

The Society of St Pius X
Financial Statements
31 December 2017

BURGESS HODGSON LLP

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

The Society of St Pius X

Financial Statements

Year ended 31 December 2017

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The Society of St Pius X

Trustees' Annual Report

Year ended 31 December 2017

The trustees present their report and the financial statements of the charity for the year ended 31 December 2017.

Reference and administrative details

Registered charity name The Society of St Pius X

Charity registration number 274695

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

The trustees

The Right Reverend Bishop
Bernard Fellay
Mr J Crosfield Vernor-Miles
The Reverend Pablo Suarez
The Reverend Robert Brucciani
Mr W E Vernor-Miles
The Reverend Christian (Appointed 4 December 2017)
Thouvenot
The Reverend Paul Morgan (Resigned 6 November 2017)

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

Bankers Lloyds Bank plc
5 Bridge Street
Newbury
Berkshire
RG14 5BQ

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

The Society of St Pius X

Trustees' Annual Report *(continued)*

Year ended 31 December 2017

Structure, governance and management

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

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

Objectives and activities

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

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

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

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

Achievements and performance

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

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

St. Michael's School continues to offer a subsidised Catholic education for the children from 4 - 18 years who in many cases might not be able to afford the cost of a private education.

The School is undergoing a restructuring with 90 pupils predicted for the 2018-19 academic year.

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

The Charity has commenced the planning stages to build a new chapel at the School.

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

The Society of St Pius X

Trustees' Annual Report *(continued)*

Year ended 31 December 2017

Financial review

The activities of the year generated an decrease in funds of £342,920 (2016: £411,750 increase). The movement in funds is after income of £32,315 (2016: £80,902) from legacies, £893,605 (2016: £698,655) from donations and £39,475 (2016: £36,446) of investment income.

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

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

Denmark: £2,000 (2016: £2,000)
Norway: £20,000 (2016: £25,000)
Sweden: £11,000 (2016: £12,000)

The gross reserves at the year end were £12,595,103 (2016: £12,938,023). The majority of these comprised functional properties held for the work of the Charity. The Trustees also held cash of £223,847 (2016: £537,561) and the following investments:

Listed Investments £958,617 (2016: £626,778)
Cash or cash equivalents £23,176 (2016: £2,558)
Other Investments (Gold) £187,882 (2016: £180,095)

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

Plans for future periods

- (1) Ongoing property maintenance: -
We expect to spend £200,000 on School renovations and chapel repairs.
- (2) Restructuring of the administration school to ensure legal compliance and financial viability.
- (3) The Charity is planning to sell the Brighton chapel and is reviewing the ownership of other property assets to realign resources to the changes in our activities.

Trustees' responsibilities statement

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

The law applicable to charities in England, Wales and Scotland requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

The Society of St Pius X

Trustees' Annual Report *(continued)*

Year ended 31 December 2017

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, Charities and Trustees Investments (Scotland) Act 2005, the Charity Accounts (Scotland) Regulations 2006 (as amended), and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' annual report was approved on 19/1/2018 and signed on behalf of the board of trustees by:



Mr J Crosfield Vernor-Miles
Trustee



The Reverend Robert Brucciani
Trustee

The Society of St Pius X

Independent Auditor's Report to the Members of The Society of St Pius X

Year ended 31 December 2017

Opinion

We have audited the financial statements of The Society of St Pius X (the 'charity') for the year ended 31 December 2017 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2017 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

The Society of St Pius X

Independent Auditor's Report to the Members of The Society of St Pius X

(continued)

Year ended 31 December 2017

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The Society of St Pius X

Independent Auditor's Report to the Members of The Society of St Pius X

(continued)

Year ended 31 December 2017

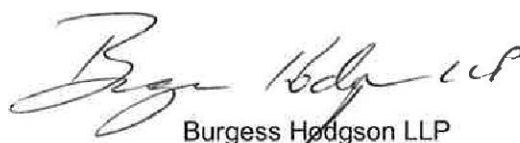
As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the company's 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 company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Burgess Hodgson LLP
Chartered accountant & statutory auditor

