REGISTERED COMPANY NUMBER 09806062 (ENGLAND AND WALES)
REGISTERED CHARITY NUMBER: 1165957

REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019 FOR ST MARY'S ABBEY, QUARR

Rothmans LLP
Chartered Accountants
Fryern House
125 Winchester Road
Chandlers Ford
Hampshire
SO53 2DR

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

	Page
Forward	3
Report of the Trustees	4 to 10
Independent Examiner's Report	11
Consolidated Statement of Financial Activities	12
Consolidated Balance Sheet	13
Balance Sheet	14
Consolidated Cash Flow Statement	15
Notes to the Consolidated Cash Flow Statement	16
Notes to the Financial Statements	17 to 33

FORWARD
FOR THE YEAR ENDED 31 DECEMBER 2019

Each year we are getting closer to the nine hundredth anniversary of the foundation of Quarr Abbey by Baldwin De Redvers, Earl of Devon, in 1132. Monastic life, suppressed at the Reformation in 1536, was resumed by a community of French monks in 1907. The present community is heir to this long history which brings with it both a rich heritage and the challenging task to hand it over to new generations.

There is certainly a great interest for the Abbey among the residents of and visitors to the Isle of Wight. The number of prayer requests written down in the visitors' book in the abbey church testifies that, for many, coming to Quarr is explicitly a spiritual experience. Attendance to our services is stable and usually reaches the full capacity of the sitting area on summer Sundays and major Festivals.

The continued success of our Interns programme, which allows young men aged 18-25 to stay for two months in the monastery whilst following an initiation course in monastic spirituality, proves that interest in Quarr is not only to be found with older generations. It seems more difficult, though, to attract people who would consent to enter the life-commitment of monastic life. We do our best to promote vocations and the occasion of the canonisation of St John Henry Newman in October was marked with a special novena of prayer for this intention.

In March, the abbots of Solesmes and St Wandrille conducted the canonical visitation of our community. They examined our situation in all areas of our life and activities, with a special stress on the spiritual vitality. We welcomed with gratitude the very encouraging message which the Visitors delivered at the end of the week they spent with us.

July was an especially busy period with two main events. On 7th, 8th and 9th July, our Organ Recitals series welcomed three remarkable organists: one from England, another from France and the last one from the USA. The theme of their concerts was César Franck, whose music is most especially suited to the style of our successfully restored Cavaillé-Coll organ.

One week later, we welcomed the 30 participants for our Gregorian Chant Forum. Under the guidance of distinguished specialists who had travelled from Estonia and France, they were further introduced to the subtle beauty and deep spirituality of Gregorian language. The visit which the group paid to Appuldurcombe House, in the South of the Island, where major Chant meetings took place at the beginning of the 20th century, was a special hallmark of this year's Forum. In September, the community benefited from the presence and teaching of Dom David Foster, a monk of Downside who is professor of philosophy at the Benedictine College at Rome. He preached a seven day retreat which contributed to the spiritual renewal of the monks.

Retreat days have been organised by the Friends of Quarr allowing significant groups to benefit from the teaching of the monks. Father Abbot and Father Luke have also given retreats to monastic communities as well as to the diocesan clergy. The regular publication of our Newsletter is also an opportunity for members of the monastic community to write articles for a wider public touching subjects such as history, philosophy, poetry, mathematics, and of course theology and spirituality.

Works on the Abbey Church during spring and early summer have considerably improved the consolidation of the brick laying which had been disturbed by a problem of subsidence -very common on the Isle of Wight. A leak in one of the entrance towers was also sorted.

The present report gives an accurate account of the commercial activities of the Abbey. Many of them are partly weather dependent. They also rely on the flows of tourism on the Island. We are working hard at establishing a more regular income by finding ways to foster activity during the winter months.

The Island has been working on redesigning some sections of the Coastal Path. We have strongly advocated our need for privacy and solitude in certain areas of the estate and this was well received by the people in charge of the proposed adjustments. We are hoping that the bodies making the final decision will take the same view. We are always trying to balance our contemplative need for silence and retreat with an open, generous, but well controlled hospitality.

As 2019 was approaching its end, the pandemic began to become part of the life of our world. This will have economic consequences which will have to be addressed by a careful management of our finances. On a more positive note, it brings many to reflect on the meaning of their lives and to search for areas of peace, nature and beauty, as well as spiritual guidance. The mission of our Charity seems more urgent than ever as the general public is always more in need of places to relax from the stress of the society and, above all, to find meaning, solace and hope. These are at the heart of the message of the Gospel which we have dedicated our lives to spread by the silent witness of our constant worship of God and open hospitality.

+ fr. Xavier Perrin

Fr Xavier, Quarr Abbey

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2019. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Charitable objects, aims and intended impact

The principal objects of St Mary's Abbey, Quarr ("The Abbey") are the maintenance of worship in the Abbey Church and of the resident Benedictine Community; and the promotion of the Catholic faith for the benefit of the public through carrying out spiritual duties in the community including the giving of retreats.

The Abbey generates its main commercial income through the successful in operation of an Art gallery, Tea Shop, Farm Shop, Monastery Shop and Bookbindery; all of which are popular with the local Island population as well as tourists and provide a steady income for the Abbey.

The Abbey's commercial and financial aims are set out in a rolling sustainability plan and a 10 year plan. The central aim of these plans is to achieve the long term sustainability of the Abbey and its operations where, each year, expenditure is balanced with income.

During the year, the Abbey received further restricted and unrestricted donations and these were used towards meeting the cost of specific projects and the running costs of the Abbey. The Abbey also received income from the production and licensing of Quarr Abbey products.

Objectives for the year

The following core objectives will continue to be the prime focus for the management team during the year:

- Updating the medium term financial framework for the Abbey.
- Raising new funds, through a planned programme of fund raising targeting specific and urgent projects, for the maintenance and refurbishment of the Church and its buildings.
- Monitoring the on-going expenditure on various projects, to ensure that expenditure stays within budget and the approved purposes are met.
- Examining further measures and marketing strategy to ensure The Abbey's commercial activities produce a profit and building the business in the quieter months.
- Enhancement of Book Bindery business to generate new business and re-stablishing links with existing customers
- Identifying other ways for the site to become more sustainable, energy efficient and to endeavour to improve waste management practices.

Strategy for achieving objectives

To enable The Abbey to maintain the momentum of progress made in recent years the following strategies are considered key:

- Maintaining a strong management team including monks, professional employees and external advisors.
- Supporting the fund raising activities established by the "Friends of Quarr"
- Continuing with a vibrant promotion and marketing campaign to support business enterprises and visitors to the Abbey and grounds.
- Devising a marketing plan and open day event for the Book Bindery
- Regular management review of financial and commercial performance.

