

**The Society for Advancing the Christian Faith
Report and Financial Statements
for the year ended
31 March 2019**

The Society for Advancing the Christian Faith Report and Financial Statements for the year ended 31 March 2019

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Governors, Officers, Advisors and Auditors

Governors	The Earl of Cork and Orrery (Life Governor and Chairman) The Reverend Simon Buckley The Reverend Charles Card-Reynolds The Reverend Alan Carr The Reverend Simon Grigg The Reverend Roderick Leece The Reverend Canon John Metivier - Resigned 17th March 2019 The Reverend David Peebles The Reverend Canon Hall Speers - Resigned 17th March 2019 Mr. Julian Tregoning The Reverend Dr. Sam Wells The Reverend Lucy Winkett
Secretary and Manager	Mr. Chris Brooker
Contact Address	St Martin-in-the-Fields 6 St Martin's Place London WC2N 4JJ
Charity Registration Number	257889
Principal Bankers	Reliance Bank Faith House 23-24 Lovat Lane London EC3R 8EB
Solicitors	Lee Bolton Monier-Williams 1 The Sanctuary Westminster London SW1P 3JT
Auditors	Sygma Chartered Accountants and Registered Auditors 1 Sopwith Crescent Wickford Business Park Wickford Essex SS11 8YU

Governors' Report

The Governors present their report and financial statements for the year ended 31 March 2019

Principal activity

The principal activity of the Society is defined on page 5. The Governors have complied with the duties set out in the Charities Act 2011 and confirm that they have referred to the guidance contained in the Charity Commission's general guidance to charities on public benefit when reviewing the Society's aims and objectives, and when planning future activities and setting the grant-making policy for the year.

Review of the year and future developments

Incoming resources for the year were £42,628 (2018 - £36,176). Charitable donations made in the year were £79,651 (2018 - £78,774). The Society continues to have adequate and available resources to continue its charitable activities.

Reserves Policy

The source of the Society's income is derived from investment income. The Governors believe that it is desirable, so far as possible, to maintain the stability of charitable distributions. In order to provide this stability it is their policy to retain, in reserve, funds at a level to enable distributions to continue for the foreseeable future.

The total amount available for charitable distribution at the end of the year was £50,720 (2018 - £94,027).

Governors

Governors are elected to the Society by a variety of methods through the clergy in the UK in accordance with the detail outlined in the Society's Charter. A copy of the Society's Charter can be obtained from the Secretary.

The Governors of the Society at the end of the year and at the date of signing these financial statements are stated on page 2.

Governors' Report - continued

Investment and risk management policy

The Governors have considered the most appropriate policy for investing the Society's funds and have determined that its investments should be held in managed funds suitable for charities.

Governors have the overall responsibility for ensuring that the Society has an appropriate system of controls, financial and otherwise. The systems of financial control are designed to provide reasonable, but not absolute, assurance against material mis-statement or loss. Governors have considered the risks within the Society and will continue to monitor risks and set up formal policies together with appropriate monitoring procedures as a means to mitigate them.

Legal and Administrative Details

The Society is registered as a charity, number 257889. The governing body of the Society is the Board of Governors and its governing documents the Royal Charter 1794 and subsequent amendments. There are no restrictions either upon the way the Society can operate or upon the investment powers of the Governors. The Governors confirm that the accounts comply with the current statutory requirements and with the requirements of the Royal Charter.

Organisation

The Society is administered from its contact office in London, and the Governors meet twice each year.

Auditors

In accordance with Section 144 of the Charities Act 2011, a resolution proposing that Sygma Chartered Accountants be re-appointed as auditors of the Society will be put to the Annual General Meeting.

The Earl of Cork and Orrery

Mr. Julian Tregoning

On behalf of the Governors

23rd October 2019

The Society

The Society was founded in 1691 and received its Royal Charter in 1794. This was subsequently amended by Royal Charter in 1836 and a Supplemental Charter in 1962. The Society's full name is "The Society for Advancing the Christian Faith in the British West-India Islands and elsewhere within the Diocese of Jamaica and of Barbados and the Leeward Islands, and in the Mauritius".

The Society contributes towards suitable maintenance for clergymen or other persons of the Church of England resident in the British West-India Islands and Mauritius for the purpose of advancing the Christian Faith in all parts of the Province of the West Indies and the Diocese of Mauritius (and Seychelles) for the purpose, *inter alia*, of education and religious instruction.