Camburgh House
27 New Dover Road
Canterbury
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20th September 2018

The Society of St Pius X
Statement of Financial Activities
Year ended 31 December 2017

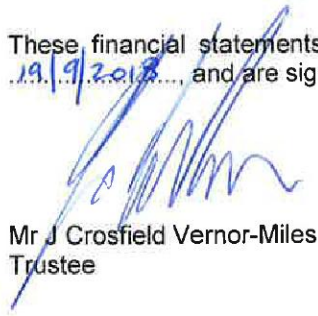
		2017		2016
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	881,532	881,532	721,748
Charitable activities	5	44,388	44,388	57,809
Other trading activities	6	378,750	378,750	357,342
Investment income	7	39,518	39,518	36,489
Total income		<u>1,344,188</u>	<u>1,344,188</u>	<u>1,173,388</u>
Expenditure				
Expenditure on charitable activities	8,9	1,689,032	1,689,032	1,249,078
Other expenditure	11	1,291	1,291	(54,660)
Total expenditure		<u>1,690,323</u>	<u>1,690,323</u>	<u>1,194,418</u>
Net gains on investments	12	(3,215)	(3,215)	(432,780)
Net (expenditure)/income and net movement in funds		<u>(342,920)</u>	<u>(342,920)</u>	<u>411,750</u>
Reconciliation of funds				
Total funds brought forward		12,938,023	12,938,023	12,526,273
Total funds carried forward		<u>12,595,103</u>	<u>12,595,103</u>	<u>12,938,023</u>

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

The Society of St Pius X
Statement of Financial Position
31 December 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible fixed assets	16	10,929,520	10,906,507
Investments	17	1,169,975	809,431
		<u>12,099,495</u>	<u>11,715,938</u>
Current assets			
Stocks	18	15,000	15,000
Debtors	19	417,714	799,165
Cash at bank and in hand		223,847	537,561
		<u>656,561</u>	<u>1,351,726</u>
Creditors: amounts falling due within one year	20	<u>160,953</u>	<u>129,641</u>
Net current assets		<u>495,608</u>	<u>1,222,085</u>
Total assets less current liabilities		<u>12,595,103</u>	<u>12,938,023</u>
Net assets		<u>12,595,103</u>	<u>12,938,023</u>
Funds of the charity			
Unrestricted funds		<u>12,595,103</u>	<u>12,938,023</u>
Total charity funds	22	<u>12,595,103</u>	<u>12,938,023</u>

These financial statements were approved by the board of trustees and authorised for issue on 19/9/2018 and are signed on behalf of the board by:


Mr J Crosfield Vernor-Miles
Trustee


The Reverend Robert Brucciani
Trustee

The Society of St Pius X

Statement of Cash Flows

Year ended 31 December 2017

	2017 £	2016 £
Cash flows from operating activities		
Net (expenditure)/income	(342,920)	411,750
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	41,982	31,036
Net gains on investments	(3,215)	(432,780)
Other interest receivable and similar income	(39,518)	(36,489)
Interest payable and similar charges	3,723	2,887
Loss/(gains) on disposal of tangible fixed assets	1,291	(54,660)
Accrued income	(1,121)	(2,599)
<i>Changes in:</i>		
Trade and other debtors	381,451	(607,151)
Trade and other creditors	32,433	(52,475)
Cash generated from operations	74,106	(740,481)
Interest paid	(3,723)	(2,887)
Interest received	39,518	36,489
Net cash from/(used in) operating activities	<u>109,901</u>	<u>(706,879)</u>
Cash flows from investing activities		
Purchase of tangible assets	(67,086)	(206,591)
Proceeds from sale of tangible assets	2,091	485,650
Purchases of other investments	(460,091)	(170,115)
Proceeds from sale of other investments	101,471	506,279
Net cash (used in)/from investing activities	<u>(423,615)</u>	<u>615,223</u>
Net decrease in cash and cash equivalents	(313,714)	(91,656)
Cash and cash equivalents at beginning of year	537,561	629,217
Cash and cash equivalents at end of year	<u>223,847</u>	<u>537,561</u>

The notes on pages 11 to 20 form part of these financial statements.

