

CHARITY REGISTRATION NUMBER: 274695  
OSCR Number: SC042974

**The Society of St Pius X**  
**Financial Statements**  
**31 December 2016**

**BURGESS HODGSON LLP**

Chartered accountant & statutory auditor  
Camburgh House  
27 New Dover Road  
Canterbury  
Kent  
CT1 3DN



# **The Society of St Pius X**

## **Financial Statements**

**Year ended 31 December 2016**

	<b>Page</b>
Trustees' annual report	<b>1</b>
Independent auditor's report to the Trustees	<b>5</b>
Statement of financial activities	<b>7</b>
Statement of financial position	<b>8</b>
Statement of cash flows	<b>9</b>
Notes to the financial statements	<b>10</b>
<b>The following pages do not form part of the financial statements</b>	
Detailed statement of financial activities	<b>23</b>
Notes to the detailed statement of financial activities	<b>25</b>



# The Society of St Pius X

## Trustees' Annual Report

### Year ended 31 December 2016

The trustees present their report and the financial statements of the charity for the year ended 31 December 2016.

#### Reference and administrative details

**Registered charity name** The Society of St Pius X

**Charity registration number** 274695

**Principal office** St George's House  
125 Arthur Road  
Wimbledon Park  
London

#### The trustees

The Right Reverend Bishop  
Bernard Fellay  
The Reverend Paul Morgan  
Mr J Crosfield Vernor-Miles  
The Reverend Pablo Suarez  
The Reverend Robert Brucciani  
Mr W E Vernor-Miles

#### Auditor

Burgess Hodgson LLP  
Chartered accountant & statutory auditor  
Camburgh House  
27 New Dover Road  
Canterbury  
Kent  
CT1 3DN

#### Bankers

Lloyds Bank plc  
5 Bridge Street  
Newbury  
Berkshire  
RG14 5BQ

#### Solicitors

Hunters  
9 New Square  
Lincoln's Inn  
London  
WC2A 3QN



# **The Society of St Pius X**

## **Trustees' Annual Report *(continued)***

**Year ended 31 December 2016**

### **Structure, governance and management**

The Society was founded by trust deed in 1977 and is governed by the Statutes of the Fraternity of St Pius X dated 1976. The Trustees of the Charity were granted a certificate of incorporation by the Charity Commissioners on the 31st October 1997, under the name The Trustees of the Society of St. Pius X. The Charity was assigned all assets and income arising from the St. Pius the Fifth Association (charity number 266857) and the Friends of the Society of St. Pius X (charity number 266856).

New trustees are appointed by the Board of Trustees through selection as vacancies arise. The trustees meet on a regular basis, and there are subgroups, who meet to consider the management and operation of the charity's objectives and funds. The trustees monitor the Charity's internal controls and potential areas of risk to its assets and reserves. Where potential risks are identified appropriate safeguards are introduced.

### **Objectives and activities**

The Charity was formed by Archbishop Marcel Lefebvre in 1977 to promote the traditional teachings of the Roman Catholic Church primarily in the United Kingdom by providing religious services conducted in accordance with the traditional teachings of the Roman Catholic faith for members of the Roman Catholic Church and also providing educational services.

The Charity has the following primary goals to achieve its objectives:

- the perfection and extension of the Catholic priesthood
- the education and assistance of priests outside the Society
- the formation of religious brothers, catechists and other auxiliaries
- the education of children within its own schools
- the education of children and adults and the administration of the sacraments within its Mass Centres
- the care of elderly priests

We refer to the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities.

### **Achievements and performance**

In Great Britain the Charity owns sixteen churches and chapels and six residences to provide accommodation for priests carrying out the work of the Charity. Thirteen priests, three brothers and seven sisters work for the Charity in this country.

Priests from the Charity visit Scandinavia on a regular basis to minister to the faithful on a monthly basis, with Masses being celebrated in Oslo, Stockholm, Malmö and Aalborg. The Charity now owns a property in Sweden and has rented a property in Oslo, Norway.

St. Michael's School continues to offer a subsidised Catholic education for the children of our faithful who in many cases might not be able to afford the cost of a private education.

