

Charity number: 1160859

The HM Tower of London Chapels Royal Foundation

Report and Financial Statements

For the year ended

31 August 2018

Rees Pollock

Chartered Accountants

CONTENTS

Page

Reference and Administrative Details of the Charity, its Trustees and Advisers	1
Trustee's Report	2 – 5
Independent Examiner's Report	6
Statement of Financial Activities	7
Balance Sheet	8
Notes to the Financial Statements	9 – 19

REFERENCE AND ADMINISTRATIVE DETAILS OF THE Charity, its trustees and advisers
For the Year Ended 31 August 2018

Trustees

General Lord Houghton of Richmond GCB CBE, Chairman

Colonel Richard E Harrold OBE

The Reverend Canon Roger J Hall MBE, Chaplain

Lieutenant General Sir Simon Mayall KBE CB

Mr Nicholas C Goulding FCA

Mr Simon T Over (resigned 22 November 2018)

Mr Christopher G Stainforth FCA (appointed 16 November 2017)

Ms Gillian Fletcher (appointed 1 September 2018)

The Reverend Canon Paul S Wright (appointed 1 July 2018)

Charity registered number

1160859

Registered office

1 Tower Green, HM Tower of London, London, EC3N 4AB

Accountants

Rees Pollock, 35 New Bridge Street, London, EC4V 6BW

Bankers

CAF Bank Limited, 25 Kings Hill Avenue, Kings Hill, West Malling, Kent, ME19 4JQ

Investment Managers

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

TRUSTEES REPORT

For the Year Ended 31 August 2018

The members of The HM Tower of London Chapels Royal Foundation ("The Foundation"), who are also the trustees of the Foundation for the purposes of the Charities Acts, have pleasure in presenting their third report and financial statements for the year ended 31 August 2018. The Financial Statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the Foundation's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

Structure and Governance

a. Constitution

The Foundation was constituted by deed on 10 March 2015 made jointly by The Lord Chamberlain, The Constable of Her Majesty's Tower of London and The Dean of Her Majesty's Chapels Royal and became effective on 12 March 2015, the date of Registration by The Charity Commission of the Foundation as a charitable incorporated organisation, registered number 1160859.

The Foundation was established to take over the assets of and undertakings then carried on by four charities ("the amalgamating charities") operating within HM Tower of London – The HM Tower of London Choral Foundation (Reg. No. 249306), The Association of Friends of the Chapel Royal within Her Majesty's Tower of London (Reg. No. 259429), The Constable's Fund (Reg. No. 275453) and The Council of the Chapels Royal within HM Tower of London (Reg. No. 1142785). The Trustees of each of the amalgamating charities resolved on 9 June 2015 to transfer to the Foundation the assets and undertaking of the relevant charity with effect 31 August 2015 having obtained necessary agreement from the Charity Commission and subsequently to apply to the Commission to remove that charity from the Central Register of Charities.

The Chapels Royal within HM Tower of London ("the Chapels") comprise The Chapel Royal of St Peter ad Vincula and the Chapel Royal of St John the Evangelist.

Objects, activities and public benefit

a. Objects

The objects of the Foundation are:

- a) To advance the religion of the Church of England by promoting the use of the Chapels as places of public religious worship and by supporting the Chaplain in the exercise of his ministry.
- b) To provide a Master of Music, an Assistant Master of Music and Organist, and a Choir with a view to ensuring that the musical content of Services is of the highest quality: to advise and assist the Chaplain in the promotion of the mission of the Church of England: and generally to provide facilities for the edification of those attending public religious Services in the Chapels.
- c) To relieve persons in need who work or have worked within HM Tower of London and their dependants in need.
- d) To co-operate with Historic Royal Palaces and other organisations in the presentation of the Chapels to the public as places of national heritage and historic interest.
- e) To make grants to other charities and to apply funds for other charitable purposes.

TRUSTEES REPORT (continued)
For the Year Ended 31 August 2018

b. Activities for achieving objectives

During the period under review the Foundation provided over 125 services in the Chapels. These services included regular Sunday services and some evening services held on feast days, as well as weddings and memorial services. In addition there were joint services with neighbouring churches and also special services for members of other organisations, such as charities and livery companies. The Chapel Royal of St Peter ad Vincula is one of the regimental chapels of the Royal Regiment of Fusiliers, and as such provides annual commemorative or other services for members of a number of ex-service and other organisations.

