

MASONIC CHARITABLE FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

Charity Number: 1164703

Company Number: 09751836

MASONIC CHARITABLE FOUNDATION

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TRUSTEES ANNUAL REPORT

The trustees are pleased to submit their report for the year ended 31st March 2017. This report includes a directors' report as required by Section 415 of The Companies Act 2006 and a strategic report as required by The Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013.

Reference and Administrative Information

Name and Registered Office

The name of the charity is the Masonic Charitable Foundation (the "Charity") and it has its registered office at 60 Great Queen Street, London, WC2B 5AZ.

Trustees

The trustees who served during the year were:

- Dr Charles A. Akle
- John Boyington, CBE
- J. Michael Codd
- Charles A.G. Cunnington
- Jean-Paul da Costa
- Timothy D. Dallas-Chapman
- Simon D'O. Duckworth, OBE, DL
- Adrian J.R. Flook
- Antony D.G. Harvey
- Christopher Head (stood down temporarily from 1st April to 30th November 2016)
- Michael R. Heenan (Treasurer)
- Richard M. Hone, QC (President)
- John E. Hornblow
- James H. Newman, OBE (Chairman)
- Andrew C. Ross, OBE
- Howard Ian Sabin
- Brigadier W.E Shackell (resigned 8th June 2016)
- Dr Alexander I. Stewart, TD (resigned 9th March 2017)
- Nigel J. Vaughan
- David C. Watson
- Andrew G. Wauchope
- Christopher G. White
- Sir Paul Williams, OBE, DL
- Dr Michael Woodcock

There have been no changes in the board of trustees subsequent to 31st March 2017.

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Executive

The Executive during the year to 31st March 2017 were:

- David Innes, Chief Executive
- Les Hutchinson, Chief Operating Officer
- Christopher Head, Finance Director (to 30th November 2016)
- Charles Angus, Finance Director (from 1st December 2016)
- Annette Campbell, Company Secretary
- Richard Camm-Jones, Joint Company Secretary (to 9th February 2017)

Auditor

Knox Cropper, Chartered Accountants, 8/9 Well Court, London, EC4M 9DN

Bankers

Barclays Bank Plc, Level 28, 1 Churchill Place, Canary Wharf, London, E14 5HP

National Westminster Bank Plc, Bloomsbury Parr's Branch, 214 High Holborn, London, WC1V 7BX

Coutts & Co, 440 Strand, London, WC2R 0QS

Investment Managers

Fulcrum Asset Management LLP, Marble Arch House, 66 Seymour Street, London, W1H 5BT

Hargreaves Hale, Accurist House, 44 Baker Street, London W1U 7AL

Julius Baer International Ltd., 1 St. Martin's Le-Grand, London, EC1A 4AS

Royal London Asset Management Ltd., 55 Gracechurch Street, London, EC3V 0UF

Ruffer LLP, 80 Victoria Street, London, SW1E 5JL

Sarasin & Partners LLP, Juxon House, 100 St. Paul's Churchyard, London, EC4M 8BU

Waverton Investment Management Ltd., 21 St. James Square, London, SW1Y 4HB

Solicitors

Stone King LLP, Boundary House, 91 Charterhouse Street, London, EC1M 6HR

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TRUSTEES ANNUAL REPORT

Structure, Governance and Management

Organisation

The Charity is constituted as a company limited by guarantee and its governing document is its articles of association. It was registered as a charity on 4th December 2015 and commenced activities on 1st April 2016.

The Charity became the parent charity to the following organisations as from 1st April 2016 and took over the administrative functions that support those organisations from that time:

Charity Name	Legal Status	Charity Registered No.	Membership Details	Trustee or Company Board
The Grand Charity	Company limited by guarantee	1170335	MCF is sole company law member	MCF and Chairman of MCF
The Grand Charity	Unincorporated trust	281942	MCF is sole member	MCF is sole corporate trustee
The Royal Masonic Trust for Girls and Boys	Company limited by guarantee	1170336	MCF is sole company law member	MCF and Chairman of MCF
The Royal Masonic Trust for Girls and Boys	Unincorporated trust	285836	Trustees of MCF	MCF is sole corporate trustee
The Masonic Samaritan Fund	Company limited by guarantee	1130424	MCF is sole company law member	MCF and Chairman of MCF
The Royal Masonic Benevolent Institution	Unincorporated trust	207360	RMBICC is sole company law member	RMBICC is sole trustee
The Royal Masonic Benevolent Institution Care Company	Company limited by guarantee	1163245	MCF is sole company law member	Directors/trustees of RMBICC
The Royal Masonic Hospital Charity	Unincorporated trust	205793	MCF is sole member	MCF and Chairman of MCF
Lifelites	Charitable Incorporated Organisation	1165791	Current trustees are the members	Majority of trustees nominated by the RMTGB
The Ruspini Fund	Unincorporated trust	285836-7	MCF is sole member	MCF and Chairman of MCF
RMBI Trading Limited	Company limited by shares	N/A	RMBI Care Company	RMBI appoints directors
Stability Investments Limited	Company limited by shares	N/A	RMBI Care Company and Latis Homes Limited	RMBI and Latis Homes Limited appoint directors

The bases for determining that the above charities are subsidiaries of the Charity are that they are effectively under the control of the Charity's trustees and they undertake charitable activities which further the charitable aims of the Charity. The trustees of the Charity, as a body, either act as trustee of the charitable subsidiary or have the right to appoint the majority of trustees of the subsidiary.

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Governance and Management

In the case of one subsidiary, Lifelites, its trustees, the majority of whom have been appointed following nomination by the RMTGB's trustees, have raised the issue as to whether there is effective control and it has been agreed that legal advice will be obtained to confirm the position.

The registered/main offices for all the above organisations is 60 Great Queen Street, London, WC2B 5AZ, with the exception of Lifelites, which is at 26 Great Queen Street, London, WC2B 5BL. Details of the summarised results are given in note 21 to the accounts on page 51.

The primary purpose of the consolidation of the activities of the existing Central Masonic Charities under the Charity is to streamline the provision of support to beneficiaries and to provide greater flexibility in ensuring that support is prioritised towards those areas of greatest need. Information relating to the activities of the subsidiary charities (the "CMCs"), including financial information at the time of merger is given in note 2 to the accounts.

The trustee board is the ultimate decision-making and controlling body for the Charity. It delegates day to day operations to the executive management team in accordance with a schedule of delegated financial authorities. Additionally, a number of areas of governance are delegated to the committees detailed in the following table.

Board/Committee	Purpose	Meetings per year
Trustee Board	Main decision-making body with ultimate responsibility for the Charity	4
Audit and Risk	Identification and mitigation of risk, oversight of external audit	2
Charity Grants	Consideration of applications for grants from organisations recognised by the Charities Commission	4
Communications	Maintaining effective communication with stakeholders, including existing and potential donors and beneficiaries	4
Finance	Ensuring adequate procedures are in place to manage all aspects of financial planning, controlling and reporting.	4
Fundraising	Supporting the masonic community's fund raising activities to support the Charity	4
Investments	Maintaining investment strategies to meet the requirements of the strategy, appointment and monitoring of fund managers	4
Masonic Support	Consideration of applications from individuals connected with the masonic community for financial relief	4
Nominations	Appointment of trustees	As required
Property (RMTGB only)	Development and execution of strategies to optimise the returns from the Charity's property portfolio	4
Remuneration	Determination of executive and staff pay & benefits	2
Strategy	Development and implementation of strategies to support the Charity's objectives. In addition, the trustees hold an annual strategic 'away day'.	4

The trustee board and committees also have regard to the affairs of the CMCs with the exception of the Royal Masonic Benevolent Institution Care Company ("RMBICC") and its subsidiaries, which are run by their own board of trustees and committees.

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TRUSTEES ANNUAL REPORT

Appointment, Induction and Training of Trustees

With the exception of RMBICC, the CMCs do not employ any staff. Services are provided to the CMCs by the Charity and are recharged to the CMCs (excluding RMBICC) monthly, based upon the number of grants processed on behalf of each CMC.

The chief executive chairs a monthly senior leadership team meeting which handles all operational matters and prepares strategic papers for consideration by the trustees.

Up to 18 trustees can be appointed to the board through selection by the nominations committee and approval by the Grand Master on the recommendation of the Grand Master's Council. In addition, up to 5 persons may (in circumstances where a person having a specific skill or area of expertise is required to supplement the skills and expertise possessed by existing trustees or to fill a casual vacancy) on the recommendation of the nominations committee and with the approval of the Grand Master on the recommendation of the Grand Master's Council be co-opted by the trustees. Co-opted trustees may include people who are not Freemasons.

Appropriate induction and training is provided for all new trustees and ongoing training is provided for existing trustees so that they are aware of their statutory obligations. Trustees are encouraged to contribute actively to the governance of the Charity. Specialist training is provided as required for trustees serving on committees.

Remuneration of Key Management Personnel

The Charity's policy is to reward executive managers according to their expertise and experience. The executive management benefit package comprises a basic salary, pension contribution and private health provision.

Basic salaries are reviewed annually against the charity sector as well as the wider professional market and information is presented to the chief executive for his consideration and then to the MCF remuneration committee. No member of the executive management team is able to make a decision on their own pay.

MASONIC CHARITABLE FOUNDATION

STRATEGIC REPORT

Objectives and Activities

Objectives

The Objects of the Charity are, for the public benefit, to:

- (a) relieve sickness and preserve health, advance education and prevent or relieve poverty or financial hardship, amongst such persons as the trustees consider from time to time to be in need of assistance to the extent to which the trustees in their absolute discretion think appropriate; and to
- (b) further such other purposes (being exclusively charitable) as the trustees may from time to time in their absolute discretion consider appropriate.

The Charity meets its charitable objectives through activities that either focus on support for Freemasons and their dependants ("Masonic Support") or on supporting need within wider society ("Non-Masonic Support" or "Charity Grants").

When setting the objectives and planning the work of the Charity for the year, the trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

Activities

Masonic Support - Grants

The Charity provides grants to assist members of the Masonic community throughout their lives, from childcare support for pre-school children through to respite care for older people. The wide range of assistance offered is grouped into three core areas: financial, health and family support. Most grants involve a financial test to ensure that support is targeted to those who need it most.

Financial

- The main provision is through daily living expenses grants paid to help Masonic families who are unable to afford everyday living costs and to participate actively in their community. These are based on empirical research conducted and regularly updated by the Joseph Rowntree Foundation. Beneficiaries will have experienced a change in their circumstances or a life event that has left them in financial hardship.
- Daily living expenses grants are normally paid direct to the beneficiary to help them with meeting the cost of household bills, food and other everyday costs. They also include a reasonable allowance for leisure activities. Emergency grants are paid to assist in crisis situations.
- Grants are provided for small but essential home repairs or to ensure there is access to heating and hot water in the winter. Loans can be provided through the Victor Donaldson Fund for more significant works. The Victor Donaldson Fund is a restricted fund held within the RMBICC. It is used to provide secured loans to Freemasons and their dependents for essential home repairs.
- Grants towards funeral costs are paid for a Freemason or their wife or partner when no other funds are available.

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STRATEGIC REPORT

Activities (Continued)

Health

- Medical grants are paid to help with the cost of private treatment or surgery when the NHS waiting list is over 12 weeks (or over 8 weeks for cardiac surgery or where cancer treatment is required). Each application is assessed individually.
- Assessments are funded when there is a long wait and without the need to complete a full application. This helps beneficiaries to secure a diagnosis and treatment plan and then access faster treatment within the NHS or support their application for further help.
- Dental grants fund essential treatments which cannot be provided freely or quickly through the NHS.
- A counselling care-line is accessible to all members of the Masonic community without an application or financial test. Working with a partner organisation it provides professional, free and confidential support to help them through difficult periods and improve their mental well-being.
- Working with nationwide providers, mobility equipment including scooters, stair-lifts, power chairs and hoists are provided to support independent living. Grants are provided for specialist or bespoke equipment for young people with severe and life-limiting disabilities.
- State support is supplemented to pay for home adaptations required due to a medical or mobility need.

Family

- For families being supported with daily living expenses grants, a wide range of educational grants are available to ensure that children are not disadvantaged in their education because of a lack of funds.
- Grants are paid for such items as IT equipment, uniforms, specialist tuition, and a host of extracurricular activities and educational opportunities.
- School fees are paid to prevent children in fee-paying education having to leave when their parents/guardians have experienced a life change preventing them from meeting the fees.
- Students in higher and postgraduate education are supported directly with scholarships to help them make the most of their study.
- TalentAid is an annual scheme aimed at supporting those with exceptional talent to train and compete at the highest level or to enter a career in music, sport or the performing arts.
- Respite care grants fund breaks for family carers who provide vital support for loved ones.
- Masonic care homes operated by the RMBI Care Company provide a range of nursing, residential and dementia care to meet the needs of older people at 17 locations across England and Wales.

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STRATEGIC REPORT

Activities (Continued)

Overseas support

- Most grants can also be paid to members of the Masonic community living overseas, adjusted to take account of the local cost of living.

The total of Masonic grants expenditure is found in Note 7 to the accounts on page 35.

Masonic Support – Services

The Charity not only provides financial support but also values the contribution that support services can make to the health and wellbeing of the Masonic population. It provides this support via a specialist enquiries team, a national team of professional advisers and by working closely with volunteers through the network of Freemasonry which exists across England and Wales.

The enquiries team is the first point of contact for all those seeking help. It aims to ensure that all enquirers who might be eligible for support are assisted with starting the application process and all those who cannot are signposted to other potential sources of help and advice.

A team of professional 13 advisers based around the country provide advice, guidance and support on a range of issues. They will make contact or visit to listen, understand needs, discuss potential solutions and direct to organisations and services that can help. The team can assist with applications for charitable support and signpost to state and local authority benefits and services available from other organisations.