The School has expanded in recent years with 140 pupils predicted for the 2017-18 academic year.

The Charity's regular retreats in Bristol, as well as summer camps and the annual Canterbury Pilgrimage are all subsidised allowing public participation in the work of the Charity.

In 2016 the Charity commenced the running of a Girl's School at the property purchased adjacent to St. Michael's School in 2015. The Charity has commenced the planning stages to build a new chapel at the School.

The Charity supported the training of three seminarians in Ecône, Switzerland



# The Society of St Pius X

## Trustees' Annual Report *(continued)*

### Year ended 31 December 2016

#### Financial review

The activities of the year generated an increased in funds of £411,750 (2015: £1,378,317). The movement in funds is after income of £80,902 (2015: £679,760) from legacies, £640,846 (2015: £434,607) from donations and £36,446 (2015: £31,729) of investment income.

The core activities of the charity have remained largely unchanged to that of the previous year.

In the course of delivering the objectives, the charity incurred operating expenditure overseas as follows:

Denmark: £2,000 (2015: £3,000)  
Norway: £25,000 (2015: £21,500)  
Sweden: £12,000 (2015: £6,500)

The gross reserves at the year end were £12,938,023 (2015: £12,560,436 ). The majority of these comprised functional properties held for the work of the Charity. The Trustees also held cash of £537,561 (2015: £629,217) and the following investments:

Listed Investments £626,778 (2015: £567,193)  
Cash or cash equivalents £2,558 (2015: £6,722)  
Other Investments (Gold) £180,095 (2015: £138,900)

The trustees of the charity are of the opinion that sufficient reserves should be maintained to support all functional assets used by the charity, to support approximately two year's expenditure required to operate the school for the continuity of the pupils' education and to retain adequate funds to maintain the properties. In the current year the charity operated at a surplus after the legacies received. These funds will be applied towards the primary goals in the future. The trustees regularly review the level of reserves and are of the opinion that the current levels are satisfactory to meet its needs effectively.

#### Plans for future periods

- (1) Ongoing property maintenance: -  
We expect to spend £100,000 in 2017 on maintenance of our properties.
- (2) Plans to construct a chapel at the School are well underway.
- (3) The Charity is undertaking a major Risk Management Project. The anticipated costs over the next 2 years are £100,000.

#### Trustees' responsibilities statement

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England, Wales and Scotland requires the charity trustees to prepare financial statements for each 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, of the charity for that period.



## The Society of St Pius X

### Trustees' Annual Report *(continued)*

#### Year ended 31 December 2016

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, Charities and Trustees Investments (Scotland) Act 2005, the Charity Accounts (Scotland) Regulations 2006 (as amended), 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.

The trustees' annual report was approved on 20-9-2017 and signed on behalf of the board of trustees by:



Mr J Crosfield Vernor-Miles  
Trustee



The Reverend Robert Brucciani  
Trustee



## **The Society of St Pius X**

### **Independent Auditor's Report to the Trustees of The Society of St Pius X**

#### **Year ended 31 December 2016**

We have audited the financial statements of The Society of St Pius X for the year ended 31 December 2016 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

This report is made solely to the charity's Trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and regulations made under Section 154 of that Act and Regulation 10 of the Charities Accounts (Scotland) Regulations 2006 (as amended). Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of trustees and auditor**

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under section 144 of the Charities Act 2011 and report in accordance with those Acts. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

#### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the trustees' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2016 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).



## The Society of St Pius X

### Independent Auditor's Report to the Trustees of The Society of St Pius X (continued)

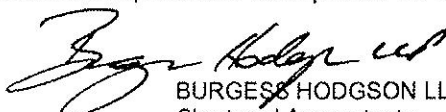
Year ended 31 December 2016

#### Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 and the Charity Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