The Foundation provided advice to the Chaplain and supported him in his pastoral work and in the ministry which he exercises in and from the Chapels.

While Historic Royal Palaces (Charity No. 106682) maintains the physical structures and permanent fixtures of the Chapels, it is necessary for the Foundation to raise, from worshippers and supporters of the Chapels and others, the funds required to maintain the activities of the Chapels and to expand the reach of the Chapel's communities and the Chaplain's ministry. The Foundation also encourages the Chaplain in his outreach work in the London Borough of Tower Hamlets, which include some of the most deprived parts of the country. During the period under review, the Foundation extended this work by continuing a scheme for members of the congregation to support a Food Bank in Tower Hamlets.

During the period, the Foundation made provision for grants of £3,000 to certain other charities and also provided assistance to some charities to enable them to hold services in the Chapels.

c. Public Benefit

When planning activities for the year, the Chaplain and the Trustees have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. The services exemplify faith through prayer and scripture, music and sacrament. The main services which are held in the Chapels are conducted not only for the benefit of those who work and live within the Tower of London, and for the regular extra-mural congregations, but also for the public generally, to facilitate wide public participation, arrangements are in place for members of the public to be admitted to the Tower of London free of charge if they wish only to attend services in the Chapels.

Nearly 2.8 million people visit the Tower of London each year and a substantial number of them visit one or both of the Chapels. In so doing they experience the Chapels, not only as places of beauty and great significance in the history of the nation, but also as living places of worship.

d. Financial Review

The Foundation was established in March 2015 but did not commence operating activities until immediately after the transfer of assets and undertakings of the amalgamating charities on 31 August 2015. The principal assets acquired by the Foundation comprised the Chapel Plate, Chapel furnishings and bank balances transferred by the Council of the Chapels Royal within the HM Tower of London and the listed investments and bank balances transferred by the three other amalgamating charities. The investments have been managed as a single portfolio but regarded as comprising three sub-funds, a Choral Fund, a Benevolent Fund and a General Fund into which specified proportions of the assets of the amalgamating charities have

TRUSTEES REPORT (continued)

For the Year Ended 31 August 2018

been allocated. In aggregate the net assets transferred, principally comprising investments, amounted to some £2.304m which was received by way of donation from the amalgamating charities.

During the year from 1 September 2017 to 31 August 2018, the incoming resources amounted to £225,723 (2017: £290,005) and outgoing resources to £205,233 (2017: £207,732). In addition, unrealised investment portfolio gains arose during the year of £3,093 (2017: £174,770).

Income was enhanced by an appeal made for individual donations of £500 to enable a chair to be named in the Chapels. The amount received in the period for the chair donations amounted to £2,000 (2017: £10,000). The appeal remains open and continues to enjoy a slow but steady take up. A substantial legacy of £50,000 was received in 2017.

A Stewardship campaign continued during the period to encourage a direct debit method of regular individual giving via CAF. It is hoped that this will grow steadily and both provide regular income with reduced administration.

e. Reserves Policy

The Foundation is largely reliant on donations from those attending services in the Chapels and others including grant making bodies and visitors to HM Tower of London to supplement the investment income arising on its listed investment portfolio held to finance the provision of services within the Chapels including the cost of the Chaplain, Master of Music and Choir. The long-term policy is to aim to build up the investment portfolio through funding secured from additional donations and legacies so as to enable the Foundation to cover ongoing operating costs without recourse to cash reserves. At 31 August 2018 the total funds amounted to £2,839,766 (2017: £2,816,183). All funds are unrestricted but have been allocated between designated funds represented by tangible and heritage fixed assets of £251,447 (2017: £253,889), and investment reserve of £2,430,196 (2017: £2,427,103) and general reserves of £158,123 (2017: £135,191).

f. Heritage Assets

Heritage assets are assets of historical importance held to advance the objectives of the Foundation. These assets comprise items of ceremonial plate integral to the activities of the Chapels Royal, and are included at the valuation estimated to be an appropriate market value. These assets are not depreciated as they are deemed to have indeterminate lives and a comparatively high residual value; regular impairment reviews are undertaken. Historic Royal Palaces displays and provides day to day care for the Heritage Assets.

g. Risk Management

The Trustees have a risk management strategy which comprises:

- An annual review of the principal risks and uncertainties relevant to the Foundation
- The establishment of policies, systems and procedures to mitigate the risks identified in the annual review
- The implementation of procedures designed to minimise or manage any potential impact on the Foundation should those risks materialise.