Working through local Masonic networks of volunteers, coordination of activities is organised to maximise the reach and impact of support. These volunteers provide pastoral support as well as finding and referring cases of need. A network of trained and vetted visitors conducts the majority of visits to applicants to complete application forms for grant support.

Working with local Masonic volunteers, four holidays are organised each year for individuals supported by the Charity who have not been on holiday in the last three years.

Charity Grants

Grants from the Charity are made to charities registered with the Charity Commission and whose beneficiaries are located across England and Wales. In addition, grants are provided for disaster relief support, both in the UK and overseas.

The Charity seeks to achieve the following main objectives through its Charity Grants Programmes:

- To make a significant difference to people in real need.

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STRATEGIC REPORT

Activities (Continued)

- To provide support, which addresses the needs of the whole family, from early childhood to old age.
- To support causes which reflect the interests and values of Freemasons and their families.
- To achieve maximum impact by ensuring the most effective projects are being supported.

During the period covered by this Annual Report, the Charity has made grants to non-Masonic charities in seven key areas where public benefit is clearly demonstrated.

1. Financial Hardship – Grants support charities that relieve household or individual financial poverty.
2. Education and Employability - Grants support charities which help disadvantaged children and young people by providing opportunities for those who are not in education, employment or training, affected by poor health or disability, and those at risk of further disadvantage.
3. Health and Disability - Grants support charities that improve the lives of people with poor physical or mental health, physical or learning disabilities and chronic or life-limiting conditions. In addition grants may support carers and those in need of end-of-life or palliative care.
4. Social Exclusion and Disadvantage - Grants support charities which relieve isolation and loneliness for those experiencing family breakdown or crisis, rural or urban deprivation, homelessness, digital exclusion or social exclusion, as well as those with a disability or long-term illness which acts as a barrier to a fulfilling life.
5. Medical and Social Research - Grants for fund social and medical research into a wide range of disabilities, diseases and conditions.
6. Emergency Grants - Emergency grants are made in times of national emergency, both in the UK and overseas. These grants are made at the discretion of the Emergency Panel to ensure rapid response by the Charity and are normally made through international relief organisations. Some grants are made in conjunction with the appropriate District or Provincial Grand Lodge.
7. Hospices - Grants were provided for all hospice services in England and Wales that received less than 60% of their income from the National Health Service. Hospice grants are awarded for running costs only and no contributions are made to capital appeals.

The total of non-Masonic charity grants expenditure is found in Note 7 to the accounts on page 35.

Grant Administration

Recipients of all grants over £5,000 are first asked to submit an end-of-year report, measuring their achievements against the objectives set out in their application. Instalment grants are paid on receipt of a satisfactory report against the previous year's objectives and regular monitoring visits are made to charities in receipt of larger grants.

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STRATEGIC REPORT

Activities (Continued)

Relief Chest Scheme

The Relief Chest Scheme ("RCS"), introduced in 1986, offers individual relief chests to lodges, chapters, provinces and other recognised Masonic organisations, which are used to generate funds for all types of charitable purposes. These funds are held by The Grand Charity unincorporated trust in a restricted fund. A donation is made from a relief chest to a charity, an organisation recognised as charitable, or for an individual in distress only at the request of the relief chest holder. In addition, the RCS reclaims eligible tax relief under Gift Aid. In 2016/17 the RCS reclaimed nearly £1 million in gift aid tax from HMRC.

The RCS provides vital support to provinces in festival and other appeals, enabling them to reach their fundraising targets efficiently; confident in the knowledge that all statutory compliance and administration requirements, for example, of the Charity Commission, Information Commissioner's Office and HMRC have been met.

Investment in infrastructure and latest technology ensures that the RCS delivers a risk management framework in a cost efficient manner.

In 2017/18 the RCS will be expanding its donor advised funds service to individual Freemasons, their family and friends, by launching individual relief chests ("IRCs").

An IRC is an individual charitable account which allows donors to set money aside to support both masonic and non-Masonic charities of their choice thereby helping them to manage their charitable giving efficiently.

IRCs will offer a range of benefits to individuals, including:

- Complete control over donors' charitable giving
- Secure online regular donations
- Gift Aid tax reclaim
- Regular statements
- Supporting multiple charities
- Ease of donating to charities

All services of the RCS are provided free, no administration fee is charged to the chest holder.

The services of the RCS, which assist donors to give to both Masonic and non-Masonic charitable activities efficiently, contribute to the public benefit by creating value for other charities and extending the Scheme's positive impact.

The Charity is transforming Masonic charitable giving to make the process easy and to help give substantial donations each year to charitable causes.

The Charity is committed to helping Freemasons to make a difference to the world in which they live and to inspire greater generosity from this community, by offering practical tailored support through its wealth of resources and tools.

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STRATEGIC REPORT

Activities (Continued)

RMBICC

- The RMBI has proved care and support for older masons and their families for over 170 years.
- The main activity of the RMBI Care Company is the provision of 1,095 registered beds for Residential, Dementia and Nursing care across 17 Homes throughout England and Wales. In addition, the charity runs approximately 145 sheltered units for those who seek independence with minimal care provided. The Charity employs around 1,500 staff to meet support and care needs
- Its mission is to provide unique individual care, with kindness, honesty and integrity helping deliver a service that we can all be proud of in making a real difference to people's everyday lives.

Fundraising

The Charity and its subsidiaries, with the exception of Lifelites, do not appeal to the general public for funds. Voluntary income comes entirely from donations and legacies from Freemasons or their families.

In particular, each year a number of Masonic provinces support the Charity through festival appeals, which typically run for a period of five years. The income generated largely depends on the size of the provinces involved. Notwithstanding the amount of new funding anticipated from the supporting province, the Charity maintains a constant level of fundraising activity from year to year.

During the year festival appeals concluded which were supported by the provinces of Norfolk (£2,051,686), Cheshire (£3,010,793), Cumberland and Westmorland (£1,669,398) and Hampshire and Isle of Wight (£7,746,319) and the trustees are extremely grateful to the Brethren and their families from these provinces for their magnificent efforts.

During the period, the strategy committee continued to review the factors both internal and external to the Charity which affect its work. It monitored trends in Masonic fundraising and sought to improve the way the Charity communicates the extensive benefits available to both the Masonic family and wider society. Where possible the Charity combined its fundraising activities with its developing communication strategy in order to reach as many potential beneficiaries as possible.

Externally, changes to government policy and welfare, care and educational funding and provision continued to affect the families supported. The Masonic support and charity grants committees continued to review the impact of those changes and made appropriate adjustments to the types and levels of grants paid for beneficiaries.

Achievements and Performance

Masonic Support

During the first year of operation the Charity reorganised the separate grant-making teams of the legacy charities into one unified structure. Other significant achievements include: -

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STRATEGIC REPORT

Masonic Support (Continued)

- A new Grants Administration Management and Evaluation System (GAMES) was designed and built ready for implementation in April 2017 to replace four legacy databases.
- Through the creation of GAMES the Masonic Grants department can now manage, monitor and report on all grants and enquiry activity. In addition, the new database can also allow trained volunteers to submit and monitor applications for support online in their own regions.
- A new suite of application forms was designed and created for use from 1 April 2017.
- New policy was developed to combine the activities of the former charities and introduce a robust, justifiable means of assessment for all applications. This assessment was designed around testing income where there is a need for daily living expenses and testing affordability for one-off requests.
- A new process was designed to bring a consistent and improved experience for all those involved with applications for support.
- Trained and vetted 'Visiting Volunteers' were piloted in selected areas to act as trained local representatives of the charity to complete application forms. The pilot project was a great success and was signed off for roll-out during 2017/18.
- Four holidays were run in Bournemouth, Eastbourne, Llandudno and Southend on Sea.

Charity Grants

In a similar manner to the integration of masonic support, the charity grant programmes of the legacy charities have been successfully combined to ensure a broad range of support is offered to all eligible beneficiaries consistently to the same high standards through one staff team. Other significant achievements include: -

- 414 grants were awarded to non-Masonic charities across England and Wales totalling over £4.5m. This includes 9 research grants, 6 financial hardship grants, 68 health and disability grants, 36 social exclusion and disadvantage grants, 24 education and employability grants, 245 hospices grants, 23 Air Ambulance grants and 3 emergency grants.
- During year ended 31st March 2017, the charity grants department received an increase in enquiries by 400% and applications by 250%.
- Over the year, media coverage of the Charity's activities in regional, local newspapers and websites has increased by around 32%.

In order for the Charity to be better able to report on the impact being made in the future, beyond simply reporting on activities and outputs, a monitoring & evaluation officer has been appointed. This role will be dedicated to designing processes and frameworks for capturing and measuring the impact of the support that is offered.

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STRATEGIC REPORT

Relief Chest Scheme

During the year, activity in the RCS included:

	2017	2016
• Number of Relief Chests	4,668	4,637
• Average number of monthly donations into the Scheme	36,755	34,669
• Average number of monthly tax reclaims	28,325	29,212
• Average number of monthly payments from the Scheme	470	512
• Number of new Relief Chests opened	147	209

Relief Chest holders utilised the Scheme by requesting charitable donations as follows.

	2017	2016
	£'000	£'000
Masonic Charitable Foundation	551	-
The Grand Charity (General Fund)	846	1,067
The Royal Masonic Trust for Girls and Boys	1,494	862
The Royal Masonic Benevolent Institution	1,832	2,281
Masonic Samaritan Fund	160	271
Other Masonic benevolent funds	1,843	696
Non-Masonic charities	<u>2,444</u>	<u>2,883</u>
Total	<u>9,170</u>	<u>8,060</u>

RMBICC

The primary achievement remains the delivery of safe care across all our services with a focus on successful delivery of good regulatory outcomes from CQC (England) and CSSIW (Wales). Delivering services within budget and to a high standard remain the twin priorities of the RMBICC.

During the past year the continued roll out of electronic care plans and medication records has continued, with the introduction of new policies and procedures to ensure best practice and remaining up to date in key fields including safe guarding, medication, and infection control.

As of the 31st March 2017 the average occupancy of the 17 care homes (excluding sheltered accommodation) was 1,000 placements at any one time of which:-

- Self-funders (private) had on average 674 placements representing 67% of all placements.
- Supported (local authority) had on average 326 placements representing 33% of all placements.
- Self-funder income was £30,752k representing 76% of income.
- Supported income was £9,695k representing 24% of income.
- 184 placements on average were non-masonic representing 18% generating an additional income of £6,265k or 15% of total income.
- Total staff expenditure stood at £39,865k.

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STRATEGIC REPORT

Financial Review

Review of the Year

Income of £67,008k was 0.8% higher than prior year. This included fee income from running care homes of £40,919k, which was 2.9% higher than prior year. Voluntary income of £16,804k was 3.9% lower than prior year, consisting of festival income of £8,891k (down 11.1%), other donations of £5,421k (up 15.7%) and legacies of £2,492k (down 11.3%). Members' annual contributions of £3,907k were 1.0% higher than prior year.

The following festivals completed during the year:

Province	Recipient Charity	Total Collected
Norfolk	The Grand Charity	£2,052k
Cheshire	Masonic Samaritan Fund	£3,011k
Cumberland & Westmorland	Royal Masonic Benevolent Institution	£1,669k
Hampshire & Isle of Wight	Royal Masonic Trust for Girls and Boys	£7,746k

The Charity is most grateful for the sterling efforts made by the respective organising committees and generous donations of time and money by Brethren.

Investment income of £5,366k was 1.3% higher than prior year, consisting primarily of income from our investment portfolio of £3,007k (no change), rentals from investment properties of £1,618k (up 7.5%) and interest income from pension scheme assets of £598k (up 1.7%).

Expenditure of £73,222k was 1.0% higher than prior year, including the cost of running care homes of £46,668k (up 4.2%). Excluding care home activities, expenditure was split as follows: 48% was paid out in grants to masonic beneficiaries, 8% was spent on services to support masonic beneficiaries, 26% was paid out to other charities working in fields that align to the Charity's charitable objectives, 9% was spent on raising funds for future deployment and 9% was spent on administration to enable the MCF to deliver its charitable mission.

The net deficit before investment gains/(losses) for the year was £6,214k (prior year: £6,029k). Strong stock market growth, particularly following Brexit with the subsequent devaluation of Sterling against the US Dollar, resulted in an investment gain of £24,268k for the year (prior year loss: £13,065k).

Other recognised gains/(losses) included a small devaluation of the RMTGB's investment property portfolio of £433k (prior year gain: £6,449k), an actuarial gain on the RMBI's pension scheme of £433k (prior year loss: £114k) and a small favourable adjustment of £345k to the buy-out charge to the RMTGB's pension scheme of £5,320k taken in 2015/16.

The net movement in funds for the year was a gain of £18,399k (prior year loss: £18,079k).

The Group's balance sheet remains very strong, with total funds of £416,668k made up from investments of £266,050k (64%), investment properties of £29,660k (7%), RMBI operating properties of £70,815k (17%), bank balances and short-term deposits of £47,527k (11%) and other net assets of £2,616k (1%).