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

Camburgh House  
27 New Dover Road  
Canterbury  
Kent  
CT1 3DN

  
BURGES & HODGSON LLP  
Chartered Accountants  
& Statutory Auditor

26th September 2017



**The Society of St Pius X**  
**Statement of Financial Activities**  
**31 December 2016**

		2016	2015
		Unrestricted funds	Total funds
	Note	£	£
<b>Income and endowments</b>			
Donations and legacies	4	721,748	721,748
Charitable activities	5	57,809	57,809
Other trading activities	6	357,342	357,342
Investment income	7	36,489	36,489
Other income	8	—	—
<b>Total income</b>		<b>1,173,388</b>	<b>1,173,388</b>
<b>Expenditure</b>			
Expenditure on charitable activities	9,10	1,249,078	1,249,078
Other expenditure	12	(54,660)	(54,660)
<b>Total expenditure</b>		<b>1,194,418</b>	<b>1,194,418</b>
Net gains on investments	13	432,780	432,780
<b>Net income and net movement in funds</b>		<b>411,750</b>	<b>411,750</b>
<b>Reconciliation of funds</b>			
Total funds brought forward		12,526,273	12,526,273
<b>Total funds carried forward</b>		<b>12,938,023</b>	<b>12,938,023</b>

The statement of financial activities includes all gains and losses recognised in the year.  
All income and expenditure derive from continuing activities.



**The Society of St Pius X**  
**Statement of Financial Position**  
**31 December 2016**

		2016	2015
		£	£
<b>Fixed assets</b>			
Tangible fixed assets	17	10,906,507	11,161,942
Investments	18	809,431	712,815
		<u>11,715,938</u>	<u>11,874,757</u>
<b>Current assets</b>			
Stocks	21	15,000	15,000
Debtors	22	799,165	192,014
Cash at bank and in hand		537,561	629,217
		<u>1,351,726</u>	<u>836,231</u>
<b>Creditors: amounts falling due within one year</b>	23	129,641	109,715
<b>Net current assets</b>		<u>1,222,085</u>	<u>726,516</u>
<b>Total assets less current liabilities</b>		<u>12,938,023</u>	<u>12,601,273</u>
<b>Creditors: amounts falling due after more than one year</b>	24	—	75,000
<b>Net assets</b>		<u>12,938,023</u>	<u>12,526,273</u>
<b>Funds of the charity</b>			
Unrestricted funds		12,938,023	12,526,273
<b>Total charity funds</b>	25	<u>12,938,023</u>	<u>12,526,273</u>

These financial statements were approved by the board of trustees and authorised for issue on 20-9-2017, and are signed on behalf of the board by:

  
 Mr J. Crosfield Vernor-Miles  
 Trustee

  
 The Reverend Robert Brucciani  
 Trustee



# The Society of St Pius X

## Statement of Cash Flows

Year ended 31 December 2016

	2016 £	2015 £
<b>Cash flows from operating activities</b>		
Net income	411,750	1,344,154
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	31,036	12,343
Net gains on investments	(432,780)	(16,567)
Other interest receivable and similar income	(36,489)	(32,482)
Interest payable and similar charges	2,887	2,482
Gains on disposal of tangible fixed assets	(54,660)	(1,006,571)
Accrued income	(2,599)	(1,428)
<i>Changes in:</i>		
Stocks	—	12,217
Trade and other debtors	(607,151)	118,876
Trade and other creditors	(52,475)	(193,405)
Cash generated from operations	(740,481)	239,619
Interest paid	(2,887)	(2,482)
Interest received	36,489	32,482
Net cash (used in)/from operating activities	(706,879)	269,619
<b>Cash flows from investing activities</b>		
Purchase of tangible assets	(206,591)	(1,765,450)
Proceeds from sale of tangible assets	485,650	1,078,532
Purchases of other investments	(170,115)	(1,367,535)
Proceeds from sale of other investments	506,279	2,175,017
Net cash from investing activities	615,223	120,564
<b>Net (decrease)/increase in cash and cash equivalents</b>	(91,656)	390,183
<b>Cash and cash equivalents at beginning of year</b>	629,217	239,034
<b>Cash and cash equivalents at end of year</b>	537,561	629,217

The notes on pages 10 to 21 form part of these financial statements.