Significant activities contributing to achievement of objectives

Significant activities that will further contribute to the financial growth at The Abbey include the following:

- Examine measures for the expansion of the tea shop counter, to provide better operating efficiency, and increased product offer

OBJECTIVES AND ACTIVITIES (Continued…)
Significant activities contributing to achievement of objectives (Continued…)

- Continued marketing focused on the Island community and to attract tourist visitors, particularly for the Tea Shop, Farm Shop and Monastery Shop, particularly through the use of social media.
- Increase in the use of social media to meet new audiences who are interested in Quarr Abbey and gaining an audience that we can communicate with on a regular basis.
- Development of schemes to produce increased quantities of Abbey grown produce that are to be incorporated in Quarr Abbey branded products such as beer, cider, apple juice, confectionery, jams and chutneys.
- Continue to update of the Website, to include relevant articles on the Abbey and its produce; together with the wider site which will serve to provide interest and information to the wider community.

Public benefit
The trustees confirm that they have complied with the duty in s17(5) of the Charities Act 2011 to have due regard to the Charity Commission's guidance on public benefit. This includes the additional guidance for charities on the advancement of religion, in deciding what activities the charity should undertake, in line with its aims and objectives.

The Abbey promotes public benefit through the provision of a place of worship and a guesthouse which is used for the purpose of religious retreats. They are open to members of the public who wish to explore and seek time to reflect. To facilitate this, the community carry out spiritual duties and undertake the preservation of the historic Abbey buildings and ruins. Monks also conduct retreats elsewhere to other communities and groups. A Theological Conference Series takes place annually given by noted experts in the fields of Theology and Philosophy. A two-month Intern Program is in place for young men (aged between 18 and 25). The Friends of Quarr also organize regular day- retreats each year. Organ Recitals take place annually with the performance of religious music by noted organists.

While the Tea Shop serves to support the Abbey commercially it is also a vital part of providing hospitality to visitors with careful consideration given to its operation to reflect the tradition of hospitality within the Rule of St. Benedict. The grounds and the tea garden are used by many local and island visitors as a place of calm and wellbeing.

ACHIEVEMENT AND PERFORMANCE
Review of Developments
The community of Quarr Abbey seeks to remain faithful to its ideals according to the way of life laid down in its Rules and Constitution.

The community of monks and the monastery play an important role in the spiritual, social and educational life of the Isle of Wight. Many visitors from all over the world visit the monastery, recognising it as a place of prayer, peace and tranquillity.

In 2019, the community of monks at Quarr supported their spiritual aims by improving the Abbey's long-term financial and commercial performance through the following:

- The abbey church has the privilege of possessing one of the very few organs by the worldwide renowned French organ builders firm Cavaillé-Coll in the UK. Following a few years of historical research and fund-raising, the organ was restored as close as possible to its original condition in 2018. This year a successful program of concerts attracted hundreds over the series.
- One of the monks led a retreat at the Cistercian Monastery on Cauldey Island. Another led a retreat for the Bishop and Clergy of the Portsmouth Diocese.
- A coffee table book of photos of the Abbey is being produced by the community.
- The Community again hosted the Gregorian Chant Forum jointly with St Cecilia's Abbey. This has become a bi-annual international event and this year there were 35 participants.
- Various intellectual pursuits are being carried out by the community including writing and translating books and articles
- New choir books are being produced to enhance the celebration of our liturgies.
- A poetry reading event was organised by one of the monks.

ACHIEVEMENT AND PERFORMANCE
Review of Developments (Continued…)

- The Community hosted a series of conferences on G.K. Chesterton given by the well-known scholar Fr Ian Ker. These theological conferences are an annual event.

- The Friends of Quarr have been very active with fund raising events. The funds will go towards improving the access area for the church and courtyards.

- Structural repairs were carried out in our church and crypt. The faults were caused by subsidence issues. Costs were covered by the Abbey's insurance policy.

- Ongoing management and refinement of facilities such as the visitor centre, the car park and woodland trail.

- The Abbey Tea Shop and Farm Shop continues to be successful proving popular with both residents and Island tourists and is making a positive financial contribution to the Abbey. The Tea Shop delivered a record income of £357,103 an increase of over £45,000 on the previous best year in 2018

- The Farm Shop achieved record sales of over £83,888 in 2019 beating previous highest sales from 2018 by over £29,000.

- Introduction of new products into the Quarr Abbey range including Quarr Abbey Ale box, confectionary range and new postcards of the abbey and grounds which generated over £3,000 of new income and we forecast sales to continue to increase

- Following the successful relaunch of the book bindery income increased by 60% on 2018

- A comprehensive review of our internal waste recycling management was undertaken and, as a result, most areas of the monastery now have a recycling facility for the Community, their guests and staff to use. The appropriate use of these facilities reduces the need for 'general' waste collection creating a financial saving whilst it also improves our environmental impact.

- The Art Gallery continues to go from strength to strength with about twenty thousand visitors per year and is receiving positive feedback from exhibitors and visitors. The gallery has a waiting list of some years of people wishing to exhibit.

- The Isle of Wight Beekeepers continued with the management of the Abbey's hives producing marketable honey sold through the Farm shop. The Teaching Apiary continues to train successfully new beekeepers who hope to have their own hives. In addition, the group have created a 'Rearing Island Bees' project which produces small bee hives for Island beekeepers to purchase instead of buying (and introducing) potentially infected bees from the mainland. These sales create an income for the group that enables re-investment in the project, making it more sustainable.

Grants and donations
The trustees wish to express their gratitude to the individuals and organisations who have made donations and grants to the Abbey during the year. In particular, the trustees acknowledge the following:

- The Fondation des monastères in France

- Using surplus funds from the original Historic England grant of £30,000, we plan to instruct a specialist to undertake a hydrological study of the ruins area to establish problem water ingress to the site and understand how this can affect the ruins' structures. Negotiation is still ongoing with Historic England to allocate funds for Phase 2 of this project.

