITY No. 503383

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

THE FRIENDS OF MALVERN PRIORY**Statement of cash flows**
for the year ended 31 December 2023

	<u>Note</u>	<u>2023</u>		<u>2022</u>	
		£	£	£	£
Cash flows from operating activities					
<i>Net cash used in operations</i>	15		(123,395)		223
Cash flows from investing activities					
Dividends and interest from investments		27,723		24,792	
Proceeds from sale of investments		369,149		52,640	
Purchase of investments		<u>(209,855)</u>		<u>(48,722)</u>	
<i>Net cash provided by investments</i>			187,017		28,710
Change in cash and cash equivalents in the reporting period			<u>63,622</u>		<u>28,933</u>
Cash and cash equivalents at the beginning of the reporting period			62,781		33,848
Cash and cash equivalents at the end of the reporting period	15		<u><u>126,403</u></u>		<u><u>62,781</u></u>

THE FRIENDS OF MALVERN PRIORY

Notes to the Financial Statements for the year ended 31 December 2023

1. STATEMENT OF RESPONSIBILITIES OF THE TRUSTEES

The Trustees are responsible for preparing the Report of the Friends and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare accounts for each financial period which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period.

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

The Trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts Reports) Regulations 2008 and trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- there is no relevant audit information of which the Charity's auditors are unaware; and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

2. ACCOUNTING POLICIES

CHARITY INFORMATION

The Friends of Malvern Priory is an unincorporated charity registered in England & Wales (charity number 503383). The principal address is Parish Office, Church Street, Great Malvern, WR14 2AY.

ACCOUNTING CONVENTION

The accounts have been prepared in accordance with the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2019). The Charity is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared on the historical cost convention as modified to include the revaluation of investments at market value. The principal accounting policies adopted are set out below.

GOING CONCERN

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees' continue to adopt the going concern basis of accounting in preparing the accounts.

THE FRIENDS OF MALVERN PRIORY

Notes to the Financial Statements for the year ended 31 December 2023

CHARITABLE FUNDS

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

DONATIONS, GIFTS and LEGACIES

Donations, gifts and legacies are included in the period in which they are receivable, which is when the Charity becomes entitled to the resource. Those items not received at the balance sheet date are included in debtors.

INVESTMENT INCOME

Income from investments is included in the Statement of Financial Activities (SOFA) in the period in which it is receivable.

RESOURCES EXPENDED

Resources expended are recognised in the period in which they are incurred. Resources expended include attributable VAT which cannot be recovered. Those items not settled at the balance sheet date are included in creditors.

Grants are approved by the Trustees in principal but are not payable until the expenditure has been incurred by Malvern Priory PCC and are included in the SOFA at that point.

Governance costs represent costs, attributable to the management of the Charity's assets, organisational administration and compliance with constitutional and statutory requirements. They are allocated to funds by relevance of the underlying expense.

GRANT MAKING POLICIES

The Restricted Funds

Grants are only made for the preservation and beautification of the fabric of the building.

The Endowment Funds

Endowment funds are to be held as capital and the income generated from them to be used for purposes as specified by the donor.

The Eglington Bequest funds may be used a) for the provision of glass doors at the Priory North West main entrance b) as a permanent endowment of the residual capital with any income allocated for the maintenance of Priory stonework and stained glass.

The General Funds

All grants paid out are requested by Malvern Priory PCC and approved by the Council of The Friends.

FIXED ASSET INVESTMENTS

Fixed asset investments are included at market value at the balance sheet date. Any gain or loss on revaluation is taken to the SOFA.

STOCK

Stock is valued at the lower of cost and net realisable value.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

THE FRIENDS OF MALVERN PRIORY

Notes to the Financial Statements
for the year ended 31 December 2023

FINANCIAL INSTRUMENTS

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial Instruments are recognised when the Charity becomes party to the contractual provisions of the instrument.

Financial assets are offset, with the net amounts presented in the accounts when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic Financial Assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method.

Basic Financial Liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price.

Derecognition of Financial Liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the year ended 31 December 2023**

	Unrestricted	Restricted	Endowment	2023 Total	2022 Total
	£	£	£	£	£
3. DONATIONS AND LEGACIES					
Subscriptions	4,255	-	-	4,255	3,730
Donations	3,341	1,085	-	4,426	29,084
Gift Aid on Subscriptions & Donations	1,393	122	-	1,515	1,710
Legacies	-	-	-	-	-
	<u>8,989</u>	<u>1,207</u>	<u>-</u>	<u>10,196</u>	<u>34,524</u>
31 December 2022	<u>5,606</u>	<u>28,918</u>	<u>-</u>	<u>34,524</u>	
4. INVESTMENT INCOME					
Dividends and interest on listed investments	2,052	20,298	-	22,350	24,595
Interest on cash deposits	17	5,356	-	5,373	197
	<u>2,069</u>	<u>25,654</u>	<u>-</u>	<u>27,723</u>	<u>24,792</u>
31 December 2022	<u>1,631</u>	<u>23,161</u>	<u>-</u>	<u>24,792</u>	
5. EXPENDITURE					
Net incoming (resources expended)/resources are stated after charging:					
Audit remuneration	216	966	-	1,182	985
31 December 2022	<u>180</u>	<u>805</u>	<u>-</u>	<u>985</u>	
6. RAISING FUNDS					
Function costs	2,194	-	-	2,194	2,819
Guide books	4,900	-	-	4,900	748
Shop cost of sales	24,194	-	-	24,194	21,068
	<u>31,288</u>	<u>-</u>	<u>-</u>	<u>31,288</u>	<u>24,635</u>
31 December 2022	<u>24,635</u>	<u>-</u>	<u>-</u>	<u>24,635</u>	
7. GRANTS PAYABLE					
All grants are payable to Malvern Priory PCC.					
Contribution from Shop Trading	13,000	-	-	13,000	10,000
St Anne's Chapel Roof	-	35,320	-	35,320	66,562
Creation Window	-	66,612	-	66,612	-
Window Leaflets	-	-	-	-	210
Candlestand repair	-	-	-	-	176
Noticeboard	-	-	-	-	686
	<u>13,000</u>	<u>101,932</u>	<u>-</u>	<u>114,932</u>	<u>77,634</u>
31 December 2022	<u>11,072</u>	<u>66,562</u>	<u>-</u>	<u>77,634</u>	

Malvern Priory PCC is a related party as described in the report of the Trustees

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the year ended 31 December 2023**

8. GOVERNANCE COSTS			<u>2023</u>	<u>2022</u>
	Unrestricted	Restricted	Total	Total
	£	£	£	£
Secretarial expenses	299	-	299	550
Auditors fees	216	966	1,182	985
Fee charges (Investments)	-	734	734	4,388
Shop Expenses	797	-	797	344
Insurance	290	-	290	274
Marketing Costs	187	10	197	429
	<u>1,789</u>	<u>1,710</u>	<u>3,499</u>	<u>6,970</u>
31 December 2022	<u>1,561</u>	<u>5,409</u>	<u>6,970</u>	

9. TRUSTEES AND RELATED PARTIES:

None of the Trustees (or any person connected with them) received any remuneration.

Trustees were reimbursed for expenses incurred on behalf of the Friends in the total sum of £477 (2022 - £387).

Donations totalling £80 (2022 - £40) were received from Trustees and Related Parties during the course of the year.

10. LISTED INVESTMENTS – INVESTEC MANAGED

	<u>2023</u>	<u>2022</u>
	£	£
	Restricted	Restricted
Balance brought forward 01.01.23	350,197	393,779
Additions	9,855	48,723
Disposals	(369,149)	(52,639)
Revaluations		(40,197)
Profit (Loss) on Disposal	9,097	531
	<u>-</u>	<u>-</u>
Balance carried forward 31.12.23	-	350,197
	<u>-</u>	<u>-</u>
Cost	-	334,118
	<u>-</u>	<u>-</u>

Fixed asset investments at market value comprised:

	<u>2023</u>			<u>2022</u>		
	Book Cost	Value	%	Book Cost	Value	%
	£	£		£	£	
UK fixed interest securities	-	-	-	12,459	9,758	2.8%
UK equities	-	-	-	42,986	49,954	14.3%
Overseas Fixed Interest	-	-	-	20,519	17,256	4.9%
North American equities	-	-	-	62,074	63,445	18.1%
Far East & Australasian equities	-	-	-	32,753	27,527	7.8%
International equities	-	-	-	86,802	100,815	28.8%
UK Property	-	-	-	17,883	14,970	4.3%
Alternative Assets	-	-	-	39,234	42,239	12.1%
Emerging Economies	-	-	-	9,541	9,819	2.8%
European equities	-	-	-	9,867	14,414	4.1%
	<u>-</u>	<u>-</u>	<u>-</u>	<u>334,118</u>	<u>350,197</u>	<u>100%</u>

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the year ended 31 December 2023**

10. LISTED INVESTMENTS – CCLA cont'd					<u>2023</u>	<u>2022</u>
		£	£	£	£	£
		Unrestricted	Restricted	Endowment	Total	Total
Balance brought forward 01.01.23		51,522	134,116	342,259	527,897	609,067
Additions		-	200,000	-	200,000	-
Disposals		-	-	-	-	-
Revaluations		5,145	20,025	34,180	59,350	(81,170)
Profit (Loss) on Disposal		-	-	-	-	-
Balance carried forward 31.12.23		<u>56,667</u>	<u>354,141</u>	<u>376,439</u>	<u>787,247</u>	<u>527,897</u>
Cost		<u>54,000</u>	<u>348,000</u>	<u>350,000</u>	<u>752,000</u>	<u>552,000</u>
CCLA Investments comprise COIF Charities Ethical Investment Fund - Income Units						
Units held		2023	<u>18,826.39</u>	<u>117,654.87</u>	<u>125,062.53</u>	<u>261,543.79</u>
		2022	<u>18,826.39</u>	<u>49,006.55</u>	<u>125,062.53</u>	<u>192,895.47</u>
LISTED INVESTMENTS – TOTAL					<u>2023</u>	<u>2022</u>
					£	£
Balance brought forward 01.01.23					878,094	1,002,845
Additions					209,855	48,723
Disposals					(369,149)	(52,639)
Revaluations					59,350	(121,366)
Profit (Loss) on Disposal					9,097	531
Balance carried forward 31.12.23					<u>787,247</u>	<u>878,094</u>
Cost					<u>752,000</u>	<u>886,118</u>
11. DEBTORS		<u>Unrestricted</u>	<u>Restricted</u>	<u>2023</u>	<u>2022</u>	
		£	£	Total	Total	
		£	£	£	£	
HMRC Gift Aid		1,389	120	1,509	1,710	
		<u>1,389</u>	<u>120</u>	<u>1,509</u>	<u>1,710</u>	
12. CREDITORS: AMOUNTS FALLING DUE WITHIN 1 YEAR		<u>Unrestricted</u>	<u>Restricted</u>	<u>2023</u>	<u>2022</u>	
		£	£	Total	Total	
		£	£	£	£	
Audit accrual		198	885	1,083	985	
Grant to Great Malvern Priory PCC		8,000	-	8,000	39,930	
Expenses		24	-	24	351	
		<u>8,222</u>	<u>885</u>	<u>9,107</u>	<u>41,266</u>	
13 FINANCIAL INSTRUMENTS					<u>2023</u>	<u>2022</u>
					£	£
Investments measured at fair value through the Statement of Financial Activities					<u>787,247</u>	<u>878,094</u>

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the year ended 31 December 2023****14 ALLOCATION OF CHARITY NET ASSETS**

The net assets held for various funds are as follows:-

		Fixed Asset Investments £	Net Current Assets £	<u>2023</u> Total £
Restricted Funds:-	Martin Radford Bequest	246,365	79,062	325,427
	Eglington Bequest	6,840	30,967	37,807
	Window	100,936	(18,272)	82,664
Endowment Fund	Eglington Bequest	376,439	-	376,439
Unrestricted Funds:-	General Fund	56,667	39,894	96,561
		<u>787,247</u>	<u>131,651</u>	<u>918,898</u>
		Fixed Asset Investments £	Net Current Assets £	<u>2022</u> Total £
Restricted Funds:-	Martin Radford Bequest	386,322	(49,955)	336,367
	Eglington Bequest	6,219	15,710	21,929
	Window	91,771	43,490	135,261
Endowment Fund	Eglington Bequest	342,259	-	342,259
Unrestricted Funds:-	General Fund	51,523	25,901	77,424
		<u>878,094</u>	<u>35,146</u>	<u>913,240</u>

14a. UNRESTRICTED FUNDS

The Unrestricted Funds are retained as necessary to cover working capital.

14b. RESTRICTED FUNDS

	Balance 01.01.23 b/f £	Incoming Resources £	Resources Expended £	Gains (Loss) on investments £	Balance 31.12.23 c/f £
Martin Radford Bequest	336,366	6,745	(37,020)	19,336	325,427
Eglington Bequest	21,930	15,256	-	621	37,807
Window Fund	135,261	4,860	(66,622)	9,165	82,664
	<u>493,557</u>	<u>26,861</u>	<u>(103,642)</u>	<u>29,122</u>	<u>445,898</u>
	Balance 01.01.22 b/f £	Incoming Resources £	Resources Expended £	Loss on investments £	Balance 31.12.22 c/f £
Martin Radford Bequest	444,040	9,301	(71,755)	(45,220)	336,366
Eglington Bequest	11,901	10,985	-	(956)	21,930
Window Fund	117,795	31,793	(216)	(14,111)	135,261
	<u>573,736</u>	<u>52,079</u>	<u>(71,971)</u>	<u>(60,287)</u>	<u>493,557</u>

The Friends of Malvern Priory was bequeathed a share of the residue of the estate of Martin Radford who died on 30 January 1982. The funds are restricted in that they can only be used for the preservation and beautification of the fabric of the church.