# The Society of St Pius X

## Notes to the Financial Statements

### Year ended 31 December 2016

#### 1. General information

The charity is registered charity in England, Wales and Scotland and is unincorporated. The address of the principal office is St George's House, 125 Arthur Road, Wimbledon Park, London.

#### 2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011, Charities and Trustee Investment (Scotland) Act 2005 and the Charity Accounts (Scotland) Regulations 2006 (as amended).

#### 3. Accounting policies

##### Accruals concept

The accounts have been prepared on an accruals basis.

##### Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

##### Gifts in kind

Gifts in kind are valued at market value and included in the accounts when received.

##### Tax recoverable

Tax recoverable is included in the accounts using the accruals concept based on amounts calculated as due at the year end.

##### Going concern

There are no material uncertainties about the charity's ability to continue.

##### Legacies

Legacies are included on a cash received basis, or when the charity is aware of the entitlement and the value of the legacy is determined.

##### Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 January 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 26.



## **The Society of St Pius X**

### **Notes to the Financial Statements** *(continued)*

**Year ended 31 December 2016**

#### **3. Accounting policies** *(continued)*

##### **Donations**

Donations are included on a cash received basis.

##### **Deeds of covenants**

Deeds of covenants are included on a cash received basis except where deposited covenants have been received and these are carried forward to the period to which they relate.

##### **Liabilities**

Liabilities are included when incurred on an accruals basis.

##### **Resources expended and the basis of allocation of costs**

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered.

Charitable expenditure comprises those costs incurred by the charity in the delivery of the objects of the charity. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy and audit fees, legal advice and costs linked to the strategic management of the charity and compliance with constitutional and statutory requirements.

##### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

##### **Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.



# The Society of St Pius X

## Notes to the Financial Statements *(continued)*

### Year ended 31 December 2016

#### 3. Accounting policies *(continued)*

##### Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

##### Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

##### Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings	- 25% straight line
Motor vehicles	- 25% reducing balance

##### Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.



# The Society of St Pius X

## Notes to the Financial Statements *(continued)*

Year ended 31 December 2016

### 3. Accounting policies *(continued)*

#### Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

#### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

#### Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

#### Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.



# The Society of St Pius X

## Notes to the Financial Statements *(continued)*

### Year ended 31 December 2016

#### 3. Accounting policies *(continued)*

##### Financial instruments *(continued)*

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

##### Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

#### 4. Donations and legacies

	Unrestricted Funds £	Total Funds 2016 £	Unrestricted Funds £	Total Funds 2015 £
<b>Donations</b>				
Donations - UK	506,030	506,030	421,221	421,221
Donations - Scandinavia	134,816	134,816	13,386	13,386
<b>Legacies</b>				
Legacies	80,902	80,902	679,760	679,760
	<u>721,748</u>	<u>721,748</u>	<u>1,114,367</u>	<u>1,114,367</u>



# The Society of St Pius X

## Notes to the Financial Statements (continued)

Year ended 31 December 2016

### 5. Charitable activities

	Unrestricted Funds £	Total Funds 2016 £	Unrestricted Funds £	Total Funds 2015 £
Fund raising activities	57,809	57,809	49,774	49,774

### 6. Other trading activities

	Unrestricted Funds £	Total Funds 2016 £	Unrestricted Funds £	Total Funds 2015 £
Rent received	43,965	43,965	45,980	45,980
School fees	313,377	313,377	214,343	214,343
	<u>357,342</u>	<u>357,342</u>	<u>260,323</u>	<u>260,323</u>

### 7. Investment income

	Unrestricted Funds £	Total Funds 2016 £	Unrestricted Funds £	Total Funds 2015 £
Other interest receivable	43	43	753	753
Investment income	36,446	36,446	31,729	31,729
	<u>36,489</u>	<u>36,489</u>	<u>32,482</u>	<u>32,482</u>

### 8. Other income

	Unrestricted Funds £	Total Funds 2016 £	Unrestricted Funds £	Total Funds 2015 £
Gain/(loss) on disposal of tangible fixed assets	—	—	969,039	969,039

