

REGISTERED CHARITY NUMBER: 1036524

**TRUSTEES' REPORT AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019
FOR
THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**CONTENTS OF THE FINANCIAL STATEMENTS
for the Year Ended 31 December 2019**

	Page
Reference and Administrative Details	1
Trustees' Report	2 to 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7
Cash Flow Statement	8
Notes to the Cash Flow Statement	9
Notes to the Financial Statements	10 to 18

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

REFERENCE AND ADMINISTRATIVE DETAILS
for the Year Ended 31 December 2019

TRUSTEES	Sr M Ononlwu (resigned 27.3.20) Sr M Amaechi (resigned 27.3.20) Sr B Onwuzuruigbo Sr M Nzeribe Sr M Okite (resigned 27.3.20) Sr M Echeta (appointed 01.04.20) Sr A Ilonor (appointed 01.04.20) Sr P Iwuoha (appointed 01.04.20)
PRINCIPAL ADDRESS	33 Bisterne Avenue Walthamstow London E17 3QR
REGISTERED CHARITY NUMBER	1036524
INDEPENDENT EXAMINER	Darren Harding ACA FCCA DChA Richard Place Dobson Services Limited Chartered Accountants 1 - 7 Station Road Crawley West Sussex RH10 1HT

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**TRUSTEES' REPORT
for the Year Ended 31 December 2019**

The trustees 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

Objectives and aims

The main object of the charity is to promote the charitable work carried on or supported by the Trustees of the Congregation of the Daughters of Mary, Mother of Mercy.

Members of the community continued to work in hospitals and nursing homes providing medical and nursing support. In the local Parish communities the sisters undertake Pastoral work, including adoration of the blessed sacrament, visiting and administering the Eucharist to the lonely, sick, aged, bereaved and other members of the community. They are also involved in other aspects of Parish life.

Public benefit

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

Charity background

Daughters of Mary, Mother of Mercy sisters in England work in hospitals and nursing homes to provide nursing care and support. They also have sisters working in local parishes, co-ordinating their activities of pastoral work including adorations of the blessed sacrament, visiting and administering Eucharist to the lonely, sick, aged and bereaved.

There are 8 communities in England:

- 1, Edgware (Diocese of Westminster)
- 2, Walthamstow (Diocese of Brentwood)
- 3, Liverpool (Archdiocese of Liverpool)
- 4, Bradford (Diocese of Leeds)
- 5, St Mary Convent Batley (Diocese of Leeds)
- 6, Forest Gate (Diocese of Brentwood)
- 7, Slough (Diocese of Northampton)
- 8, Windsor (Diocese of Oxford)

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The need for us to rent new accommodation arose in Windsor. This opportunity for a new convent was created during the year due to an increase in the number of sisters. This now increases the number of communities in England to 8.

Waverley care home was purchased in April 2007 and is a twenty bed care home. The home provides nursing and residential care.

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**TRUSTEES' REPORT
for the Year Ended 31 December 2019**

The home is spread over four floors and consists of:

Basement

In the basement there is a dining room with an area which is used for watching TV by some of the clients. The kitchen, laundry, Staff room and main office are based in the basement. There is also access to three toilets: one for kitchen staff, one for general staff and one for clients.

Ground floor

On the ground floor there are three bedrooms, a sluice, a bathroom with a toilet, a separate toilet, the main lounge and a small nurse's station. Two of the bedrooms on this floor are double room's with one en-suite.

First floor

On the first floor there are seven bedrooms, one of these is a large double room. There is a shower room, toilet and sluice room.

Second floor

There are seven bedrooms, one bathroom with a toilet, a sluice room and a separate toilet.

There is a passenger lift which accesses all of the floors in the building.

Staff and training

A trained nurse is on duty 24 hours a day with three care assistants in the morning, two in the afternoon and one at night. Staffing levels are monitored to ensure that appropriate numbers of staff are available for clients in our care. We have not used agency staff in the last 12 months.