TRUSTEES REPORT (continued)
For the Year Ended 31 August 2018

Financial sustainability is the major financial risk for the Foundation. A key element of the management of financial risk is close attention to cash flows and projected outflows while seeking to secure grants, and voluntary income including legacy pledges.

h. 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 (UK Generally Accepted Accounting Practice). The law applicable to charities in England and Wales requires Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

- Select suitable accounting policies and then apply them
- Observe the methods and principles in the Charities SORP
- Make judgements and accounting estimates that are reasonable and prudent
- State whether applicable accounting standards have been followed, subject to any departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the ongoing concern basis unless it is inappropriate to presume that the charity will continue in operation

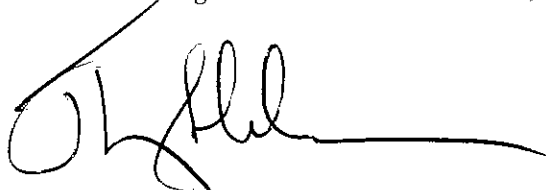
The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities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

Reference and administrative details

Reference and administrative details of the charity, its Trustees and advisers are shown on page 1.

This report was approved by the Trustees, on 30 May 2019 and signed on their behalf by:

General Lord Houghton of Richmond GCB CBE, Chairman



Independent Examiner's Report to the Trustees of The HM Tower of London Chapels Royal Foundation (the 'charity')

I report to the charity Trustees on my examination of the accounts of the charity for the year ended 31 August 2018.

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for my work or for this report.

Responsibilities and Basis of Report

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

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

Independent Examiner's Statement

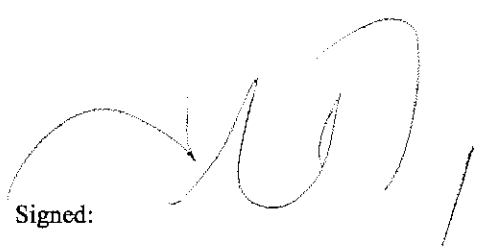
Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

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

1. accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records.

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

Signed:



Dated: 24 June 2019

STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE
ACCOUNT

For the Year Ended 31 August 2018

	Note	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
INCOME FROM:				
Donations and legacies	2	69,062	69,062	137,446
Charitable activities	3	61,229	61,229	61,190
Investments	4	95,432	95,432	91,369
TOTAL INCOME		<u>225,723</u>	<u>225,723</u>	<u>290,005</u>
EXPENDITURE ON:				
Raising funds		—	—	213
Charitable activities:				
Other charitable activities		203,073	203,073	200,319
Governance	9	2,160	2,160	7,200
TOTAL EXPENDITURE	5	<u>205,233</u>	<u>205,233</u>	<u>207,732</u>
NET INCOME BEFORE INVESTMENT GAINS		20,490	20,490	82,273
Net gains on investments	14	<u>3,093</u>	<u>3,093</u>	<u>174,770</u>
NET INCOME BEFORE OTHER RECOGNISED GAINS AND LOSSES		25,583	23,583	257,043
NET MOVEMENT IN FUNDS		23,583	23,583	257,043
RECONCILIATION OF FUNDS:				
Total funds brought forward		<u>2,816,183</u>	<u>2,816,183</u>	<u>2,559,140</u>
TOTAL FUNDS CARRIED FORWARD		<u>2,839,766</u>	<u>2,839,766</u>	<u>2,816,183</u>

The notes on pages 9 to 19 form part of these financial statements

BALANCE SHEET

As at 31 August 2018

	Note	£	2018 £	£	2017 £
FIXED ASSETS					
Tangible assets	12		219,947		222,389
Heritage assets	13		31,500		31,500
Investments	14		2,430,196		2,427,103
			<u>2,681,643</u>		<u>2,680,992</u>
CURRENT ASSETS					
Debtors	15	30,610		28,609	
Cash at bank and in hand		145,584		133,709	
		<u>176,194</u>		<u>162,318</u>	
CREDITORS: amounts falling due within one year	16	<u>(18,071)</u>		<u>(27,127)</u>	
NET CURRENT ASSETS			<u>158,123</u>		<u>135,191</u>
NET ASSETS			<u>2,839,766</u>		<u>2,816,183</u>
CHARITY FUNDS					
Unrestricted funds	17		<u>2,839,766</u>		<u>2,816,183</u>
TOTAL FUNDS			<u>2,839,766</u>		<u>2,816,183</u>

The Trustees consider that the charity is entitled to exemption from the requirement to have an audit under the provisions of section 145 of the Charities Act 2011 ("the Act").