The Society of St Pius X

Notes to the Financial Statements

Year ended 31 December 2017

1. General information

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

2. Statement of compliance

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

3. Accounting policies

Accruals concept

The accounts have been prepared on an accruals basis.

Basis of preparation

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

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

Gifts in kind

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

Tax recoverable

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

Going concern

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

Legacies

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

Donations

Donations are included on a cash received basis.

Deeds of covenants

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

The Society of St Pius X

Notes to the Financial Statements *(continued)*

Year ended 31 December 2017

Liabilities

Liabilities are included when incurred on an accruals basis.

Resources expended and the basis of allocation of costs

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

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

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

Judgements and key sources of estimation uncertainty

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

Fund accounting

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

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

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

The Society of St Pius X

Notes to the Financial Statements *(continued)*

Year ended 31 December 2017

3. Accounting policies *(continued)*

Incoming resources

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

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

Tangible assets

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

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

Depreciation

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

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

Investments

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

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

The Society of St Pius X

Notes to the Financial Statements *(continued)*

Year ended 31 December 2017

3. Accounting policies *(continued)*

Impairment of fixed assets

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

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

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

Stocks

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

Financial instruments

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

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

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

Debt instruments are subsequently measured at amortised cost.

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

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

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

The Society of St Pius X

Notes to the Financial Statements *(continued)*

Year ended 31 December 2017

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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

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

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

Defined contribution plans

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

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

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2017 £	Unrestricted Funds £	Total Funds 2016 £
Donations				
Donations - UK	829,408	829,408	506,030	506,030
Donations - Scandinavia	19,809	19,809	134,816	134,816
Legacies				
Legacies	32,315	32,315	80,902	80,902
	<u>881,532</u>	<u>881,532</u>	<u>721,748</u>	<u>721,748</u>

5. Charitable activities

	Unrestricted Funds £	Total Funds 2017 £	Unrestricted Funds £	Total Funds 2016 £
Fund raising activities	<u>44,388</u>	<u>44,388</u>	<u>57,809</u>	<u>57,809</u>

The Society of St Pius X

Notes to the Financial Statements *(continued)*

Year ended 31 December 2017

6. Other trading activities

	Unrestricted Funds £	Total Funds 2017 £	Unrestricted Funds £	Total Funds 2016 £
Rent received	62,453	62,453	43,965	43,965
School fees	316,297	316,297	313,377	313,377
	<u>378,750</u>	<u>378,750</u>	<u>357,342</u>	<u>357,342</u>

7. Investment income

	Unrestricted Funds £	Total Funds 2017 £	Unrestricted Funds £	Total Funds 2016 £
Other interest receivable	43	43	43	43
Investment income	39,475	39,475	36,446	36,446
	<u>39,518</u>	<u>39,518</u>	<u>36,489</u>	<u>36,489</u>

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2017 £	Unrestricted Funds £	Total Funds 2016 £
The teachings of the Roman Catholic Faith	752,055	752,055	613,213	613,213
Educational services	716,350	716,350	427,458	427,458
Donations in support of the objectives	2,867	2,867	51,504	51,504
Support costs	217,760	217,760	156,903	156,903
	<u>1,689,032</u>	<u>1,689,032</u>	<u>1,249,078</u>	<u>1,249,078</u>

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2017 £	Total fund 2016 £
The teachings of the Roman Catholic Faith	752,055	50,145	802,200	664,311
Educational services	716,350	60,991	777,341	482,544
Donations in support of the objectives	2,867	—	2,867	51,504
Governance costs	—	106,624	106,624	50,719
	<u>1,471,272</u>	<u>217,760</u>	<u>1,689,032</u>	<u>1,249,078</u>