### 9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2016 £	Unrestricted Funds £	Total Funds 2015 £
The teachings of the Roman Catholic faith	613,213	613,213	516,393	516,393
Educational services	427,458	427,458	350,216	350,216
Catholic book sales	—	—	20,016	20,016
Donations in support of the objectives	51,504	51,504	49,910	49,910
Support costs	156,903	156,903	199,395	199,395
	<u>1,249,078</u>	<u>1,249,078</u>	<u>1,135,930</u>	<u>1,135,930</u>



# The Society of St Pius X

## Notes to the Financial Statements (continued)

Year ended 31 December 2016

### 10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2016 £	Total fund 2015 £
The teachings of the Roman Catholic faith	613,213	51,098	664,311	617,872
Educational services	427,458	55,086	482,544	384,591
Catholic book sales	—	—	—	20,016
Donations in support of the objectives	51,504	—	51,504	49,910
Governance costs	—	50,719	50,719	63,541
	<u>1,092,175</u>	<u>156,903</u>	<u>1,249,078</u>	<u>1,135,930</u>

### 11. Analysis of support costs

	The teachings of the Roman Catholic faith £	Educational services £	Total 2016 £	Total 2015 £
Premises	—	4,391	4,391	4,320
Communications and IT	—	34,093	34,093	—
General office	—	1,740	1,740	—
Support costs: Salaries and wages	44,786	—	44,786	50,654
Support costs: Motor vehicle expenses	—	2,514	2,514	2,353
Support costs: Travel and subsistence	—	1,453	1,453	1,324
Support costs: Other professional fees	53,646	—	53,646	50,780
Support costs: Telephone	—	1,052	1,052	887
Support costs: Printing, postage and stationery	—	3,534	3,534	3,017
Support costs: Sundry expenses	—	3,367	3,367	1,900
Support costs: Light and heat	—	6,327	6,327	6,981
	<u>98,432</u>	<u>58,471</u>	<u>156,903</u>	<u>122,216</u>

### 12. Other expenditure

	Unrestricted Funds £	Total Funds 2016 £	Unrestricted Funds £	Total Funds 2015 £
Gains/Losses on disposal of tangible fixed assets for charity's own use	(54,660)	(54,660)	(37,532)	(37,532)

### 13. Net gains on investments

	Unrestricted Funds £	Total Funds 2016 £	Unrestricted Funds £	Total Funds 2015 £
Gains/(losses) on other investment assets	432,780	432,780	16,567	16,567



# The Society of St Pius X

## Notes to the Financial Statements (continued)

Year ended 31 December 2016

### 14. Net income

Net income is stated after charging/(crediting):

	2016	2015
	£	£
Depreciation of tangible fixed assets	31,036	12,343
Gains on disposal of tangible fixed assets	(54,660)	(1,006,571)
Fees payable for the audit of the financial statements	11,212	10,953

### 15. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2016	2015
	£	£
Wages and salaries	276,226	292,264
Social security costs	17,641	13,530
Employer contributions to pension plans	4,578	—
	<u>298,445</u>	<u>305,794</u>

The average head count of employees during the year was 21 (2015: 20).

No employee received employee benefits of more than £60,000 during the year (2015: Nil).

### 16. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

### 17. Tangible fixed assets

	At 1 Jan 2016 £	Additions £	Disposals £	At 31 Dec 2016 £
<b>Cost</b>				
Land and buildings	11,129,182	118,753	(429,995)	10,817,940
Fixtures and fittings	237,529	55,185	—	292,714
Motor vehicles	94,679	32,653	(8,052)	119,280
	<u>11,461,390</u>	<u>206,591</u>	<u>(438,047)</u>	<u>11,229,934</u>

	At 1 Jan 2016 £	Charge for the year £	Disposals £	At 31 Dec 2016 £
<b>Depreciation</b>				
Land and buildings	—	—	—	—
Fixtures and fittings	235,771	15,364	—	251,135
Motor vehicles	63,677	15,672	(7,057)	72,292
	<u>299,448</u>	<u>31,036</u>	<u>(7,057)</u>	<u>323,427</u>



# The Society of St Pius X

## Notes to the Financial Statements (continued)

Year ended 31 December 2016

	At 31 Dec 2016 £	At 31 Dec 2015 £
<b>Carrying amount</b>		
Land and buildings	10,817,940	11,129,182
Fixtures and fittings	41,579	1,758
Motor vehicles	46,988	31,002
	<b>10,906,507</b>	<b>11,161,942</b>

The charity's freehold properties include churches and substantial school buildings. It is the Trustees' opinion that the market values would be in excess of the book value, although the cost involved to determine the actual market values are not considered effective use of the Charity's resources. This position will be reviewed on a regular basis.