For details of the Eglington Bequest see Note 14c.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the year ended 31 December 2023****14c. ENDOWMENT FUNDS**

	Balance 01.01.23 b/f £	Incoming Resources £	Resources Expended £	Gain (Loss) on Revaluation £	Balance 31.12.23 c/f £
Eglington Bequest	342,259	-	-	34,180	376,439
	<u>342,259</u>	<u>-</u>	<u>-</u>	<u>34,180</u>	<u>376,439</u>
	Balance 01.01.22 b/f £	Incoming Resources £	Resources Expended £	Loss on investments £	Balance 31.12.22 c/f £
Eglington Bequest	394,885	-	-	(52,626)	342,259
	<u>394,885</u>	<u>-</u>	<u>-</u>	<u>(52,626)</u>	<u>342,259</u>

In April 2019 the Charity received an Endowment legacy of £350,000 from the estate of Charles Eglington. The capital funds, known as The Eglington Bequest, remain invested in CCLA Charities Ethical Investment Fund.

The Bequest is to be used:

- for the provision of glass doors at the North West main entrance to Great Malvern Priory; and
- the residue of the total bequest is to be treated as permanent endowment in a fund whose income is restricted for the maintenance of the stonework and stained glass of Great Malvern Priory.

**15. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO
NET CASH FLOW FROM OPERATING ACTIVITIES**

	2023	2022
Net Income for the reporting period (per SOFA)	5,659	(133,325)
Adjustments for:		
Unrealised losses/(gains) on Investec managed investments	-	40,197
Unrealised losses/(gains) on CCLA managed investments	(59,350)	81,170
Dividends, interest and rents from investments	(27,723)	(24,792)
Realised losses/(gains) on the sale of investments	(9,097)	(531)
(Increase)/decrease in stocks	(926)	(50)
(Increase)/decrease in debtors	201	1,274
Increase/(Decrease) in creditors	(32,158)	36,280
Net cash used in operations	(123,395)	223
Analysis of cash and cash equivalents		
Cash in hand and realisable investments	<u>126,402</u>	<u>62,781</u>
Total cash and cash equivalents	<u>126,402</u>	<u>62,781</u>

16. AUDITORS' ETHICAL STANDARDS

The relevant circumstances requiring disclosure in accordance with the requirements of APB Ethical Standards – Provisions Available for Small Entities are that, in common with many charities of our size and nature, we use our auditors to assist with the preparation of the accounts.

THE FRIENDS OF MALVERN PRIORY

England & Wales - Charity number 503383

Accounts



THE FRIENDS OF MALVERN PRIORY

(Registered Charity Number 503383)

Financial Statements for the year ended

31 December 2022

KENDALL WADLEY LLP

Chartered Accountants

MALVERN WORCESTER

THE FRIENDS OF MALVERN PRIORY

Financial Statements for the year ended

31 December 2022

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THE FRIENDS OF MALVERN PRIORY**REFERENCE AND ADMINISTRATIVE INFORMATION**

CHARITY NUMBER	503383	
TRUSTEES:		
Principal Officers	Mrs A.E. Eglington	Chairman
	M. Eglington	Secretary
	D.R. Valentine	Treasurer
Ex-Officio PCC Members	Rev'd R. Corke	Vicar
	Dr D.R.P. Guy	Churchwarden
	N.J. Paulley	Churchwarden
	Mrs H.M. Wall	
	J.F. Wray	
Other Trustees	Mrs M. Campbell	
	Mrs J.M.I. Hill	
	F.A.R. Huntley	
	Mrs R. Nixon	(from 16 February 2022)
	Mrs R.M. Rowswell	(to 6 April 2022)
	R.W.B. Sutton	
	Mrs M. Weatherill	(from 16 June 2022)
PRINCIPAL OFFICE	Church House Church Street Great Malvern WR14 2AY	
AUDITORS	Kendall Wadley LLP Granta Lodge 71 Graham Road Great Malvern WR14 2JS	
BANKERS	Barclays Bank Plc 2 Worcester Road Great Malvern WR14 4QR	
INVESTMENT MANAGERS	CCLA Investment Management & C.O.I.F Charities Deposit Fund One Angel Lane London EC4R 3AB	
	Investec Wealth & Investment 2 Gresham Street London EC2V 7QP	

THE FRIENDS OF MALVERN PRIORY

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Friends of Malvern Priory ("The Friends" or "the Charity") is operated under the rules of its Constitution dated 16th July 1949 and amended on 14th May 2014 and 9th December 2020. The Charity was registered with the Charity Commission under charity number 503383, on 13th November 1974.

The management of the Charity is the responsibility of the Council, which is presided over by a Chairman, Honorary Secretary and Honorary Treasurer who are elected annually by members at the Annual General Meeting (normally held in June).

Other members of the Council are (a) five ex-officio members of the Parochial Church Council of Malvern Priory ("the PCC") viz. the Vicar, the two Churchwardens plus two others and (b) a maximum of six and no fewer than four other members elected at an AGM to serve for four years. The ex-officio members are not entitled to vote on decisions on making grants to the PCC.

New trustees are formally advised of their responsibilities as trustees of a registered charity and to read in particular the Charity Commission's Trustee Welcome pack and CC3 and CC3a; their attention is also drawn to other Charity Commission publications and to the Friends' Constitution which highlights some of the main responsibilities of trustees.

The Friends has a close relationship with the PCC, to whom grants are made in accordance with the Charity's Objects.

REPORT OF THE TRUSTEES

The Trustees present their Report and Accounts for the year ended 31 December 2022.

Objects

The Objects of the Friends are:

- To educate the public about the Priory and to foster public interest in the building and its grounds;
- To support the maintenance, restoration and enhancement of the Priory's fabric, furnishings and adornments;
- To promote the Priory's musical tradition for the public benefit.

THE FRIENDS OF MALVERN PRIORY

REPORT OF THE TRUSTEES (Cont'd)

Public Benefit: Achievement & Performance

In furtherance of the charity's first object of educating the public about the Priory and fostering public interest in the building, 2022 saw the full reintroduction of Saturday morning guided tours throughout the year as well the provision of a tour guide to answer questions on an ad-hoc basis on one afternoon per week.

An audience of 160 at the annual Heritage and Faith lecture in September heard Professor Sarah Brown, Director of York Glaziers Trust, speak about Great Malvern's Creation Window: the Conservation and Protection of a Medieval Treasure. This was of particular interest because, later in the autumn, the stained-glass of the Creation Window was dismantled and taken to York for cleaning and restoration.

In pursuance of the charity's second object of supporting the maintenance, restoration and enhancement of the Priory's fabric, furnishings and adornments, The Friends on behalf of the Priory PCC applied to three third party grant-making trusts to assist with the cost of repairing the roof of St. Anne's Chapel. As a result, the PCC received grants from the Garfield Weston Foundation (£20k), the Droitwich Heritage Trust (£10k) and Worcester & Dudley Historic Churches Trust (£1k) towards the total cost of £142k, with The Friends pledging to pay the remaining £111k (£66.6k in 2022; the balance in 2023).

As mentioned above, the stained-glass of the Creation Window was dismantled by York Glaziers Trust in November and taken to York for cleaning and conservation. It is expected that the glass will be re-installed with an environmental protective glazing system sometime in the spring of 2023. The PCC has secured grants from the Headley Trust (£35k) and the Worshipful Company of Glaziers and Painted Glass Artists (£4k) towards the estimated total cost of £127.4k, with The Friends pledging to pay the remaining £88.4k in 2023.

In pursuance of the charity's third object of promoting the Priory's musical tradition for the public benefit, The Friends' Choral Evensong in June and Community Carol Service in December were again held to attract members of the local community into the Priory.

The Friends' Shop in the Priory continued to provide a welcoming presence to visitors. Inter alia, it offers information about the building and its origins. From the Shop's surplus £10,000, (2021: £10,000) was granted to the PCC (see financial note 7).

Lunch Box's programme of 14 fortnightly lunch-time concerts and talks in the spring and autumn attracted over 100 at most events.

The Friends' website <www.friendsofmalvernpriory.uk> continued to attract about 4,000 visits per month and the number of followers of the Facebook page increased from 125 to 185. During 2022, the number of members of The Friends increased by 22 to a total of 320 (2021 - 298).

Financial Review

During the year expenditure exceeded income by £12,489 (2021 - income exceeded expenditure £135,239) prior to investment losses of £120,835 (2021 - gains £103,813). This provided a negative movement in funds of £133,325 (2021 - positive movement £239,052).

During 2021 the Charity undertook a fundraising campaign to support the restoration of one of the nationally important medieval windows. A new Restricted Fund was opened for this purpose and funds primarily invested in CCLA Ethical Investment Fund (see Note 14). Of the £135,261 in the Window Restricted Fund at end 2022, £88,400 will be used in 2023 to pay for the conservation of the Creation Window.

The restricted funds made realised investment gains in the period of £531 (2021 - gain £27,212).

Dividends and treasury interest received in the period amounted to £24,595 (2021 - £21,092) and bank interest of £197 was received (2021 - £2).

At 31 December 2022, unrestricted (general) funds £77,425 (2021 - £77,945). Restricted funds £493,557 (2021 - £573,736). Endowment funds £342,259 (2021 - £394,885). Total resources £913,241 (2021 - £1,046,566).

THE FRIENDS OF MALVERN PRIORY**REPORT OF THE TRUSTEES (Cont'd)*****Reserves policy***

It is the policy of the charity to maintain sufficient reserves within its unrestricted funds to fund its governance costs.

Investment policy

At the year end, 89% of the Radford Bequest was managed by stockbrokers Investec Wealth and Investment who provide quarterly valuations and details of sales and purchases of all investments. The Eglington Bequest was invested in CCLA Charities Ethical Investment Fund and during the year surplus cash balances from other funds were also invested in these units. (see Note 14c).

Accounting Policies

The accounts have been prepared in accordance with the accounting policies set out in note 2 to the accounts and comply with the Church of England Measures (the Parochial Church Councils (Powers) Measure 1956 as amended and the Church Representation Rules (contained in Schedule 3 to the Synodical Government Measure 1969, as amended)), the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2019)

Principal risks and uncertainties

The Trustees have assessed the major strategic, business and operational risks to which the Charity is exposed, and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

Principal sources of funding

Funds are received from investments as well as from life and annual membership subscriptions and donations, including legacies. The Charity has also published two guidebooks which are sold through The Friends' Shop in the Priory in order to raise funds.

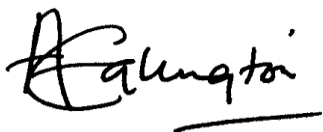
PLANS FOR FUTURE PERIODS

The charity is committed to paying grants in 2023 totalling £132.9k ie the remaining balance of £44.5k for repairing the roof of St Anne's Chapel plus £88.4k for the conservation of the Creation Window. This very significant commitment is more than the total of grants made to the PCC over the course of the last 12 years (excluding surpluses from the Shop) and it is unlikely that further grants will be made during 2023. Dependent upon how the Priory Development Plan evolves, the Trustees are expecting to raise further funds in due course for the conservation of more medieval stained-glass windows and their surrounding stonework.

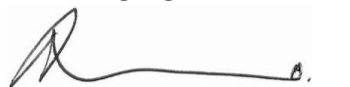
Disclosure of information to auditors

Each of the Trustees 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.

Approved by the Trustees and signed on their behalf



Mrs A.E. Eglington, Chairman



D.R. Valentine, Hon. Treasurer

Date: 27 April 2023

THE FRIENDS OF MALVERN PRIORY**Auditors' Report to
The Friends of Malvern Priory****Opinion**

We have audited the accounts of The Friends of Malvern Priory for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the notes to the accounts, 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 accounts:

- give a true and fair view of the state of the charity's affairs as at 31 December 2022 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 Charities Act 2011.

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 accounts section of our report. We are independent of The Friends of Malvern Priory in accordance with the ethical requirements that are relevant to our audit of the accounts 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 charity'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 Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the accounts and our auditor's report thereon. Our opinion on the accounts 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 accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts 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 accounts 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.

THE FRIENDS OF MALVERN PRIORY**Auditors' Report to the
The Friends of Malvern Priory****Matters on which we are required to report by exception**

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

- the information given in the accounts is inconsistent in any material respect with the Trustees' Report; or
- sufficient accounting records have not been kept; or
- the accounts are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the Statement of Trustees' Responsibilities, the Trustees are responsible for the preparation of the accounts which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, the Trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charity or 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- an understanding of the risk assessment process (including the assessment of the risk of fraud) adopted by the Trustees is obtained and their attitude to risk ascertained
- an assessment of the susceptibility to material mis-statement of the financial statements as a result of management over-ride or fraud is made
- it is ensured that the engagement team have, collectively, the appropriate competence, capabilities and skills to be involved in the assignment, are fully briefed and understand the risks specific to the charity
- processes to test the outcomes of our assessment include, a review of Board minutes, analytical review, substantive testing of significant transactions, work to identify unusual or unexpected accounting entries including the testing of journal entries, information disclosed in the financial statements is traced to supporting documentation. In all instances it is acknowledged that material mis-statements that arise from fraud may involve deliberate concealment or collusion and are, therefore, by their very nature harder to detect than those arising from error.
- an understanding of the legal and regulatory framework as applicable to the charity is obtained together with knowledge of the procedures put in place by the charity in order to comply with the same
- it is established if there have been any instances of non-compliance with applicable laws and regulations, none were identified for this period

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

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Auditand-assurance/Standards-and-guidance/Standards-and-guidance-forauditors/Auditors-responsibilities-for-audit/Description-of-auditorsresponsibilities-for-audit.aspx>. This description forms part of our auditor's report.