The Society of St Pius X

Notes to the Financial Statements (continued)

Year ended 31 December 2017

10. Analysis of support costs

	The teachings of the Roman Catholic Faith £	Educational services £	Total 2017 £	Total 2016 £
Premises	—	7,335	7,335	4,391
Communications and IT	—	28,623	28,623	30,708
General office	—	5,814	5,814	1,740
Support costs: Salaries and wages	50,145	—	50,145	44,786
Support costs: Motor vehicle expenses	—	2,678	2,678	2,514
Support costs: Travel and subsistence	—	1,634	1,634	1,453
Support costs: Other professional fees	—	12	12	53,646
Support costs: Telephone	—	1,097	1,097	1,052
Support costs: Printing, postage and stationery	—	4,695	4,695	3,534
Support costs: Sundry expenses	—	887	887	3,367
Support costs: Light and heat	—	8,228	8,228	6,327
	<u>50,145</u>	<u>61,003</u>	<u>111,148</u>	<u>153,518</u>

11. Other expenditure

	Unrestricted Funds £	Total Funds 2017 £	Unrestricted Funds £	Total Funds 2016 £
Gains/Losses on disposal of tangible fixed assets for charity's own use	<u>1,291</u>	<u>1,291</u>	<u>(54,660)</u>	<u>(54,660)</u>

12. Net gains on investments

	Unrestricted Funds £	Total Funds 2017 £	Unrestricted Funds £	Total Funds 2016 £
Gains/(losses) on other investment assets	<u>3,215</u>	<u>3,215</u>	<u>432,780</u>	<u>432,780</u>

13. Net (expenditure)/income

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

	2017 £	2016 £
Depreciation of tangible fixed assets	41,982	31,036
Loss/(gains) on disposal of tangible fixed assets	1,291	(54,660)
Fees payable for the audit of the financial statements	<u>12,305</u>	<u>11,212</u>

The Society of St Pius X

Notes to the Financial Statements *(continued)*

Year ended 31 December 2017

14. Staff costs

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

	2017	2016
	£	£
Wages and salaries	441,908	276,226
Social security costs	16,953	17,641
Employer contributions to pension plans	26,866	4,578
	<u>485,727</u>	<u>298,445</u>

The average head count of employees during the year was 30 (2016: 21).

No employee received employee benefits of more than £60,000 during the year (2016: Nil).

15. Trustee remuneration and expenses

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

During the period the charity made payments for services to Hunters solicitors of £36,367 (2016:£34,086), a firm in which Mr W E Vernor-Miles is a partner.

16. Tangible fixed assets

	At 1 January 20 17	Additions	Disposals	At 31 December r 2017
	£	£	£	£
Cost				
Land and buildings	10,817,940	—	—	10,817,940
Fixtures and fittings	292,714	39,112	—	331,826
Motor vehicles	119,280	27,974	(8,810)	138,444
	<u>11,229,934</u>	<u>67,086</u>	<u>(8,810)</u>	<u>11,288,210</u>
	At 1 January 20 17	Charge for the year	Disposals	At 31 December r 2017
	£	£	£	£
Depreciation				
Land and buildings	—	—	—	—
Fixtures and fittings	251,135	23,764	—	274,899
Motor vehicles	72,292	18,218	(6,719)	83,791
	<u>323,427</u>	<u>41,982</u>	<u>(6,719)</u>	<u>358,690</u>

The Society of St Pius X

Notes to the Financial Statements (continued)

Year ended 31 December 2017

16. Tangible fixed assets (continued)

	At 31 December r 2017 £	At 31 December r 2016 £
Carrying amount		
Land and buildings	10,817,940	10,817,940
Fixtures and fittings	56,927	41,579
Motor vehicles	54,653	46,988
	<u>10,929,520</u>	<u>10,906,507</u>