### 18. Investments

	Cash or cash equivalents £	Listed investments £	Other investments £	Total £
<b>Cost or valuation</b>				
At 1 January 2016	6,722	567,193	138,900	<b>712,815</b>
Additions	33,750	35,585	—	<b>69,335</b>
Disposals	(37,914)	(35,585)	—	<b>(73,499)</b>
Fair value movements	—	59,585	41,195	<b>100,780</b>
<b>At 31 December 2016</b>	<b>2,558</b>	<b>626,778</b>	<b>180,095</b>	<b>809,431</b>
<b>Impairment</b>				
At 1 January 2016 and 31 December 2016	—	—	—	<b>—</b>
<b>Carrying amount</b>				
<b>At 31 December 2016</b>	<b>2,558</b>	<b>626,778</b>	<b>180,095</b>	<b>809,431</b>
At 31 December 2015	6,722	567,193	138,900	<b>712,815</b>

All investments shown above are held at valuation.

### Financial assets held at fair value

### 19. Fair value determination

For financial instruments held at fair value in the Net Assets, the Charity shall disclose for each class of financial instrument, an analysis of the level in the following fair value hierarchy into which the fair value measurements have been categorised. A fair value measurement is categorised in its entirety on the basis of the lowest level input that is significant to the fair value measurement in its entirety.

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.



## The Society of St Pius X

### Notes to the Financial Statements *(continued)*

#### Year ended 31 December 2016

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

The Charity's investment assets and liabilities have been fair valued using the above hierarchy categories as follows:

As at 31 <sup>st</sup> December 2016	Level 1	Level 2	Level 3	Total
Cash or cash equivalents	-	2,558	-	2,558
Listed Investments	-	626,778	-	626,778
Other Investments (Gold)	-	180,095	-	180,095
	-	<b>809,431</b>	-	<b>809,431</b>

As at 31 <sup>st</sup> December 2015	Level 1	Level 2	Level 3	Total
Cash or cash equivalents	-	6,722	-	6,722
Listed Investments	-	567,193	-	567,193
Other Investments (Gold)	-	138,900	-	138,900
	-	<b>712,815</b>	-	<b>712,815</b>

#### 20. Investment risks disclosures

FRS 102 requires the disclosure of information in relation to certain investment risks. These risks are set out by FRS 102 as follows:

Credit risk: this is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

Market risk: this comprises currency risk, interest rate risk and other price risk.

- Currency risk: this is the risk that the fair value of future cash flows of a financial asset will fluctuate because of changes in foreign exchange rates.
- Interest rate risk: this is the risk that the fair value of future cash flows of a financial asset will fluctuate because of changes in market interest rates.
- Other price risk: this is the risk that the fair value of future cash flows of a financial asset will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

The Charity determines its investment strategy after taking advice from a professional investment adviser. The charity has exposure to these risks because of the investments it makes in following the investment strategy set out below. The Trustee manages investment risks, including credit risk and market risk, within agreed risk limits which are set taking into account the Charity's strategic investment objectives. These investment objectives and risk limits are implemented



# The Society of St Pius X

## Notes to the Financial Statements *(continued)*

Year ended 31 December 2016

through the investment management agreements in place with the Charity's investment managers and monitored by the Trustee by regular reviews of the investment portfolio.