THE FRIENDS OF MALVERN PRIORY

**Auditors' Report to
The Friends of Malvern Priory**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose.

To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Elizabeth Needham ACA CTA(VAT) (Senior Statutory Auditor)
for and on behalf of Kendall Wadley LLP

Chartered Accountants
Statutory Auditor
Granta Lodge
71 Graham Road
Malvern
Worcestershire
WR14 2JS

Date: 27 April 2023

Kendall Wadley LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

THE FRIENDS OF MALVERN PRIORY**Statement of Financial Activities**
for the year ended 31 December 2022

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds	2022 £	2021 £
INCOME AND ENDOWMENTS FROM:						
Donations and legacies	3	5,606	28,918	-	34,524	120,322
Other trading activities						
Functions		2,562	-	-	2,562	2,226
Guide books, CDs and bookshop sales		34,253	-	-	34,253	24,229
Church Tours		618	-	-	618	648
Investment income	4	1,631	23,161	-	24,792	21,094
Total		44,671	52,079	-	96,751	168,519
EXPENDITURE ON:						
Raising funds	6	24,635	-	-	24,635	15,809
Charitable activities						
Grants payable	7	11,072	66,562	-	77,634	10,233
Governance costs	8	1,561	5,409	-	6,970	7,238
Total		37,268	71,971	-	109,240	33,280
Net income/(expenditure) prior to investments		7,403	(19,892)	-	(12,489)	135,239
Unrealised gains/(losses) on revaluation of investments	10	(7,922)	(60,818)	(52,626)	(121,366)	76,601
Net realised gains/(losses) on investments	10	-	531	-	531	27,212
Net income/(expenditure) being the net movement in funds		(519)	(80,180)	(52,626)	(133,325)	239,052
Total funds at 1 January 2021		77,944	573,736	394,885	1,046,565	807,513
Total funds at 31 December 2022	14	77,425	493,556	342,259	913,240	1,046,565

THE FRIENDS OF MALVERN PRIORY**Statement of Financial Activities
for the year ended 31 December 2021****Comparative Data for 2021**

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2021 £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	3	5,795	114,527	-	120,322
Other trading activities					
Functions		2,226	-	-	2,226
Guide books and bookshop sales		24,229	-	-	24,229
Church Tours		648	-	-	648
Investment income	4	811	20,283	-	21,094
Total		33,709	134,810	-	168,519
EXPENDITURE ON:					
Raising funds	6	15,809	-	-	15,809
Grants payable	7	10,233	-	-	10,233
Governance costs	8	1,663	5,575	-	7,238
Total		27,705	5,575	-	33,280
Net income/(expenditure) prior to investments		6,004	129,235	-	135,239
Unrealised gains/(losses) on revaluation of investments	10	5,444	20,544	50,613	76,601
Net realised gains/(losses) on investments	10	-	27,212	-	27,212
Net income/(expenditure) being the net movement in funds		11,448	176,991	50,613	239,052
Total funds at 1 January 2021		66,496	396,745	344,272	807,513
Total funds at 31 December 2021	14	77,944	573,736	394,885	1,046,565

THE FRIENDS OF MALVERN PRIORY**Balance Sheet**
as at 31 December 2022

	<u>Note</u>	<u>£</u> <u>2022</u>	<u>£</u> <u>2021</u>
FIXED ASSETS			
Investments	10	878,094	1,002,846
CURRENT ASSETS			
Stock		11,921	11,872
Debtors	11	1,710	2,984
Cash at Bank and In Hand		62,781	33,848
		<u>76,412</u>	<u>48,704</u>
Creditors:			
Amounts falling due within one year	12	41,266	4,985
		<u>35,146</u>	<u>43,719</u>
NET CURRENT ASSETS		35,146	43,719
NET ASSETS		913,240	1,046,565
FUNDS			
Unrestricted	14a	77,425	77,944
Restricted	14b	493,556	573,736
Endowment	14c	342,259	394,885
		<u>913,240</u>	<u>1,046,565</u>

Approved by the Trustees on 27 April 2023
and signed on their behalf by:



.....
Mrs A.E. Eglinton, Chairman of The Friends of Malvern Priory



.....
D.R. Valentine, Hon. Treasurer

CHARITY No. 503383

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

THE FRIENDS OF MALVERN PRIORY**Statement of cash flows**
for the period ended 31 December 2022

	<u>Note</u>	<u>2022</u>		<u>2021</u>	
		£	£	£	£
Cash flows from operating activities					
<i>Net cash used in operations</i>	15		223		117,661
Cash flows from investing activities					
Dividends and interest from investments		24,792		21,095	
Proceeds from sale of investments		52,640		133,460	
Purchase of investments		(48,722)		(331,550)	
<i>Net cash provided by investments</i>			28,710		(176,995)
<i>Change in cash and cash equivalents in the reporting period</i>			28,933		(59,334)
Cash and cash equivalents at the beginning of the reporting period			33,848		93,182
<i>Cash and cash equivalents at the end of the reporting period</i>	15		62,781		33,848

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements for the year ended 31 December 2022****1. STATEMENT OF RESPONSIBILITIES OF THE TRUSTEES**

The Trustees are responsible for preparing the Report of the Friends and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare accounts for each financial period which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period.

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

The Trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts Reports) Regulations 2008 and trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- there is no relevant audit information of which the Charity's auditors are unaware; and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

2. ACCOUNTING POLICIES**CHARITY INFORMATION**

The Friends of Malvern Priory is an unincorporated charity registered in England & Wales (charity number 503383). The principal address is Parish Office, Church Street, Great Malvern, WR14 2AY.

ACCOUNTING CONVENTION

The accounts have been prepared in accordance with the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2019). The Charity is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared on the historical cost convention as modified to include the revaluation of investments at market value. The principal accounting policies adopted are set out below.

GOING CONCERN

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees' continue to adopt the going concern basis of accounting in preparing the accounts.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements for the year ended 31 December 2022****CHARITABLE FUNDS**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

DONATIONS, GIFTS and LEGACIES

Donations, gifts and legacies are included in the period in which they are receivable, which is when the Charity becomes entitled to the resource. Those items not received at the balance sheet date are included in debtors.

INVESTMENT INCOME

Income from investments is included in the Statement of Financial Activities (SOFA) in the period in which it is receivable.

RESOURCES EXPENDED

Resources expended are recognised in the period in which they are incurred. Resources expended include attributable VAT which cannot be recovered. Those items not settled at the balance sheet date are included in creditors.

Grants are approved by the Trustees in principal but are not payable until the expenditure has been incurred by Malvern Priory PCC and are included in the SOFA at that point.

Governance costs represent costs, attributable to the management of the Charity's assets, organisational administration and compliance with constitutional and statutory requirements. They are allocated to funds by relevance of the underlying expense.

GRANT MAKING POLICIES**The Restricted Funds**

Grants are only made for the preservation and beautification of the fabric of the building.

The Endowment Funds

Endowment funds are to be held as capital and the income generated from them to be used for purposes as specified by the donor.

The Eglington Bequest funds may be used a) for the provision of glass doors at the Priory North West main entrance b) as a permanent endowment of the residual capital with any income allocated for the maintenance of Priory stonework and stained glass.

The General Funds

All grants paid out are requested by Malvern Priory PCC and approved by the Council of The Friends.

FIXED ASSET INVESTMENTS

Fixed asset investments are included at market value at the balance sheet date. Any gain or loss on revaluation is taken to the SOFA.

STOCK

Stock is valued at the lower of cost and net realisable value.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements**
for the period ended 31 December 2022**FINANCIAL INSTRUMENTS**

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the Charity becomes party to the contractual provisions of the instrument.

Financial assets are offset, with the net amounts presented in the accounts when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic Financial Assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method.

Basic Financial Liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price.

Derecognition of Financial Liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the period ended 31 December 2022**

	Unrestricted	Restricted	Endowment	<u>2022</u> Total	<u>2021</u> Total
	£	£	£	£	£
3. DONATIONS AND LEGACIES					
Subscriptions	3,730	-	-	3,730	3,910
Donations	924	28,160	-	29,084	102,820
Gift Aid on Subscriptions & Donations	952	758	-	1,710	13,592
Legacies	-	-	-	-	-
	<u>5,606</u>	<u>28,918</u>	<u>-</u>	<u>34,524</u>	<u>120,322</u>
31 December 2021	<u>5,795</u>	<u>114,527</u>	<u>-</u>	<u>120,322</u>	
4. INVESTMENT INCOME					
Dividends and interest on listed investments	1,608	22,987	-	24,595	21,092
Interest on cash deposits	23	174	-	197	2
	<u>1,631</u>	<u>23,161</u>	<u>-</u>	<u>24,792</u>	<u>21,094</u>
31 December 2021	<u>811</u>	<u>20,283</u>	<u>-</u>	<u>21,094</u>	
EXPENDITURE					
Net incoming (resources expended)/resources are stated after charging:					
Audit remuneration	180	805	-	985	985
31 December 2021	<u>180</u>	<u>805</u>	<u>-</u>	<u>985</u>	
6. RAISING FUNDS					
Function costs	2,819	-	-	2,819	1,711
Guide books	748	-	-	748	808
Shop cost of sales	21,068	-	-	21,068	13,290
	<u>24,635</u>	<u>-</u>	<u>-</u>	<u>24,635</u>	<u>15,809</u>
31 December 2021	<u>15,809</u>	<u>-</u>	<u>-</u>	<u>15,809</u>	
7. GRANTS PAYABLE					
All grants are payable to Malvern Priory PCC.					
Contribution from Shop Trading	10,000	-	-	10,000	10,000
Window Leaflets	210	-	-	210	-
Candlestand repair	176	-	-	176	-
Noticeboard	686	-	-	686	-
St Anne's Chapel Roof	-	66,562	-	66,562	-
Organ Plaque	-	-	-	-	233
	<u>11,072</u>	<u>66,562</u>	<u>-</u>	<u>77,634</u>	<u>10,233</u>
31 December 2021	<u>10,233</u>	<u>-</u>	<u>-</u>	<u>10,233</u>	

Malvern Priory PCC is a related party as described in the report of the Trustees

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the period ended 31 December 2022**

8. GOVERNANCE COSTS	Unrestricted	Restricted	<u>2022</u>	<u>2021</u>
	£	£	Total £	Total £
Secretarial expenses	550	-	550	656
Auditors fees	180	805	985	985
Fee charges (Investments)	-	4,388	4,388	4,538
Shop Manager Expenses	344	-	344	262
Insurance	274	-	274	467
Marketing Costs	213	216	429	330
	<u>1,561</u>	<u>5,409</u>	<u>6,970</u>	<u>7,238</u>
31 December 2021	1,663	5,575	7,238	

9. TRUSTEES AND RELATED PARTIES:

None of the Trustees (or any person connected with them) received any remuneration nor were reimbursed expenses during the year.

Donations totalling £21,235 (2020 - £1,066) were received from Trustees and Related Parties during the course of the year.

10. LISTED INVESTMENTS – INVESTEC MANAGED

	<u>2022</u>	<u>2021</u>
	£	£
	Restricted	Restricted
Balance brought forward 01.01.22	393,779	356,671
Additions	48,723	129,550
Disposals	(52,639)	(133,460)
Revaluations	(40,197)	13,806
Profit (Loss) on Disposal	531	27,212
	<u>350,197</u>	<u>393,779</u>
Balance carried forward 31.12.22	350,197	393,779
Cost	<u>334,118</u>	<u>337,618</u>

Fixed asset investments at market value comprised:

	<u>2022</u>			<u>2021</u>		
	Book Cost £	Value £	%	Book Cost £	Value £	%
UK fixed interest securities	12,459	9,758	2.8%	12,459	12,223	3.1%
UK equities	42,986	49,954	14.3%	84,357	92,158	23.4%
Overseas Fixed Interest	20,519	17,256	4.9%	13,957	13,630	3.5%
North American equities	62,074	63,445	18.1%	46,846	53,171	13.5%
Far East & Australasian equities	32,753	27,527	7.8%	32,779	31,948	8.1%
International equities	86,802	100,815	28.8%	70,695	95,351	24.2%
UK Property	17,883	14,970	4.3%	17,883	22,089	5.6%
Alternative Assets	39,234	42,239	12.1%	39,234	43,817	11.1%
Emerging Economies	9,541	9,819	2.8%	9,541	11,551	2.9%
European equities	9,867	14,414	4.1%	9,867	17,841	4.6%
	<u>334,118</u>	<u>350,197</u>	<u>100%</u>	<u>337,618</u>	<u>393,779</u>	<u>100%</u>

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the period ended 31 December 2022**