Our manager is a trained nurse and has commenced a level 4 NVQ in leadership and Management. We have a registered general/mental health nurse who is responsible for overseeing any mental health issues across clients at Waverley.

Three of our other nurses are dual registered general nurse/midwife. Our part time nurse is a state enrolled nurse who works two nights a week. All of our trained staff attend various training courses and updates regarding best practice across various areas within the home. We employ a full time activities co-ordinator who works 6 hours a day 5 days a week.

FINANCIAL REVIEW

Financial position

The net outgoing resources of the charity was £7,649 (2018 net incoming resources of £8,949).

Reserves policy

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between approximately three and six month's expenditure. The trustees are aware that the free reserves are not currently at this level and are in the process of taking steps to build up the funds to ensure the required level is achieved. The trustees consider that reserves at this level are sufficient to cover it's working capital requirements. This reserve policy reflects the need to balance risk against the objectives of the charity.

Covid-19

The Trustees have given consideration to the Charities SORP ('Statement of Recommended Practice') Committee's advice in its publication 'Implications of COVID-19 Control Measures and Charity Financial Reporting' and to the risks arising as a result of the coronavirus pandemic. The Charity is actively monitoring and managing the situation as it develops. We have adapted our operations and consider that the Charity has adequate reserves and committed future grants from supportive and solvent funders.

**THE CONGREGATION OF THE DAUGHTERS OF
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**TRUSTEES' REPORT
for the Year Ended 31 December 2019**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust dated 13/12/1993 as amended by supplemental deed dated 28/09/2010, and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

The power to appoint and remove trustees rests with the Sister Superior.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The trustees who served during the year were:

Sr M Ononlwa
Sr M Amaechi
Sr B Onwuzuruigbo
Sr M Nzeribe
Sr M Okite

Approved by order of the board of trustees on30/12/2020..... and signed on its behalf by:


.....
Sr M Echeta - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

Independent examiner's report to the trustees of The Congregation of the Daughters of Mary Mother of Mercy in the British Isles

I report to the charity trustees on my examination of the accounts of The Congregation of the Daughters of Mary Mother of Mercy in the British Isles (the Trust) for the year ended 31 December 2019.

Responsibilities and basis of report

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

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

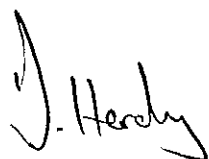
Independent examiner's statement

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 the ICAEW which is one of the listed bodies.

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

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

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



Darren Harding ACA FCCA DChA
Richard Place Dobson Services Limited
Chartered Accountants
1 - 7 Station Road
Crawley
West Sussex
RH10 1HT

Date: 31/12/2020

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**STATEMENT OF FINANCIAL ACTIVITIES
for the Year Ended 31 December 2019**

	Notes	Unrestricted fund £	Designated fund £	31.12.19 Total funds £	31.12.18 Total funds £
INCOME FROM					
Donations and legacies	2	15,470	-	15,470	7,892
Charitable activities	3				
Sisters salaries		482,102	-	482,102	465,342
Care Home		398,771	-	398,771	386,024
Total		896,343	-	896,343	859,258
EXPENDITURE ON					
Charitable activities	4				
Religious activities		516,283	6,441	522,724	498,736
Care Home		381,268	-	381,268	351,573
Total		897,551	6,441	903,992	850,309
NET INCOME/(EXPENDITURE)		(1,208)	(6,441)	(7,649)	8,949
Transfers between funds	15	(33,016)	33,016	-	-
Net movement in funds		(34,224)	26,575	(7,649)	8,949
RECONCILIATION OF FUNDS					
Total funds brought forward		115,608	763,464	879,072	870,123
TOTAL FUNDS CARRIED FORWARD		81,384	790,039	871,423	879,072

The notes form part of these financial statements

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**BALANCE SHEET
31 December 2019**