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STRATEGIC REPORT

Principal Risks and Mitigation

The principal risks identified and agreed actions to mitigate are shown in the following table:

Risk	Consequence	Mitigation
Significant unexpected financial loss from operations	Reputational damage, loss of confidence with key stakeholders and impact upon continuing financial sustainability	Strong financial procedures, particularly budgetary planning and control. Oversight from the Finance Committee.
Inadequate liquidity to meet financial commitments	Poor service to beneficiaries and reputational damage. Withdrawal of key services from suppliers	Cash flow forecasting and liquidity planning within the Investment Strategy
Significant long-term loss in the value of the investment portfolio	Impacts financial sustainability and reputational damage with donors	Appointment and performance monitoring of expert investment managers. Oversight from investment and property committees.
Grants made outside the Charity's Objects and operating guidelines	Reputational damage, loss of confidence with key stakeholders and potential trustee liability	Strong procedures and controls for processing grants. Oversight from Masonic Support and Charity Grants committees
Cyberattack on IT systems	All key operations are compromised	UGLE and IT network providers have strong security procedures in place covering access, protection, backups and disaster recovery facilities
Data protection breach	Reputational damage and significant financial penalties	Data protection policy, IT security and HR policies in place
Fraud	Financial loss, reputational damage, adverse impact upon staff	Financial procedures, segregation of duties, authority limits, IT security, increased awareness amongst staff
Unavailability of office accommodation	Operations compromised	UGLE Business Continuity Plan
Loss of paper records from fire/flooding	Breach of legal obligations, adverse impact upon operations, potential financial penalties	Reduced reliance on paper records with increased use of IT.
Lack of compliance with employment legislation	Breach of legal obligations, potential financial penalties, breakdown of staff morale and adverse impact upon service provision	HR procedures and staff handbook. Induction processes for new staff. Ongoing management training and Personal Development Review
Undue reliance on key persons	Operational breakdown, adverse impact upon staff morale, poor service to beneficiaries and potential reputational damage	HR procedures: organisational and succession planning. Comprehensive documentation of procedures and controls

Risks are actively monitored by the Executive and the senior leadership team, and formally reviewed by the audit and risk committee at their biannual meetings.

MASONIC CHARITABLE FOUNDATION

STRATEGIC REPORT

Reserves Policy

The key objective of the Charity's reserves policy is to build up funds which can be applied in accordance with its wider objectives to meet beneficiaries' needs, wherever they lie. With the exception of The Grand Charity, the CMCs have specific objectives that may prevent the Group as a whole from applying funds to areas where support is most needed. Their reserves are accordingly treated as restricted funds in the Charity's group accounts.

Following the commencement of operations of the Charity in April 2016, all future festivals will be targeted to raise funds for this new charity, whilst current grant expenditure is charged to the CMCs. Over time, the reserves of the CMCs will eventually diminish to a minimal level and the occasional legacy, at which time the Charity will take over full responsibility for the CMCs' objectives.

The overall reserves policy for the group recognises that investment returns provide diversity of income and enables the Charity to operate at a level of circa 50% higher than would otherwise be the case. The policy is to retain the real value of the investment assets in order to maintain this contribution for the foreseeable future.

Within the CMCs, the following amounts have been set aside as designated reserves as detailed in the following table:

Charity	Reason for Designation	Reserves at 31 st March 2017 £'000s
RMTGB	Future support for existing beneficiaries where there is a moral obligation to continue support in the absence of a legal commitment	37,724
RMBI	Fixed Assets and New Building Funds	76,435

The RMBI holds £41,510k of free reserves that amounts to 11 months of annual expenditure. This is within the target range of 6 to 12 months held to manage the financial and business risks to which the RMBI is exposed.

Total group reserves of £416,668k (2016: £398,269k) include £295,710k set aside to maintain future investment returns for funding additional expenditure in supporting beneficiaries, £76,482k for replacing operating properties and other fixed assets and £44,476k to cover operational requirements, primarily in the RMBI. The current level of reserves is within the range recommended by the trustee board of £350,000k to £450,000k, and is kept under regular review.

MASONIC CHARITABLE FOUNDATION

STRATEGIC REPORT

Investment Policy and Performance

The Charity manages its investments on a total return basis, with an overall objective of making a return of RP plus 4% net of all expenses in the long term. The trustees accept that a high weighting of equity investments will be required in the portfolio asset allocation in order to meet this target return. Risk is managed through diversification, using a combination of investment management styles.

Investment returns have benefitted from strong stock market growth over the second half of the year. Performance by investment manager is shown in the following table:

Investment Manager	Fulcrum	Sarasin	Waverton	Ruffer *	Julius Baer	Hargreaves Hale
Fund at 31 st March 2017						
Investment approach	Absolute Return, Cautious	Thematic, 100% equities. Higher Risk	Equity growth. Higher Risk	Absolute Return, Cautious	Balanced, medium risk	Balanced, equities and fixed interest
Benchmark	None	MSCI All Countries Total Return	MSCI UK Total Return	None	Composite	Composite
Return for the year	2.50%	29.20%	13.90%	12.80%	21.22%	22.18%
Benchmark return for year	N/A	32.20%	23.58%	N/A	22.67%	28.14%
3 year return	6.00%	11.70%	26.69%	14.80%	28.54%	33.08%
3 year benchmark	N/A	15.60%	23.58%	N/A	31.61%	44.58%

* Ruffer figures for the rolling year/3 years to 28th February 2017, at which time it was agreed to liquidate the fund.

Plans for Future Periods

In 2017 The Charity is in the process of drafting a five year strategy that will take effect from 2018. Through the process of stakeholder engagement, the strategy will be refined further and announced in early 2018. The Charity is likely to focus its activities in the following areas resulting in eight strategic aims.

1. *Enhancing our support and services to the Masonic community.* We aim to extend the range of our support and services in response to changing needs, and deliver these more effectively.
2. *Extending care support directly and in partnership with other specialist providers.* We aim to meet the needs of older Freemasons, their wives and partners by supporting them to live as independently as possible.
3. *Supporting charities and causes important to the Masonic community.* The charities and causes that we support will help those that face poverty, distress and disadvantage to participate actively in society, overcome obstacles and lead fulfilling lives.
4. *Building relationships with the Masonic community through UGLE, Metropolitan Grand Lodge, provinces and districts.* We aim to build and strengthen our relationships with UGLE, Metropolitan Grand Lodge, provinces and districts in recognition of their role as the primary link to our beneficiaries and donors.

MASONIC CHARITABLE FOUNDATION

STRATEGIC REPORT

Plans for Future Periods (Continued)

5. *Ensuring our support and services have a positive impact on those we support.* We aim to understand the value and impact of our grant-making, services and support activities, and adapt and evolve in response to what we learn.
6. *Creating a sustainable charity for future generations.* We will build on our charitable legacies to ensure solid foundations are in place that enable MCF to continue to support those in need for generations to come.
7. *Improving communications at all levels of Freemasonry.* We aim to embed MCF within the consciousness of the Masonic community so that our services and support are clearly understood by Freemasons and their families and, in doing so, build pride in our donors and supporters.
8. *Adopting a proactive role in the charity sector.* As a leading charitable foundation in the UK we will adopt a profile befitting our status and support the charity community to encourage best practice, shared learning and transparency.
9. *Raising our profile beyond the Masonic community.* We aim to be better known across wider society so that the generosity and charitable actions of the Masonic community are fully understood.

Through our new strategy the trustee board and senior leadership team intend to build upon the benefits of consolidation of the four legacy charities, already being felt by the Masonic and charity communities. Our next steps will involve:

- Identifying the evolving needs of the families and individuals that we support and extending our package of support to meet these needs.
- A full roll-out of our Visiting Volunteer programme across England and Wales to help those in need get access to our support.
- Being clear on the outcome we hope to achieve through our services and support and focusing increasingly on the impact and social change being achieved.
- Measuring and evaluating the impact of the support we offer.
- Beginning the process of rebuilding existing care homes and improving facilities in other locations.
- Supporting smaller charities with larger grants that can be used toward core costs, in recognition of reducing funding available to them from statutory bodies.
- Working closely with local and regional branches of Freemasonry to share best practice and offer co-funding relating to the support that they offer to local charities.
- Celebrating and acknowledging our donors.

MASONIC CHARITABLE FOUNDATION

STRATEGIC REPORT

• Plans for Future Periods (Continued)

- Playing a proactive role in the charity sector and influencing policy-makers to ensure the communities we support are not forgotten or disadvantaged.
- Building on the foundations we have laid for the new Charity by investing in our staff, developing our culture and values, improving our presence and seeking further efficiencies.

RMBICC

- Continued investment in our portfolio of care homes through the 12-year Malcolm Hollis Capital Programme.
- The building of a new 72 bed care home at Lord Harris Court, Sindlesham.
- Commitment to new development opportunities in the North West of England and a second phase of development at Lord Harris Court with the introduction of 73 assisted living apartments.
- Longer term options to build and provide new services in parts of the Country which at present have no RMBI Care Co presence.
- Continued increase in dementia placements across all our homes reflecting the national trend of increased demand.

MASONIC CHARITABLE FOUNDATION

STATEMENT OF TRUSTEES RESPONSIBILITIES

Statement of Responsibilities

The trustees, who are also the directors of the Charity for the purposes of company law, are responsible for preparing the trustees' report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (U.K. "GAAP").

Company law 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 the Group and of the income and expenditure of the Group for that year.

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 Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether United Kingdom accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue to operate.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and the Group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Charity and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of Disclosure of Information to Auditors

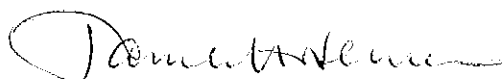
Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditors are unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

A resolution proposing that Knox Cropper be reappointed as auditors will be put to the members.

Approval by Trustees

This report, including the strategic report, was approved by the Trustees on 14th September 2017 and signed on their behalf by



James Newman, OBE

Chairman, MCF

MASONIC CHARITABLE FOUNDATION

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS AND TRUSTEES OF THE MASONIC CHARITABLE FOUNDATION

We have audited the financial statements of Masonic Charitable Foundation for the year ended 31 March 2017 which comprise the consolidated statement of financial activities (including the consolidated income and expenditure account), the consolidated and charity balance sheets, the consolidated statement of cash flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the charity members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report or for the opinion we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the statement of trustees' responsibilities set out in the trustees' report, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

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 (APB'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 group's and the parent charitable company'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 including the Strategic Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently 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 group's and the parent charitable company's affairs as at 31 March 2017 and of the group's income and expenditure, 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 Companies Act 2006.

MASONIC CHARITABLE FOUNDATION

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS AND TRUSTEES OF THE MASONIC CHARITABLE FOUNDATION

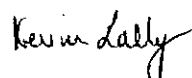
Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit, the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements and the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept proper and adequate accounting records or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records or returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Kevin Lally (Senior Statutory Auditor)

14th September 2017

For and on behalf of
Knox Cropper (Statutory Auditor)
8/9 Well Court
London
EC4M 9DN

Knox Cropper is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

MASONIC CHARITABLE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 MARCH 2017

(Including an Income and Expenditure Account)

	Note	Unrestricted funds 2017 £'000	Restricted funds 2017 £'000	Total Funds 2017 £'000	Total Funds 2016 £'000
INCOME					
Donations and legacies	3	2,624	14,180	16,804	17,492
Annual contributions from Lodges		3,907	0	3,907	3,870
Charitable activities	4	0	40,919	40,919	39,737
Investment income	5	307	5,059	5,366	5,296
Other income		0	12	12	49
Total income		6,838	60,170	67,008	66,444
EXPENDITURE					
Cost of generating funds		(419)	(585)	(1,004)	(1,550)
Investment management costs	6	(221)	(1,529)	(1,750)	(1,796)
		(640)	(2,114)	(2,754)	(3,346)
Charitable activities					
Masonic grants	7,8	(3,701)	(11,536)	(15,237)	(14,906)
Non-Masonic grants	7,8	(3,704)	(4,859)	(8,563)	(9,445)
Residential and care homes		0	(46,668)	(46,668)	(44,776)
		(7,405)	(63,063)	(70,468)	(69,127)
Total expenditure		(8,045)	(65,177)	(73,222)	(72,473)
Net gains/(losses) on investments	14	2,534	21,301	23,835	(6,616)
Net income/(expenditure)		1,327	16,294	17,621	(12,645)
OTHER RECOGNISED GAINS/(LOSSES)					
Actuarial gains/(losses) on pension scheme		0	433	433	(114)
Pension Liability Buy out		0	345	345	(5,320)
NET MOVEMENT IN FUNDS		1,327	17,072	18,399	(18,079)
Total funds brought forward		30,042	368,227	398,269	416,348
Total funds carried forward		31,369	385,299	416,668	398,269

All income and expenditure derive from continuing activities and all gains/losses are included in the statement of financial activities

The notes on pages 28 to 53 form part of these financial statements. The prior year figures are analysed by fund in note 22 on page 52.