10. LISTED INVESTMENTS – CCLA cont'd	£	£	£	<u>2022</u> £	<u>2021</u> £
	Unrestricted	Restricted	Endowment	Total	Total
Balance brought forward 01.01.22	59,444	154,738	394,885	609,067	344,272
Additions	-	-	-	-	202,000
Disposals	-	-	-	-	-
Revaluations	(7,922)	(20,622)	(52,626)	(81,170)	62,795
Profit (Loss) on Disposal	-	-	-	-	-
	<u>51,522</u>	<u>134,116</u>	<u>342,259</u>	<u>527,897</u>	<u>609,067</u>
Balance carried forward 31.12.22					
Cost	<u>54,000</u>	<u>148,000</u>	<u>350,000</u>	<u>552,000</u>	<u>552,000</u>
CCLA Investments comprise COIF Charities Ethical Investment Fund - Income Units					
Units held	<u>2022</u>	<u>18,826.39</u>	<u>49,006.55</u>	<u>125,062.53</u>	<u>192,895.47</u>
	<u>2021</u>	<u>18,826.39</u>	<u>49,006.55</u>	<u>125,062.53</u>	<u>192,895.47</u>
LISTED INVESTMENTS – TOTAL				<u>2022</u>	<u>2021</u>
				£	£
Balance brought forward 01.01.22				1,002,846	700,943
Additions				48,723	331,550
Disposals				(52,639)	(133,460)
Revaluations				(121,366)	76,601
Profit (Loss) on Disposal				531	27,212
				<u>878,094</u>	<u>1,002,846</u>
Balance carried forward 31.12.22					
Cost				<u>886,118</u>	<u>889,618</u>
11. DEBTORS	Unrestricted	Restricted	<u>2022</u>	<u>2021</u>	
	£	£	Total	Total	
			£	£	
Income tax on gift aid	952	758	1,710	2,984	
	<u>952</u>	<u>758</u>	<u>1,710</u>	<u>2,984</u>	
12. CREDITORS: AMOUNTS FALLING DUE WITHIN 1 YEAR	Unrestricted	Restricted	<u>2022</u>	<u>2021</u>	
	£	£	Total	Total	
			£	£	
Audit accrual	180	805	985	985	
Grant to Great Malvern Priory PCC	-	39,930	39,930	4,000	
Expenses	350	-	350	-	
	<u>530</u>	<u>40,735</u>	<u>41,266</u>	<u>4,985</u>	
13 FINANCIAL INSTRUMENTS			<u>2022</u>	<u>2021</u>	
			£	£	
Investments measured at fair value through the Statement of Financial Activities			<u>878,094</u>	<u>1,002,846</u>	

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the period ended 31 December 2022****14 ALLOCATION OF CHARITY NET ASSETS**

The net assets held for various funds are as follows:-

	Fixed Asset Investments £	Net Current Assets £	<u>2022</u> Total £
Restricted Funds:-			
Martin Radford Bequest	386,322	(49,955)	336,367
Eglington Bequest	6,219	15,710	21,929
Window	91,771	43,490	135,261
Endowment Fund			
Eglington Bequest	342,259	-	342,259
Unrestricted Funds:-			
General Fund	51,523	25,902	77,425
	<u>878,094</u>	<u>35,147</u>	<u>913,241</u>
	Fixed Asset Investments £	Net Current Assets £	<u>2021</u> Total £
Restricted Funds:-			
Martin Radford Bequest	435,459	8,582	444,041
Eglington Bequest	7,175	4,725	11,900
Window	105,883	11,912	117,795
Endowment Fund			
Eglington Bequest	394,885	-	394,885
Unrestricted Funds:-			
General Fund	59,445	18,500	77,945
	<u>1,002,847</u>	<u>43,719</u>	<u>1,046,566</u>

14a. UNRESTRICTED FUNDS

The Unrestricted Funds are retained as necessary to cover working capital.

14b. RESTRICTED FUNDS

	Balance 01.01.22 b/f £	Incoming Resources £	Resources Expended £	Gains (Loss) on investments £	Balance 31.12.22 c/f £
Martin Radford Bequest	444,040	9,301	(71,755)	(45,220)	336,366
Eglington Bequest	11,901	10,985	-	(956)	21,930
Window Fund	117,795	31,793	(216)	(14,111)	135,261
	<u>573,736</u>	<u>52,080</u>	<u>(71,971)</u>	<u>(60,288)</u>	<u>493,557</u>
	Balance 01.01.21 b/f £	Incoming Resources £	Resources Expended £	Loss on investments £	Balance 31.12.21 c/f £
Martin Radford Bequest	395,244	9,442	(5,342)	44,696	444,040
Eglington Bequest	1,501	10,225	-	175	11,901
Window Fund	-	115,145	(232)	2,882	117,795
	<u>396,745</u>	<u>134,812</u>	<u>(5,574)</u>	<u>47,753</u>	<u>573,736</u>

The Friends of Malvern Priory was bequeathed a share of the residue of the estate of Martin Radford who died on 30 January 1982. The funds are restricted in that they can only be used for the preservation and beautification of the fabric of the church.

For details of the Eglington Bequest see Note 14c.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the period ended 31 December 2022****14c. ENDOWMENT FUNDS**

	Balance 01.01.22 b/f £	Incoming Resources £	Resources Expended £	Gain (Loss) on Revaluation £	Balance 31.12.22 c/f £
Eglington Bequest	394,885	-	-	(52,626)	342,259
	<u>394,885</u>	<u>-</u>	<u>-</u>	<u>(52,626)</u>	<u>342,259</u>
	Balance 01.01.21 b/f £	Incoming Resources £	Resources Expended £	Loss on investments £	Balance 31.12.21 c/f £
Eglington Bequest	344,272	-	-	50,613	394,885
	<u>344,272</u>	<u>-</u>	<u>-</u>	<u>50,613</u>	<u>394,885</u>

In April 2019 the Charity received an Endowment legacy of £350,000 from the estate of Charles Eglington. The capital funds, known as The Eglington Bequest, remain invested in CCLA Charities Ethical Investment Fund.

The Bequest is to be used:

- for the provision of glass doors at the North West main entrance to Great Malvern Priory; and
- the residue of the total bequest is to be treated as permanent endowment in a fund whose income is restricted for the maintenance of the stonework and stained glass of Great Malvern Priory.

**15. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO
NET CASH FLOW FROM OPERATING ACTIVITIES**

	<u>2022</u>	<u>2021</u>
Net Income for the reporting period (per SOFA)	(133,325)	239,052
Adjustments for:		
Unrealised losses/(gains) on Investec managed investments	40,197	(13,806)
Unrealised losses/(gains) on CCLA managed investments	81,170	(62,795)
Dividends, interest and rents from investments	(24,792)	(21,094)
Realised losses/(gains) on the sale of investments	(531)	(27,212)
(Increase)/decrease in stocks	(50)	1,731
(Increase)/decrease in debtors	1,274	(2,214)
Increase/(Decrease) in creditors	36,281	4,000
Net cash used in operations	<u>223</u>	<u>117,661</u>
Analysis of cash and cash equivalents		
Cash in hand	62,781	33,848
Total cash and cash equivalents	<u>62,781</u>	<u>33,848</u>

16. AUDITORS' ETHICAL STANDARDS

The relevant circumstances requiring disclosure in accordance with the requirements of APB Ethical Standards – Provisions Available for Small Entities are that, in common with many charities of our size and nature, we use our auditors to assist with the preparation of the accounts.

THE FRIENDS OF MALVERN PRIORY

England & Wales - Charity number 503383

Accounts



THE FRIENDS OF MALVERN PRIORY

(Registered Charity Number 503383)

Financial Statements for the year ended

31 December 2021

KENDALL WADLEY LLP

Chartered Accountants

MALVERN WORCESTER

THE FRIENDS OF MALVERN PRIORY

Financial Statements for the year ended

31 December 2021

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THE FRIENDS OF MALVERN PRIORY**REFERENCE AND ADMINISTRATIVE INFORMATION**

CHARITY NUMBER	503383
TRUSTEES:	
Principal Officers	<p>Mrs A.E. Eglington Chairman Mrs M. Rowswell Secretary (to 17 June 2021) M. Eglington Secretary (from 17 June 2021) D.R. Valentine Treasurer</p>
Ex-Officio PCC Members	<p>Rev'd R. Corke Vicar Dr D.R.P. Guy Churchwarden N.J. Paulley Churchwarden H.J. Wells (to 17 June 2021) Mrs H.M. Wall (from 17 June 2021) J.F. Wray</p>
Other Trustees	<p>Mrs M. Campbell M. Eglington (to 17 June 2021) Ms J.M.I. Hill F.A.R. Huntley Ms M.E. Nance (to 17 June 2021) Mrs R.M. Rowswell (from 17 June 2021) R.W.B. Sutton</p>
PRINCIPAL OFFICE	<p>Church House Church Street Great Malvern WR14 2AY</p>
AUDITORS	<p>Kendall Wadley LLP Granta Lodge 71 Graham Road Great Malvern WR14 2JS</p>
BANKERS	<p>Barclays Bank Plc 2 Worcester Road Great Malvern WR14 4QR</p>
INVESTMENT MANAGERS	<p>CCLA Investment Management & C.O.I.F Charities Deposit Fund 85 Queen Victoria Street London EC4V 4ET</p> <p>Investec Wealth & Investment 2 Gresham Street London EC2V 7QP</p>

THE FRIENDS OF MALVERN PRIORY

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Friends of Malvern Priory ("The Friends" or "the Charity") is operated under the rules of its Constitution dated 16th July 1949 and amended on 14th May 2014 and 9th December 2020. The Charity was registered with the Charity Commission under charity number 503383, on 13th November 1974.

The management of the Charity is the responsibility of the Council, which is presided over by a Chairman, Honorary Secretary and Honorary Treasurer who are elected annually by members at the Annual General Meeting (normally held in June).

Other members of the Council are (a) five ex-officio members of the Parochial Church Council of Malvern Priory ("the PCC") viz. the Vicar, the two Churchwardens plus two others and (b) a maximum of six and no fewer than four other members elected at an AGM to serve for four years. The ex-officio members are not entitled to vote on decisions on making grants to the PCC.

New trustees are formally advised of their responsibilities as trustees of a registered charity and to read in particular the Charity Commission's Trustee Welcome pack and CC3 and CC3a; their attention is also drawn to other Charity Commission publications and to the Friends' Constitution which highlights some of the main responsibilities of trustees.

The Friends has a close relationship with the PCC, to whom grants are made in accordance with the Charity's Objects.

REPORT OF THE TRUSTEES

The Trustees present their Report and Accounts for the year ended 31 December 2021.

Objects

The Objects of the Friends are:

- To educate the public about the Priory and to foster public interest in the building and its grounds;
- To support the maintenance, restoration and enhancement of the Priory's fabric, furnishings and adornments;
- To promote the Priory's musical tradition for the public benefit.

THE FRIENDS OF MALVERN PRIORY

REPORT OF THE TRUSTEES (Cont'd)

Public Benefit: Achievement & Performance

In furtherance of the charity's first object of educating the public about the Priory and fostering public interest in the building, six new tour guides were trained during the year and regular Saturday morning guided tours were re-instated following a period of the church being closed during the Covid epidemic. The annual Heritage and Faith lecture in October which was given by Professor Joyce Hill who spoke about Malvern's Benedictine Inheritance, attracted an audience of 170. After a year and a half of covid lockdowns, the Lunch Box programme of fortnightly lunch-time concerts and talks re-started in the autumn with over 100 at most events.

In June 2021, The Friends launched its new, separate, website at minimal cost <www.friendsofmalvernpriory.uk>. A Facebook page was also launched at the same time, and by the end of the year, this had 125 followers.

During 2021, the number of members of The Friends increased by 40 to a total of 298.

In pursuance of the charity's second object of supporting the maintenance, restoration and enhancement of the Priory's fabric, furnishings and adornments, The Friends suggested to the PCC that the conservation and environmental protection of one of the Priory's medieval stained glass windows would provide a focus of interest and serve as a pilot project ahead of the main Priory Development Plan; and indicated that The Friends would assist with the cost thereof. This was agreed, with The Friends deciding to hold a fund-raising appeal for the C15th Creation window in St. Anne's Chapel. This, the largest fund-raising appeal undertaken in over forty years, was launched at the AGM in June 2021.

Thanks to the generosity of many members of the Friends and of the Priory congregation, as well as visitors, together with grants from both the Headley Trust and The Worshipful Company of Glaziers and Painters of Glass, the estimated cost of c.£125,000 for conserving the window and repairing the surrounding stonework was more than fully covered within a few months and £50,000 is being carried forward towards funding the cost of conserving another window in due course. Application for a faculty has been made by the PCC, and work on the Creation window is scheduled to be undertaken during summer 2022.

Whereas the charity's third object of promoting the Priory's musical tradition for the public benefit had been significantly curtailed in 2020 due to Covid restrictions, 2021 saw the revival of The Friends' Choral Evensong in June and Community Carol Service in December.

The Friends' Shop in the Priory continued to provide a welcoming presence to visitors. Inter alia, it offers information about the building and its origins. Due to Covid, the Priory and hence the Shop were closed to visitors for part of the year. However, the Shop's profit for the year was at a record £10,000, (2020: £2,000) which was granted to the PCC (see financial note 7).

Financial Review

During the year income exceeded expenditure by £135,239 (2020 - expenditure exceeded income £1,567) prior to investment gains of £103,813 (2020 - losses £2,012). This provided a positive movement in funds of £239,052 (2020 - negative movement £3,579).

In April 2019 the Charity received an Endowment legacy of £350,000 from the estate of Charles Eglington. The capital funds, known as The Eglington Bequest, remain invested in CCLA Charities Ethical Investment Fund.

During 2021, at the request of PCC, the Charity undertook a fundraising campaign to support the restoration of one of the nationally important medieval windows. A new Restricted Fund was opened for this purpose and funds primarily invested in CCLA Ethical Investment Fund (see Note 14).

The restricted funds made realised investment gains in the period of £27,212 (2020 - loss £4,123).

Dividends and treasury interest received in the period amounted to £21,092 (2020 - £8,512) and bank interest of £2 was received (2020 - £883).

At 31 December 2021, unrestricted (general) funds £77,944 (2020 - £66,496). Restricted funds £573,736 (2020 - £396,745). Endowment funds £394,885 (2020 - £344,272). Total resources £1,046,565 (2020 - £807,513).