- The Nammet Room has been successfully built and equipped by Quarr Staff using the Grant funding from the Down to the Coast scheme. It is now open to staff and volunteers to use and enjoy. The aim is that the team will have a chance to build their relationships through using the shared space. Through the Grant funding we were able to buy equipment and to create advertising banners which are planned to be used at shows and events to encourage new volunteers to join the Quarr team

- The Friends of Quarr are currently raising funds for improving paths near the church and courtyards

FINANCIAL REVIEW AND RESERVES POLICY

During the year The Abbey received income of £883,125. The main source of income continued to be the Abbey's commercial operation generating income of £529,406; £484,404 of which represents sales in the Tea Shop, Farm Shop and Abbey Shop operated by the charity's subsidiary Quarr Abbey Enterprises Limited. The Abbey received donations, legacies and grants totalling £185,225, in addition to this £63,051 in donations was received from guests staying in the Abbey's guesthouse.

Expenditure for the year totalled £940,823. Of this £441,276 related to the general upkeep of the Abbey and its Community and £467,617 to the costs of the commercial operations. £17,634 was spent on the ongoing preservation of the historic Abbey ruins.

After taking into account the gain on the revaluation of the Abbey's investment portfolio the charity had net income for the year of £8,957.

The Abbey's funds totalling £2,013,116 are divided between unrestricted and restricted funds and are mainly comprised of tangible fixed assets and its investment portfolio.

At 31 December 2019 the investment portfolio was valued at £1,100,569 and the book value of tangible fixed assets was £627,985.

Reserves policy

It is the trustees' policy to retain reserves to ensure that the charity's day to day commitments for the ongoing costs of the upkeep of the Abbey and its community can be met.

As the charity is dependent on income from donations, legacies and investment income, the timing and amount of which is variable in nature, the trustees consider that reserves should be sufficient to cover 9 to 12 months of these costs. In addition, reserves are held to cover the significant costs of ongoing maintenance and refurbishment programmes which continue to be required on the Abbey and its buildings. In reviewing the level of reserves the trustees are mindful of the requirements of the Congregation of Solesmes.

The charity's reserves consist of its unrestricted funds, which are not comprised of fixed assets, designated funds or funds that are otherwise committed. The general unrestricted funds at 31 December 2019 totalled £1,717,036 of which £1,178,770 represents reserves.

Investment performance

The charity has a portfolio of investments, which is comprised of listed investments with a market value as at 31 December 2019 of £855,737, other unlisted investments of £216,006 and cash held for reinvestment of £28,824.

During the year the portfolio generated £33,281 of investment income, realised gains on disposals of £13,069 and a revaluation gain of £66,665.

The portfolio is managed by Charles Stanley & Company Limited, who operate within specific guidelines that are set and regularly reviewed by the trustees. The strategy is to maximise total returns, within acceptable levels of risks. Investment management charges amounted to £4,935.

The trustees expect that performance demanded by their investment policy will be achieved in the medium to long term.

Trading subsidiary

The charity has a wholly owned trading subsidiary, Quarr Abbey Enterprises Limited.

The trustees are pleased with the continued performance of the trading company which operates the tea shop, farm shop and Abbey shop and the funds that it generates to assist the charity in meeting its objectives.

Quarr Abbey Enterprises Limited was able to donate £31,534 of its profit to the charity.

Environmental Policy

The trustees believe that all businesses are responsible for achieving good environmental practice and operating in a sustainable manner. The board is therefore committed to reducing its environmental impact and continually improving its environmental performance as an integral and fundamental part of its business strategy and operating methods.

PLANS FOR FUTURE PERIODS

The trustees, as advised by the Finance Committee and the Abbey's management team, are continuing with a planning and costing exercise to inform them of the impact of making adjustments to the interior of the shop. Due to the increasing popularity of these facilities, the trustees wish to ensure that it has the capacity to cater for the increased number of visitors to the Quarr Estate. The following are planned to be undertaken within the next twelve months:

- Further consolidation work on the Ancient Abbey Ruins with a grant application to the World Monument Fund to support this. Introduce a 'contactless' method to facilitate further visitor donations.
- With the Nammet Room facilities complete, the Quarr Abbey Volunteer Programme is now in a good position to welcome new volunteers. It is hoped that we will be able to attend events to enable us to showcase Quarr Abbey and attract new volunteers and also new visitors to the Quarr Abbey site.
- Introduce a new budgeting and management information system to sit along-side current reports but focusing on cash flow and in month accounting
- Complete a review of current health and safety and fire measures and make recommendations for implementation
- Complete review of existing business model and make recommendations
- Launch of a new website supporting the Abbey core objectives, including an online donations page to support the funding of the Abbey
- Launch of a new Quarr Abbey brand to ensure a consistent approach across all print, signage and media and continue to build brand identity for marketing and fundraising purposes
- Continue to develop our social media presence to Instagram and twitter and our face book page to 3,000 followers from 2,500
- Launch of a small online shop offer promoting the farm shop and QA product ranges
- Install new layout of the Tea shop to allow a bigger counter space and working area for the staff and introduction of new elements to the menu.
- Launch of Quarr Abbey gift vouchers for use in the Tea Shop, Farm shop and Monastery shop
- Resourcing of packaging materials for use in the Tea Shop and Farm Shop as part of the work to lessen our environmental impact.
- The Friends of Quarr Pathways Project to improve disabled access to the church and courtyards.

COVID Pandemic

Since the year end the charity has been impacted by the COVID pandemic, further details are given in note 25 to these financial statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

St Mary's Abbey, Quarr, Incorporated Charity was incorporated in England and Wales on 2 October 2015 by articles of association and is constituted by guarantee. It was subsequently registered with the Charity Commission on 9 March 2016.

Responsibility for decision making rests with the trustees; all of whom are senior members of the Benedictine Community. The trustees holding office during the period and at the date of this report are included within the reference and administrative details section of this report.

The trustees are supported in their decision making by the finance committee consisting of members of the community, professional employees and external advisors.

The Charity's governing document precludes the trustees from receiving any remuneration.

Induction and training of new trustees

New trustees are provided with a copy of the memorandum and articles of association and informed of their obligations under company and charity law. All trustees are encouraged to attend appropriate external courses which may assist them to carry out their role.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
09806062 (England and Wales)

Registered Charity number
1165957

Principal address
Quarr Abbey
Ryde
Isle of Wight
PO33 4ES

Abbot and Head Trustee
Rt. R Dom Xavier Perrin

Trustees
R Dom Nicholas Spencer
R Dom Gregory Corcoran

Procurator
R Dom Brian Kelly

Secretary
R Dom Brian Kelly

Independent examiner
Rothmans LLP
Chartered Accountants
Fryern House
125 Winchester Road
Chandlers Ford
Hampshire
SO53 2DR

Bankers
Lloyds Bank plc
35 Union Street
Ryde
Isle of Wight
PO33 2LH

Investment managers
Charles Stanley & Company Limited
55 Bishopsgate
London
EC2N 3AS

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees 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 and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the 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.