MASONIC CHARITABLE FOUNDATION

BALANCE SHEET as at 31 March 2017

Company Number 09751836

Note

March 2017

March 2016

Group £'000	Company £'000	Group £'000	Company £'000
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FIXED ASSETS

Intangible assets	11	97	97	0	0
Tangible assets	12	76,385	671	75,173	0
Investment properties	13	29,660	0	29,925	0
Investments	14	246,825	0	236,524	0
		352,967	768	341,622	0

CURRENT ASSETS

Debtors	15	7,077	370	6,443	0
Investments	14	19,225	0	23,604	0
Short term deposits		28,798	0	29,858	0
Cash at bank and in hand		18,729	2,627	12,733	0
		73,829	2,997	72,638	0

CURRENT LIABILITIES

Creditors falling due within one year	16	(8,814)	(1,657)	(13,990)	0
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NET CURRENT ASSETS

65,015	1,340	58,648	0
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TOTAL ASSETS LESS CURRENT LIABILITIES

417,982	2,108	400,270	0
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Creditors falling due after one year	16	(651)	0	(432)	0
Provisions for pensions	17	(663)	0	(1,569)	0

Total net assets

416,668	2,108	398,269	0
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CHARITABLE FUNDS

Endowment funds	18	243	0	243	0
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Restricted income funds	18	385,056	0	367,984	0
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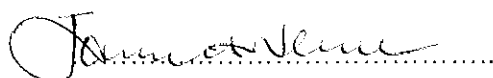
Unrestricted funds

General reserves	18	31,369	2,108	30,042	0
		31,369	2,108	30,042	0

Total charitable funds

416,668	2,108	398,269	0
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The financial statements were approved and authorised for issue by the Trustee Board on 14 September 2017 and signed on their behalf by:



Chairman



Treasurer

The notes on pages 28 to 53 form part of these financial statements

MASONIC CHARITABLE FOUNDATION

CASH FLOW STATEMENT

YEAR ENDED 31 MARCH 2017

2017
£'000

2016
£'000

Operating Activities

Net cash provided by/(used in) Operating Activities A (16,187) (16,198)

Cash flows from investing activities

Dividends, interest and rents from investments	5,366	5,313
Proceeds from the sale of tangible fixed assets	29	199
Purchase of tangible fixed assets	(3,649)	(1,696)
Purchase of intangible fixed assets	(97)	0
Proceeds from the sale of investments	157,704	350,521
Purchase of investments	(142,609)	(342,236)

Net cash provided by/(used in) Investing Activities 16,744 12,101

Change in cash and cash equivalents in the reporting period 557 (4,097)

Cash and cash equivalents at the beginning of the reporting period 66,195 70,292

Cash and cash equivalents at the end of the reporting period B 66,752 66,195

Notes on the cash flow statement

A Reconciliation of net income/(expenditure) to net cash flow from operating activities

Net income/expenditure as per the Statement of Financial Activities 17,621 (12,645)

Adjustments for:

Depreciation charges	2,421	2,640
Dividends, interest and rents from investments	(5,366)	(5,296)
(Gains)/losses in investments (excluding within cash balances)	(25,130)	3,112
Movements in defined benefit pension scheme	(473)	(399)
Loss/(profit) on sale of tangible fixed assets	(12)	(49)
(Increase)/decrease in debtors	(634)	(817)
Increase/(decrease) in creditors	(4,614)	(2,744)

Net cash provided by/(used in) Operating Activities (16,187) (16,198)

B Analysis of cash and cash equivalents

Cash held by investment managers	19,225	23,604
Short term deposits	28,798	29,858
Cash at bank and in hand	18,729	12,733

Total cash and cash equivalents 66,752 66,195

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

1. ACCOUNTING POLICIES

(a) Statement of compliance

The financial statements of the Masonic Charitable Foundation and its subsidiaries (the "Group") have been prepared in accordance with applicable UK accounting standards, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" ("FRS 102"). Additionally, they comply with the Companies Act 2006, the Charities (Accounts and Reports) Regulations 2008 and the Statement of Recommended Practice "Accounting and Reporting by Charities" published in 2015 (the "SORP") in all material respects. The Charity meets the definition of a public benefit entity under FRS 102.

(b) Basis of preparation

The financial statements have been prepared on a going concern basis under the historical cost convention, as modified by the revaluation of investments and investment properties, on a basis consistent with previous years. The functional currency of the Group is considered to be Pounds Sterling because that is the currency of the primary economic environment in which the Charity operates.

The Charity commenced activities from 1st April 2016. The Charity has taken advantage of the exemption conferred by Section 408 Companies Act 2006 and has not presented a separate charity statement of financial activity.

(c) Basic of consolidation

Consolidated accounts have been prepared using the principles of merger accounting and comparative figures produced from the consolidation of the prior year accounts to 31st March 2016 for the existing subsidiary charities. For the purposes of consolidation the results of the Charity and each subsidiary have been aggregated on a line by line basis, and uniform accounting policies have been used.

(d) Going concern

The trustees have assessed whether the use of the going concern assumption is appropriate in preparing these financial statements. The trustees have made this assessment in respect to a period of one year from the date of approval of these financial statements.

The trustees of the charity have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The trustees are of the opinion that the charity will have sufficient resources to meet its liabilities as they fall due.

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

(e) Incoming resources

Revenue is recognised when the significant risks and rewards of ownership have been transferred, the amount of revenue can be measured reliably, it is probable that future economic benefits will flow to the Group and when the specific criteria relating to certain of the Group's revenue channels have been met, as described below:

- i. Monetary donations are brought into account when received.
- ii. Legacies are recognised where there has been a grant of probate, the executors have identified that there are sufficient assets in the estate after settlement of liabilities to pay the legacy and any conditions attached to the legacy are either in control of the Group or have been met. Legacies subject to the interest of a life tenant are not recognised during the lifetime of the life tenant.
- iii. Dividends are recognised from the ex-dividend date when they become receivable.
- iv. Rental income is recognised on an accruals basis, with rent free periods spread over the period of the lease to the next break clause.

(f) Resources expended

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Group to that expenditure, it is probable that settlement will be required and the amount of any obligation can be measured reliably. All resources expended are recognised on an accruals basis, with the exception of grants as noted below.

Expenditure on generating funds includes costs of fundraising and maintenance of festival and donor records, together with the management of the investment and property portfolios. These costs include the allocation of support costs relating to these activities.

Charitable activities are split between masonic activities and grants awarded to external institutions (designated as "non-Masonic" within the SOFA).

Masonic activities include the payment of grants directly to beneficiaries together with related welfare and support costs. Non-Masonic activities consist of the payment of grants to external institutions. Support costs are allocated to these activities on the bases laid out in note 7.

Grants are recognised as expenditure in the year in which the grant is formally approved by the Charity and has been communicated in writing to the recipient, except to the extent that it is subject to conditions that enable the Group to revoke the award.

The provision for multi-year grants is recognised at its present value when settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the Group that would permit it to avoid making future payments, settlement is probable and the effect of discounting is material. The discount rate used is the long-term return of inflation plus 4 percent used as the target for the Group's investment portfolio.

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

(g) **Employees**

All staff are employed by the Charity and recharged to subsidiary charities based upon the relative number of grants processed by those charities.

(h) **Fund accounting**

Restricted funds are subject to specific conditions imposed by the donors and/or for the purposes for which they are raised. The aim of each material restricted fund is set out in note 18. Unrestricted funds may be utilised for any purpose in accordance with the charitable objectives of the Group.

(i) **Intangible fixed assets**

Intangible fixed assets, consisting of computer software, held by the Group are stated at cost less accumulated depreciation and any accumulated impairment losses. Cost includes the original purchase price and costs directly attributable to bringing the asset to its working condition for its intended use. Intangible fixed assets are subject to review for impairment when there is an indication of a reduction in their carrying value. They are reviewed annually and any impairment is recognised in the year in which it occurs.

The threshold for capitalisation is £10,000 and depreciation is calculated using the straight-line method to allocate the cost of each asset less its residual value over its useful life, estimated at 4 years.

(j) **Tangible fixed assets**

Tangible fixed assets, excluding land and investment properties, held by the Group are stated at cost less accumulated depreciation and any accumulated impairment losses. Land is stated at cost less any accumulated impairment losses. Cost includes the original purchase price and costs directly attributable to bringing the asset to its working condition for its intended use. Fixed assets are subject to review for impairment when there is an indication of a reduction in their carrying value. They are reviewed annually and any impairment is recognised in the year in which it occurs.

Assets in the course of construction are stated at cost and not depreciated until available for use.

The threshold for capitalisation is £10,000

Depreciation is calculated using the straight-line method to allocate the cost of each asset less its residual value over its estimated useful life, as follows:

	<u>Asset</u>	<u>Years</u>
i.	Freehold and long leasehold	50
ii.	Short leasehold improvements and furniture	10
iii.	Motor vehicles, computers and equipment	4

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

(k) Investment properties

Investment properties are measured at fair value by third party professional valuers on an annual basis using RICS Red Book valuation rules. Gains or losses are recognised within the Statement of Financial Activities. No depreciation is provided on investment properties.

(l) Investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are stated at market value. All realised and unrealised gains and losses are recognised within the Statement of Financial Activities. Investments which the Group holds for resale or pending their sale and cash or cash equivalents with a maturity date of less than one year, which are held for investment purposes, are disclosed as current asset investments.

(m) Financial assets and liabilities

The Group has chosen to adopt Sections 11 and 12 of FRS 102 in respect of financial instruments. Financial assets and liabilities are recognised when the Group becomes a party to the contractual provisions of the instrument.

Financial assets and liabilities which qualify as basic financial instruments are initially recognised at the settlement amount after any trade discounts. They are subsequently valued at amortised cost and assessed for impairment at the end of each reporting period. Where settlement is not expected within 12 months of the balance sheet date, then the asset or liability is discounted using the long term return of inflation plus 4 percent used as the target for the Group's investment portfolio. Basic financial instruments include debtors, cash and creditors within the balance sheet.

(n) Provisions

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated. Provisions are discounted to present value where the effect is material.

(o) Contingencies

Contingent liabilities are potential future cash outflows, where the likelihood of payment is considered more than remote, but is not considered probable or cannot be measured reliably. These are not recognised but are disclosed in the notes to the financial statements.

Contingent assets are potential future cash inflows of economic benefits where the likelihood of receipt is considered more than remote, but is not considered probable or cannot be measured reliably. These are not recognised but are disclosed in the notes to the financial statements.

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

(p) **Foreign currencies**

Transactions denominated in foreign currencies are translated into Pounds Sterling at the exchange rates ruling at the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated into Pounds Sterling at the rate ruling at the balance sheet date. All foreign exchange gains and losses, realised and unrealised, are recognised in the Statement of Financial Activities.

(q) **Taxation**

The Group is exempt from taxation on its income and gains falling within Part 11 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that they are applied to its charitable activities. The Group is unable to recover Valued Added Tax (VAT) incurred on expenditure except on property related costs where an option to tax has been taken and the development of new investment properties. The amount of VAT that cannot be recovered is included within the underlying cost to which it relates.

(r) **Pension costs**

Defined contribution pension plans are accounted for in the year in which the contributions are payable. Differences arising between contributions payable and amounts actually paid are shown as either accruals or prepayments in the Balance Sheet.

Multi-employer defined benefit pension plans are accounted for on the same basis as defined contribution plans. Where there is an agreement in place to fund a past service deficit, full provision is made for the total deficit contributions payable.

Other defined benefit pension plans are accounted for based on actuarial estimations of scheme liabilities and the fair value of scheme assets. Actuarial valuations are obtained at least triennially and are updated at each balance sheet date. The resulting defined benefit asset or liability is separately disclosed on the Balance Sheet. Net interest costs arising on the assets and liabilities are included as part of charitable activities. Actuarial gains and losses arising are included under other recognised gains and losses.

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

2. MERGER AND GROUP

The merger of the following subsidiaries took place with the MCF as at 1st April 2016:

Charity Name	Reference	Description of Charity
The Grand Charity	TGC	Grant making: individual beneficiaries and institutions
The Royal Masonic Trust for Girls and Boys	RMTGB	Grant making: individual beneficiaries and institutions, focusing upon education and employment
The Ruspini Trust	Ruspini	Grant making: individual beneficiaries, focusing upon relief of hardship or distress of children
Lifelites	Lifelites	Provision of specialised recreational and educational equipment for children and young people cared for in hospices
The Masonic Samaritan Fund	MSF	Grant making – individual beneficiaries and institutions, focusing upon health and disability, and medical research
The Royal Masonic Benevolent Institution	RMBI	Provision of end of life care through operation of care homes

ANALYSIS OF PRINCIPAL SOFA COMPONENTS FOR PREVIOUS REPORTING PERIOD

	TGC £'000	RMTGB £'000	Lifelites £'000	Ruspini £'000	MSF £'000	RMBI £'000	Consol'n £'000	Total £'000
Total income	14,958	5,509	1,031	12	2,977	46,440	(4,482)	66,445
Total expenditure	(16,152)	(9,487)	(622)	(130)	(5,465)	(45,100)	4,482	(72,474)
Net gains/(losses) on investments	(1,577)	(6)	(143)	(45)	(2,975)	(1,870)	0	(6,616)
Net income/(expenditure)	(2,771)	(3,984)	266	(163)	(5,463)	(530)	0	(12,645)
Other gains/(losses)	0	(5,320)	0	0	0	(114)	0	(5,434)
Net movement in funds	(2,771)	(9,304)	266	(163)	(5,463)	(644)	0	(18,079)
Total funds brought forward	64,423	160,049	3,530	1,209	65,765	121,372	0	416,348
Total funds carried forward	61,652	150,745	3,796	1,046	60,302	120,728	0	398,269

ANALYSIS OF NET ASSETS AT THE DATE OF MERGER

	TGC £'000	RMTGB £'000	Lifelites £'000	Ruspini £'000	MSF £'000	RMBI £'000	Consol'n £'000	Total £'000
Net assets	61,652	150,745	3,796	1,046	60,302	120,728	0	398,269
Represented by:								
Endowment funds	0	0	0	0	0	243	0	243
Restricted funds	31,610	0	200	1,046	0	5,625	329,503	367,984
Unrestricted funds	30,042	150,745	3,596	0	60,302	114,860	(329,503)	30,042
	61,652	150,745	3,796	1,046	60,302	120,728	0	398,269

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

2. MERGER AND GROUP (Continued)

The main consolidation adjustments made were the elimination of intra-group trading between the Relief Chest and the CMCs, and the reclassification of unrestricted reserves within the RMTGB, Lifelites, the MSF and the RMBI as restricted within the Group accounts.

The bases for determining that the above charities are subsidiaries of the Charity are that they are effectively under the control of the Charity's trustees and they undertake charitable activities which further the charitable aims of the Charity. The trustees of the Charity, as a body, either act as trustee of the charitable subsidiary or have the right to appoint the majority of trustees of the subsidiary.

In the case of one subsidiary, Lifelites, its trustees, the majority of whom have been appointed following nomination by the RMTGB's trustees, have raised the issue as to whether there is effective control and it has been agreed that legal advice will be obtained to confirm the position.