THE FRIENDS OF MALVERN PRIORY

REPORT OF THE TRUSTEES (Cont'd)

Reserves policy

It is the policy of the charity to maintain sufficient reserves within its unrestricted funds to fund its governance costs.

Investment policy

At the year end, 89% of the Radford Bequest was managed by stockbrokers Investec Wealth and Investment who provide quarterly valuations and details of sales and purchases of all investments. The Eglington Bequest was invested in CCLA Charities Ethical Investment Fund and during the year surplus cash balances from other funds were also invested in these units. (see Note 14c).

During 2022, a sub-committee of the Council will be evaluating future investment policy.

Accounting Policies

The accounts have been prepared in accordance with the accounting policies set out in note 2 to the accounts and comply with the Church of England Measures (the Parochial Church Councils (Powers) Measure 1956 as amended and the Church Representation Rules (contained in Schedule 3 to the Synodical Government Measure 1969, as amended)), the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2019)

Principal risks and uncertainties

The Trustees have assessed the major strategic, business and operational risks to which the Charity is exposed, and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

Principal sources of funding

Funds are received from investments as well as from life and annual membership subscriptions and donations, including legacies. The Charity has also published two guidebooks which are sold through The Friends' Shop in the Priory in order to raise funds.

PLANS FOR FUTURE PERIODS

The Charity continues to be in discussion with the PCC as to fund-raising, particularly in the light of the Priory considering a significant development plan for the building.

A drive to increase membership numbers further from the current 298 (2020 - 264) is planned.

Disclosure of information to auditors

Each of the Trustees 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.

Approved by the Trustees and signed on their behalf

Mrs A.E. Eglington, Chairman

D.R. Valentine, Hon. Treasurer

Date: 4 May 2022

THE FRIENDS OF MALVERN PRIORY**Auditors' Report to
The Friends of Malvern Priory****Opinion**

We have audited the accounts of The Friends of Malvern Priory for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the notes to the accounts, 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 accounts:

- give a true and fair view of the state of the charity'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 Charities Act 2011.

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 accounts section of our report. We are independent of The Friends of Malvern Priory in accordance with the ethical requirements that are relevant to our audit of the accounts 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 charity'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 Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the accounts and our auditor's report thereon. Our opinion on the accounts 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 accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts 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 accounts 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.

THE FRIENDS OF MALVERN PRIORY**Auditors' Report to the
The Friends of Malvern Priory****Matters on which we are required to report by exception**

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

- the information given in the accounts is inconsistent in any material respect with the Trustees' Report; or
- sufficient accounting records have not been kept; or
- the accounts are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the Statement of Trustees' Responsibilities, the Trustees are responsible for the preparation of the accounts which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, the Trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charity or 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- an understanding of the risk assessment process (including the assessment of the risk of fraud) adopted by the Trustees is obtained and their attitude to risk ascertained
- an assessment of the susceptibility to material mis-statement of the financial statements as a result of management over-ride or fraud is made
- it is ensured that the engagement team have, collectively, the appropriate competence, capabilities and skills to be involved in the assignment, are fully briefed and understand the risks specific to the charity
- processes to test the outcomes of our assessment include, a review of Board minutes, analytical review, substantive testing of significant transactions, work to identify unusual or unexpected accounting entries including the testing of journal entries, information disclosed in the financial statements is traced to supporting documentation. In all instances it is acknowledged that material mis-statements that arise from fraud may involve deliberate concealment or collusion and are, therefore, by their very nature harder to detect than those arising from error.
- an understanding of the legal and regulatory framework as applicable to the charity is obtained together with knowledge of the procedures put in place by the charity in order to comply with the same
- it is established if there have been any instances of non-compliance with applicable laws and regulations, none were identified for this period

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

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Auditand-assurance/Standards-and-guidance/Standards-and-guidance-forauditors/Auditors-responsibilities-for-audit/Description-of-auditorsresponsibilities-for-audit.aspx>. This description forms part of our auditor's report.

THE FRIENDS OF MALVERN PRIORY

**Auditors' Report to
The Friends of Malvern Priory**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose.

To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Elizabeth Needham ACA CTA(VAT) (Senior Statutory Auditor)
for and on behalf of Kendall Wadley LLP

Chartered Accountants
Statutory Auditor
Granta Lodge
71 Graham Road
Malvern
Worcestershire
WR14 2JS

Date: _____

Kendall Wadley LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

THE FRIENDS OF MALVERN PRIORY**Statement of Financial Activities**
for the year ended 31 December 2021

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds	2021 £	2020 £
INCOME AND ENDOWMENTS FROM:						
Donations and legacies	3	5,795	114,527	-	120,322	5,910
Other trading activities						
Functions		2,226	-	-	2,226	-
Guide books, CDs and bookshop sales		24,229	-	-	24,229	11,789
Church Tours		648	-	-	648	308
Investment income	4	811	20,283	-	21,094	9,395
Total		33,709	134,810	-	168,519	27,402
EXPENDITURE ON:						
Raising funds	6	15,809	-	-	15,809	9,878
Charitable activities						
Grants payable	7	10,233	-	-	10,233	12,645
Governance costs	8	1,663	5,575	-	7,238	6,445
Total		27,705	5,575	-	33,280	28,969
Net income/(expenditure) prior to investments		6,004	129,235	-	135,239	(1,567)
Net realised gains/(losses) on investments	10	-	27,212	-	27,212	4,123
Unrealised gains/(losses) on revaluation of investments	10	5,444	20,544	50,613	76,601	(6,135)
Net income/(expenditure) being the net movement in funds		11,448	176,991	50,613	239,052	(3,579)
Reconciliation of funds:						
Total funds at 1 January 2020		66,496	396,745	344,272	807,513	811,092
Total funds at 31 December 2020	14	77,944	573,734	394,885	1,046,565	807,513

THE FRIENDS OF MALVERN PRIORY**Statement of Financial Activities
for the year ended 31 December 2021****Comparative Data for 2020**

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2020 £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	3	5,910	-	-	5,910
Other trading activities					
Functions		-	-	-	-
Guide books and bookshop sales		11,789	-	-	11,789
Church Tours		308	-	-	308
Investment income	4	86	9,309	-	9,395
Total		18,093	9,309	-	27,402
EXPENDITURE ON:					
Raising funds	6	9,878	-	-	9,878
Grants payable	7	9,063	3,582	-	12,645
Governance costs	8	1,593	4,852	-	6,445
Total		20,534	8,435	-	28,969
Net income/(expenditure) prior to investments		(2,441)	874	-	(1,567)
Net realised gains/(losses) on investments	10	-	4,123	-	4,123
Unrealised gains/(losses) on revaluation of investments	10	-	(407)	(5,728)	(6,135)
Net income/(expenditure) being the net movement in funds		(2,441)	4,590	(5,728)	(3,579)
Reconciliation of funds:					
Total funds at 1 January 2020		68,937	392,154	350,000	811,092
Total funds at 31 December 2020	14	66,496	396,745	344,272	807,513

THE FRIENDS OF MALVERN PRIORY**Balance Sheet**
as at 31 December 2021

	<u>Note</u>	£ <u>2021</u>	£ <u>2020</u>
FIXED ASSETS			
Investments	10	1,002,846	700,943
CURRENT ASSETS			
Stock		11,872	13,602
Debtors	11	2,984	770
Cash at Bank and In Hand		33,848	93,182
		<u>48,704</u>	<u>107,555</u>
Creditors:			
Amounts falling due within one year	12	4,985	985
		<u>43,719</u>	<u>106,570</u>
NET CURRENT ASSETS		43,719	106,570
NET ASSETS		1,046,565	807,513
FUNDS			
Unrestricted	14a	77,944	66,496
Restricted	14b	573,734	396,746
Endowment	14c	394,885	344,272
		<u>1,046,563</u>	<u>807,513</u>

Approved by the Trustees on 4 May 2022
and signed on their behalf by:

..... Mrs A.E. Eglington, Chairman of The Friends of Malvern Priory

..... D.R.Valentine, Hon. Treasurer

CHARITY No. 503383

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

THE FRIENDS OF MALVERN PRIORY**Statement of cash flows**
for the period ended 31 December 2021

	<u>Note</u>	<u>2021</u>		<u>2020</u>	
		£	£	£	£
Cash flows from operating activities					
<i>Net cash used in operations</i>	15		117,661		(17,002)
Cash flows from investing activities					
Dividends and interest from investments		21,095		9,395	
Proceeds from sale of investments		133,460		117,167	
Purchase of investments		<u>(331,550)</u>		<u>(471,925)</u>	
<i>Net cash provided by investments</i>			(176,995)		(345,363)
<i>Change in cash and cash equivalents in the reporting period</i>			<u>(59,334)</u>		<u>(362,365)</u>
Cash and cash equivalents at the beginning of the reporting period			93,182		455,547
<i>Cash and cash equivalents at the end of the reporting period</i>	15		<u>33,848</u>		<u>93,182</u>

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements for the year ended 31 December 2021****1. STATEMENT OF RESPONSIBILITIES OF THE TRUSTEES**

The Trustees are responsible for preparing the Report of the Friends and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare accounts for each financial period which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period.

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

The Trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts Reports) Regulations 2008 and trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- there is no relevant audit information of which the Charity's auditors are unaware; and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

2. ACCOUNTING POLICIES**CHARITY INFORMATION**

The Friends of Malvern Priory is an unincorporated charity registered in England & Wales (charity number 503383). The principal address is Parish Office, Church Street, Great Malvern, WR14 2AY.

ACCOUNTING CONVENTION

The accounts have been prepared in accordance with the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2019). The Charity is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared on the historical cost convention as modified to include the revaluation of investments at market value. The principal accounting policies adopted are set out below.

GOING CONCERN

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees' continue to adopt the going concern basis of accounting in preparing the accounts.

THE FRIENDS OF MALVERN PRIORY

Notes to the Financial Statements for the year ended 31 December 2021

CHARITABLE FUNDS

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

DONATIONS, GIFTS and LEGACIES

Donations, gifts and legacies are included in the period in which they are receivable, which is when the Charity becomes entitled to the resource. Those items not received at the balance sheet date are included in debtors.

INVESTMENT INCOME

Income from investments is included in the Statement of Financial Activities (SOFA) in the period in which it is receivable.

RESOURCES EXPENDED

Resources expended are recognised in the period in which they are incurred. Resources expended include attributable VAT which cannot be recovered. Those items not settled at the balance sheet date are included in creditors.

Grants are approved by the Trustees in principal but are not payable until the expenditure has been incurred by Malvern Priory PCC and are included in the SOFA at that point.

Governance costs represent costs, attributable to the management of the Charity's assets, organisational administration and compliance with constitutional and statutory requirements. They are allocated to funds by relevance of the underlying expense.

GRANT MAKING POLICIES

The Restricted Funds

Grants are only made for the preservation and beautification of the fabric of the building.

The Endowment Funds

Endowment funds are to be held as capital and the income generated from them to be used for purposes as specified by the donor.

The Eglington Bequest funds may be used a) for the provision of glass doors at the Priory North West main entrance b) as a permanent endowment of the residual capital with any income allocated for the maintenance of Priory stonework and stained glass.

The General Funds

All grants paid out are requested by Malvern Priory PCC and approved by the Council of The Friends.

FIXED ASSET INVESTMENTS

Fixed asset investments are included at market value at the balance sheet date. Any gain or loss on revaluation is taken to the SOFA.

STOCK

Stock is valued at the lower of cost and net realisable value.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

THE FRIENDS OF MALVERN PRIORY

Notes to the Financial Statements
for the period ended 31 December 2021

FINANCIAL INSTRUMENTS

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the Charity becomes party to the contractual provisions of the instrument.

Financial assets are offset, with the net amounts presented in the accounts when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic Financial Assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method.

Basic Financial Liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price.

Derecognition of Financial Liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the period ended 31 December 2021**

	Unrestricted	Restricted	Endowment	<u>2021</u> Total	<u>2020</u> Total
	£	£	£	£	£
3. DONATIONS AND LEGACIES					
Subscriptions	3,910	-	-	3,910	2,070
Donations	899	101,921	-	102,820	2,119
Gift Aid on Subscriptions & Donations	986	12,606	-	13,592	721
Legacies	-	-	-	-	1,000
	<u>5,795</u>	<u>114,527</u>	<u>-</u>	<u>120,322</u>	<u>5,910</u>
31 December 2020	5,910	-	-	5,910	
Grateful thanks are recorded to Mr Ken Earl for his legacy to The Friends.					
4. INVESTMENT INCOME				<u>2021</u> Total	<u>2020</u> Total
	£	£	£	£	£
Dividends and interest on listed investments	810	20,282	-	21,092	8,512
Interest on cash deposits	1	1	-	2	883
	<u>811</u>	<u>20,283</u>	<u>-</u>	<u>21,094</u>	<u>9,395</u>
31 December 2020	86	9,309	-	9,395	
5. EXPENDITURE				<u>2021</u> Total	<u>2020</u> Total
	£	£	£	£	£
Net incoming (resources expended)/resources are stated after charging:					
Audit remuneration	180	805	-	985	985
31 December 2020	180	805	-	985	
6. RAISING FUNDS				<u>2021</u> Total	<u>2020</u> Total
	£	£	£	£	£
Function costs	1,711	-	-	1,711	-
Guide books	808	-	-	808	-
Shop cost of sales	13,290	-	-	13,290	6,722
CD cost of sales	-	-	-	-	3,156
	<u>15,809</u>	<u>-</u>	<u>-</u>	<u>15,809</u>	<u>9,878</u>
31 December 2020	9,878	-	-	9,878	
7. GRANTS PAYABLE				<u>2021</u> Total	<u>2020</u> Total
	£	£		£	£
All grants are payable to Malvern Priory PCC.					
Contribution from Shop Trading	10,000	-	-	10,000	2,000
Organ Plaque	233	-	-	233	-
Priory roof repairs and cleaning	-	-	-	-	2,500
Priory stonework	-	-	-	-	1,332
Ringling chamber fire escape design	-	-	-	-	1,450
Priory heating pumps	-	-	-	-	4,043
Wall cleaning	-	-	-	-	600
Churchyard water main repair	-	-	-	-	720
	<u>10,233</u>	<u>-</u>	<u>-</u>	<u>10,233</u>	<u>12,645</u>
31 December 2020	9,063	3,582	-	12,645	

Malvern Priory PCC is a related party as described in the report of the Trustees

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the period ended 31 December 2021**

8. GOVERNANCE COSTS	Unrestricted £	Restricted £	2021	2020
			Total £	Total £
Secretarial expenses	656		656	568
Auditors fees	180	805	985	985
Fee charges (Investments)		4,538	4,538	4,047
Shop Manager Expenses	262		262	109
Insurance	467		467	457
Marketing Costs	98	232	330	280
	<u>1,663</u>	<u>5,575</u>	<u>7,238</u>	<u>6,445</u>
31 December 2020	<u>1,593</u>	<u>4,852</u>	<u>6,445</u>	

9. TRUSTEES AND RELATED PARTIES:

None of the Trustees (or any person connected with them) received any remuneration nor were reimbursed expenses during the year.