Approved by order of the board of trustees on 28 October 2020 and signed on its behalf by:

+ fr. Xavier Perrin

Rt Rev Dom Xavier Perrin
Abbot and Head Trustee

INDEPENDENT EXAMINER'S REPORT
TO THE MEMBERS OF ST MARY'S ABBEY, QUARR
FOR THE YEAR ENDED 31 DECEMBER 2019

Independent examiner's report to the trustees of St Mary's Abbey, Quarr ('the Company')
I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2019.

Responsibilities and basis of report
As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

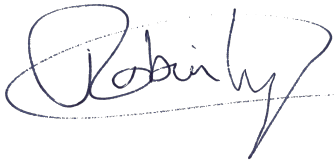
Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement
Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of which is one of the listed bodies

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

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



Robin Lloyd FCA
for and on behalf of Rothmans LLP
Chartered Accountants
Fryern House
125 Winchester Road
Chandlers Ford
Hampshire
SO53 2DR

28 October 2020

ST MARY'S ABBEY, QUARR
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2019

	Notes	**Unrestricted fund £**	**Restricted funds £**	**2019 Total funds £**	2018 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	152,962	32,266	185,228	292,540
Charitable activities	4	63,051	-	63,051	62,487
Other trading activities	5	529,406	-	529,406	458,051
Investment income	6	84,819	-	84,819	87,624
Other	7	20,621	-	20,621	7,264
Total Income		850,859	32,266	883,125	907,966
EXPENDITURE ON					
Raising funds	8	471,854	698	472,552	374,887
Charitable activities	9	443,716	24,555	468,271	431,567
Total Expenditure		915,570	25,253	940,823	806,454
Net gains/(losses) on investments		66,655	-	66,655	(85,941)
NET INCOME/(EXPENDITURE)	11	1,944	7,013	8,957	15,571
NET MOVEMENT IN FUNDS		1,944	7,013	8,957	15,571
RECONCILIATION OF FUNDS					
Total funds brought forward		1,715,092	289,067	2,004,159	1,988,588
TOTAL FUNDS CARRIED FORWARD		1,717,036	296,080	2,013,116	2,004,159

CONTINUING OPERATIONS
All income and expenditure has arisen from continuing activities.

ST MARY'S ABBEY, QUARR

CONSOLIDATED BALANCE SHEET
AT 31 DECEMBER 2019

	Notes	Unrestricted fund £	Restricted funds £	2019 Total funds £	2018 Total funds £
FIXED ASSETS					
Tangible assets	16	471,838	156,147	627,985	540,359
Investments	17	1,100,567	-	1,100,567	1,025,779
		1,572,405	156,147	1,728,552	1,566,138
CURRENT ASSETS					
Stocks	18	15,603	-	15,603	16,402
Debtors	19	16,348	-	16,348	51,787
Cash at bank and in hand		148,300	139,933	288,233	402,050
		180,251	139,933	320,184	470,239
CREDITORS					
Amounts falling due within one year	20	(35,620)	-	(35,620)	(32,218)
NET CURRENT ASSETS		144,631	139,933	284,564	438,021
TOTAL ASSETS LESS CURRENT LIABILITIES		1,717,036	296,080	2,013,116	2,004,159
NET ASSETS		1,717,036	296,080	2,013,116	2,004,159
FUNDS	22				
Unrestricted funds				1,717,036	1,715,092
Restricted funds				296,080	289,067
TOTAL FUNDS				2,013,116	2,004,159

The charitable company and group are entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2019.

The members have not required the company and the group to obtain an audit of its financial statements for the year ended 31 December 2019 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for
(a) ensuring that the group keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company and group as at the end of each financial year and of the group's surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company and group.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 28 October 2020 and were signed on its behalf by:

+ fr. Xavier Perrin

Fr Xavier Perrin
Head Trustee and Abbot

ST MARY'S ABBEY, QUARR

BALANCE SHEET
AT 31 DECEMBER 2019

	Notes	Unrestricted fund £	Restricted funds £	2019 Total funds £	2018 Total funds £
FIXED ASSETS					
Tangible assets	16	372,203	127,174	499,377	432,830
Investments	17	1,100,569	-	1,100,569	1,025,781
		1,472,772	127,174	1,599,946	1,458,611
CURRENT ASSETS					
Stocks	18	6,250	-	6,250	7,662
Debtors	19	132,892	-	132,892	168,833
Cash at bank and in hand		134,504	139,933	274,437	360,102
		273,646	139,933	413,579	536,597
CREDITORS					
Amounts falling due within one year	20	(18,573)	-	(18,573)	(12,390)
NET CURRENT ASSETS		255,073	139,933	395,006	524,207
TOTAL ASSETS LESS CURRENT LIABILITIES		1,727,845	267,107	1,994,952	1,982,818
NET ASSETS		1,727,845	267,107	1,994,952	1,982,818
FUNDS	22				
Unrestricted funds				1,727,845	1,723,422
Restricted funds				267,107	259,396
TOTAL FUNDS				1,994,952	1,982,818

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2019 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for
(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 28 October 2020 and were signed on its behalf by:

+ fr. Xavier Perrin

Fr Xavier Perrin
Head Trustee and Abbot

ST MARY'S ABBEY, QUARR

CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2019

	Notes	**2019**	2018
		£	£
Cash flows from operating activities:			
Cash generated from operations	1	(70,467)	39,605
Net cash provided by (used in) operating activities		(70,467)	39,605
Cash flows from investing activities:			
Purchase of tangible fixed assets		(128,169)	(256,074)
Investment income received		84,819	87,624
Net cash provided by (used in) investing activities		(43,350)	(168,450)
Change in cash and cash equivalents in the reporting period		(113,817)	(128,845)
Cash and cash equivalents at the beginning of the reporting period		402,050	530,895
Cash and cash equivalents at the end of the reporting period		288,233	402,050

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

	2019	2017
	£	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	8,957	15,571
Adjustments for:		
Depreciation charges	40,543	33,868
Change in market value of investments	(66,655)	85,941
Realised (gains)/losses on the disposal of investments	(13,069)	(42)
Investment managers fees	4,935	3,148
Investment income	(84,819)	(87,624)
Decrease/(Increase) in stock	799	(7,937)
Decrease/(Increase) in debtors	35,440	779
Increase/(Decrease) in creditors	3,402	(4,099)
Net cash provided by (used in) operating activities	(70,467)	39,605

1. CHARITY INFORMATION

St Mary's Abbey, Quarr, an Incorporated Charity, was incorporated in England and Wales on 2 October 2015 by articles of association and is constituted by guarantee. The registered company number is 09806062.