3. DONATIONS AND LEGACIES	Unrestricted funds 2017 £'000	Restricted funds 2017 £'000	Total Funds 2017 £'000	Total Funds 2016 £'000
Festivals	1,999	6,892	8,891	9,998
Other donations	261	5,160	5,421	4,684
Legacies	364	2,128	2,492	2,809
	2,624	14,180	16,804	17,492

4. CHARITABLE ACTIVITIES	Unrestricted funds 2017 £'000	Restricted funds 2017 £'000	Total Funds 2017 £'000	Total Funds 2016 £'000
Residents' Fees Receivable	0	40,892	40,892	39,693
Other charitable income	0	27	27	44
	0	40,919	40,919	39,737

5. INVESTMENT INCOME	Unrestricted funds 2017 £'000	Restricted funds 2017 £'000	Total Funds 2017 £'000	Total Funds 2016 £'000
Interest on bank deposits	23	120	143	193
Income from investment portfolios	284	2,723	3,007	3,009
Rental income	0	1,618	1,618	1,505
Interest income from pension scheme assets	0	598	598	588
	307	5,059	5,366	5,296

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

6. INVESTMENT MANAGEMENT COSTS	Unrestricted funds 2017 £'000	Restricted funds 2017 £'000	Total Funds 2017 £'000	Total Funds 2016 £'000
Investment fund management	156	1,209	1,365	1,563
Property management	0	177	177	233
Support costs	65	143	208	0
	221	1,529	1,750	1,796
7. CHARITABLE ACTIVITIES	Unrestricted funds 2017 £'000	Restricted funds 2017 £'000	Total Funds 2017 £'000	Total Funds 2016 £'000
Masonic				
Care and welfare support	0	4,001	4,001	4,615
Sickness and illness	0	2,458	2,458	2,971
Poverty relief	2,554	234	2,788	2,838
Relief Chest - uncategorised	0	1,843	1,843	696
Total Grants	2,554	8,536	11,090	11,120
Support Costs	1,147	3,000	4,147	3,786
	3,701	11,536	15,237	14,906
Non-Masonic				
Financial Hardship	15	141	156	190
Education and Employability	111	1,041	1,152	1,395
Health and Disability	1,309	928	2,237	1,193
Social Exclusion and Disadvantage	560	256	816	0
Medical & Social Research Programme	50	1,036	1,086	1,586
Disaster Relief	70	30	100	250
Hospices	600	606	1,206	1,070
Air Ambulance and Rescue Services	192	719	911	192
Relief Chest - uncategorised	0	0	0	2,883
Total Grants	2,907	4,757	7,664	8,759
Support Costs	797	102	899	686
	3,704	4,859	8,563	9,445

Masonic support of £11,090k consisted of 7,502 grants made to individual beneficiaries. 414 grants were made to charitable institutions; these grants are detailed in annex A to these financial statements.

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

8. SUPPORT COSTS	Cost of Generating Funds £000	Investment Management £000	Masonic £000	Non- Masonic £000	Total 2017 £000	Basis for Allocation
Masonic Support - Grants	0	0	910	0	910	(a)
Masonic Support - Advice & Support	0	0	456	0	456	(a)
Masonic Support - Provincial & Volunteers	0	0	254	0	254	(a)
Relief Chest - Charitable	0	0	208	71	279	(a)
Community Support & Research	0	0	0	154	154	(a)
Strategic Development & Special Projects	0	0	251	85	336	(b)
Executive	91	0	272	93	456	(c)
Finance	67	202	301	102	672	(c)
Information Technology	0	0	145	49	194	(b)
Human Resources	0	0	45	15	60	(b)
Communications	0	0	635	216	850	(b)
Governance	0	0	141	48	189	(b)
Facilities & Administration	0	0	118	40	158	(b)
Administration and Support	0	0	263	89	352	(b)
Facilities & Admin - Ruspini House	0	0	78	27	104	(b)
Other	0	6	70	(90)	(12)	
	158	208	4,147	899	5,412	

Basis for allocation	(a)	Directly attributed
	(b)	Number of grants processed
	(c)	Headcount and number of grants processed

9. NET INCOME/(EXPENDITURE) WAS AFTER CHARGING

	2017 £'000	2016 £'000
Depreciation	2,421	2,640
Auditor's remuneration	100	137
Other accounting services	13	13

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

10. STAFF COSTS	2017 £'000	2016 £'000
Wages and salaries	27,594	25,787
Social security costs	2,105	1,921
Pension contributions	781	1,250
Employee benefits	62	83
Redundancy	321	0
	<hr/> 30,863	<hr/> 29,041
AVERAGE NUMBER OF STAFF	2017	2016
Generating funds	20	22
Grant making activities	73	61
Care home operations	1,006	956
	<hr/> 1,099	<hr/> 1,039
STAFF EARNING MORE THAN £60,000 (INC. BENEFITS)	2017	2016
£60,000 to £70,000	5	4
£70,001 to £80,000	3	6
£80,001 to £90,000	5 *	2
£90,001 to £100,000	3 *	1
£100,001 to £110,000	2	2
£110,001 to £120,000	0	0
£120,001 to £130,000	0	2
£130,001 to £140,000	0	1
£140,001 to £150,000	2 *	0
£160,001 to £170,000	2 *	0
£190,001 to £200,000	1 *	0
Total	<hr/> 23	<hr/> 18

* Includes redundancy costs for five individuals

Members of the MCF and RMBICC Executive and senior leadership teams received remuneration of £1,384k during the period (2016: £1,414k).

£321k redundancy payments were made to former members of staff during the year.

No trustees, or related persons, received any remuneration from the Charity during the year (2016: None). Total travel and subsistence expenses of £62k were paid to 28 trustees during the year (2016: £88k paid to 49 trustees). Indemnity insurance was provided to trustees at a cost of £40k (2016: £8k).

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

11. INTANGIBLE FIXED ASSETS	Computer	Assets	
Group and Charity	Software	under	Total
	£000's	Construction	£000's
		£000's	
Cost			
Balance at 1 April 2016	0	0	0
Additions	0	97	97
Transfer of completed projects	0	0	0
Disposals	0	0	0
Balance at 31 March 2017	0	97	97
Depreciation			
Balance at 1 April 2016	0	0	0
Charge for the year	0	0	0
Impairments	0	0	0
Disposals	0	0	0
Balance at 31 March 2017	0	0	0
Net book value			
At 31 March 2017	0	97	97
At 31 March 2016	0	0	0

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

12 (a) Group

	Freehold Buildings £'000	Leasehold Buildings £'000	Motor Cars £'000	Computers, Equipment & Furniture £'000	Assets under Construction £'000	Total £'000
Cost						
Balance at 1 April 2016	91,240	4,491	1,086	5,423	2,697	104,937
Additions	1,936	644	102	709	259	3,650
Transfer of completed projects	507	0	0	0	(507)	0
Disposals	0	(356)	(138)	(505)	0	(999)
Balance at 31 March 2017	93,683	4,779	1,050	5,627	2,449	107,588
Depreciation						
Balance at 1 April 2016	(23,886)	(1,761)	(848)	(3,269)	0	(29,764)
Charge for the year	(1,636)	(87)	(98)	(601)	0	(2,422)
Disposals	0	356	122	505	0	983
Balance at 31 March 2017	(25,522)	(1,492)	(824)	(3,365)	0	(31,203)
Net book value						
At 31 March 2017	68,161	3,287	226	2,262	2,449	76,385
At 31 March 2016	67,354	2,730	238	2,155	2,697	75,173

Leasehold buildings are all in excess of 50 years with the exception of the leasehold improvements held by the Charity as disclosed in note 12 (b) overleaf.

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

12 (b) Charity	Short Leasehold Improvements £000's	Motor Cars £000's	Total £000's
Cost			
Balance at 1 April 2016	0	0	0
Additions	644	42	686
Transfer of completed projects	0	0	0
Disposals	0	0	0
Balance at 31 March 2017	644	42	686
Depreciation			
Balance at 1 April 2016	0	0	0
Charge for the year	(11)	(4)	(15)
Impairments	0	0	0
Disposals	0	0	0
Balance at 31 March 2017	(11)	(4)	(15)
Net book value			
At 31 March 2017	633	38	671
At 31 March 2016	0	0	0

13. INVESTMENT PROPERTIES (Group only)	March 2017 £000's	March 2016 £000's
Balance at 1 April 2016	29,925	23,924
Additions	108	82
Disposals	0	0
Change in market value	(373)	5,919
Balance at 31 March 2017	29,660	29,925

Investment properties consist of freehold properties in Great Queen Street and Parker Street, London WC2 and land at Rickmansworth Park Estate and Bushey Grange. The properties were valued by Gould and Co as at 31st March 2017 based on open market value, assuming that the properties would be sold subject to existing tenancies. Due to the long term nature of ownership the exact historical cost of the properties is unknown, however, for the purposes of calculating the revaluation reserve it has been estimated at £6,725,000.

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

14. INVESTMENTS	March 2017 £'000	March 2016 £'000
Fixed asset investments		
Listed investments:		
- Equities	50,665	44,966
- Fixed interest	59,640	47,565
- Managed funds	129,948	137,350
Unlisted investments	295	295
Social investments:		
- Ruspini House	5,170	5,230
- Loans to beneficiaries	1,107	1,118
	<u>246,825</u>	<u>236,524</u>
Current asset investments		
Cash and cash equivalents	<u>19,225</u>	<u>23,604</u>
	<u>266,050</u>	<u>260,128</u>

MOVEMENTS IN INVESTMENTS

a) Investment Portfolio

Balance at 1 April 2016	253,780	276,744
Additions	142,512	342,131
Disposals	(157,704)	(350,521)
Gains/(losses)	25,563	(9,823)
Changes in cash balances held	(4,378)	(4,751)
Balance at 31 March 2017	<u>259,773</u>	<u>253,780</u>

b) Social

Balance at 1 April 2016	6,348	5,795
New loans issued	57	147
Loans repaid	(68)	(124)
Revaluation	(60)	530
Balance at 31 March 2017	<u>6,277</u>	<u>6,348</u>

The social investments consist of Ruspini House which provides beneficiaries with residential accommodation in London and loans made to beneficiaries to effect urgent property renovations to accommodate medical conditions.

RMBI Trading Limited and Stability Investments Limited are wholly owned subsidiaries of RMBCCI, a subsidiary of the MCF. Their results are consolidated in these accounts. At 31st March 2017 their net assets stood at £2 and £4 respectively (2016: £2 and £4). The companies' principal activities are the design, build and alteration of RMBI properties.

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

14. INVESTMENTS (Continued)

March 2017 March 2016
£'000 £'000

RECONCILIATION TO SOFA

Gains/(losses) on listed investments	25,563	(9,823)
Change in market value of investment properties	(433)	6,449
Gains/(losses) within cash balances held	(1,295)	(3,242)
	<u>23,835</u>	<u>(6,616)</u>

15. DEBTORS

March 2017 March 2016
Group Company Group Company
£'000 £'000 £'000 £'000

Trade debtors	2,348	0	2,690	0
Amounts owed by group undertakings	0	0	0	0
Prepayments and accrued income	2,651	339	2,217	0
Other debtors	2,078	31	1,536	0
	<u>7,077</u>	<u>370</u>	<u>6,443</u>	<u>0</u>

16. CREDITORS

March 2017 March 2016
Group Company Group Company
£'000 £'000 £'000 £'000

Falling due within one year

Grants payable	2,193	0	1,220	0
Bank loans and overdrafts	0	0	30	0
Trade creditors	1,863	178	1,513	0
Amounts owed to group undertakings	0	1,240	0	0
Accruals and deferred income	1,742	122	3,204	0
Taxation and social security	549	93	250	0
Other creditors	2,467	24	7,773	0
	<u>8,814</u>	<u>1,657</u>	<u>13,990</u>	<u>0</u>

Falling due after more than one year

Grants payable	651	0	432	0
	<u>651</u>	<u>0</u>	<u>432</u>	<u>0</u>

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

17. PROVISIONS FOR PENSIONS

	March 2017		March 2016	
	Group £'000	Charity £'000	Group £'000	Charity £'000
TGC Grand Lodge Pension Scheme	170	0	217	0
RMBI Pension Schemes	493	0	1,352	0
	663	0	1,569	0

There are three defined benefit schemes operated by subsidiary charities of the Foundation. These are as follows:

- a) TGC Grand Lodge Pension Scheme is a multi-employer defined benefit pension scheme which is in deficit and to which the participating employers are making fixed contributions to fund the shortfall. Provision has been made for the total agreed deficit contributions.
- b) RMTGB Pension Scheme is a closed defined benefit scheme and a buy-in/buy-out agreement has been entered into with a third party pension provider whereby the latter will assume full liability for the scheme, including all future pension payments. The liability to the third party provider is included in the accounts as a current liability.
- c) RMBI Pension Scheme is a defined benefit scheme closed to new entrants and to future accrual. The provision represents the excess of the present value of defined benefit obligations over the market value of the scheme assets.

Full details of these schemes are set out in the following pages.

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

17. PROVISIONS FOR PENSIONS (Continued)

a) TGC Grand Lodge Pension Scheme

	March 2017		March 2016	
	Group £000's	Charity £000's	Group £000's	Charity £000's
Pension Fund Deficit				
Balance at 31 March 2016	217	0	328	0
Payments made in the year	(47)	0	(111)	0
Balance at 31 March 2017	170	0	217	0

A subsidiary charity, The Grand Charity ("TGC"), is a participating employer in the Staff Pension and Life Assurance Scheme of the Grand Lodge, a multi-employer scheme (the "Scheme"). The Scheme, which currently has 35 active members of whom 3 were employees of TGC (and are now employees of the parent charity, the Masonic Charitable Foundation), is accounted for as a defined contribution plan on the basis that sufficient information is not available to use defined benefit accounting.

The most recent actuarial valuation of the Scheme as at 1st January 2015 showed a total deficit for the Scheme of £3,968,000 and a funding level of 85%. Based on this valuation a split of funding was agreed between the participating employers with effect from April 2016, with the Charity contributing a fixed monthly amount of £3,950 for 55 months, a total of £217,500. During the year to 31st March 2017, a sum of £47,400 has been paid against this obligation.