	Notes	Unrestricted fund £	Designated fund £	31.12.19 Total funds £	31.12.18 Total funds £
FIXED ASSETS					
Tangible assets	10	43,704	913,360	957,064	986,267
CURRENT ASSETS					
Debtors	11	11,497	-	11,497	4,281
Cash at bank and in hand		<u>39,925</u>	<u>-</u>	<u>39,925</u>	<u>62,576</u>
		51,422	-	51,422	66,857
CREDITORS					
Amounts falling due within one year	12	(13,742)	(34,728)	(48,470)	(50,731)
NET CURRENT ASSETS		<u>37,680</u>	<u>(34,728)</u>	<u>2,952</u>	<u>16,126</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		81,384	878,632	960,016	1,002,393
CREDITORS					
Amounts falling due after more than one year	13	-	(88,593)	(88,593)	(123,321)
NET ASSETS		<u>81,384</u>	<u>790,039</u>	<u>871,423</u>	<u>879,072</u>
FUNDS	15				
Unrestricted funds:					
General fund				81,384	115,608
Designated fund				<u>790,039</u>	<u>763,464</u>
				<u>871,423</u>	<u>879,072</u>
TOTAL FUNDS				<u>871,423</u>	<u>879,072</u>

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


.....
M Echeta - Trustee

The notes form part of these financial statements

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**CASH FLOW STATEMENT
for the Year Ended 31 December 2019**

	Notes	31.12.19 £	31.12.18 £
Cash flows from operating activities			
Cash generated from operations	1	14,336	32,420
Interest paid		<u>(6,441)</u>	<u>(7,950)</u>
Net cash provided by operating activities		<u>7,895</u>	<u>24,470</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		-	(8,000)
Sale of tangible fixed assets		<u>2,600</u>	<u>-</u>
Net cash provided by/(used in) investing activities		<u>2,600</u>	<u>(8,000)</u>
Cash flows from financing activities			
Loan repayments in year		<u>(33,146)</u>	<u>(31,637)</u>
Net cash used in financing activities		<u>(33,146)</u>	<u>(31,637)</u>
		<u> </u>	<u> </u>
Change in cash and cash equivalents in the reporting period		(22,651)	(15,167)
Cash and cash equivalents at the beginning of the reporting period		<u>62,576</u>	<u>77,743</u>
Cash and cash equivalents at the end of the reporting period		<u>39,925</u>	<u>62,576</u>

The notes form part of these financial statements

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**NOTES TO THE CASH FLOW STATEMENT
for the Year Ended 31 December 2019**

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

	31.12.19 £	31.12.18 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(7,649)	8,949
Adjustments for:		
Depreciation charges	25,171	28,835
Loss on disposal of fixed assets	1,432	-
Interest paid	6,441	7,950
Increase in debtors	(7,216)	(762)
Decrease in creditors	<u>(3,843)</u>	<u>(12,552)</u>
Net cash provided by operations	<u>14,336</u>	<u>32,420</u>

2. ANALYSIS OF CHANGES IN NET DEBT

	At 1.1.19 £	Cash flow £	At 31.12.19 £
Net cash			
Cash at bank and in hand	<u>62,576</u>	<u>(22,651)</u>	<u>39,925</u>
	<u>62,576</u>	<u>(22,651)</u>	<u>39,925</u>
Debt			
Debts falling due within 1 year	(33,146)	(1,582)	(34,728)
Debts falling due after 1 year	<u>(123,321)</u>	<u>34,728</u>	<u>(88,593)</u>
	<u>(156,467)</u>	<u>33,146</u>	<u>(123,321)</u>
Total	<u>(93,891)</u>	<u>10,495</u>	<u>(83,396)</u>

The notes form part of these financial statements

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 December 2019**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective 1 April 2005 which has since been withdrawn.

Income

Donations and similar incoming resources are included in the year in which they are receivable which is when the charity is entitled to the resource.

Sisters Income - This is included in the accounts as and when it is paid into the Charity's bank by either the individual Sisters or their employers.

Care Home Residents Fees - This income is included in the accounts in the year in which it is receivable which is when the charity is entitled to the resource.

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.