Donations totalling £21,235 (2020 - £1,066) were received from Trustees and Related Parties during the course of the year.

10. LISTED INVESTMENTS – INVESTEC MANAGED

	2021	2020
	£	£
	Restricted	Restricted
Balance brought forward 01.01.20	356,671	348,197
Additions	129,550	121,925
Disposals	(133,460)	(117,167)
Revaluations	13,806	(407)
Profit (Loss) on Disposal	27,212	4,123
	<u>393,779</u>	<u>356,671</u>
Balance carried forward 31.12.21	<u>393,779</u>	<u>356,671</u>
Cost	<u>337,618</u>	<u>314,425</u>

Fixed asset investments at market value comprised:

	2021			2020		
	Book Cost £	Value £	%	Book Cost £	Value £	%
UK fixed interest securities	12,459	12,223	3.1%	-	-	0.0%
UK equities	84,357	92,158	23.4%	114,728	111,100	31.1%
Overseas Fixed Interest	13,957	13,630	3.5%	27,379	27,804	7.8%
North American equities	46,846	53,171	13.5%	17,151	18,135	5.1%
Far East & Australasian equities	32,779	31,948	8.1%	19,114	32,127	9.0%
International equities	70,695	95,351	24.2%	64,346	84,339	23.6%
UK Property	17,883	22,089	5.6%	20,912	22,781	6.4%
Alternative Assets	39,234	43,817	11.1%	31,387	33,050	9.3%
Emerging Economies	9,541	11,551	2.9%	9,541	12,281	3.4%
European equities	9,867	17,841	4.5%	9,867	15,054	4.2%
	<u>337,618</u>	<u>393,779</u>	<u>100%</u>	<u>314,425</u>	<u>356,671</u>	<u>100%</u>

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the period ended 31 December 2021**

10. LISTED INVESTMENTS – CCLA cont'd				<u>2021</u>	<u>2020</u>
	£ Unrestricted	£ Restricted	£ Endowment	£ Total	£ Endowment
Balance brought forward 01.01.21			344,272	344,272	-
Additions	54,000	148,000		202,000	350,000
Disposals	-	-	-	-	-
Revaluations	5,444	6,738	50,613	62,795	(5,728)
Profit (Loss) on Disposal	-	-	-	-	-
	<u>59,444</u>	<u>154,738</u>	<u>394,885</u>	<u>609,067</u>	<u>344,272</u>
Balance carried forward 31.12.21					
Cost	<u>54,000</u>	<u>148,000</u>	<u>350,000</u>	<u>552,000</u>	<u>350,000</u>
CCLA Investments comprise COIF Charities Ethical Investment Fund - Income Units					
	Units held	18,826.39	49,006.55	125,062.53	192,895.47
					125,062.53
LISTED INVESTMENTS – TOTAL				<u>2021</u>	<u>2020</u>
				£	£
Balance brought forward 01.01.21				700,943	348,197
Additions				331,550	471,925
Disposals				(133,460)	(117,167)
Revaluations				76,601	(6,135)
Profit (Loss) on Disposal				27,212	4,123
Balance carried forward 31.12.21				<u>1,002,846</u>	<u>700,943</u>
Cost				<u>889,618</u>	<u>664,425</u>
11. DEBTORS	Unrestricted £	Restricted £	<u>2021</u>	<u>2020</u>	
			Total £	Total £	Total £
Income tax on gift aid	641	2,344	2,984		720
Subscriptions due	-	-	-		50
	<u>641</u>	<u>2,344</u>	<u>2,984</u>		<u>770</u>
12. CREDITORS: AMOUNTS FALLING DUE WITHIN 1 YEAR	Unrestricted £	Restricted £	<u>2021</u>	<u>2020</u>	
			Total £	Total £	Total £
Audit accrual	180	805	985		985
Grant to Great Malvern Priory PCC	4,000		4,000		
Expenses			-		
	<u>4,180</u>	<u>805</u>	<u>4,985</u>		<u>985</u>
13. FINANCIAL INSTRUMENTS				<u>2021</u>	<u>2020</u>
				£	£
Carrying amount of financial assets.					
Debt instruments measured at amortised cost			<u>2,984</u>		<u>770</u>
Carrying amount of financial liabilities. measured at amortised cost			<u>4,985</u>		<u>985</u>

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the period ended 31 December 2021****14 ALLOCATION OF CHARITY NET ASSETS**

The net assets held for various funds are as follows:-

	Fixed Asset Investments £	Net Current Assets £	2021 Total £
Restricted Funds:-			
Martin Radford Bequest	435,459	8,582	444,041
Eglington Bequest	7,176	4,725	11,901
Creation Window	105,883	11,912	117,795
Endowment Fund			
Eglington Bequest	394,885	-	394,885
Unrestricted Funds:-			
General Fund	59,444	18,500	77,944
	<u>1,002,846</u>	<u>43,719</u>	<u>1,046,565</u>
	Fixed Asset Investments £	Net Current Assets £	2020 Total £
Restricted Funds:-			
Martin Radford Bequest	356,671	38,573	395,244
Eglington Bequest	-	1,501	1,501
Endowment Fund			
Eglington Bequest	344,272	-	344,272
Unrestricted Funds:-			
General Fund	-	66,496	66,496
	<u>700,943</u>	<u>106,570</u>	<u>807,513</u>

14a. UNRESTRICTED FUNDS

The Unrestricted Funds are retained as necessary to cover working capital.

14b. RESTRICTED FUNDS

	Balance 01.01.21 b/f £	Incoming Resources £	Resources Expended £	Gains (Loss) on investments £	Balance 31.12.21 c/f £
Martin Radford Bequest	395,244	9,441	(5,342)	44,696	444,039
Eglington Bequest	1,501	10,224	-	175	11,900
Creation Window Fund	-	115,144	(232)	2,882	117,794
	<u>396,745</u>	<u>134,809</u>	<u>(5,574)</u>	<u>47,753</u>	<u>573,733</u>
	Balance 01.01.20 b/f £	Incoming Resources £	Resources Expended £	Loss on investments £	Balance 31.12.20 c/f £
Martin Radford Bequest	391,410	8,553	(8,435)	3,716	395,244
Eglington Bequest	745	756	-	-	1,501
	<u>392,155</u>	<u>9,309</u>	<u>(8,435)</u>	<u>3,716</u>	<u>396,745</u>

The Friends of Malvern Priory was bequeathed a share of the residue of the estate of Martin Radford who died on 30 January 1982. The funds are restricted in that they can only be used for the preservation and beautification of the fabric of the church.

For details of the Eglington Bequest see Note 14c.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the period ended 31 December 2021****14c. ENDOWMENT FUNDS**

	Balance 01.01.21 b/f £	Incoming Resources £	Resources Expended £	Gain (Loss) on Revaluation £	Balance 31.12.21 c/f £
Eglington Bequest	344,272	-	-	50,613	394,885
	<u>344,272</u>	<u>-</u>	<u>-</u>	<u>50,613</u>	<u>394,885</u>
	Balance 01.01.20 b/f £	Incoming Resources £	Resources Expended £	Loss on investments £	Balance 31.12.20 c/f £
Eglington Bequest	350,000	-	-	(5,728)	344,272
	<u>350,000</u>	<u>-</u>	<u>-</u>	<u>(5,728)</u>	<u>344,272</u>

**15. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO
NET CASH FLOW FROM OPERATING ACTIVITIES**

	<u>2021</u>	<u>2020</u>
Net Income for the reporting period (per SOFA)	239,052	(3,579)
Adjustments for:		
Unrealised losses/(gains) on Investec managed investments	(13,806)	6,135
Unrealised losses/(gains) on CCLA managed investments	(62,795)	
Dividends, interest and rents from investments	(21,094)	(9,395)
Realised (losses)/gains on the sale of investments	(27,212)	(4,123)
(Increase)/decrease in stocks	1,731	(2,121)
(Increase)/decrease in debtors	(2,214)	(211)
Increase/(Decrease) in creditors	4,000	(3,708)
Net cash used in operations	<u>117,661</u>	<u>(17,002)</u>
Analysis of cash and cash equivalents		
Cash in hand	<u>33,848</u>	<u>93,182</u>
Total cash and cash equivalents	<u>33,848</u>	<u>93,182</u>

16. AUDITORS' ETHICAL STANDARDS

The relevant circumstances requiring disclosure in accordance with the requirements of APB Ethical Standards – Provisions Available for Small Entities are that, in common with many charities of our size and nature, we use our auditors to assist with the preparation of the accounts.

THE FRIENDS OF MALVERN PRIORY

England & Wales - Charity number 503383

Accounts



THE FRIENDS OF MALVERN PRIORY

(Registered Charity Number 503383)

Financial Statements for the year ended

31 December 2020

KENDALL WADLEY LLP

Chartered Accountants

MALVERN WORCESTER

THE FRIENDS OF MALVERN PRIORY

Financial Statements for the year ended

31 December 2020

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THE FRIENDS OF MALVERN PRIORY**REFERENCE AND ADMINISTRATIVE INFORMATION**

CHARITY NUMBER	503383	
TRUSTEES:		
Principal Officers	P.J. Chappell	Chairman (to 22 October 2020)
	Mrs A.E. Eglington	Acting Chairman (22 October to 9 December 2020) Chairman (from 9 December 2020)
	R. Boyer	Secretary (to 25 July 2020)
	M. Eglington	Acting Secretary (25 July to 9 December 2020)
	Mrs M. Rowswell	Secretary (from 9 December 2020)
	D.R. Valentine	Treasurer
Ex-Officio PCC Members	Rev'd R. Corke	Vicar
	J.J. Tudge	Churchwarden (to 22 October 2020)
	Dr D.R.P. Guy	Churchwarden (from 22 October 2020)
	N.J. Paulley	Churchwarden
	H.J. Wells	
	Mrs A.E. Eglington	(to 22 October 2020)
	J.F. Wray	(from 30 November 2020)
Other Trustees	P. Babb	(to 9 December 2020)
	Mrs M. Campbell	
	M. Eglington	
	Ms J.M.I. Hill	(from 9 December 2020)
	F.A.R. Huntley	
	Ms M.E. Nance	
	R.W.B. Sutton	
	P. Young	(to July 2020)
PRINCIPAL OFFICE	Church House Church Street Great Malvern WR14 2AY	
AUDITORS	Kendall Wadley LLP Granta Lodge 71 Graham Road Great Malvern WR14 2JS	
BANKERS	Barclays Bank Plc 2 Worcester Road Great Malvern WR14 4QR	
INVESTMENT MANAGERS	CCLA Investment Management & C.O.I.F Charities Deposit Fund 85 Queen Victoria Street London EC4V 4ET	
	Investec Wealth & Investment 2 Gresham Street London EC2V 7QP	

THE FRIENDS OF MALVERN PRIORY

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Friends of Malvern Priory ("The Friends" or "the Charity") is operated under the rules of its Constitution dated 16th July 1949 and amended on 14th May 2014 and 9th December 2020. The Charity was registered with the Charity Commission under charity number 503383, on 13 November 1974.

The management of the Charity is the responsibility of the Council, which is presided over by a Chairman, Honorary Secretary and Honorary Treasurer who are elected annually by members at the Annual General Meeting (normally held in June, but in 2020 the AGM was delayed until 9th December due to the Covid pandemic).

Other members of the Council are (a) five ex-officio members of the Parochial Church Council of Malvern Priory ("the PCC") the Vicar, the two Churchwardens plus two others and (b) a maximum of six and no fewer than four other members elected at an AGM to serve for four years. The ex-officio members are not entitled to vote on decisions on making grants to the PCC.

New trustees are formally advised of their responsibilities as trustees of a registered charity and to read in particular the Charity Commission's Trustee Welcome pack and CC3 and CC3a; their attention is also drawn to other Charity Commission publications and to the Friends' Constitution which highlights some of the main responsibilities of trustees.

The Friends has a close relationship with the PCC, to whom grants are made in accordance with the Charity's Objects.

REPORT OF THE TRUSTEES

The Trustees present their Report and Accounts for the year ended 31 December 2020.