The trustees of the Charity do not consider that the Charity has any liability for the Scheme deficit funding other than that explained above and provided for within these financial statements.

Apart from the deficit funding described above, the Charity makes no further provision for pension costs, as all staff were transferred to the parent charity with effect from 1st April 2016.

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

17. PROVISIONS FOR PENSIONS (Continued)

b) RMTGB Pension Scheme

A subsidiary charity, the Royal Masonic Trust for Girls and Boys ("RMTGB") operates a defined benefit pension scheme, the RMTGB Staff Pension Scheme (the "Scheme"). The Scheme's funds are administered by directors of its trustee, RMTGB Trustees Limited, and are independent of the RMTGB's finances. During the year, the RMTGB paid the Scheme £92,300 to cover actuarial and administrative costs. The Scheme was closed to future accruals on 1st April 2016, having previously closed to new entrants in 2005.

The RMTGB has entered into a "buy-in/buy-out" arrangement with Pension Insurance Corporation ("PIC") whereby the latter will assume the liabilities of the Scheme and undertake to make all future payments due under the scheme. As at 31st March 2016 £7,000,000 was placed in escrow to meet the anticipated net cost of transfer of the Scheme to PIC. At the last actuarial valuation on 31st December 2014, the Scheme's actuaries determined that the funding target was split between the RMTGB's employees/former employees and those of the Royal Masonic School for Girls Limited (the "School") in the proportion of 77%:23% respectively. The resulting estimated liabilities were £5,320,000 to the RMTGB and £1,680,000 to the School.

Due diligence on the transaction is due to be completed by September 2017 at which time the final instalment will be paid to PIC on the formal transfer of the Scheme. Movements on the liabilities on the scheme are detailed as follows:

	RMTGB £000's	School £000's
Balance at 1 April 2016	5,320	0
Payment of initial premium for 95% of fund value	(3,639)	(1,087)
Payment of tax on scheme arrangement	(207)	(62)
Release of excess provision	(345)	0
Reimbursement to RMTGB from the School	0	135
Accrual for remaining 5% of fund value	0	(337)
Balance at 31 March 2017	1,129	(1,351)

The liability for the RMTGB is included within other creditors (note 16) and the amount recoverable from the School is included within other debtors (note 15).

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

17. PROVISIONS FOR PENSIONS (Continued)

c) RMBI Pension Schemes

The RMBI operates two pension schemes. One of these pension schemes is a defined contribution scheme. The other is a defined benefits pension scheme, which was closed to new entrants on 4th September 1996. The defined benefits scheme was also closed for the existing employees in September 2010.

i. Defined contribution

The RMBI operates a defined contribution pension scheme. During the year the charity made payments totalling £382k (2016 - £393k).

ii. Defined benefit

The RMBI Pension and Life Assurance Fund ("the Fund") is a funded defined benefit arrangement which provides retirement benefits based on final pensionable salary.

The valuation used for FRS102 disclosures has been based on a full assessment of the liabilities of the Fund. On 30 September 2010 the scheme stopped accruing benefits to its members and all the employees at that time were transferred to the Group Personal Pension Scheme. Hence, there is no current service cost for the defined benefit scheme and all contributions in note 7 relates to the defined contribution scheme.

iii. Principal actuarial assumptions at the balance sheet date:

The results of the last valuation as at 31 March 2015 have been updated to 31 March 2017 by a qualified independent actuary. The assumptions used were as follows:

<u>Significant actuarial assumptions:</u>	<u>March 2017</u>	<u>March 2016</u>
Discount rate	2.4%	3.3%
Rate of inflation (RPI)	3.1%	2.8%
Rate of inflation (CPI)	2.1%	1.8%
<u>Other actuarial assumptions:</u>		
Rate of increase in pensionable salaries	3.1%	2.8%
Rate of increase in pensions – Post 88 GMP	1.9%	1.7%
Rate of increase in pensions – Pre 97 XS	0.0%	0.0%
Rate of increase in pensions – Post 97 pension	3.0%	2.7%
Rate of increase in pensions – Post 05 pensions	2.3%	2.2%
Revaluation of deferred pensions (non-GMP)	3.1%	2.8%

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

17. PROVISIONS FOR PENSIONS (Continued)

<u>c) RMBl Pension Schemes (Continued)</u>	<u>March 2017</u>	<u>March 2016</u>
<u>Mortality assumptions:</u>		
Mortality before retirement – AMC00/AFC00	70%	70%
Mortality after retirement – S2PMA/S2PFA	110%	110%
<u>Life expectancy (years)</u>		
For an individual aged 65 in 2017		
- Males	21.3	21.8
- Females	23.2	23.8
At age 65 for an individual aged 45 in 2017		
- Males	22.7	23.6
- Females	24.8	25.7

iv. CHANGES IN PRESENT VALUE OF DEFINED BENEFITS OBLIGATION

Balance at 1 April 2016	19,763	20,821
Interest cost	635	631
Actuarial (gains)/losses	2,594	(782)
Benefits paid	(1,025)	(907)
Balance at 31 March 2017	<u>21,967</u>	<u>19,763</u>

v. CHANGES IN FAIR VALUE OF SCHEME ASSETS

Balance at 1 April 2016	18,411	19,184
Interest income	598	588
Administration expenses	0	(107)
Actuarial gains/(losses)	3,027	(896)
Employer contributions	463	549
Benefits paid	(1,025)	(907)
Balance at 31 March 2017	<u>21,474</u>	<u>18,411</u>

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

17. PROVISIONS FOR PENSIONS (Continued)

c) RMBI Pension Schemes (Continued)

March 2017 March 2016

vi. **FAIR VALUE OF ASSETS**

Equities	10,584	8,989
Corporate bonds	1,830	1,726
Fixed interest gilts	2,956	2,893
Index linked gilts	5,058	5,028
Cash	1,046	(225)
	<hr/>	<hr/>
	21,474	18,411

vii. **RECONCILIATION TO THE BALANCE SHEET**

Market value of assets	21,474	18,411
Present value of defined benefit obligation	(21,967)	(19,763)
	<hr/>	<hr/>
Net surplus/(deficit)	(493)	(1,352)

viii. **RECOGNITION IN SOFA**

Resources expended

Administration costs	0	107
Interest on obligation	635	631
Interest return on fund assets	(598)	(588)
	<hr/>	<hr/>
	37	150

Other recognised gains/(losses)

Actuarial gains/(losses) in the defined benefit obligation	(2,594)	782
Return on assets less interest income	3,027	(896)
	<hr/>	<hr/>
	433	(114)

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

18. MOVEMENT IN FUNDS	Balance at 1 April 2016 £'000	Income £'000	Expenditure £'000	Gains/ (losses) £'000	Transfers £'000	Balance at 31 March 2017 £'000
Endowment funds						
RMBI	243	0	0	0	0	243
	<u>243</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>243</u>
Restricted funds						
Relief Chest	23,342	8,568	(9,170)	4	0	22,744
Transferred Beneficiaries Fund	8,269	171	(301)	1,587	0	9,726
Royal Masonic Trust for Girls and Boys	150,745	6,084	(7,623)	7,904	0	157,110
Ruspini	1,034	10	(23)	61	0	1,082
Masonic Samaritan Fund	60,172	2,096	(5,221)	9,670	511	67,228
Royal Masonic Hospital	130	386	0	0	(511)	5
Lifelites	3,796	769	(772)	196	0	3,989
Royal Masonic Benevolent Institution	114,860	46,517	(46,582)	2,656	0	117,451
Victor Donaldson	2,418	37	0	0	0	2,455
Specific gifts, donations and legacies for homes	1,710	359	(294)	0	0	1,775
Hutchinson	408	2	0	0	0	410
Prince Edward Duke of Kent Court, Essex	392	2	0	0	0	394
L H Miles	595	0	0	0	0	595
Other	113	55	(76)	0	0	92
	<u>367,984</u>	<u>65,056</u>	<u>(70,062)</u>	<u>22,078</u>	<u>0</u>	<u>385,056</u>
Unrestricted funds						
General reserves	30,042	6,838	(8,045)	2,534	0	31,369
Designated reserves	0	0	0	0	0	0
	<u>30,042</u>	<u>6,838</u>	<u>(8,045)</u>	<u>2,534</u>	<u>0</u>	<u>31,369</u>
Total funds	<u>398,269</u>	<u>71,894</u>	<u>(78,108)</u>	<u>24,613</u>	<u>0</u>	<u>416,668</u>

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

19. RESTRICTED FUNDS

Fund Name	Purpose of Fund
Relief Chest Scheme	To maintain Relief Chests to recognised masonic organisations, which are used to generate funds for all types of charitable purposes
Transferred Beneficiaries Fund	Relief of poverty for named former beneficiaries of the Royal Masonic Benevolent Institution
Royal Masonic Trust for Girls and Boys	Relief of poverty and advancement of education
Ruspini	Relief of need, hardship and distress of the children of freemasons
Masonic Samaritan Fund	To advance health and relieve those in need by reason of ill-health or disability through the provision of medical assistance, support, treatment, care and advice. Commissioning of research that is anticipated to offer benefits to beneficiaries
Royal Masonic Hospital	Relief of poverty amongst freemasons and their dependents who are sick or infirm. All income is transferred to the Masonic Samaritan Fund to further this purpose
Lifelites	Provision of technology and services to enhance the life of children and young people cared for in hospices within the British Isles
Royal Masonic Benevolent Institution	Relief of need, suffering and distress through provision of accommodation in residential care facilities or sheltered accommodation
Victor Donaldson	To advance secured loans to beneficiaries to enhance their quality of life
Specific gifts, donations and legacies for homes	For the specific use of care homes towards costs of improving facilities for the benefit of residents
Hutchinson	To assist dependents of needy freemasons towards education costs
Prince Edward Duke of Kent Court, Essex	Donation by Mark Master Masons for the development of the Thomas Were Howard House Group
L H Miles	To provide financial relief for Essex masons in Prince Edward Duke of Kent Court
Other	Various funds consisting of amounts under £50k for varying purposes

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

20. ANALYSIS OF NET ASSETS BETWEEN FUNDS FOR THE GROUP

ASSETS AND LIABILITIES	Fixed Assets £'000	Investment Properties £'000	Investments £'000	Current Assets £'000	Liabilities £'000	Fund Total £'000
Endowment funds	0	0	0	243	0	243
Restricted funds	75,714	29,660	219,657	67,492	(7,467)	385,056
Unrestricted funds						
General reserves	768	0	27,169	6,094	(2,662)	31,369
	768	0	27,169	6,094	(2,662)	31,369
Total funds	76,482	29,660	246,826	73,829	(10,129)	416,668

21. SUMMARISED RESULTS FOR SUBSIDIARIES CONSOLIDATED IN THE GROUP ACCOUNTS

	TGC £'000	RMTGB £'000	Lifelites £'000	Ruspini £'000	MSF £'000	RMBI £'000
Total income	13,223	6,084	769	10	2,483	46,971
Total expenditure	(17,269)	(7,623)	(773)	(35)	(5,221)	(46,941)
Investment gains/(losses)	4,126	7,559	196	61	9,670	2,223
Net income/(expenditure)	80	6,020	192	36	6,932	2,253
Other gains/(losses)	0	345	0	0	0	433
Net movement in funds	80	6,365	192	36	6,932	2,686
Total funds brought forward	61,652	150,745	3,796	1,046	60,302	120,728
Total funds carried forward	61,732	157,110	3,988	1,082	67,234	123,414

Represented by

Fixed asset investments	36,133	134,761	2,480	774	65,830	36,516
Other fixed assets	0	0	0	0	0	75,706
Total fixed assets	36,133	134,761	2,480	774	65,830	112,222
Current assets	26,612	25,412	1,535	316	3,403	15,611
Total assets	62,745	160,173	4,015	1,090	69,233	127,833
Current liabilities	(622)	(3,006)	(27)	(8)	(1,626)	(3,926)
Creditors falling due after one year	(221)	(57)	0	0	(373)	0
Provisions	(170)	0	0	0	0	(493)
Total liabilities	(1,013)	(3,063)	(27)	(8)	(1,999)	(4,419)
Net assets	61,732	157,110	3,988	1,082	67,234	123,414

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

22. STATEMENT OF FINANCIAL ACTIVITIES

(Including an Income and Expenditure Account)

YEAR ENDED 31 MARCH 2016

	Note	Unrestricted funds 2016 £'000	Restricted funds 2016 £'000	Total Funds 2016 £'000
INCOME				
Donations and legacies	2	2,668	14,824	17,492
Annual contributions from Lodges		3,872	0	3,872
Charitable activities	3	0	39,737	39,737
Investment income	4	309	4,987	5,296
Other income		0	49	49
Total income		6,849	59,596	66,445
EXPENDITURE				
Cost of generating funds		(194)	(1,356)	(1,550)
Investment management costs	5	(193)	(1,604)	(1,796)
		(387)	(2,960)	(3,346)
Charitable activities				
Masonic grants	6	(3,289)	(11,617)	(14,906)
Non-Masonic grants	6	(3,474)	(5,972)	(9,445)
Residential and care homes		0	(44,776)	(44,776)
		(6,762)	(62,365)	(69,127)
Total expenditure		(7,149)	(65,325)	(72,473)
Net gains/(losses) on investments		(1,548)	(5,068)	(6,616)
Net income/(expenditure)		(1,848)	(10,796)	(12,644)
Transfers between funds		(612)	612	0
OTHER RECOGNISED GAINS/(LOSSES)				
Actuarial gains/(losses) on pension scheme		0	(114)	(114)
Pension Liability Buy out		0	(5,320)	(5,320)
NET MOVEMENT IN FUNDS		(2,461)	(15,618)	(18,078)
Total funds brought forward		32,503	383,845	416,348
Total funds carried forward		30,042	368,227	398,270

MASONIC CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

23. RELATED PARTY TRANSACTIONS

- a) The Charity has paid out grants on behalf of the Royal Masonic Trust for Girls and Boys, The Grand Charity and the Masonic Samaritan Fund during the year, and has been reimbursed by these charities. Additionally, the Charity has borne all the administrative costs of supporting the above subsidiary charities. The Charity has recharged a proportion of these costs to its subsidiary charities based upon the relative number of grants processed.