Statement of Governors' Responsibilities

Law applicable to charities in England and Wales requires the Governors to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the Society and of the surplus or deficit of the Society for that period. In preparing those financial statements, the Governors have:

- selected suitable accounting policies and then applied them consistently;
- made judgements and estimates that are reasonable and prudent;
- stated whether applicable Accounting Standards and Statements of Recommended Practice for Charities have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepared the financial statements on the going concern basis unless it is inappropriate to presume that the Society will continue its activities.

The Governors are responsible for keeping proper accounting records which disclose, with reasonable accuracy, the financial position of the Society and which enable them to ascertain its financial position and to ensure that the financial statements comply with the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and the Royal Charter. They also are responsible for safeguarding the assets of the Society, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Report of the Independent Auditors to the Governors of The Society for Advancing the Christian Faith

We have audited the financial statements of The Society for Advancing the Christian Faith (the charity) for the year ended 31st March 2019 which comprise the Statement of Financial Activities, the Balance Sheet and the Notes to the Financial Statements, 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 Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

Opinion

In our opinion the financial statements:

- give a true and fair view of the Society's affairs as at 31st March 2019 and of its incoming resources and application of resources in 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 Charities Act 2011.

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 Governors use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Governors 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 12 months from the date when the financial statements are authorised for issue.

Other information

The Governors are responsible for the other information. The other information comprises the information in the Governors' Report and the Statement of Governors' Responsibilities, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and we do not express and 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 misleading. If, based upon 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 in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report, if in our opinion:

- the information given in the Governors' 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; or
- we have not received all the information and explanations we require for our audit.

Continued on page 7

Report of the Independent Auditors to the Governors of The Society for Advancing the Christian Faith (continued)

Responsibilities of Governors

As explained more fully in the Governors responsibilities statement (set out on page5), the Governors 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 Governors determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but it 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of the Report of the Auditors.

Use of this report

This report is made solely to the charity's governors, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's Governors 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 Governors as a body, for our audit work, for this report, or for the opinions we have formed.

Syigma
Chartered Accountants and Statutory Auditors
1 Sopwith Crescent
Wickford Business Park
Wickford
Essex
SS11 8YU

23rd October 2019

Statement of Financial Activities

For the year ended 31 March 2019

	Note	2019	2018
		£	£
		Unrestricted funds	Unrestricted funds
Incoming Resources			
Investment income	3	<u>42,628</u>	<u>36,176</u>
Total Incoming Resources		<u>42,628</u>	<u>36,176</u>
Resources Expended			
Expenditure on charitable activities	4	79,651	78,774
Governance and administration costs	5	<u>6,284</u>	<u>6,860</u>
Total Resources Expended		<u>85,935</u>	<u>85,634</u>
Net Outgoing Resources for the year		(43,307)	(49,458)
Other Recognised Gains / (losses)			
Gains / (losses) on investment assets	6	<u>49,990</u>	<u>(78,944)</u>
Net movement in funds		6,683	(128,402)
Reconciliation of funds	8		
Total funds brought forward		<u>1,818,750</u>	<u>1,947,152</u>
Total funds carried forward		<u>1,825,433</u>	<u>1,818,750</u>

Balance Sheet

As at 31 March 2019

	Note	2019	2018
		£	£
Fixed Assets			
Investments	6		
Common Investment Funds		1,774,713	1,074,723
Cash awaiting investment		-	650,000
Total Fixed Assets		1,774,713	1,724,723
Current Assets			
Current asset investment	6	50,000	-
Cash at bank and in hand		32,697	129,359
Total Current Assets		82,697	129,359
Liabilities: amounts falling due within one year	7	(31,977)	(35,332)
Net Current Assets		50,720	94,027
Net Assets		1,825,433	1,818,750
The Funds of the Society (all unrestricted)	8		
Long-term capital fund		1,774,713	1,724,723
Working capital fund		50,720	94,027
Total Society Funds		1,825,433	1,818,750

These financial statements were approved by the Governors on 23rd October 2019 and signed on their behalf.

The Earl of Cork and Orrery

Julian Tregoning

On behalf of the Governors

Notes to the Financial Statements

1 Accounting policies

- (a) The financial statements have been prepared under the historical cost convention as modified by the revaluation of investments to market value and in accordance with applicable accounting standards, the Charities Act 2011 and the Statement of Recommended Practice (FRS102) "Accounting and Reporting by Charities"

(b) Incoming Resources

All income is recognised in the statement of financial activities when the conditions of receipt have been met and there is reasonable assurance of receipt. Where a claim for repayment of income tax has or will be made, such income is grossed up for the tax recoverable.