The registered address of the charity is Quarr Abbey, Ryde, Isle of Wight, PO33 4ES.

Quarr Abbey is registered as a charity with Charity Commission under registration number 1165957.

The principal activity of Quarr Abbey is the upkeep of the Abbey and its Community.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value.

The trustees consider that there are no material uncertainties about the charities ability to continue as a going concern.

The presentation currency used in the financial statements is £ sterling.

Parent Charity disclosure exemptions
In preparing the separate financial statements of the parent company, advantage has been taken of the following disclosure exemptions:

- No Cash flow statement has been presented for the parent charity;
- Disclosures in respect of the parent charity's financial instruments have not been presented as equivalent disclosures are included in respect of the group as a whole; and
- No disclosure has been given for the aggregate remuneration of the key management personnel of the parent charity as their remuneration is included in the totals for the group as a whole

Group financial Statements
The financial statements consolidate the results of the charity and its wholly owned subsidiary Quarr Abbey Enterprises Limited on a line-by-line basis. Intercompany transactions and balances between the two entities have been eliminated in full.

A separate Statement of Financial Activities for the charity has not been presented in full, summary information is provided in note 15.

In accordance with the transitional exemptions available in FRS 102, the group has chosen not to retrospectively apply the standard to the business combinations that occurred before the date of transition.

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

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

2. ACCOUNTING POLICIES - Continued

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

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

Income is the amount derived from ordinary activities and stated after any discounts and is net of VAT.

a) Grants
Income from grants is recognised, using the performance model, when the charity has entitlement to the funds, any performance conditions attached to the grant have been satisfied, receipt of the income is probable and the amount can be measured reliably.

b) Donations
Income from donations is recognised on receipt. Except where the donation includes terms and conditions, in which case income is recognised once any performance conditions attached to the donation have been satisfied.

c) Legacies
Income from legacies is recognised when the charity is aware that there has been grant of probate, notification has been received from the executors that a distribution will be made and any conditions attached to the legacy have been satisfied. Where the charity has been notified of a legacy but there is uncertainty to the amount of the payment the legacy, is treated as a contingent asset.

d) Sale of goods and refreshments
Income from goods and refreshments sold through the trading subsidiary is recognised on the supply of good to the buyer and the income from the sale and cost of the goods sold can be measured reliably and income is probable.

e) Investment income
Income from funds held on deposit is recognised when receivable and the amount can be measured reliably by the charity.

f) Covenanted pensions
Covenanted pensions are pensions receivable by members of the community which they pay to the charity under deed of covenant. Covenanted pensions are recognised when receivable and the amount can be measured reliably by the charity.

g) Guesthouse takings
Guesthouse takings are donations made by guest for using the guesthouse facilities. Income is recognised on receipt.

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

Allocation and apportionment of costs
Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include personnel, finance, administrative and governance costs which support the operation of the charity and its activities. These costs are allocated between the costs of charitable activities and raising funds. Further details of support costs are provided in note 10.

Services provided by members of the community
For the purposes of these accounts, no monetary value has been placed on the hospitality, administration and other services provided by the members of the community.

Investments in subsidiaries
Investments in subsidiaries are included at cost less impairment.

2. ACCOUNTING POLICIES - Continued

Other Investments
Listed investments are included at their market value. Realised and unrealised gains and losses are recognised in the statement of financial activities in the year in which they arise.

Unlisted investments are included at cost less impairment.

Tangible fixed assets
All tangible fixed assets are initially recognised at cost. Individual tangible fixed assets costing £500 or more are capitalised and are depreciated over their estimated economic lives on a straight line basis. Lower amounts are expensed in the year of purchase

Depreciation is provided at the following annual rates:

Freehold property	2%
Motor vehicles	20%
Furniture and equipment	20%

Stocks
Stocks representing goods held for sale by the trading subsidiary are measured at the lower of cost and the estimated selling price less costs to sell.

Creditors
Creditors are recognised where the charity has a present obligation resulting from past events that will probably result in the transfer of funds to a third party and the amount to be settled can be measured or estimated reliably.

Financial instruments
The charity only has financial assets and financial liabilities of the kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and debt instruments are subsequently measured at amortised cost.

Loan to subsidiary company
The Charity accounts for a loan to its subsidiary trading company as a concessionary loan. The loan is initially measured at the amount paid with the balance being adjusted each year for the interest which has accrued.

Taxation
The charity is exempt from corporation tax on its charitable activities.

Judgements in applying accounting policies
In preparing these financial statements the trustees have made the following judgements:

- Determining whether income is restricted or unrestricted. These decisions depend upon the whether the donor has given the income subject to certain terms or conditions which impose a restriction in trust law.
- Determining the allocation of support costs to activities. These decisions depend upon the whether the costs can be directly attributed to an activity or shared between specific activities. The balance of costs is apportioned between the activities.

Key sources of estimation uncertainty
Tangible fixed assets are depreciated over their useful economic lives taking into account residual values, where appropriate. The actual lives of the assets and residual values may vary depending on a number of factors. Factors affecting the lives of assets include technological innovation and maintenance programmes.

3. DONATIONS AND LEGACIES

	2019 Unrestricted £	**2019 Restricted £**	**2019 Total £**	2018 £
Donations	90,885	8,216	99,101	70,148
Legacies	14,891	-	14,891	44,712
Grants	-	19,500	19,500	138,607
Mass offerings	27,403	-	27,403	10,765
Covenanted pensions	24,333	-	24,333	28,308
	157,512	27,716	185,228	292,540

3. DONATIONS AND LEGACIES – Continued

Grants received, included in the above, are as follows:

	2019 Unrestricted £	2019 Restricted £	2019 Total £	2018 £
Conservation of the Abbey ruins	-	19,500	19,500	7,500
Roof repair	-	-	-	131,107
	-	19,500	19,500	138,607

Included in donations is an amount of £8,216 (2018: £6,213) raised by the Friends of Quarr on behalf of the charity.