The charitable activities are split between Waverley care home in Liverpool and the other congregations which are spread across the UK. Likewise, the support costs have been split between the care home and the congregation.

Allocation and apportionment of costs

All support costs have been identified as finance and governance costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulations and good practice. These costs include costs related to an Independent Examination and bank charges with allocation to Religious activities and Care Home.

Goodwill

Goodwill relates to the purchase of a care home in 2007. The goodwill was amortised on a straight line basis of 5 years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2019**

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Freehold property	- Straight line over 50 years
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 20% on reducing balance

Freehold land is not depreciated.

Assets costing over £1,000 are capitalised.

Taxation

As a charity, the organisation is not subject to Corporation Tax or any other taxes on income or gains arising from its charitable activities.

Fund accounting

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

Designated funds are unrestricted funds earmarked by the Trustees for particular purposes.

Pension costs and other post-retirement benefits

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

Debtors

Other debtors represent prepayments that are valued at the amount prepaid net of any trade discounts due.

Creditors and provisions

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

Financial instruments (loan)

The charity only has financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at the carrying value plus accrued interest less repayments.

Key Judgements and Accounting Estimates

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates.

The main judgements and accounting estimates included in the accounts are:

- Prepayments and Accruals - Management has made estimates and established prepayments and accruals in respect of potential assets and liabilities as at the balance sheet date.

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2019**

1. ACCOUNTING POLICIES - continued

- Depreciation - Management has made assumptions and estimated depreciation rates in respect of showing a true and fair view of the assets at the balance sheet date.

Employee Staff Benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Going Concern

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

2. DONATIONS AND LEGACIES

	31.12.19	31.12.18
	£	£
Donations	<u>15,470</u>	<u>7,892</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	Activity	31.12.19	31.12.18
		£	£
Sisters income	Sisters salaries	482,102	465,342
Care home fees	Care Home	<u>398,771</u>	<u>386,024</u>
		<u>880,873</u>	<u>851,366</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 5) £	Totals £
Religious activities	507,999	14,725	522,724
Care Home	<u>376,200</u>	<u>5,068</u>	<u>381,268</u>
	<u>884,199</u>	<u>19,793</u>	<u>903,992</u>

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2019**

5. SUPPORT COSTS

	Finance	Governance costs	Totals
	£	£	£
Religious activities	6,925	7,800	14,725
Care Home	<u>538</u>	<u>4,530</u>	<u>5,068</u>
	<u>7,463</u>	<u>12,330</u>	<u>19,793</u>

Included in the above governance costs are independent examiners fees of £6,870.

6. 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 paid for the year ended 31 December 2019 nor for the year ended 31 December 2018.

7. STAFF COSTS

	31.12.19	31.12.18
	£	£
Wages and salaries	219,039	213,426
Social security costs	38,785	32,786
Other pension costs	<u>8,662</u>	<u>4,818</u>
	<u>266,486</u>	<u>251,030</u>

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

	31.12.19	31.12.18
	<u>15</u>	<u>17</u>
Waverley Care Home		

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

As members of the order, the trustees' living expenses are borne by the Order. The trustees received no remuneration or other benefits in connection with their duties as trustees.

The trustees do not consider any of the staff to be key management personnel.

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2019**

8. 2018 STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Designated fund £	Total funds £
INCOME FROM			
Donations and legacies	7,892	-	7,892
Charitable activities			
Sisters salaries	465,342	-	465,342
Care Home	386,024	-	386,024
Total	859,258	-	859,258
EXPENDITURE ON			
Charitable activities			
Religious activities	490,786	7,950	498,736
Care Home	351,573	-	351,573
Total	842,359	7,950	850,309
NET INCOME/(EXPENDITURE)	16,899	(7,950)	8,949
Transfers between funds	(39,587)	39,587	-
Net movement in funds	(22,688)	31,637	8,949
RECONCILIATION OF FUNDS			
Total funds brought forward	138,296	731,827	870,123
TOTAL FUNDS CARRIED FORWARD	115,608	763,464	879,072