- b) Masonic Care Limited

This company was incorporated on 21st October 1998 to provide accommodation and care for people with learning disabilities. It obtained charitable status on the 14th October 1999 and commenced its charitable activities shortly thereafter. Some of the directors of this company are also members of the board of trustees of the RMBICC. During the period ended 31st March 2017, RMBICC provided management and administration support, which amounted to £11k (2016 - £25k). The total amount payable to the RMBICC, by the Masonic Care Limited, as at 31 March 2017 was £3k (2016 - £37k).

- c) RMBI Pension Trust Limited

RMBI Pension Trust Limited is the sole trustee of the RMBI Pension Scheme, the defined benefit scheme of RMBICC. RMBICC pays pensions on behalf of the RMBI Pension scheme. The total amount payable to the RMBICC, by the Pension (Scheme), as at 31 March 2017 was £25k (2016 - £449k).

- d) Compass Housing Limited

During 2006/7 the RMBI took over the administration of Compass Housing Ltd, a sheltered housing complex in Cornwall, that was previously administered by Masonic Charitable Housing. The total amount payable to the RMBI, by the Compass Housing Limited, as at 31 March 2017 was £6k (2016 - £6k).

24. LIABILITY OF MEMBERS

The Charity is constituted as a company limited by guarantee. In the event of the Charity being wound up each of the members would be required to contribute an amount not exceeding £1.

MASONIC CHARITABLE FOUNDATION

ANNEX A – GRANTS MADE TO CHARITABLE INSTITUTIONS

Charity	Amount	Purpose
Financial Hardship		
Devon and Cornwall Food Action	£2,000	to fund core costs
Norwich Foodbank	£2,000	to fund core costs
SASH (Safe and Sound Homes)	£4,000	to fund core costs
Sufra NW London	£2,500	to fund core costs
Together for Short Lives	£17,000	to fund provision of a helpline and legal support to vulnerable families
Transformation CPR	£1,000	to fund core costs
	£28,500	
Adjustments to prior years	(£13,573)	
TOTAL	£14,927	

Health and Disability

3H Fund (Helping Hands for Holidays)	£5,000	to fund respite breaks for people with physical disabilities
A4U	£4,000	to fund core costs
Anaphylaxis Campaign	£4,970	to fund core costs
Association of Young People with ME	£5,000	to fund core costs
Autism Berkshire	£4,624	to fund core costs
Bath Institute of Medical Engineering Ltd - Designability	£38,250	to fund powered wheelchairs for disabled children under 5
Bendrigg Trust	£39,989	to fund ceiling hoists in adapted bedrooms for people with disabilities
BIBIC	£5,000	to fund core costs
Bi-Polar UK	£60,000	to fund a Bi-polar support line
Brain and Spine Foundation	£60,000	to fund salary costs of a Helpline Information Officer
British Deaf Association	£60,000	to fund a Digital Engagement Co-ordinator to promote British Sign Language videos
British Liver Trust	£41,842	to fund a dedicated Liver Nurse Advisor
Calibre Audio Library	£30,000	to fund audio books for people with sight problems, dyslexia or disabilities
Cancer Campaign Suffolk	£2,500	to fund core costs
Childhood Eye Cancer Trust (CHECT)	£5,000	to fund core costs
Children's Heart Unit Fund	£45,000	to fund a family support service
CLIC Sargent	£75,738	to fund a Young People's Community Worker
Combat Stress	£60,000	to fund provision of community mental health nurses
Conquest Centre	£4,000	to fund core costs
DEMAND (Design & Manufacture for Disability)	£4,000	to fund core costs
Dementia UK	£90,000	to fund increase of Admiral Nursing Services and expand service
Disability Law Service	£5,000	to fund core costs
Disabled Sailing Association	£2,000	to fund core costs

MASONIC CHARITABLE FOUNDATION

Down Syndrome Training And Support Service	£5,000	to fund core costs
Dravet Syndrome	£3,840	to fund core costs
East Sussex Hearing Resource	£5,000	to fund core costs
Eating Matters	£2,000	to fund core costs
ECHO for Extra Choices in Herefordshire	£5,000	to fund core costs
Facial Palsy UK	£2,000	to fund core costs
Families in Focus (Essex)	£4,980	to fund core costs
Fledglings Family Services	£5,000	to fund core costs
Gateway into the Community	£3,000	to fund core costs
Go Kids Go! (Association of Wheelchair Children	£5,000	to fund core costs
Holding On Letting Go	£3,000	to fund core costs
Huntington's Disease Association	£30,000	to fund a specialist advisory service in the North West
James Hopkins Trust	£5,000	to fund core costs
Joss Searchlight	£3,800	to fund core costs
Jumbulance Trust	£5,000	to fund core costs
Legacare UK Limited	£2,000	to fund core costs
Lifespan Complementary	£3,000	to fund core costs
Lifeworks Charity Limited	£1,040	to fund core costs
Lily Foundation	£20,000	to fund a residential weekend for families affected by Mitochondrial disease
MS Society	£55,200	to fund specialist support and training session in Wales
Music in Hospitals	£60,048	to fund live concerts to elderly people in care homes
Newcastle Society for Blind People	£4,750	to fund core costs
OCD Action	£3,000	to fund core costs
PANDAS Foundation	£1,500	to fund core costs
Prader-Willi Syndrome Association UK	£10,000	to fund a member of staff to support families
REACT	£5,000	to fund core costs
RICE (Research Institute for the Care of Older People)	£2,966	to fund core costs
Royal Free Charity	£10,000	to fund creation of a dementia care sensory garden and Stroke and neuro-rehabilitation garden
Sea Sanctuary	£5,000	to fund core costs
SeeAbility	£44,608	to fund Children in Focus Campaign project
Sight Support Ryedale	£2,500	to fund core costs
Special Olympics GB	£60,000	to fund increase of provision of a sports programme for people with PMLD
St John Cymru Wales	£56,000	to fund replacement ambulance in Pembrokeshire
Student Minds	£2,500	to fund core costs
The Challenging Behaviour Foundation	£5,000	to fund core costs
The Children's Sleep Charity	£5,000	to fund core costs
The Oesophageal Patients Association	£1,000	to fund core costs
The Rose Road Association	£65,250	to fund 300 emergency overnight breaks fo severely disabled children

MASONIC CHARITABLE FOUNDATION

The Sequal Trust	£5,000	to fund core costs
Tourette Syndrome UK Association	£3,000	to fund core costs
Trust Links	£5,000	to fund core costs
UCanDoIT	£4,000	to fund core costs
Us in a Bus	£15,000	to fund intensive interactive sessions for people with severe learning difficulties
Walsall Bereavement Support Service	£2,000	to fund core costs
WellChild	£110,000	to fund Wellchild children's nurse in Derbyshire
TOTAL	£1,308,895	

Social Exclusion & Disadvantage

Action for ME	£5,000	to fund core costs
Age Concern Bracknell	£2,638	to fund core costs
Age UK Mid Hampshire	£3,000	to fund core costs
Arts Together	£2,000	to fund core costs
Chichester Diocesan Association for Family Support	£5,000	to fund core costs
Clifton Diocesan Trust	£5,000	to fund core costs
Contact the Elderly	£75,000	to fund a Volunteer Support Officer
Deptford Reach	£5,000	to fund core costs
Dyspraxia Foundation	£5,000	to fund core costs
FareShare	£60,000	to fund expansion of services in West Midlands
Forest of Dean Children's Opportunity Centre	£5,000	to fund core costs
Home-Start Sutton	£5,000	to fund core costs
Homestart Wakefield and District	£5,000	to fund core costs
Learning Communities	£5,000	to fund core costs
Living Paintings	£40,000	to fund adapted, tactile "touch to see" books for blind people
National Victims' Association	£1,000	to fund core costs
NOAH Enterprise (New Opportunities and Horizons)	£45,000	to fund a Welfare Support Worker
Norfolk Carers Support	£10,000	to fund Young Carers Project
Norwich Cathedral	£5,000	to fund core costs
Omega Care for Life	£2,400	to fund core costs
Ouseburn Farm Charity Limited	£3,500	to fund core costs
Phoenix House	£50,000	to fund Recovery through Nature Programme
Recycling Unlimited	£2,000	to fund core costs
Ripon Cathedral	£5,000	to fund core costs
Samaritans	£56,169	to fund national campaign to promote local suicide prevention groups
Second Chance Furniture	£1,000	to fund core costs
Splitz Support Service	£36,313	to fund work with children and young people affected by domestic abuse
Squirrel's Nest	£1,000	to fund core costs
The Choir With No Name	£5,000	to fund core costs
The Furniture Helpline	£3,000	to fund core costs
The Grandparents' Association	£5,000	to fund core costs

MASONIC CHARITABLE FOUNDATION

The Ley Community	£33,000	to fund the Eating and Exercise for Recovery project
Veteran's Outreach Support	£3,000	to fund core costs
Women's Health and Family Services	£5,000	to fund core costs
Worthing Churches Homeless Projects	£10,000	to fund an Outreach Project Worker
YoungMinds	£49,634	to fund a peer support group for parents of children with mental health problems

TOTAL	£559,654
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Education & Employability

Achievement for All	£240,000	to fund project to improve literacy and numeracy for vulnerable young people
Back on Track Manchester Ltd.	£5,000	to fund core costs
Beanstalk	£31,680	to fund one to one literacy support sessions
British Dyslexia Association	£20,000	to fund access to subsidised tuition for children with dyslexia or literacy difficulties in York and Bracknell
Buttle UK	£75,000	to fund support for young people without family support to gain accommodation, education and employment
Canterbury Cathedral Trust	£22,000	to fund a stonemasonry apprentice
CHICKS (Country Holidays for Inner City Kids)	£43,296	to fund week long breaks for children from disadvantaged backgrounds
Groundwork London	£30,000	to fund one to one mentoring and support for NEET young people and unemployed adults
Herefordshire Carers Support	£53,692	to fund a Support Worker
Independent Parental Special Education Advice	£10,000	to fund core costs
Jigsaw Trust	£10,000	to fund core costs
Lord's Taverners	£50,000	to fund Programme Development Manager
Mental Health Foundation	£39,372	to fund employment opportunities for young people with learning difficulties
Moor House School and College	£10,470	to fund equipment for residential campus for students with speech and language disabilities
Plan International	£100,000	to fund emergency relief efforts for the East Africa Food Crisis
Salford Foundation	£39,958	to fund mentoring of young people from disadvantaged backgrounds
Sport 4 Life UK	£5,000	to fund core costs
St Werbergh's City Farm	£38,125	to fund Urban Farmers project for disadvantaged and disengaged young people
Straight Talking Peer Education	£2,500	to fund core costs
Tall Ships Youth Trust	£22,000	to fund the Walking Tall project for NEET young people
The Base Community Trust	£9,458	to fund core costs
The Wheels Project	£5,000	to fund core costs
Young Gloucestershire	£10,000	to fund a Coordinator to expand mentoring projects
Young Lewisham Project	£5,000	to fund core costs
	£877,551	
Choral Bursaries	£30,470	
Adjustments to prior years	(£35,775)	

MASONIC CHARITABLE FOUNDATION

TOTAL	£872,246
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Medical and Social Research	Amount	
Juvenile Diabetes Research Foundation	£50,000	to fund research into juvenile type 1 diabetes
Action on Hearing Loss	£79,500	to fund research into hearing loss
Arthritis Research UK	£90,000	to fund research into Arthritis
Brain Tumour Research	£150,000	to fund research into brain tumours
Kidney Research UK	£144,690	to fund research into kidney disease
National Eye Research Centre	£61,000	to fund research into diabetic retinopathy
Royal College of Surgeons	£300,000	to fund research into surgical trials
Sparks	£58,321	to fund a screening tool to identify visual impairment in children with severe cerebral palsy
The Inspire Foundation	£65,000	to fund research into spinal cord injury

TOTAL	£998,511
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Hospices	£600,000	See Annex B
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Air Ambulance	Amount
Appropriate Rescue Service	£12,000
Cornwall Air Ambulance Trust	£4,000
Derbyshire, Leicestershire and Rutland Air Ambulance	£8,000
Devon Air Ambulance	£4,000
Dorset and Somerset Air Ambulance	£6,000
East Anglian Air Ambulance	£16,000
Essex and Hertfordshire Air Ambulance Trust	£4,000
Essex and Hertfordshire Air Ambulance Trust	£4,000
Great North Air Ambulance Service	£12,000
Great Western Air Ambulance Service	£6,000
Hampshire and Isle of Wight Air Ambulance	£4,000
Kent Air Ambulance Trust	£8,000
Lincolnshire and Nottinghamshire Air Ambulance Charitable Trust	£8,000
Midlands Air Ambulance	£20,000
North West Air Ambulance	£12,000
Surrey Air Ambulance	£4,000
Sussex Air Ambulance	£4,000
Thames Valley and Chiltern	£12,000
Virgin HEMS	£8,000
Wales Air Ambulance	£16,000
Warwickshire and Northamptonshire Air Ambulance	£4,000

MASONIC CHARITABLE FOUNDATION

Warwickshire and Northamptonshire Air Ambulance	£4,000
Wiltshire Air Ambulance	£4,000
Yorkshire Air Ambulance	£8,000