(c) Investments

Managed funds are valued at mid-market value.

Realised gains or losses represent the difference between net sales proceeds and purchase price or, if previously valued, the valuation at the last balance sheet date. Unrealised gains or losses represent the difference between the market value and historic cost at the date of the balance sheet.

Movements in valuation represent the difference between the valuation of investments at the balance sheet date and their purchase prices or, if they have been previously valued, their valuation at the last balance sheet date.

(d) Fund Accounting

The Long-term Capital Fund represents the values of the investments at the Balance Sheet date. Any change in the value of the investments during the year is reflected in this fund

The Working Capital Fund is the amount available for distribution in future years. It is intended that this Fund be maintained at a level of approximately two years' charitable expenditure.

(e) Charitable expenditure

Charitable activities includes grants payable. Grants payable are accounted for when the Governors have accepted a legal or moral obligation to make the grant.

(f) Governance costs

The direct costs of management and administration of the Society, including the audit fee, are met by the Society.

Notes to the Financial Statements - continued

2 Information regarding employees and Governors

There were 12 Governors who served during the year, two of whom resigned as noted on page 2. No Governor, or person related or connected by business to them, has received any remuneration from the Society during the year. 1 Governor was reimbursed travelling expenses of £711 in connection with his visit to Codrington College.

The Governors received no emoluments in respect of their appointments as officers of the Society in the current or prior year. The Society had no employees in the current or prior years.

3 Investment Income

	2019	2018
	£	£
Dividends	42,328	35,937
Interest received	300	239
	<u>42,628</u>	<u>36,176</u>

All investment income is derived from assets held in the UK.

4 Grants

In accordance with the objects of the Society, as described on page 5, the Society makes grants to the dioceses which are specifically named in the Royal Charter. The grants are made for a variety of projects, but all relate to the advancing of the Christian Faith in those dioceses, by way of religious instruction to the populations.

Grants were made to the governing bodies of the following dioceses

	2019	2018
	£	£
Antsiranana (two grants)	9,560	10,000
Belize (two grants)	10,078	12,844
Codrington College	5,000	-
Guyana	5,859	14,106
Mauritius	5,000	5,000
North East Caribbean and Aruba (two grants)	9,000	27,124
Seychelles (two grants)	5,610	3,700
Trinidad and Tobago (two grants)	16,000	6,000
The Windward Isles (two grants)	10,000	-
	<u>76,107</u>	<u>78,774</u>

In addition, the Society embarked on a joint project with The New England Company, to assist in the regeneration of Codrington College in the diocese of Barbados. A report was initiated by the Society and a Governor of the Society visited the College. The total cost of the project was £3,544.

5 Governance costs

	2019	2018
	£	£
Administrative costs	4,244	4,820
Audit	2,040	2,040
	<u>6,284</u>	<u>6,860</u>

Notes to the Financial Statements - continued

6 Investments

	2019	2018
	£	£
Investments held as fixed assets		
Common Investment Funds		
Market Value at 1 April 2018	1,074,723	548,666
Further investments	650,000	600,000
Distributions reinvested	-	5,001
Unrealised Investment gains / (losses)	49,990	(78,944)
Market value at 31 March 2019	1,774,713	1,074,723
Historic cost at 31 March 2019	1,591,240	941,240
Investments held as current assets		
Common Investment Funds		
New Investment and market value at 31 March 2019	50,000	-

All common investment funds are held in the UK.

All common investment funds are revalued at the end of the financial year on an open market basis. The difference between the opening valuations, closing valuations and other movements represent unrealised losses or gains.

The unrealised losses or gains are taken direct to the Long Term Capital Fund

7 Liabilities: amounts due within one year

	2019	2018
	£	£
Grants payable	29,937	33,292
Accruals	2,040	2,040
	31,977	35,332

8 The Funds of the Society

The Society maintains a Long Term Capital Fund, which equates to the value of the investments of the Society. The Working Capital Fund is available for distribution in accordance with the objects of the Society. The Governors regularly review the adequacy of the apportionment between the two funds.

	Long-Term Capital Fund £	Working Capital Fund £	Total Funds £
Balances at 1st April 2018	1,724,723	94,027	1,818,750
Further investments made	-	-	-
Deficit for the year	-	(43,307)	(43,307)
Unrealised and realised investment	49,990	-	49,990
Balances at 31st March 2019	1,774,713	50,720	1,825,433

9 Taxation

The Society is a registered charity, and is exempt from taxation on its income and gains.