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The charity's financial statements have been prepared in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland.

The financial statements were approved and authorised for issue by the Trustees on 30 May 2019 and signed on their behalf, by:

General Lord Houghton of Richmond GCB CBE, Chairman
The notes on pages 9 to 19 form part of these financial statements.



NOTES TO THE FINANCIAL STATEMENTS

For the Year ended 31 August 2018

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) – (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The HM Tower of London Chapels Royal Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 Reconciliation with previous Generally Accepted Accounting Practice

In preparing these accounts, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required.

No restatements were required.

1.3 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes. Unrestricted funds include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose.

Further details of each fund are given in note 17.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The Foundation has no restricted funds.

Investment income, gains and losses are allocated to the appropriate fund.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2018

1. ACCOUNTING POLICIES (continued)

1.4 Income recognition

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donations are recognised when the Foundation has received or been notified of both the amount and the date of receipt. Legacy gifts are recognised on a case by case basis following the grant of probate when the Foundation has been notified of the amount and the settlement date.

Interest and dividends are recognised when receivable; for interest this is normally on notification by the bank and for dividends on notification by the investment manager.

Income from Choir fees, Concerts and Chapel charges is recognised following the event for which the fees or charges have been made.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of donation.

Other income is recognised in the period in which it is receivable and to the extent that goods have been provided or on completion of the service.

1.5 Expenditure recognition

Expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 31 August 2018

1. ACCOUNTING POLICIES (continued)

1.6 Tangible fixed assets and depreciation

Heritage assets are included at market value. Heritage assets are deemed to have a high residual value and accordingly no depreciation is charged.

The Music Library, Bible and High Altar Set are included at cost or valuation if lower. The residual value of these assets is deemed to be similar to the lower of cost or valuation and accordingly no depreciation is charged.

The Heritage assets the Music Library, the Bible and High Altar Set are reviewed annually for evidence of any reduction in net realisable value. The written down value of other tangible fixed assets is reviewed when events or circumstances indicate the written down value may not be recoverable.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the costs of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Rehearsal organ	- 10 years
Computer equipment	- 3 years
Vestments and chapel cloths	- 15 years

1.7 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment.

Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the Statement of Financial Activities incorporating Income and Expenditure Account.

2. INCOME FROM DONATIONS AND LEGACIES

	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Donations	69,062	69,062	87,446
Legacies	—	—	50,000
	<hr/>	<hr/>	<hr/>
Total donations and legacies	<u>69,062</u>	<u>69,062</u>	<u>137,446</u>

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 31 August 2018

3. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Chapel and Choir fees	61,229	61,229	61,190

4. INVESTMENT INCOME

	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Investment income	95,362	95,362	91,125
Interest receivable	70	70	224
	95,432	95,432	91,369

5. ANALYSIS OF EXPENDITURE BY EXPENDITURE TYPE

	Staff costs 2018 £	Depreciation 2018 £	Other costs 2018 £	Total 2018 £	Total 2017 £
Expenditure on investment management	—	—	—	—	213
Costs of generating funds	—	—	—	—	213
Chapel and choir expenditure	17,171	2,442	176,335	195,948	192,619
Grants	—	—	7,125	7,125	7,700
Charitable activities	17,171	2,442	183,460	203,073	180,587
Expenditure on governance	—	—	2,160	2,160	7,200
	17,171	2,442	185,620	205,233	207,732

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 31 August 2018

6. GRANTS PAID

	2018	2017
	£	£
Grants to individuals	4,125	4,500
Grants to charities	3,000	3,200
	<u>7,125</u>	<u>7,700</u>

7. DIRECT COSTS

	Chapel and choir	Total 2018	Total 2017
	£	£	£
Choir fees and expenses	106,064	106,064	97,409
Master of Music fees	43,117	43,117	40,540
Music expenses	4,756	4,756	6,220
Wages and stipends	17,171	17,171	17,290
	<u>171,108</u>	<u>171,108</u>	<u>161,459</u>