4. INCOME FROM CHARITABLE ACTIVITIES

	2019 £	2018 £
Guesthouse takings	63,051	62,487
	63,051	62,487

5. OTHER TRADING ACTIVITIES

	2019 £	2018 £
Sales of Quarr Abbey products	32,089	34,422
Tea shop and farm shop	438,467	363,595
Abbey shop	44,937	47,797
Art at Quarr	13,913	12,237
	529,406	458,051

6. INVESTMENT INCOME

	2019 £	2018 £
Investment portfolio income	33,281	35,895
Rental income	48,133	49,293
Interest receivable	3,405	2,436
	84,819	87,624

7. OTHER INCOME

	2019 £	2018 £
Miscellaneous income	7,552	7,222
Profit on sale of investments	13,069	42
	20,621	7,264

8. RAISING FUNDS

	2019 Unrestricted £	2019 Restricted £	2019 Total £	2018 £
Raising funds				
Investment management fees	4,935	-	4,935	3,158
Trading: Cost of sales and other costs				
Cost of Quarr Abbey products	13,007	-	13,007	10,373
Cost of sales	197,317	-	197,317	175,768
Repairs, maintenance and cleaning	17,295	-	17,295	21,444
Public relations and marketing	-	-	-	1,425
Light & heat and other establishment expenses	13,547	-	13,547	13,945
Bank charges	3,979	-	3,979	3,578
Support costs (note 10)	221,774	698	222,472	145,196
	471,854	698	472,552	374,887

9. CHARITABLE ACTIVITIES COSTS

	2019 Unrestricted £	2019 Restricted £	2019 Total £	2018 £
General upkeep of the Abbey and its Community				
Premises costs	85,613	-	85,613	92,509
Personal and living costs	60,853	3,665	64,518	44,627
Motor expenses	2,294	-	2,294	2,390
Education costs	2,084	-	2,084	450
Miscellaneous costs	21,889	-	21,889	23,015
Repairs	1,029	-	1,029	2,330
Support costs (note 10)	261,227	2,622	263,849	250,675
	434,989	6,287	441,276	415,996
Heritage Lottery Fund project: The Two Abbeys				
Other project costs	-	-	-	793
Depreciation (support costs note 10)	-	-	-	19
	-	-	-	812
Other Charitable activities				
Friends of Quarr	-	634	634	1,179
Conservation of the Abbey ruins	-	17,634	17,634	3,224
	-	18,268	18,268	4,403
Donations				
Donations	8,727	-	8,727	10,356
Total Charitable Activities costs	443,716	24,555	468,271	431,567

10. SUPPORT COSTS

	2019 Charitable activities	2019 Raising Funds	2019 Total	2018
	£	£	£	£
Staff costs and emoluments (note 13)	192,080	179,377	371,457	316,119
Staff welfare and training	-	1,657	1,657	1,610
Depreciation – property	9,491	-	9,491	5,822
Depreciation – other	22,773	8,279	31,052	28,046
Legal and professional expenses	11,834	30,802	42,636	17,009
Public relations and marketing	22,939	-	22,939	19,820
Office and administrative costs	4,732	2,357	7,089	7,464
	263,849	222,472	486,321	395,890

11. NET EXPENDITURE

Net income/(expenditure) is stated after charging/(crediting):

	2019	2018
	£	£
Independent examiner's remuneration	2,500	2,500
Depreciation - owned assets	40,543	33,868

12. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2019 nor for the year ended 31 December 2018.

Trustees' expenses
There were no trustees' expenses for the year ended 31 December 2019 nor for the year ended 31 December 2018.

13. STAFF COSTS

	2019	2018
	£	£
Wages and salaries	350,139	299,080
Social security costs	17,217	14,592
Pension costs	4,101	2,447
	371,457	316,119

13. STAFF COSTS – Continued

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

	2019	2018
General upkeep of the Abbey and its Community	9	8
Administration	1	1
Tea shop and farm shop	13	16
	23	25

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

14. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	**Restricted funds £**	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	147,720	144,820	292,540
Charitable activities			
Charitable activities	62,487	-	62,487
Other trading activities	458,051	-	458,051
Investment income	87,624	-	87,624
Other	7,264	-	7,264
Total	763,146	144,820	907,966
EXPENDITURE ON			
Raising funds	374,189	698	374,887
Charitable activities			
Charitable activities	425,041	6,526	431,567
Total	799,230	7,224	806,454
Net gains on investments	(85,941)	-	(85,941)
NET INCOME/(EXPENDITURE)	(122,025)	137,596	15,571
Transfer between funds	-	-	-
NET MOVEMENT IN FUNDS	(122,025)	137,596	15,571
RECONCILIATION OF FUNDS			
Total funds brought forward	1,837,117	151,471	1,988,588
TOTAL FUNDS CARRIED FORWARD	1,715,092	289,067	2,004,159

15. PARENT CHARITY RESULT FOR THE YEAR

The parent charity has not presented its own separate Statement of Financial Activities. A summary of its financial result is presented below:

	2019 £	2018 £
Total Income	431,689	548,540
Total Expenditure	(486,210)	(445,099)
Net gains/(losses) on investments	66,655	(85,941)
Net movements in funds	12,134	17,500
Total funds brought forward	1,982,818	1,965,318
Total funds carried forward	1,994,952	1,982,818

16. TANGIBLE FIXED ASSETS

Group	Freehold property £	Motor vehicles £	Furniture and equipment £	Totals £
COST				
At 1 January 2019	524,852	17,036	337,476	879,364
Additions	70,635	-	57,534	128,169
Disposals	-	-	-	-
At 31 December 2019	595,487	17,036	395,010	1,007,533
DEPRECIATION				
At 1 January 2019	47,228	14,230	277,547	339,005
Charge for year	11,970	1,122	27,451	40,543
Eliminated on disposal	-	-	-	-
At 31 December 2019	59,198	15,352	304,998	379,548
NET BOOK VALUE				
At 31 December 2019	536,289	1,684	90,012	627,985
At 31 December 2018	477,624	2,806	59,929	540,359

16. TANGIBLE FIXED ASSETS – Continued

Charity	Freehold property £	Motor vehicles £	Furniture and equipment £	Totals £
COST				
At 1 January 2019	404,051	17,036	265,854	686,941
Additions	70,635	-	28,177	98,812
Disposals	-	-	-	-
At 31 December 2019	474,686	17,036	294,031	785,753
DEPRECIATION				
At 1 January 2019	31,216	14,230	208,665	254,111
Charge for year	9,491	1,122	21,652	32,265
Eliminated on disposal	-	-	-	-
At 31 December 2019	40,707	15,352	230,317	286,376
NET BOOK VALUE				
At 31 December 2019	433,979	1,684	63,714	499,377
At 31 December 2018	372,835	2,806	57,189	432,830