TOTAL	£192,000
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Disaster Relief	Amount	
British Red Cross - Bangladesh Floods	£20,000	to fund emergency relief efforts for flooding in Bangladesh
British Red Cross - Hurricane Matthew	£50,000	to fund emergency relief efforts for hurricane Matthew
District Grand Lodge of Bahamas & Turks - Hurricane Matthew	£5,000	to fund emergency relief efforts for hurricane Matthew
	£75,000	
Adjustments to prior years	(£5,000)	

TOTAL	£70,000
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Relief Chest Donations	£2,441,835
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Lifelites Donations	£605,710
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OVERALL TOTAL	£7,663,778
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MASONIC CHARITABLE FOUNDATION

ANNEX B – HOSPICE GRANTS MADE BY PROVINCE

Province	Amount	Hospice
MetGL London		
	£3,576	North London Hospice
	£1,414	Richard House Children's Hospice
	£7,870	St Christopher's Hospice
	£3,719	St John's Hospice
	£7,011	St Joseph's Hospice Hackney
	£1,000	The Nightingale Cancer Support Centre
Bedfordshire		
	£500	Bedford Daycare Hospice
	£2,145	Keech Hospice Care - Adult Hospice Service
	£2,143	Keech Hospice Care - Children's Hospice Service
	£2,647	Sue Ryder Care: St Johns Hospice
Berkshire		
	£1,000	Alexander Devine Children's Hospice Services
	£5,008	Royal Trinity Hospice
	£3,576	Thames Hospice (formerly, Thames HospiceCare)
Bristol		
	£1,000	Jessie May
	£3,576	St Peter's Hospice
Buckinghamshire		
	£500	Florence Nightingale - Florrie's Children's Team
	£1,000	Rennie Grove Hospice Care
	£500	South Bucks Hospice
	£3,147	Willen Hospice (Hospice of Our Lady and St John)
Cambridgeshire		
	£2,718	Arthur Rank Hospice Charity
	£2,600	East Anglia's Children's Hospices – Milton
Cheshire		
	£500	Beechwood Cancer Care Centre
	£2,721	Claire House Children's Hospice
	£2,647	East Cheshire Hospice
	£2,418	Halton Haven Hospice
	£2,518	Hospice of the Good Shepherd
	£500	St Ann's Hospice - Neil Cliffe Centre
	£4,565	St Ann's Hospice (Heald Green)
	£1,931	St Luke's (Cheshire) Hospice
	£3,290	Wirral Hospice St John's
Cornwall		
	£1,372	Children's Hospice South West (Little Harbour)
	£2,790	Cornwall Hospice Care
	£2,518	Eden Valley Hospice (Carlisle) Ltd
	£500	Hospice at Home Carlisle and North Lakeland
	£500	Hospice at Home West Cumbria

MASONIC CHARITABLE FOUNDATION

	£1,643	Jigsaw Children's Hospice
Derbyshire		
	£4,006	Ashgate Hospicecare
	£1,000	Blythe House Hospice
	£3,219	Thornhill House
	£1,000	Treetops Hospice Trust Group
Devonshire		
	£1,829	Children's Hospice South West (Little Bridge House)
	£1,000	Honiton Kings House Hospiscare
	£1,000	Hospiscare - Tiverton Pine Lodge Day Hospice
	£2,718	Hospiscare Searle House
	£2,002	North Devon Hospice
	£2,790	Rowcroft Hospice (The Torbay & South Devon Hospice)
	£2,418	St Luke's Hospice, Plymouth
Dorset		
	£1,686	Julia's House, Dorset Children's Hospice Service
	£2,918	Lewis-Manning Hospice
	£3,004	Weldmar Hospicecare Trust
Durham		
	£2,131	Butterwick Hospice
	£1,000	Butterwick Hospice - Bishop Auckland
	£1,872	Butterwick House Hospice for Babies, Children & Young Adults
	£1,931	Hartlepool and District Hospice
	£1,645	St Clare's Hospice
	£2,274	St Cuthbert's Hospice
	£2,431	St Teresa's Hospice
	£1,573	Willow Burn Hospice
Essex		
	£2,431	Fair Havens Hospice
	£2,431	Farleigh Hospice
	£500	Farleigh Hospice in Maldon
	£1,872	Haven House Children's Hospice
	£3,057	Little Havens Children's Hospice
	£3,719	Saint Francis Hospice
	£2,145	St Clare West Essex Hospice Care Trust
	£3,147	St Helena Hospice
	£2,145	St Luke's Hospice (Basildon & District)
	£500	The J's Hospice
Gloucestershire		
	£1,000	Crossroads Care - Forest of Dean and Herefordshire
	£1,000	Great Oaks Dean Forest Hospice
	£1,000	Longfield
	£3,290	Sue Ryder - Leckhampton Court Hospice
Guernsey & Alderney		
	£1,502	Les Bourgs Hospice
Hampshire & Isle of Wight		
	£1,859	Countess of Brecknock Hospice Trust
	£3,290	Earl Mountbatten Hospice

MASONIC CHARITABLE FOUNDATION

	£2,145	Jack's Place (Wessex Children's Hospice Trust)
	£3,514	Naomi House (Wessex Children's Hospice Trust)
	£2,431	Oakhaven Hospice Trust
	£2,431	St Michael's Hospice (North Hampshire)
	£500	The Rosemary Foundation Ltd
	£3,719	The Rowans Hospice
Herefordshire		
	£3,863	St Michael's Hospice (Hereford)
Hertfordshire		
	£2,718	Garden House Hospice (North Herts Hospice Care Ass)
	£3,004	Hospice of St Francis
	£2,718	Isabel Hospice
	£500	Noah's Ark Children's Hospice
	£2,718	Peace Hospice
	£500	Pepper Foundation
Isle of Man		
	£500	Diana, Princess of Wales Care at Home Trust
	£2,718	Hospice Isle of Man
Jersey		
	£2,718	Jersey Hospice Care
East Kent		
	£2,786	Demelza Hospice Care for Children - Kent
	£3,004	ellenor - Adult Care
	£2,431	Heart of Kent Hospice
	£2,718	Pilgrims Hospice - Canterbury (Pilgrims Hospice in East Kent)
	£2,718	Pilgrims Hospice - Thanet (Pilgrims Hospices in East Kent)
	£2,718	Pilgrims Hospice in Ashford
West Kent		
	£1,872	Demelza Hospice Care for Children - South East London
	£1,457	ellenor - Children's Care
	£3,719	Greenwich & Bexley Community Hospice
	£3,147	Hospice in the Weald
	£1,000	St Christopher's Bromley (Formerly Harris HospisCare)
East Lancashire		
	£3,576	Bolton Hospice
	£2,718	Bury Hospice
	£2,718	Dr Kershaw's Hospice
	£2,431	East Lancashire Hospice
	£2,431	Hospice Care for Burnley and Pendle
	£1,000	Rossendale Hospice
	£3,290	Springhill Hospice (Rochdale)
	£3,576	St Ann's Hospice (Little Hulton)
	£2,718	Willow Wood Hospice
West Lancashire		
	£3,972	Derian House Children's Hospice
	£3,700	Francis House Children's Hospice
	£2,288	Hospice of St Mary of Furness (St Mary's Hospice)
	£5,294	Marie Curie Hospice Liverpool

MASONIC CHARITABLE FOUNDATION

£2,431 Queenscourt Hospice
 £3,719 St Catherine's Hospice, Lancashire
 £2,861 St John's Hospice Lancaster
 £4,151 St Joseph's Hospice Association - Thornton
 £2,431 St Rocco's Hospice
 £4,435 Trinity Hospice & Palliative Care Services
 £2,504 Wigan and Leigh Hospice
 £2,218 Willowbrook Hospice
 £1,872 Zoe's Place - Baby Hospice

Leicestershire & Rutland

£500 Dove Cottage Day Hospice
 £5,437 LOROS Hospice
 £2,218 Rainbows Hospice for Children and Young People

Lincolnshire

£1,931 Lindsey Lodge Hospice
 £1,000 Louth and District Hospice Limited
 £1,914 St Andrew's Children's Hospice
 £2,218 St Andrew's Hospice
 £3,433 St Barnabas Lincolnshire Hospice
 £859 The Butterfly Hospice

Middlesex

£1,000 Harlington Hospice Association
 £2,790 Michael Sobell House
 £4,200 Shooting Star House
 £2,718 St Luke's Hospice (Harrow & Brent)

Monmouthshire

£1,000 Hospice of the Valleys
 £1,000 Panteg Day Hospice
 £1,431 St Anne's Hospice
 £1,000 St David's Foundation Hospice Care
 £1,000 Ystrad Mynach Day Hospice

Norfolk

£1,000 Swaffham & Litcham Home Hospice Support
 £1,000 The Norfolk Hospice, Tapping House

Northamptonshire & Huntingdonshire

£1,000 Lakelands Hospice
 £3,863 Thorpe Hall Sue Ryder Care

Northumberland

£1,000 Hospice Care North Northumberland
 £3,649 Marie Curie Centre Newcastle
 £4,006 St Oswald's Hospice
 £1,000 Tynedale Hospice at Home

Nottinghamshire

£1,359 Bassetlaw Hospice of Good Shepherd
 £1,573 Beaumont House Community Hospice
 £1,000 Nottinghamshire Hospice

Oxfordshire

MASONIC CHARITABLE FOUNDATION

	£2,002	Douglas House
	£2,829	Helen House
	£2,718	Sue Ryder Care - Nettlebed Hospice
	£2,431	The Katharine House Hospice
Shropshire		
	£2,329	Hope House Children's Hospice
	£3,290	Severn Hospice - Shrewsbury
	£2,145	Severn Hospice Telford
Somerset		
	£1,829	Children's Hospice South West (Charlton Farm)
	£2,718	St Margaret's Somerset Hospice
	£2,718	St Margaret's Somerset Hospice in Yeovil
	£2,431	Weston Hospicecare
Staffordshire		
	£3,286	Acorns Children's Hospice Trust (Walsall)
	£3,576	Compton Hospice
	£5,294	Douglas Macmillan Hospice
	£2,431	Katharine House Hospice
	£4,006	St Giles Hospice
	£1,718	St Giles Walsall Hospice
	£2,829	The Donna Louise Trust
Suffolk		
	£2,372	East Anglia's Children's Hospices - Ipswich
	£2,372	East Anglia's Children's Hospices - Quidenham
	£3,576	St Elizabeth Hospice
	£2,718	St Nicholas Hospice Care
Surrey		
	£3,576	Phyllis Tuckwell Memorial Hospice
	£4,435	Princess Alice Hospice
	£2,431	Sam Beare Hospice
	£4,200	Shooting Star Chase St Christopher's
	£3,004	St Raphael's Hospice
	£2,431	Woking Hospice
Sussex		
	£3,286	Chestnut Tree House Children's Hospice
	£500	Demelza Hospice Care for Children
	£500	Leo House At Home
	£3,576	Martlets Hospice
	£3,863	St Barnabas House
	£3,576	St Catherine's Hospice Sussex
	£4,721	St Michael's Hospice (Hastings)
	£4,292	St Peter & St James Hospice and Continuing Care Centre
	£3,004	St Wilfrid's Hospice, Chichester
	£3,863	St Wilfrid's Hospice, Eastbourne
	£1,931	Sussex Beacon
	£500	The Sussex Snowdrop Trust
North Wales		
	£500	Gwynedd Hospice at Home

MASONIC CHARITABLE FOUNDATION

£2,218 Nightingale House
 £1,000 Severn Hospice/Hosbis Hafren - Newtown
 £2,504 St David's Hospice Ltd
 £1,645 St Kentigern Hospice
 £1,643 Ty Gobiath

South Wales

£1,000 George Thomas Hospice Care
 £5,294 Marie Curie Hospice, Cardiff and the Vale
 £2,074 Sandville Self Help Foundation
 £1,000 The Bracken Trust Cancer Support Centre
 £500 Ty Croeso Day Hospice
 £3,286 Ty Hafan Children's Hospice
 £1,000 Usk House Day Hospice

West Wales

£500 Paul Sartori Foundation
 £1,216 Shalom House
 £1,359 Skanda Vale Hospice

Warwickshire

£3,286 Acorns Children's Hospice Trust (Selly Oak)
 £4,435 Marie Curie Hospice, West Midlands
 £1,000 Mary Ann Evans Hospice
 £6,153 Myton Hospice
 £4,578 St Mary's Hospice Ltd
 £1,000 The Shakespeare Hospice
 £1,872 Zoe's Place Baby Hospice, Coventry

Wiltshire

£2,431 Dorothy House Hospice
 £3,290 Prospect Hospice
 £2,431 Salisbury Hospice Charity

Worcestershire

£3,286 Acorns Children's Hospice (Worcester)
 £1,000 Kemp Hospice
 £1,931 Mary Stevens Hospice
 £1,000 Primrose Hospice Limited
 £3,433 St Richard's Hospice Foundation

Yorkshire, North & East Ridings

£3,506 Dove House Hospice
 £500 Herriot Hospice Homecare (formerly Hospice Homecare)
 £3,576 Saint Catherine's Hospice
 £3,863 St Leonard's Hospice
 £2,431 Teesside Hospice Care Foundation
 £1,872 Zoe's Place

Yorkshire, West Riding

£1,931 Barnsley Hospice
 £3,286 Bluebell Wood Children's Hospice
 £2,143 Forget Me Not Children's Hospice
 £3,290 Kirkwood Hospice

MASONIC CHARITABLE FOUNDATION

£3,290	Manorlands Sue Ryder Care
£3,290	Marie Curie Centre Bradford
£3,929	Martin House Children's Hospice
£2,218	Overgate Hospice
£2,361	Prince of Wales Hospice
£2,431	Saint Michael's Hospice
£5,580	St Gemma's Hospice
£3,863	St Luke's - The Sheffield Hospice
£3,004	The Rotherham Hospice Trust
£2,790	Wakefield Hospice
£3,576	Wheatfields Hospice - Sue Ryder

TOTAL	£600,000	245 Hospices
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