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

17. Investments

	Cash or cash equivalents £	Listed investments £	Other investments £	Total £
Cost or valuation				
At 1 January 2017	2,558	626,778	180,095	809,431
Additions	23,589	431,996	—	455,585
Disposals	(2,671)	(95,585)	—	(98,256)
Fair value movements	—	(4,572)	7,787	3,215
At 31 December 2017	<u>23,476</u>	<u>958,617</u>	<u>187,882</u>	<u>1,169,975</u>
Impairment				
At 1 January 2017 and 31 December 2017			—	—
Carrying amount				
At 31 December 2017	<u>23,476</u>	<u>958,617</u>	<u>187,882</u>	<u>1,169,975</u>
At 31 December 2016	<u>2,558</u>	<u>626,778</u>	<u>180,095</u>	<u>809,431</u>

All investments shown above are held at valuation.

Financial assets held at fair value

18. Stocks

	2017 £	2016 £
Books	<u>15,000</u>	<u>15,000</u>

The Society of St Pius X

Notes to the Financial Statements *(continued)*

Year ended 31 December 2017

19. Debtors

	2017 £	2016 £
Prepayments and accrued income	65,406	58,219
Other debtors	352,308	740,946
	<u>417,714</u>	<u>799,165</u>

20. Creditors: amounts falling due within one year

	2017 £	2016 £
Accruals and deferred income	32,079	33,200
Balance due on property purchase	—	75,000
Other creditors	128,874	21,441
	<u>160,953</u>	<u>129,641</u>

21. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £26,866 (2016: £4,578).

22. Analysis of charitable funds

Unrestricted funds

	At 1 January 20 17 £	Income £	Expenditure £	Gains and losses £	At 31 December 2017 £
General funds	12,938,023	1,344,188	(1,690,323)	3,215	12,595,103

23. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2017 £	Total Funds 2016 £
Tangible fixed assets	10,929,520	10,929,520	10,906,507
Investments	1,169,975	1,169,975	809,431
Current assets	656,561	656,561	1,351,726
Creditors less than 1 year	(160,953)	(160,953)	(129,641)
Net assets	<u>12,595,103</u>	<u>12,595,103</u>	<u>12,938,023</u>

The Society of St Pius X
Management Information
Year ended 31 December 2017

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

The Society of St Pius X

Detailed Statement of Financial Activities

Year ended 31 December 2017

	2017 £	2016 £
Income and endowments		
Donations and legacies		
Donations - UK	829,408	506,030
Donations - Scandinavia	19,809	134,816
Legacies	32,315	80,902
	<u>881,532</u>	<u>721,748</u>
Charitable activities		
Fund raising activities	44,388	57,809
Other trading activities		
Rent received	62,453	43,965
School fees	316,297	313,377
	<u>378,750</u>	<u>357,342</u>
Investment income		
Other interest receivable	43	43
Investment income	39,475	36,446
	<u>39,518</u>	<u>36,489</u>
Total income	<u>1,344,188</u>	<u>1,173,388</u>

The Society of St Pius X

Detailed Statement of Financial Activities *(continued)*

Year ended 31 December 2017

	2017 £	2016 £
Expenditure		
Expenditure on charitable activities		
Opening stock	15,000	15,000
Purchases	78,957	—
Closing stock	15,000	15,000
Wages and salaries	441,908	276,226
Employer's NIC	16,953	17,641
Pension costs	26,866	4,578
Rent	96,928	64,912
Light and heat	100,242	86,699
Repairs and maintenance	242,875	301,105
Insurance	73,144	70,806
Other establishment	82,135	76,998
Motor vehicle expenses	62,641	44,000
Other motor/travel costs	36,017	41,666
Legal and professional fees	102,901	54,144
Telephone	14,811	11,704
Other office costs	47,395	41,005
Depreciation	41,982	31,036
Other interest payable and similar charges	3,723	2,887
Centre costs	100,354	41,810
Other charitable donations	100,964	51,504
Sundry	18,236	30,357
	<u>1,689,032</u>	<u>1,249,078</u>
Other expenditure		
Gains/Losses on disposal of tangible fixed assets for charity's own use	1,291	(54,660)
	<u>1,690,323</u>	<u>1,194,418</u>
Total expenditure		
	<u>1,690,323</u>	<u>1,194,418</u>
Net gains on investments		
Gains/(losses) on other investment assets	(3,215)	(432,780)
	<u>(3,215)</u>	<u>(432,780)</u>
Net (expenditure)/income	<u>(342,920)</u>	<u>411,750</u>