17. FIXED ASSET INVESTMENTS

Group

	Listed investments £	Unlisted investments £	Cash and settlements pending £	Totals £
MARKET VALUE				
At 1 January 2019	795,953	216,006	13,820	1,025,779
Additions	124,823	-	15,004	139,827
Disposals	(131,694)	-	-	(131,694)
Revaluations	66,655	-	-	66,655
At 31 December 2019	855,737	216,006	28,824	1,100,567
NET BOOK VALUE				
At 31 December 2019	855,737	216,006	28,824	1,100,567
At 31 December 2018	795,953	216,006	13,820	1,025,779

17. FIXED ASSET INVESTMENTS – Continued

Charity

	Shares in group undertakings £	Listed investments £	Unlisted investments £	Cash and settlements pending £	Totals £
MARKET VALUE					
At 1 January 2019	2	795,953	216,006	13,820	1,025,781
Additions	-	124,823	-	15,004	139,827
Disposals	-	(131,694)	-	-	(131,694)
Revaluations	-	66,655	-	-	66,655
At 31 December 2019	2	855,737	216,006	28,824	1,100,569
NET BOOK VALUE					
At 31 December 2019	2	855,737	216,006	28,824	1,100,569
At 31 December 2018	2	795,953	216,006	13,820	1,025,781

At 31 December 2019 and 31 December 2018 the charity had a 100% holding of the ordinary share capital in a subsidiary company, Quarr Abbey Enterprises Limited (Company registration number 03609559), a company incorporated in England and Wales. The trading company's objects are to operate the tea shop, farm shop and the Abbey shop.

The results of the subsidiary are included in the consolidated accounts.

A summary of the trading company's results is presented below:

	2019 £	2018 £
Turnover	483,404	411,392
Cost of sales and administrative expenses	(454,610)	(361,356)
Interest payable	(435)	(528)
Net profit	28,359	49,508
Gift aid donations to Quarr Abbey	31,534	51,438

	2019 £	2018 £
Total assets	154,256	198,775
Total liabilities	(136,090)	(177,434)
Aggregate share capital and reserves	18,166	21,341

18. STOCKS

	Group 2019 £	**Charity 2019 £**	Group 2018 £	Charity 2018 £
Goods for resale	15,603	6,250	16,402	7,662
	15,603	6,250	16,402	7,662

During the year £210,324 (2018: £186,140) of stock was recognised as an expense.

19. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2019 £	**Charity 2019 £**	Group 2018 £	Charity 2018 £
Trade debtors	-	-	-	-
Amounts owed by group undertakings	-	119,043	-	157,606
Prepayments and accrued income	14,226	11,727	1,971	1,971
Other debtors	2,122	2,122	49,816	9,256
	16,348	132,892	51,787	168,833

Amounts owed by group undertakings represents an unsecured loan to the charity's trading subsidiary, the loan is accounted for as a concessionary loan. The unsecured loan is over a 10-year term and is due to be fully repaid by 31 December 2025. The loan accrues interest at the Bank of England base rate, currently 0.5%.

20. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2019 £	**Charity 2019** £	Group 2018 **£**	Charity 2018 £
Trade creditors	19,715	13,575	12,185	6,592
Taxation and social security	8,407	-	11,164	-
Accruals	7,498	4,998	8,684	5,798
Other creditors	-	-	185	-
	35,620	18,573	32,218	12,390

21. FUNDS

Unrestricted funds are used at the discretion of the trustees for any of the charity's purposes, this is mainly for the upkeep of the Abbey and its Community.

Unrestricted funds include designated funds which have been set aside by the trustees for a specific purpose.

Property fund (designated fund)
The property fund represents the net book value of the Abbey buildings. This fund has been established in recognition of the fact that the Abbey is central to the objectives of the charity and the buildings do not represent reserves available to finance the charity's operations.

Library fund (designated fund)
The library fund represents funds set aside for the use in connection with the library.

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

The restricted fund comprises the following funds:

Heritage Lottery Project fund (restricted fund)
The Heritage Lottery Project fund which represents donations and grants received for the programme of restoration of the old Abbey ruins.

DEFRA & RDPE fund (restricted fund)
DEFRA & RDPE fund represents a grant received towards the purchase of equipment and fitting-out of the tea room and farm shop.

Organ fund (restricted fund)
Organ fund representing monies held for the restoration of the Abbey organ.

Friends of Quarr fund (restricted fund)
Friends of Quarr fund represents monies raised by the Friends of Quarr which will be applied to the projects which they specify.

Window fund (restricted fund)
Window fund representing monies held for the restoration of the Abbey windows.

Vestments fund (restricted fund)
Vestments fund represents monies raised for the vestments for the members of the community.

Church gravel path fund (restricted fund)
Church gravel path fund representing monies held for the upgrade of the Church pathway to enable disabled people and wheelchair users to gain access more easily.

Abbey ruins conservation fund (restricted fund)
Abbey ruins conservation fund representing monies received and held for the programme of conservation of the old Abbey ruins.

Roof repair fund (restricted fund)
Roof repair fund representing monies received for the programme of repairs to the rooves of the Abbey buildings.

22. MOVEMENT IN FUNDS

Group

	At 1/1/19 £	Net movement in funds £	At 31/12/19 £
Unrestricted funds			
General fund	1,622,877	2,776	1,625,653
Property fund	25,787	(832)	24,955
Library fund	66,428	-	66,428
	1,715,092	1,944	1,717,036
Restricted funds			
Heritage Lottery Fund project	85,604	-	85,604
DEFRA & RDPE fund	29,671	(698)	28,973
Organ Fund	21,959	-	21,959
Friends of Quarr fund	13,945	7,582	21,527
Window fund	1,566	-	1,566
Church gravel path fund	2,250	-	2,250
Abbey ruins conservation fund	4,276	1,866	6,142
Roof repair fund	129,796	(2,622)	127,174
Interns fund	-	885	885
Vestments fund	-	-	-
	289,067	7,013	296,080
TOTAL FUNDS	2,004,159	8,957	2,013,116

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

	Gains and losses £	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds				
General fund	66,655	850,859	(914,738)	2,776
Property fund	-	-	(832)	(832)
Library fund	-	-	-	-
	66,655	850,859	(915,570)	1,944
Restricted funds				
Heritage Lottery Fund project	-	-	-	-
DEFRA & RDPE fund	-	-	(698)	(698)
Organ Fund	-	-	-	-
Friends of Quarr fund	-	8,216	(634)	7,582
Window fund	-	-	-	-
Church gravel path fund	-	-	-	-
Abbey ruins conservation fund	-	19,500	(17,634)	1,866
Roof repair fund	-	-	(2,622)	(2,622)
Interns fund	-	1,000	(115)	885
Vestments fund	-	3,550	(3,550)	-
	-	32,266	(25,253)	7,013
TOTAL FUNDS	66,655	883,125	(940,823)	8,957