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2019**

9. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 January 2019 and 31 December 2019	<u>135,000</u>
AMORTISATION	
At 1 January 2019 and 31 December 2019	<u>135,000</u>
NET BOOK VALUE	
At 31 December 2019	<u>-</u>
At 31 December 2018	<u>-</u>

10. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 January 2019	1,137,400	5,112	74,088	105,969	1,322,569
Disposals	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,300)</u>	<u>(6,300)</u>
At 31 December 2019	<u>1,137,400</u>	<u>5,112</u>	<u>74,088</u>	<u>99,669</u>	<u>1,316,269</u>
DEPRECIATION					
At 1 January 2019	209,898	5,112	68,219	53,073	336,302
Charge for year	14,143	-	1,255	9,773	25,171
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,268)</u>	<u>(2,268)</u>
At 31 December 2019	<u>224,041</u>	<u>5,112</u>	<u>69,474</u>	<u>60,578</u>	<u>359,205</u>
NET BOOK VALUE					
At 31 December 2019	<u>913,359</u>	<u>-</u>	<u>4,614</u>	<u>39,091</u>	<u>957,064</u>
At 31 December 2018	<u>927,502</u>	<u>-</u>	<u>5,869</u>	<u>52,896</u>	<u>986,267</u>

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2019**

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31.12.19	31.12.18
	£	£
Prepayments	<u>11,497</u>	<u>4,281</u>
12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31.12.19	31.12.18
	£	£
Bank loans and overdrafts (see note 14)	34,728	33,146
Other creditors	<u>13,742</u>	<u>17,585</u>
	<u>48,470</u>	<u>50,731</u>
13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	31.12.19	31.12.18
	£	£
Bank loans (see note 14)	<u>88,593</u>	<u>123,321</u>

A loan was taken out in December 2003 with Allied Irish Bank to help finance the purchase of 1 Brettenham Avenue, Walthamstow. The loan is repayable quarterly over 15 years and the rate of interest charged is 1.25% above the Bank's Base Rate. The loan is secured by a first legal charge on the freehold property in Walthamstow.

A second loan was taken out in March 2007 with Allied Irish Bank to help finance the purchase of Waverley Nursing Home, Liverpool. The loan is repayable quarterly over 15 years and the rate of interest charged is 1.25% above the Bank's Base Rate. The loan is secured by a first legal charge on the freehold property in Liverpool.

14. LOANS

An analysis of the maturity of loans is given below:

	31.12.19	31.12.18
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>34,728</u>	<u>33,146</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>36,384</u>	<u>34,728</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>52,209</u>	<u>88,593</u>

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2019**

15. MOVEMENT IN FUNDS

Designated funds

The funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes :

	Balance at1 January 2019 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2019 £
Property fund	<u>763,464</u>	-	(6,441)	33,016	<u>790,039</u>
	<u>763,464</u>	-	(6,441)	33,016	<u>790,039</u>

Movement in designated funds - prior year:

	Balance at1 January 2018 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2018 £
Property fund	<u>731,827</u>	-	(7,950)	39,587	<u>763,464</u>
	<u>731,827</u>	-	(7,950)	39,587	<u>763,464</u>

The property fund represents the funds necessarily set aside for the charity's occupation of the land and buildings, being the freehold premises less the loan thereon. The fund includes the amount invested in purchasing the new Nursing home in Liverpool, but also takes into account any impairment loss incurred.

**THE CONGREGATION OF THE DAUGHTERS OF
MARY MOTHER OF MERCY IN THE
BRITISH ISLES**

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2019**

16. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2019.

17. COVID-19

At the date of approval of the accounts it has not been possible to quantify or ascertain with any certainty any financial impact of Coronavirus (COVID-19). The Trustees have assessed the carrying values of the charity's assets and the ability of the charity to continue trading and pay its liabilities as they fall due, as a result of that assessment no adjustments have been made to any figures in the accounts as a result of the pandemic.