8. SUPPORT COSTS

	Governance	Chapel and choir	Total 2018	Total 2017
	£	£	£	£
General and administrative costs	2,160	22,398	24,558	35,918
Depreciation	—	2,442	2,442	2,442
	<u>2,160</u>	<u>24,840</u>	<u>27,000</u>	<u>38,360</u>

9. GOVERNANCE COSTS

	Unrestricted funds 2018	Total funds 2018	Total funds 2017
	£	£	£
Examiners remuneration	<u>2,160</u>	<u>2,160</u>	<u>7,200</u>

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 31 August 2018

10. NET INCOME/(EXPENDITURE)

This is stated after charging:

	2018	2017
	£	£
Depreciation of tangible fixed assets: owned by the charity	2,442	2,442
Trustees' emoluments (note 11)	<u>10,500</u>	<u>10,800</u>

11. STAFF COSTS

Staff costs were as follows:

	2018	2017
	£	£
Wages and stipends	<u>17,171</u>	<u>17,290</u>

The average number of persons employed by the charity during the year was as follows:

	2018	2017
	No.	No.
Chapel staff and stipend recipients	<u>7</u>	<u>7</u>

No employee received remuneration amounting to more than £60,000 in either year.

During the period, the Reverend Canon Roger J Hall MBE received stipend payments totalling £10,500 (2017: £10,800) in respect of his role of Chaplain of The HM Tower of London Chapels Royal. No other Trustee received any remuneration or benefits in kind. Travel expenses of £175 (2017: £48) were paid to one trustee.

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 31 August 2018

12. TANGIBLE FIXED ASSETS

	Rehearsal organ £	High altar set £	Bible £	Music Library £	Computer equipment £	Vestments and church cloths £
Cost						
At 1 September 2017 and 31 August 2018	<u>5,000</u>	<u>159,600</u>	<u>2,430</u>	<u>35,000</u>	<u>1,268</u>	<u>29,130</u>
Depreciation						
At 1 September 2017	3,125	—	—	—	1,268	5,646
Charge for the year	<u>500</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>1,942</u>
At 31 August 2018	<u>3,625</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>1,268</u>	<u>7,588</u>
Net book value						
At 31 August 2018	<u>1,375</u>	<u>159,600</u>	<u>2,430</u>	<u>35,000</u>	<u>—</u>	<u>21,542</u>
At 31 August 2017	<u>1,875</u>	<u>159,600</u>	<u>3,430</u>	<u>35,000</u>	<u>—</u>	<u>23,484</u>

	Total £
Cost	
At September 2017 and 31 August 2018	<u>232,428</u>
Depreciation	
At September 2017	10,039
Charge for the Year	<u>2,442</u>
At 31 August 2018	<u>12,481</u>
Net book value	
At 31 August 2018	<u>219,947</u>
At 31 August 2017	<u>222,289</u>

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 31 August 2018

13. CHARITY HERITAGE ASSETS

	Gold plate £	Total £
Market value		
At 1 September 2017 and 31 August 2018	31,500	31,500
At 31 August 2017	31,500	31,500

The Heritage assets comprise items of gold plate dating back to the 16th and 17th centuries and are held at market value. These items are of significant historical importance and are held by the charity to advance its objectives.

14. FIXED ASSET INVESTMENTS

	Listed securities £
Market value	
At 1 September 2017	2,427,103
Additions	—
Revaluations	3,093
At 31 August 2018	2,430,196

Investments at fair value comprise:

	31 August 2018 £	31 August 2017 £
UK Equities	1,329,093	1,328,579
Global Equities	768,093	707,156
Property	224,115	203,593
Fixed Income	68,515	73,015
Alternative Investments	32,223	58,661
Liquid Assets	8,157	56,099
	2,430,196	2,427,103

15. DEBTORS

	2018 £	2017 £
Payments and accrued income	30,610	28,609

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 31 August 2018

16. CREDITORS: Amounts falling due within one year

	2018	2017
	£	£
Trade creditors	3,915	4,513
Other taxation and social security	993	1,748
Accruals and deferred income	13,163	20,866
	<u>18,071</u>	<u>27,127</u>