Objects

During the year, the Constitution was amended to bring it into line with the current activities undertaken, especially the operation of the Shop. The Objects of the Charity were expanded to include the promotion of the Priory's musical tradition and the fostering of public interest in the Priory. Also, the opportunity was taken to subsume the Radford Bequest sub-committee into the main Council; and to amend/define/clarify which Officers may or may not be members of the Priory PCC, the notice required for meetings, what constitutes a quorum at Council meetings, voting procedures, etc. As required by charity law, the proposed changes in the Objects and the Dissolution Procedure were approved by the Charity Commission. Subsequently, all the amendments were approved unanimously by members at the AGM in December 2020.

The Objects of the Friends now are:

- To educate the public about the Priory and to foster public interest in the building and its grounds;
- To support the maintenance, restoration and enhancement of the Priory's fabric, furnishings and adornments;
- To promote the Priory's musical tradition for the public benefit.

THE FRIENDS OF MALVERN PRIORY

REPORT OF THE TRUSTEES (Cont'd)

Public Benefit: Achievement & Performance

To quote the Chairman at the AGM in December: "What a year we have had! What challenges there have been and what challenges lie ahead! Never before have the Priory doors been closed for months followed by severely restricted numbers once they opened again. Who could have imagined that this would be the story of 2020? But the Priory building lives on and continues to be a focus for the town of Malvern - floodlit after dark, and currently open for visitors and for people to enter for prayers and some peace and sanctuary. The monks survived the Black Death in the C14th, which should encourage us all today."

In a more normal year, the first Object would have been achieved by offering guided tours of the building to the public; holding an annual Heritage & Faith lecture about aspects of the Priory's history; producing and selling guide books about the building and its contents; and encouraging the public to come to the building for the Lunch Box programme of lunch-time concerts and talks. However, from March onwards, the Covid pandemic in 2020 all but stopped these activities.

Since its foundation in 1949, the Friends has been focused on the preservation of the heritage of the Priory, founded in 1085, and now incorporating, amongst other important features, some of the finest English medieval and Victorian stained glass in Europe. The Priory is a notable attraction to tourists, both from the UK and from overseas, which in turn contributes significantly to the local economy. It is unlikely the congregation of the Priory could afford the upkeep without the help of the Friends.

The second Object was not particularly affected by Covid. The Friends made grants to the PCC of Malvern Priory for six relatively minor maintenance items totalling £10,645 (2019 - £22,863. See Financial Statement Note 7) .

However, promotion of the Priory's musical tradition was significantly curtailed by Covid. The annual Friends' evensong and Community Carol Service both had to be cancelled. But the Friends was able to support the production of a CD recorded by the Priory Choirs and sell copies via the Friends' Shop when it was able to be open.

The Friends' Shop, which provides a welcoming presence to visitors, is located in the Priory and, inter alia, offers information about the building and its origins. Due to Covid, the Priory and hence the Shop were closed to visitors for much of the year. This impacted on the Shop's profit for the year which was £2,000 (2019 - £7,000): this amount was granted to the PCC (see Financial Statement Note 7)

No staff were furloughed during the year because the Friends has no paid staff. However, because of Covid, some of the volunteers in the Shop were reluctant to risk potential exposure to the virus.

Covid has also restricted enrolment of new members.

On a positive note, the decision to hold the AGM by video-conference was a success. It attracted twice as many members as the previous year and included members from further afield in the UK as well as from abroad.

Financial Review

During the year expenditure exceeded income by £1,567 (2019 - income exceeded expenditure £342,251) prior to investment losses of £2,012 (2019 - gains £43,341). This provided a negative movement in funds of £3,579 (2019 positive movement £385,592).

In April 2019 the Charity received an Endowment legacy of £350,000 from the estate of Charles Eglington. The capital funds, known as The Eglington Bequest, are now invested in CCLA Charities Ethical Investment Fund (see Note 14c).

The restricted fund made a realised gain on the sale of investments in the period of £4,123 (2019 - loss £1,171).

Dividends and treasury interest received in the period amounted to £8,512 (2019 - £11,275) and bank interest of £883 was received (2019 - £1,136).

At 31 December 2020, unrestricted (general) funds £66,496 (2019 - £68,937). Restricted funds £396,745 (2019 - £392,154). Endowment funds £344,272 (2019 - £350,000). Total resources £807,513 (2019 - £811,091).

THE FRIENDS OF MALVERN PRIORY

REPORT OF THE TRUSTEES (Cont'd)

Reserves policy

It is the policy of the charity to maintain sufficient reserves within its unrestricted funds to fund its governance costs.

Investment policy

At the year end, 89% of the Radford Bequest was managed by stockbrokers Investec Wealth and Investment who provide quarterly valuations and details of sales and purchases of all investments. The Eglington Bequest was invested in CCLA Charities Ethical Investment Fund (see Note 14c).

During 2021, a sub-committee of the Council will be evaluating future investment policy.

Accounting Policies

The accounts have been prepared in accordance with the accounting policies set out in note 2 to the accounts and comply with the Church of England Measures (the Parochial Church Councils (Powers) Measure 1956 as amended and the Church Representation Rules (contained in Schedule 3 to the Synodical Government Measure 1969, as amended)), the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2019)

Principal risks and uncertainties

The Trustees have assessed the major strategic, business and operational risks to which the Charity is exposed, and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

Principal sources of funding

Funds are received from investments as well as from life and annual membership subscriptions and donations, including legacies. The Charity has also published two guidebooks which are sold through The Friends' Shop in the Priory in order to raise funds.

PLANS FOR FUTURE PERIODS

The Charity continues to be in discussion with the PCC as to fund-raising, particularly in the light of the Priory considering a significant development plan for the building.

A drive to increase membership numbers from the current 264 is planned.

Disclosure of information to auditors

Each of the Trustees 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.

Approved by the Trustees and signed on their behalf

Mrs A.E. Eglington, Chairman

D.R. Valentine, Hon. Treasurer

Date: 4 May 2021

THE FRIENDS OF MALVERN PRIORY**Auditors' Report to
The Friends of Malvern Priory****Opinion**

We have audited the accounts of The Friends of Malvern Priory for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the notes to the accounts, 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 accounts:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020 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 Charities Act 2011.

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 accounts section of our report. We are independent of The Friends of Malvern Priory in accordance with the ethical requirements that are relevant to our audit of the accounts 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 charity'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 Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the accounts and our auditor's report thereon. Our opinion on the accounts 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 accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts 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 accounts 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.

THE FRIENDS OF MALVERN PRIORY

Auditors' Report to the The Friends of Malvern Priory

Matters on which we are required to report by exception

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

- the information given in the accounts is inconsistent in any material respect with the Trustees' Report; or
- sufficient accounting records have not been kept; or
- the accounts are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the Statement of Trustees' Responsibilities, the Trustees are responsible for the preparation of the accounts which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, the Trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charity or 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and noncompliance with laws and regulations, was as follows:

- an understanding of the risk assessment process (including the assessment of the risk of fraud) adopted by the Trustees is obtained and their attitude to risk ascertained
- an assessment of the susceptibility to material mis-statement of the financial statements as a result of management over-ride or fraud is made
- it is ensured that the engagement team have, collectively, the appropriate competence, capabilities and skills to be involved in the assignment, are fully briefed and understand the risks specific to the charity
- processes to test the outcomes of our assessment include, a review of Board minutes, analytical review, substantive testing of significant transactions, work to identify unusual or unexpected accounting entries including the testing of journal entries, information disclosed in the financial statements is traced to supporting documentation. In all instances it is acknowledged that material mis-statements that arise from fraud may involve deliberate concealment or collusion and are, therefore, by their very nature harder to detect than those arising from error.
- an understanding of the legal and regulatory framework as applicable to the charity is obtained together with knowledge of the procedures put in place by the charity in order to comply with the same
- it is established if there have been any instances of non-compliance with applicable laws and regulations, none were identified for this period

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

A further description of our responsibilities is available on the Financial Reporting Council's website at:

<https://www.frc.org.uk/Our-Work/Audit/Auditand-assurance/Standards-and-guidance/Standards-and-guidance-forauditors/Auditors-responsibilities-for-audit/Description-of-auditorsresponsibilities-for-audit.aspx>. This description forms part of our auditor's report.

THE FRIENDS OF MALVERN PRIORY

**Auditors' Report to
The Friends of Malvern Priory**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose.

To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Elizabeth Needham ACA CTA(VAT) (Senior Statutory Auditor)
for and on behalf of Kendall Wadley LLP

Chartered Accountants
Statutory Auditor
Granta Lodge
71 Graham Road
Malvern
Worcestershire
WR14 2JS

Kendall Wadley LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

THE FRIENDS OF MALVERN PRIORY**Statement of Financial Activities
for the year ended 31 December 2020**

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds	2020 £	2019 £
INCOME AND ENDOWMENTS FROM:						
Donations and legacies	3	5,910	-	-	5,910	354,509
Other trading activities						
Functions		-	-	-	-	2,804
Guide books, CDs and bookshop sales		11,789	-	-	11,789	28,454
Church Tours		308	-	-	308	828
Investment income	4	86	9,309	-	9,395	12,411
Total		18,093	9,309	-	27,402	399,006
EXPENDITURE ON:						
Raising funds	6	9,878	-	-	9,878	20,317
Charitable activities						
Grants payable	7	9,063	3,582	-	12,645	29,863
Governance costs	8	1,593	4,852	-	6,445	6,574
Total		20,534	8,435	-	28,969	56,754
Net income/(expenditure) prior to investments		(2,441)	874	-	(1,567)	342,251
Net realised gains/(losses) on investments	10	-	4,123	-	4,123	(1,171)
Unrealised gains/(losses) on revaluation of investments	10	-	(407)	(5,728)	(6,135)	44,512
Net income/(expenditure) being the net movement in funds		(2,441)	4,590	(5,728)	(3,579)	385,592
Reconciliation of funds:						
Total funds at 1 January 2020		68,937	392,154	350,000	811,092	425,500
Total funds at 31 December 2020	14	66,496	396,745	344,272	807,513	811,092

THE FRIENDS OF MALVERN PRIORY**Statement of Financial Activities
for the year ended 31 December 2019****Comparative Data for 2019**

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2019 £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	3	4,509	-	350,000	354,509
Other trading activities					
Functions		2,804	-	-	2,804
Guide books and bookshop sales		28,454	-	-	28,454
Church Tours		828	-	-	828
Investment income	4	248	12,163	-	12,411
Total		36,843	12,163	350,000	399,006
EXPENDITURE ON:					
Raising funds	6	20,317	-	-	20,317
Grants payable	7	19,863	10,000	-	29,863
Governance costs	8	1,662	4,912	-	6,574
Total		41,842	14,912	-	56,754
Net income/(expenditure) prior to investments		(5,000)	(2,749)	350,000	342,251
Net realised gains/(losses) on investments	10	-	(1,171)	-	(1,171)
Unrealised gains/(losses) on revaluation of investments	10	-	44,512	-	44,512
Net income/(expenditure) being the net movement in funds		(5,000)	40,592	350,000	385,592
Reconciliation of funds:					
Total funds at 1 January 2019		73,937	351,563	-	425,500
Total funds at 31 December 2019	14	68,937	392,154	350,000	811,092

THE FRIENDS OF MALVERN PRIORY**Balance Sheet**
as at 31 December 2020

	<u>Note</u>	£ <u>2020</u>	£ <u>2019</u>
FIXED ASSETS			
Investments	10	700,943	348,197
CURRENT ASSETS			
Stock		13,602	11,481
Debtors	11	770	560
Cash at Bank and In Hand		93,182	455,547
		107,555	467,588
Creditors:			
Amounts falling due within one year	12	985	4,693
NET CURRENT ASSETS		106,570	462,895
NET ASSETS		807,513	811,092
FUNDS			
Unrestricted	14a	66,496	68,937
Restricted	14b	396,745	392,154
Endowment	14c	344,272	350,000
		807,513	811,092

Approved by the Trustees on 4 May 2021
and signed on their behalf by:

..... Mrs A.E. Eglington, Chairman of The Friends of Malvern Priory

..... D.R.Valentine, Hon. Treasurer

CHARITY No. 503383

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

THE FRIENDS OF MALVERN PRIORY**Statement of cash flows**
for the period ended 31 December 2020

	<u>Note</u>	<u>2020</u>		<u>2019</u>	
		£	£	£	£
Cash flows from operating activities					
<i>Net cash used in operations</i>	15		(17,002)		300,452
Cash flows from investing activities					
Dividends and interest from investments		9,395		12,411	
Proceeds from sale of investments		117,167		88,923	
Purchase of investments		(471,925)		(94,564)	
<i>Net cash provided by investments</i>			(345,363)		6,770
<i>Change in cash and cash equivalents in the reporting period</i>			(362,365)		307,221
Cash and cash equivalents at the beginning of the reporting period			455,547		148,326
<i>Cash and cash equivalents at the end of the reporting period</i>	15		93,182		455,547

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements for the year ended 31 December 2020****1. STATEMENT OF RESPONSIBILITIES OF THE TRUSTEES**

The Trustees are responsible for preparing the Report of the Friends and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare accounts for each financial period which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period.

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

The Trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts Reports) Regulations 2008 and trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- there is no relevant audit information of which the Charity's auditors are unaware; and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

2. ACCOUNTING POLICIES**CHARITY INFORMATION**

The Friends of Malvern Priory is an unincorporated charity registered in England & Wales (charity number 503383). The principal address is Parish Office, Church Street, Great Malvern, WR14 2AY.

ACCOUNTING CONVENTION

The accounts have been prepared in accordance with the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2019). The Charity is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared on the historical cost convention as modified to include the revaluation of investments at market value. The principal accounting policies adopted are set out below.

GOING CONCERN

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees' continue to adopt the going concern basis of accounting in preparing the accounts.