### 21. Stocks

	2016	2015
	£	£
Books	15,000	15,000

### 24. Debtors

	2016	2015
	£	£
Prepayments and accrued income	58,219	43,837
Other debtors	740,946	148,177
	<u>799,165</u>	<u>192,014</u>

### 23. Creditors: amounts falling due within one year

	2016	2015
	£	£
Accruals and deferred income	33,200	35,799
Balance due on property purchase	75,000	50,000
Other creditors	21,441	23,916
	<u>129,641</u>	<u>109,715</u>

### 24. Creditors: amounts falling due after more than one year

	2016	2015
	£	£
Balance due on property purchase	—	75,000

### 25. Pensions and other post-retirement benefits

#### Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £4,578 (2015: £Nil).



# The Society of St Pius X

## Notes to the Financial Statements *(continued)*

Year ended 31 December 2016

### 26. Analysis of charitable funds

#### Unrestricted funds

	At 1 January 20 16	Income	Expenditure	Gains and losses	At 31 December 2016
	£	£	£	£	£
General funds	12,526,273	1,173,388	(1,194,418)	432,780	12,938,023

### 27. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2016 £
Tangible fixed assets	10,906,507	10,906,507
Investments	809,431	809,431
Stock	15,000	15,000
Debtors	799,165	799,165
Cash at bank and in hand	537,561	537,561
Creditors	(129,641)	(129,641)
<b>Net assets</b>	<b>12,938,023</b>	<b>12,938,023</b>

### 28. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The charity transitioned to FRS 102 on 1 January 2015.

No transitional adjustments were required in the retained funds or income or expenditure for the year.

### 29. Payment to Trustees

No remuneration was paid to the Trustees of the Charity in the current or previous year. All the Trustees with the exception of Mr J C Vernor-Miles and Mr W E Vernor-Miles devote their entire lives to the work of the Society in the United Kingdom or elsewhere and are wholly dependent on the Society for accommodation, food and clothing. They do not receive any financial remuneration.

During the period the charity made payments for services to Hunters solicitors of £34,086 (2015: £28,760), a firm in which Mr W E Vernor-Miles is a partner.



**The Society of St Pius X**

**Management Information**

**Year ended 31 December 2016**

**The following pages do not form part of the financial statements.**



# The Society of St Pius X

## Detailed Statement of Financial Activities

31 December 2016

	2016 £	2015 £
<b>Income and endowments</b>		
<b>Donations and legacies</b>		
Donations - UK	506,030	421,221
Donations - Scandinavia	134,816	13,386
Legacies	80,902	679,760
	<u>721,748</u>	<u>1,114,367</u>
<b>Charitable activities</b>		
Fund raising activities	57,809	49,774
	<u>57,809</u>	<u>49,774</u>
<b>Other trading activities</b>		
Rent received	43,965	45,980
School fees	313,377	214,343
	<u>357,342</u>	<u>260,323</u>
<b>Investment income</b>		
Other interest receivable	43	753
Investment income	36,446	31,729
	<u>36,489</u>	<u>32,482</u>
<b>Other income</b>		
Gain/(loss) on disposal of tangible fixed assets	—	969,039
	<u>—</u>	<u>969,039</u>
<b>Total income</b>	<u>1,173,388</u>	<u>2,425,985</u>



# The Society of St Pius X

## Detailed Statement of Financial Activities *(continued)*

31 December 2016

	2016 £	2015 £
<b>Expenditure</b>		
<b>Expenditure on charitable activities</b>		
Opening stock	15,000	27,217
Purchases	—	7,799
Closing stock	15,000	15,000
Wages and salaries	276,226	292,264
Employer's NIC	17,641	13,530
Pension costs	4,578	—
Rent	64,912	65,245
Light and heat	86,699	91,537
Repairs and maintenance	301,105	148,236
Insurance	70,806	78,659
Other establishment	76,998	78,637
Motor vehicle expenses	44,000	43,345
Other motor/travel costs	41,666	34,022
Legal and professional fees	54,144	111,839
Telephone	11,704	10,542
Other office costs	41,005	33,431
Depreciation	31,036	12,343
Other interest payable and similar charges	2,887	2,482
Centre costs	41,810	21,624
Other charitable donations	51,504	49,910
Sundry	30,357	28,268
	<u>1,249,078</u>	<u>1,135,930</u>
<b>Other expenditure</b>		
Gains/Losses on disposal of tangible fixed assets for charity's own use	(54,660)	(37,532)
<b>Total expenditure</b>	<u>1,194,418</u>	<u>1,098,398</u>
<b>Net gains on investments</b>		
Gains/(losses) on other investment assets	<u>432,780</u>	<u>16,567</u>
<b>Net income</b>	<u>411,750</u>	<u>1,344,154</u>