17. STATEMENT OF FUNDS

STATEMENT OF FUNDS – YEAR ENDED 31 AUGUST 2018

	Balance at 1 September 2017	Income	Expenditure	Transfers	Gains/ (losses)	Balance at 31 August 2018
	£	£	£	£	£	£
Designated funds						
Tangible and heritage assets	253,889	–	(2,442)	–	–	251,447
Investment assets	2,427,103	95,432	–	(95,432)	3,093	2,430,196
	<u>2,680,992</u>	<u>95,432</u>	<u>(2,442)</u>	<u>(95,432)</u>	<u>3,093</u>	<u>2,681,643</u>
General funds						
General funds	135,191	130,291	(202,791)	95,432	–	158,123
Total Unrestricted funds	<u>2,816,183</u>	<u>225,723</u>	<u>(205,233)</u>	<u>–</u>	<u>3,093</u>	<u>2,839,766</u>
Total of funds	<u>2,816,183</u>	<u>225,723</u>	<u>(205,223)</u>	<u>–</u>	<u>3,093</u>	<u>2,839,766</u>

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 31 August 2018

17. STATEMENT OF FUNDS (continued)

STATEMENT OF FUNDS – PERIOD ENDED 31 AUGUST 2017

	Balance at 1 September 2016 £	Income £	Expenditure £	Transfers £	Gains/ (losses) £	Balance at 31 August 2017 £
Designated funds						
Tangible and heritage assets	256,331	–	(2,442)	–	–	253,889
Investment assets	2,202,333	91,369	(213)	(41,156)	174,770	2,427,103
	<u>2,458,664</u>	<u>91,369</u>	<u>(2,665)</u>	<u>(41,156)</u>	<u>174,770</u>	<u>2,680,992</u>
General funds						
General funds	100,476	198,636	(205,077)	41,156	–	135,191
	<u>100,476</u>	<u>198,636</u>	<u>(205,077)</u>	<u>41,156</u>	<u>–</u>	<u>135,191</u>
Total Unrestricted funds	<u>2,559,140</u>	<u>290,005</u>	<u>(207,732)</u>	<u>–</u>	<u>174,770</u>	<u>2,816,183</u>
Total of funds	<u>2,559,140</u>	<u>290,005</u>	<u>(207,732)</u>	<u>–</u>	<u>174,770</u>	<u>2,816,183</u>

SUMMARY OF FUNDS – YEAR ENDED 31 AUGUST 2018

	Balance at 1 September 2017 £	Income £	Expenditure £	Transfers £	Gains/ (losses) £	Balance at 31 August 2018 £
Designated funds	2,680,992	95,432	(2,442)	(95,432)	3,093	2,681,643
General funds	135,191	130,291	(202,791)	95,432	–	158,123
	<u>2,816,183</u>	<u>225,723</u>	<u>(205,233)</u>	<u>–</u>	<u>3,093</u>	<u>2,839,766</u>

SUMMARY OF FUNDS – PERIOD ENDED 31 AUGUST 2017

	Balance at 1 September 2016 £	Income £	Expenditure £	Transfers £	Gains/ (losses) £	Balance at 31 August 2017 £
Designated funds	2,458,664	91,369	(2,655)	(41,156)	174,770	2,680,992
General funds	100,476	198,636	(205,077)	41,156	–	135,191
	<u>2,559,140</u>	<u>290,005</u>	<u>(207,732)</u>	<u>–</u>	<u>174,770</u>	<u>2,816,183</u>

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 31 August 2018

17. STATEMENT OF FUNDS (continued)

Transfers represent the allocation of the Foundation's funds as described on page 4

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS – YEAR ENDED 31 AUGUST 2018

	Unrestricted funds 2018 £	Total funds 2018 £
Tangible fixed assets	219,947	219,947
Fixed asset investments	2,430,196	2,430,196
Heritage assets	31,500	31,500
Current assets	176,194	176,194
Creditors due within one year	(18,071)	(18,071)
	<u>2,839,766</u>	<u>2,839,766</u>

ANALYSIS OF NET ASSETS BETWEEN FUNDS – PERIOD ENDED 31 AUGUST 2017

	Unrestricted funds 2017 £	Total funds 2017 £
Tangible fixed assets	222,389	222,389
Fixed asset investments	2,427,103	2,427,103
Heritage assets	31,500	31,500
Current assets	162,318	162,318
Creditors due within one year	(21,127)	(21,127)
	<u>2,816,183</u>	<u>2,816,183</u>