THE FRIENDS OF MALVERN PRIORY

Notes to the Financial Statements for the year ended 31 December 2020

CHARITABLE FUNDS

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

DONATIONS, GIFTS and LEGACIES

Donations, gifts and legacies are included in the period in which they are receivable, which is when the Charity becomes entitled to the resource. Those items not received at the balance sheet date are included in debtors.

INVESTMENT INCOME

Income from investments is included in the Statement of Financial Activities (SOFA) in the period in which it is receivable.

RESOURCES EXPENDED

Resources expended are recognised in the period in which they are incurred. Resources expended include attributable VAT which cannot be recovered. Those items not settled at the balance sheet date are included in creditors.

Grants are approved by the Trustees in principal but are not payable until the expenditure has been incurred by Malvern Priory PCC and are included in the SOFA at that point.

Governance costs represent costs, attributable to the management of the Charity's assets, organisational administration and compliance with constitutional and statutory requirements. They are allocated to funds by relevance of the underlying expense.

GRANT MAKING POLICIES

The Restricted Funds

Grants are only made for the preservation and beautification of the fabric of the building.

The Endowment Funds

Endowment funds are to be held as capital and the income generated from them to be used for purposes as specified by the donor.

The Eglington Bequest funds may be used a) for the provision of glass doors at the Priory North West main entrance b) as a permanent endowment of the residual capital with any income allocated for the maintenance of Priory stonework and stained glass.

The General Funds

All grants paid out are requested by Malvern Priory PCC and approved by the Council of The Friends.

FIXED ASSET INVESTMENTS

Fixed asset investments are included at market value at the balance sheet date. Any gain or loss on revaluation is taken to the SOFA.

STOCK

Stock is valued at the lower of cost and net realisable value.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

THE FRIENDS OF MALVERN PRIORY

Notes to the Financial Statements
for the period ended 31 December 2020

FINANCIAL INSTRUMENTS

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the Charity becomes party to the contractual provisions of the instrument.

Financial assets are offset, with the net amounts presented in the accounts when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic Financial Assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method.

Basic Financial Liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price.

Derecognition of Financial Liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the period ended 31 December 2020**

3. DONATIONS AND LEGACIES	Unrestricted	Restricted	Endowment	2020	2019
	£	£	£	Total £	Total £
Subscriptions	2,070	-	-	2,070	2,470
Donations	2,119	-	-	2,119	1,479
Gift Aid on Subscriptions & Donations	721	-	-	721	560
Legacies	1,000	-	-	1,000	350,000
	<u>5,910</u>	<u>-</u>	<u>-</u>	<u>5,910</u>	<u>354,509</u>
31 December 2019	<u>4,509</u>	<u>-</u>	<u>350,000</u>	<u>354,509</u>	

Grateful thanks are recorded to Mr Ken Earl for his legacy to The Friends.

4. INVESTMENT INCOME	Unrestricted	Restricted	Endowment	2020	2019
	£	£	£	Total £	Total £
Dividends and interest on listed investments	-	8,512	-	8,512	11,275
Interest on cash deposits	86	797	-	883	1,136
	<u>86</u>	<u>9,309</u>	<u>-</u>	<u>9,395</u>	<u>12,411</u>
31 December 2019	<u>248</u>	<u>12,163</u>	<u>-</u>	<u>12,411</u>	

5. EXPENDITURE	Unrestricted	Restricted	Endowment	2020	2019
	£	£	£	Total £	Total £
Net incoming (resources expended)/resources are stated after charging:					
Audit remuneration	180	805	-	985	985
31 December 2019	<u>180</u>	<u>805</u>	<u>-</u>	<u>985</u>	

6. RAISING FUNDS	Unrestricted	Restricted	Endowment	2020	2019
	£	£	£	Total £	Total £
Function costs	-	-	-	-	860
Guide books	-	-	-	-	1,124
Shop cost of sales	6,722	-	-	6,722	18,333
CD cost of sales	3,156	-	-	3,156	-
	<u>9,878</u>	<u>-</u>	<u>-</u>	<u>9,878</u>	<u>20,317</u>
31 December 2019	<u>20,317</u>	<u>-</u>	<u>-</u>	<u>20,317</u>	

7. GRANTS PAYABLE	Unrestricted	Restricted	Endowment	2020	2019
	£	£	£	Total £	Total £
All grants are payable to Malvern Priory PCC.					
Contribution from Shop Trading	2,000	-	-	2,000	7,000
North porch	-	-	-	-	10,000
Organ Camera	-	-	-	-	3,265
Millennium Window Leaflets	-	-	-	-	96
Cleaning North Aisle Floor	-	-	-	-	5,430
Organ Stepper	-	-	-	-	4,072
Priory roof repairs and cleaning	250	2,250	-	2,500	
Priory stonework	-	1,332	-	1,332	
Ringling chamber fire escape design	1,450	-	-	1,450	
Priory heating pumps	4,043	-	-	4,043	
Wall cleaning	600	-	-	600	
Churchyard water main repair	720	-	-	720	
	<u>9,063</u>	<u>3,582</u>	<u>-</u>	<u>12,645</u>	<u>29,863</u>
31 December 2019	<u>19,863</u>	<u>10,000</u>	<u>-</u>	<u>29,863</u>	

Malvern Priory PCC is a related party as described in the report of the Trustees

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the period ended 31 December 2020**

8. GOVERNANCE COSTS	Unrestricted	Restricted	<u>2020</u>	<u>2019</u>
	£	£	Total £	Total £
Secretarial expenses	568	-	568	368
Auditors fees	180	805	985	985
Fee charges (Investments)	-	4,047	4,047	4,107
Shop Manager Expenses	109	-	109	605
Insurance	457	-	457	453
Marketing Costs	280	-	280	56
	<u>1,593</u>	<u>4,852</u>	<u>6,445</u>	<u>6,574</u>
31 December 2019	<u>1,662</u>	<u>4,912</u>	<u>6,574</u>	

9. TRUSTEES AND RELATED PARTIES:

None of the Trustees (or any person connected with them) received any remuneration nor were reimbursed expenses during the year.

Donations totalling £1,066 (2019 - £10) were received from Trustees during the course of the year.

10. LISTED INVESTMENTS – RESTRICTED

	<u>2020</u>	<u>2019</u>
	£	£
Balance brought forward 01.01.20	348,197	299,215
Additions	121,925	94,564
Disposals	(117,167)	(88,923)
Revaluations	(407)	44,512
Profit (Loss) on Disposal	4,123	(1,171)
	<u>356,671</u>	<u>348,197</u>
Balance carried forward 31.12.20	356,671	348,197
Cost	<u>314,425</u>	<u>312,259</u>

Fixed asset investments at market value comprised:

	<u>2020</u>			<u>2019</u>		
	Book Cost £	Value £	%	Book Cost £	Value £	%
UK fixed interest securities	-	-	0.0%	-	-	0.0%
UK equities	114,728	111,100	31.1%	131,012	140,609	40.4%
Overseas Fixed Interest	27,379	27,804	7.8%	36,866	37,215	10.7%
North American equities	17,151	18,135	5.1%	15,645	19,481	5.6%
Far East & Australasian equities	19,114	32,127	9.0%	18,980	25,182	7.2%
International equities	64,346	84,339	23.6%	44,052	54,010	15.5%
UK Property	20,912	22,781	6.4%	18,173	20,160	5.8%
Alternative Assets	31,387	33,050	9.3%	17,711	20,961	6.0%
Emerging Economies	9,541	12,281	3.4%	19,879	19,332	5.6%
European equities	9,867	15,054	4.2%	9,941	11,247	3.2%
	<u>314,425</u>	<u>356,671</u>	<u>100%</u>	<u>312,259</u>	<u>348,197</u>	<u>100%</u>

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the period ended 31 December 2020**

10. LISTED INVESTMENTS – ENDOWMENT				2020	2019
cont'd				£	£
Balance brought forward 01.01.20				-	-
Additions				350,000	-
Disposals				-	-
Revaluations				(5,728)	-
Profit (Loss) on Disposal				-	-
				<hr/>	<hr/>
Balance carried forward 31.12.20				344,272	-
				<hr/>	<hr/>
Cost				350,000	-
				<hr/>	<hr/>
The endowment fund investments comprise 125,062.53 CCLA COIF Charities Ethical Investment Fund - Income Units					
LISTED INVESTMENTS – TOTAL				2020	2019
				£	£
Balance brought forward 01.01.20				348,197	299,215
Additions				471,925	94,564
Disposals				(117,167)	(88,923)
Revaluations				(6,135)	44,512
Profit (Loss) on Disposal				4,123	(1,171)
				<hr/>	<hr/>
Balance carried forward 31.12.20				700,943	348,197
				<hr/>	<hr/>
Cost				664,425	312,259
				<hr/>	<hr/>
11. DEBTORS	Unrestricted	Restricted		2020	2019
	£	£		Total	Total
				£	£
Income tax on gift aid	720	-		720	560
Subscriptions due	50	-		50	-
	<hr/>	<hr/>		<hr/>	<hr/>
	770	-		770	560
	<hr/>	<hr/>		<hr/>	<hr/>
12. CREDITORS: AMOUNTS FALLING DUE WITHIN 1 YEAR	Unrestricted	Restricted		2020	2019
	£	£		Total	Total
				£	£
Audit accrual	180	805		985	985
Grant to Great Malvern Priory PCC				-	3,500
Expenses				-	208
	<hr/>	<hr/>		<hr/>	<hr/>
	180	805		985	4,693
	<hr/>	<hr/>		<hr/>	<hr/>
13 FINANCIAL INSTRUMENTS				2020	2019
				£	£
Carrying amount of financial assets.					
Debt instruments measured at amortised cost				770	560
Carrying amount of financial liabilities.					
measured at amortised cost				985	4,693
				<hr/>	<hr/>

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements
for the period ended 31 December 2020****14 ALLOCATION OF CHARITY NET ASSETS**

The net assets held for various funds are as follows:-

	Fixed Asset Investments £	Net Current Assets £	2020 Total £
Restricted Funds:- Martin Radford Bequest	356,671	38,573	395,244
Eglington Bequest	-	1,501	1,501
Endowment Fund Eglington Bequest	344,272	-	344,272
Unrestricted Funds:- General Fund	-	66,496	66,496
	700,943	106,570	807,513
	Fixed Asset Investments £	Net Current Assets £	2019 Total £
Restricted Funds:- Martin Radford Bequest	348,197	43,213	391,410
Eglington Bequest	-	745	745
Endowment Fund Eglington Bequest	-	350,000	350,000
Unrestricted Funds:- General Fund	-	68,937	68,937
	348,197	462,895	811,092

14a. UNRESTRICTED FUNDS

The Unrestricted Funds are retained as necessary to cover working capital.

14b. RESTRICTED FUNDS

	Balance 01.01.20 b/f £	Incoming Resources £	Resources Expended £	Loss on investments £	Balance 31.12.20 c/f £
Martin Radford Bequest	391,410	8,553	(8,435)	3,716	395,244
Eglington Bequest	745	756	-	-	1,501
	392,155	9,309	(8,435)	3,716	396,745
	Balance 01.01.19 b/f £	Incoming Resources £	Resources Expended £	Loss on investments £	Balance 31.12.19 c/f £
Martin Radford Bequest	351,563	11,418	(14,912)	43,341	391,409
Eglington Bequest	-	745	-	-	745
	351,563	12,163	(14,912)	43,341	392,154

The Friends of Malvern Priory was bequeathed a share of the residue of the estate of Martin Radford who died on 30 January 1982. The funds are restricted in that they can only be used for the preservation and beautification of the fabric of the church.

For details of the Eglington Bequest see Note 14c.

THE FRIENDS OF MALVERN PRIORY**Notes to the Financial Statements****14c. ENDOWMENT FUNDS**

	Balance 01.01.20 b/f £	Incoming Resources £	Resources Expended £	Gain (Loss) on Revaluation £	Balance 31.12.20 c/f £
Eglington Bequest	350,000	-	-	(5,728)	344,272
	<u>350,000</u>	<u>-</u>	<u>-</u>	<u>(5,728)</u>	<u>344,272</u>

The Friends of Malvern Priory was bequeathed the sum of £350,000 in April 2019 as a legacy from the estate of Charles Eglington. The fund known as The Eglington Bequest is for use:

- a) to provide glass doors at the North West entrance to the Priory, and
- b) as a permanent endowment for use to support the maintenance of Priory stonework and stained glass.

On 30 December 2020 these funds were invested on a longer term basis with CCLA Investment Management COIF Charities Ethical Investment Fund Income Units.

15. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	<u>2020</u>	<u>2019</u>
Net Income for the reporting period (per SOFA)	(3,579)	385,592
Adjustments for:		
Unrealised losses/(gains) on investments	6,135	(44,512)
Dividends, interest and rents from investments	(9,395)	(12,411)
Realised (losses)/gains on the sale of fixed assets	(4,123)	1,171
(Increase)/decrease in stocks	(2,121)	(809)
(Increase)/decrease in debtors	(211)	60
Increase/(Decrease) in creditors	(3,708)	(28,639)
Net cash used in operations	<u>(17,002)</u>	<u>300,452</u>
 Analysis of cash and cash equivalents		
Cash in hand	<u>93,182</u>	<u>455,547</u>
Total cash and cash equivalents	<u>93,182</u>	<u>455,547</u>

16. AUDITORS' ETHICAL STANDARDS

The relevant circumstances requiring disclosure in accordance with the requirements of APB Ethical Standards – Provisions Available for Small Entities are that, in common with many charities of our size and nature, we use our auditors to assist with the preparation of the accounts.