Carried forward



# The Society of St Pius X

## Notes to the Detailed Statement of Financial Activities

31 December 2016

	2016 £	2015 £
<b>Expenditure on charitable activities</b>		
<b>The teachings of the Roman Catholic faith</b>		
<b><i>Activities undertaken directly</i></b>		
Direct - Salaries and wages	54,319	59,199
Direct - Rent, rates and room hire	42,956	43,645
Direct - Light and heat	55,065	56,631
Direct - Repairs and maintenance	199,072	129,066
Direct - Insurance	70,657	78,659
Direct - Laundry and cleaning	25,494	32,180
Direct - Motor vehicle expenses	31,430	31,579
Direct - Travel and subsistence	34,400	27,403
Direct - Telephone	6,446	6,108
Direct - Printing, postage and stationery	23,335	18,346
Direct - Depreciation	31,036	12,343
Direct - Centre costs	25,482	19,061
Direct - Sundry expenses	13,521	2,173
	<u>613,213</u>	<u>516,393</u>
<b><i>Support costs</i></b>		
Support - Salaries and wages	44,786	50,654
Support - Other professional fees	6,312	50,780
Support - Sundry expenses	—	45
	<u>51,098</u>	<u>101,479</u>
<b>Educational services</b>		
<b><i>Activities undertaken directly</i></b>		
School - Wages and salaries	177,121	182,411
School - Employer's NIC	17,641	13,530
School - Pension costs	4,578	—
School - Rent, rates and water	17,565	17,280
School - Light and heat	25,307	27,925
School - Repairs and maintenance	81,626	15,336
School - Insurance	119	—
School - Laundry and cleaning	41,203	37,166
School - Motor vehicle expenses	10,056	9,413
School - Travel and subsistence	5,813	5,295
School - Telephone	4,206	3,547
School - Printing, postage and stationery	14,136	12,068
School - Centre costs	14,618	2,050
School - Sundry expenses	13,469	24,195
	<u>427,458</u>	<u>350,216</u>
Carried forward	427,458	350,216



# The Society of St Pius X

## Notes to the Detailed Statement of Financial Activities *(continued)*

31 December 2016

	2016 £	2015 £
Brought forward	427,458	350,216
	<u>427,458</u>	<u>350,216</u>
<b>Support costs</b>		
Support School - Rent, rates and water	4,391	4,320
Support School - Light and heat	6,327	6,981
Support School - Repairs and maintenance	20,407	3,834
Support School - Insurance	30	—
Support School - Laundry and cleaning	10,301	9,291
Support School - Motor vehicle expenses	2,514	2,353
Support School - Travel and subsistence	1,453	1,324
Support School - Telephone	1,052	887
Support School - Printing, postage and stationery	3,534	3,017
Support school - Centre costs	1,710	513
Support school - Sundry expenses	3,367	1,855
	<u>55,086</u>	<u>34,375</u>
<b>Catholic book sales</b>		
<b>Activities undertaken directly</b>		
Direct Books - Opening stock	15,000	27,217
Direct Books - Purchases	—	7,799
Direct Books - Closing stock	(15,000)	(15,000)
	<u>—</u>	<u>20,016</u>
<b>Donations in support of the objectives</b>		
<b>Activities undertaken directly</b>		
Other charitable donations	51,504	49,910
	<u>51,504</u>	<u>49,910</u>
<b>Governance costs</b>		
Governance costs - audit fees	11,212	10,953
Legal and professional fees	36,620	50,106
Bank charges	2,887	2,482
	<u>50,719</u>	<u>63,541</u>
<b>Expenditure on charitable activities</b>	<u>1,249,078</u>	<u>1,135,930</u>