The Society of St Pius X

Notes to the Detailed Statement of Financial Activities

Year ended 31 December 2017

	2017 £	2016 £
Expenditure on charitable activities		
The teachings of the Roman Catholic Faith		
<i>Activities undertaken directly</i>		
Direct - Donation	78,957	—
Direct - Salaries and wages	61,288	54,319
Direct - Rent, rates and room hire	60,254	42,956
Direct - Light and heat	59,103	55,065
Direct - Repairs and maintenance	150,085	199,072
Direct - Insurance	73,144	70,657
Direct - Laundry and cleaning	31,809	25,494
Direct - Motor vehicle expenses	49,250	31,430
Direct - Travel and subsistence	27,846	34,400
Direct - Telephone	9,325	6,446
Direct - Printing, postage and stationery	23,921	23,335
Direct - Depreciation	41,982	31,036
Direct - Centre costs	71,290	25,482
Direct - Sundry expenses	13,801	13,521
	<u>752,055</u>	<u>613,213</u>
<i>Support costs</i>		
Support - Salaries and wages	50,145	44,786
Support - Other professional fees	—	6,312
	<u>50,145</u>	<u>51,098</u>
Educational services		
<i>Activities undertaken directly</i>		
School - Wages and salaries	330,475	177,121
School - Employer's NIC	16,953	17,641
School - Pension costs	26,866	4,578
School - Rent, rates and water	29,339	17,565
School - Light and heat	32,911	25,307
School - Repairs and maintenance	74,232	81,626
School - insurance	—	119
School - Laundry and cleaning	40,261	41,203
School - Motor vehicle expenses	10,713	10,056
School - Travel and subsistence	6,537	5,813
School - Telephone	4,389	4,206
School - Printing, postage and stationery	18,779	14,136
School - Centre costs	23,250	14,618
School - Bad debts	98,097	—
	<u>712,802</u>	<u>413,989</u>
Carried forward	712,802	413,989

The Society of St Pius X

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

Year ended 31 December 2017

	2017 £	2016 £
Brought forward	712,802	413,989
School - Sundry expenses	<u>3,548</u>	<u>13,469</u>
	<u>716,350</u>	<u>427,458</u>
Support costs		
Support School - Rent, rates and water	7,335	4,391
Support School - Light and heat	8,228	6,327
Support School - Repairs and maintenance	18,558	20,407
Support School - insurance	—	30
Support School - Laundry and cleaning	10,065	10,301
Support School - Motor vehicle expenses	2,678	2,514
Support School - Travel and subsistence	1,634	1,453
Support School - Telephone	1,097	1,052
Support School - Printing, postage and stationery	4,695	3,534
Support school - Centre costs	5,814	1,710
Support school - Sundry expenses	<u>887</u>	<u>3,367</u>
	<u>60,991</u>	<u>55,086</u>
Catholic book sales		
Activities undertaken directly		
Direct Books - Opening stock	15,000	15,000
Direct Books - Closing stock	<u>(15,000)</u>	<u>(15,000)</u>
	<u>—</u>	<u>—</u>
Donations in support of the objectives		
Activities undertaken directly		
Other charitable donations	<u>2,867</u>	<u>51,504</u>
Governance costs		
Governance costs - audit fees	12,305	11,212
Legal and professional fees	90,596	36,620
Bank charges	<u>3,723</u>	<u>2,887</u>
	<u>106,624</u>	<u>50,719</u>
Expenditure on charitable activities	<u>1,689,032</u>	<u>1,249,078</u>