22. MOVEMENT IN FUNDS – Continued

Charity	At 1/1/19 £	Net movement in funds £	At 31/12/19 £
Unrestricted funds			
General fund	1,631,207	5,255	1,636,462
Property fund	25,787	(832)	24,955
Library fund	66,428	-	66,428
	1,723,422	4,423	1,727,845
Restricted funds			
Heritage Lottery Fund project	85,604	-	85,604
Organ Fund	21,959	-	21,959
Friends of Quarr fund	13,945	7,582	21,527
Window fund	1,566	-	1,566
Church gravel path fund	2,250	-	2,250
Abbey ruins conservation fund	4,276	1,866	6,142
Roof repair fund	129,796	(2,622)	127,174
Interns Fund	-	885	885
Vestments fund	-	-	-
	259,396	7,711	267,107
TOTAL FUNDS	1,982,818	12,134	1,994,952

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

	Gains and losses £	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds				
General fund	66,655	399,423	(460,823)	5,255
Property fund	-	-	(832)	(832)
Library fund	-	-	-	-
	66,655	399,423	(461,655)	4,423
Restricted funds				
Heritage Lottery Fund project	-	-	-	-
Organ fund	-	-	-	-
Friends of Quarr fund	-	8,216	(634)	7,582
Window fund	-	-	-	-
Church gravel path fund	-	-	-	-
Abbey ruins conservation fund	-	19,500	(17,634)	1,866
Roof repair fund	-	-	(2,622)	(2,622)
Interns Fund	-	1,000	(115)	885
Vestments Fund	-	3,550	(3,550)	-
	-	32,266	(24,555)	7,711
TOTAL FUNDS	66,655	431,689	(486,210)	12,134

22. MOVEMENT IN FUNDS – PRIOR YEAR

Group	At 1/1/18 £	Net movement in funds £	At 31/12/18 £
Unrestricted funds			
General fund	1,744,070	(121,193)	1,622,877
Property fund	26,619	(832)	25,787
Library fund	66,428	-	66,428
	1,837,117	(122,025)	1,715,092
Restricted funds			
Heritage Lottery Fund project	86,416	(812)	85,604
DEFRA & RDPE fund	30,369	(698)	29,671
Organ Fund	21,959	-	21,959
Friends of Quarr fund	8,911	5,034	13,945
Window fund	1,566	-	1,566
Church gravel path fund	2,250	-	2,250
Conservation of Abbey ruins	-	4,276	4,276
Roof repairs	-	129,796	129,796
	151,471	137,596	289,067
TOTAL FUNDS	1,988,588	15,571	2,004,159

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

	Gains and losses £	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds				
General fund	(85,941)	763,146	(798,398)	(121,193)
Property fund	-	-	(832)	(832)
Library fund	-	-	-	-
	(89,941)	763,146	(799,230)	(122,025)
Restricted funds				
Heritage Lottery Fund project	-	-	(812)	(812)
DEFRA & RDPE fund	-	-	(698)	(698)
Organ Fund	-	-	-	-
Friends of Quarr fund	-	6,213	(1,179)	5,034
Conservation of Abbey ruins	-	7,500	(3,224)	4,276
Rood repairs	-	131,107	(1,311)	129,796
	-	144,820	(37,583)	137,596
TOTAL FUNDS	(89,941)	907,966	(783,455)	15,571

22. MOVEMENT IN FUNDS – PRIOR YEAR – Continued

Charity	At 1/1/18 £	Net movement in funds £	At 31/12/18 £
Unrestricted funds			
General fund	1,751,169	(119,962)	1,631,207
Property fund	26,619	(832)	25,787
Library fund	66,428	-	66,428
	1,844,216	(120,794)	1,723,422
Restricted funds			
Heritage Lottery Fund project	86,416	(812)	85,604
Organ Fund	21,959	-	21,959
Friends of Quarr fund	8,911	5,034	13,945
Window fund	1,566	-	1,566
Church gravel path fund	2,250	-	2,250
Conservation of Abbey ruins	-	4,276	4,276
Roof repairs	-	129,796	129,796
	121,102	138,294	259,396
TOTAL FUNDS	1,965,318	17,500	1,982,818

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

	Gains and losses £	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds				
General fund	(85,941)	403,720	(437,740)	(119,962)
Property fund	-	-	(832)	(832)
Library fund	-	-	-	-
	(85,941)	403,720	(438,573)	(120,794)
Restricted funds				
Heritage Lottery Fund project	-	-	(812)	(812)
Organ fund	-	-	-	-
Friends of Quarr fund	-	6,213	(1,179)	5,034
Conservation of Abbey ruins	-	7,500	(3,224)	4,276
Roof repairs	-	131,107	(1,311)	129,796
	-	144,820	(6,526)	138,294
TOTAL FUNDS	(85,941)	548,540	(445,099)	17,500

23. RELATED PARTY DISCLOSURES

As disclosed in Note 17, the charity has a wholly owned trading subsidiary company, Quarr Abbey Enterprises Limited.

At 31 December 2019 Quarr Abbey Enterprises Limited owed an amount of £119,043 (2018: £157,606) to St Mary's Abbey, Quarr, Charitable Trust. Interest charged on this loan amounted to £435 (2018: £528). The loan is unsecured and is repayable over 10 year and interest accrues at the Bank of England base rate.

24. ULTIMATE CONTOLLING PARTY

The charity was under the control of the trustees throughout the year.

25. POST BALANCE SHEET EVENTS

The COVID-19 pandemic developed in 2020 therefore the trustees consider that any post balance sheet event arising to be non-adjusting in nature.

The charity is dependent on voluntary income and income from its trading subsidiary. As a result, during the lockdown period from March 2020 the charity's ability to generate income was severely restricted. As a result, the trustees are expecting that the result for 2020 will now be a loss.

The trustees are expecting a fall in the value of the investment portfolio as a result of the impact of the pandemic on world markets. However, they believe that their investment strategy will help to mitigate the losses.

The trustees have made use of the available government support, which included making use of the furlough scheme to help protect the jobs of the staff in the trading subsidiary.

Since the easing of the lockdown measures visitors have been able to return to the Abbey and the tea shop and farm shop have reopened, albeit initially with reduced opening hours. This has allowed for the gradual return to work of the furloughed staff. Having started slowly, the commercial income is now at a level that it is covering its costs.

Any shortfall in income against budgeted expenditure in 2020 can be rectified through making a drawdown from the investment portfolio.