

THE ST. BARNABAS SOCIETY
(A Company Limited by Guarantee)

REPORT AND ACCOUNTS

FOR THE YEAR ENDED

31 MAY 2021

Registered Charity Commission No: 1009910

Registered with the OSCR No: SC046482

Registered Company No: 2645233



Croke, Vellacott & Hill

CHARTERED ACCOUNTANTS

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REPORT OF THE TRUSTEES (incorporating Directors' Report)
for the year ended 31 May 2021

OFFICERS AND PROFESSIONAL ADVISERS

Principal address and registered office	Windsor House, Heritage Gate Sandy Lane West Littlemore OXFORD OX4 6LB
Registered charity commission number	1009910
Registered OSCR number	SC046482
Registered company number	2645233
President	Cardinal Vincent Nichols
Board of directors	Mr. R.E. Hayes (Chair and President's Representative) The Hon. Susan Buchan Mr. S.C. Doyle Miss J. C. Gough Mr I.B. Hambleton Revd G. Hatton Revd R. Hughes Mrs J.M. Mellor Mrs V. Stonier Mr. J.P.J. Turner
Director/Secretary of the charity	Revd P.B. Martin
Bankers	National Westminster Bank PLC 249 Banbury Road Summertown OXFORD OX2 7HR CAF BANK Limited 25 Kings Hill Avenue Kings Hill WEST MALLING ME19 4JQ
Auditors	Cocke, Vellacott & Hill Chartered Accountants Unit 28 City Business Centre Lower Road LONDON SE16 2XB
Investment managers	Cazenove Capital Management Limited 12 Moorgate LONDON EC2R 6DA

REPORT OF THE TRUSTEES (incorporating Directors' Report, continued)
for the year ended 31 May 2021

The trustees present their twenty ninth report together with the financial statements of the St. Barnabas Society (hereafter referred to as the 'Society') for the year ended 31 May 2021 which comply with the Charities Act 2011 and the Companies Act 2006, the Charities and Trustees Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006, the requirements of the charitable company's Memorandum and Articles of Association and the requirements of 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 2019).

Continued Impact of Covid-19

As with other charities, the Society continues to be greatly affected by the pandemic and the lasting effects of the lockdown. Our ability to fundraise within parishes is still suspended although it is hoped that the Director will be able to visit parishes within the next few months. In addition, the planned celebration of St Barnabas's feast day, which should have happened in May, had to be postponed until October, thereby delaying the start of the Society's 125th anniversary celebrations.

Structure, governance and management

The Society is a non-trading company, limited by guarantee without share capital, incorporated in England, and is registered with the Charity Commission and the Scottish Charity Regulator. Its affairs are governed by its Memorandum and Articles of Association. Upon winding-up of the company, the liability of every member is limited to £1.

On 1 June 1992 the Society assumed from The Converts' Aid Society, a charity having the same objectives as the Society, certain assets and all the obligations including those to pensioners. The Converts' Aid Society continues to hold funds amounting to £1,008 at 31 May 2021.

Organisation

The trustees are responsible for the management of the Society and meet four times a year. They are assisted by the head office staff. Day to day administration of the Society is in the hands of the Director.

President

The President of the Society is Cardinal Vincent Nichols.

Trustees

The trustees (and directors of the company for the purposes of company law) in office during the year were as follows:

Mr. R.E Hayes	(Chairman and President's Representative)
The Hon. Susan Buchan	
Mr. S.C. Doyle	
Miss J.C. Gough	
Mr I.B. Hambleton	(Deputy Chairman)
Revd G. Hatton	
Revd R. Hughes	
Mrs J.M. Mellor	(appointed 22 April 2021)
Mrs V Stonier	(appointed 22 April 2021)
Mr. J.P.J. Turner	

Trustees' recruitment, induction and training

The Society is always open to the possibilities of new trustees, usually by recommendation of existing trustees, staff, or the wider Church.

The Society provides induction packs to all new trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

REPORT OF THE TRUSTEES (incorporating Directors' Report, continued)
for the year ended 31 May 2021

Structure, governance and management (continued)

Connected Charity

The Converts' Aid Society is a connected charity that has similar objects and activities as the Society. The employees of the Society administer both charities from the same registered address at Windsor House, Heritage Gate, Sandy Lane West, Littlemore, Oxford, OX4 6LB. Details of transactions between the charities are given in note 12 to the accounts.

Risk Management

The trustees have examined the major strategic, business and operational risks, which the Society faces and confirm that systems have been established to lessen the risks. A list of risks was prepared by the administrative staff and reviews of the risks are carried out each year.

Objectives and activities

The objects and principal activities of the Society, in co-operation with the Catholic Bishops, is to provide support and assistance to former clergy and religious of other denominations and their dependants who have come into the full communion of the Roman Catholic Church, until such time as they have been integrated into the Catholic community and have re-established themselves, for a maximum of five years. In addition to financial support, the Society provides pastoral support to convert clergy and religious and their families.

The Society also seeks to raise the Church awareness and understanding of conversion and converts. This is primarily the work of the Director, who is convert clergy, with support from the Board and the administrative staff.

In shaping our objectives for the year and planning our activities the trustees have considered the Charity Commission's guidance on public benefit.

Achievements and performance

During the year the Society has made 368 (2020 - 379) net grants totalling £312,149 (2020 - £334,000) to 37 (2020 - 31) individual beneficiaries. Included within net grants, the Society made no (2020 - no) unsecured loans in the year (2020 - £nil) and recovered loans of £215 (2020 - £205), and accommodation for beneficiaries has been provided in the various properties owned by The Society for which rents have been received amounting to £19,032 (2020 - £22,992). The rents charged are below market rates and represent a subsidised rental to seven individuals. The maintenance and the repair of these properties is managed by the administrative staff of the Society.

The Society sends out approximately 5,000 copies of the "St. Barnabas Society News" twice a year to all interested parties to notify everyone what is happening with the Society. With the increasing use of the internet the Trustees considered that potential beneficiaries might look to this medium for information and help. Accordingly, the Society has a website which can be found at www.StBarnabasSociety.org.uk.

Financial review

The net surplus for the year amounted to £963,960 (2020 – outgoings £409,365).

Income included £290,388 (2020 - £207,964) from investment, £28,853 (2020 - £34,324) from interest and rents, £45,535 (2020 - £40,468) from appeals and collections, and £166,659 (2020 - £262,493) from legacies and donations. No amounts were transferred from The Converts' Aid Society during the year (2020 – £nil).

No properties were sold in the year (2020 - two properties disposed of). In the accounts for the year ended 31 May 2020 £866,951 was released from the Property Revaluation Reserve to the General Fund following completion of these disposals.

The charity expended £603,777 (2020 – £681,889) on charitable activities and £13,559 (2020 - £19,118) on fund raising.

Surplus on investments, realised loss £41,908 and unrealised gain £1,090,591, amounted to £1,048,683 (2020 – deficit on investments, (realised gain £8,837 and unrealised loss of £266,166) amounted to £257,779). The net movement in all funds for the year amounted to an increase of £963,360 (2020 – decrease of £409,365). This includes property write downs of £nil (2020: £nil).

Funds arising in the year transferred to designated funds amounted to £117,407 mainly being the transfer of legacy receipts to the Legacy Reserve (2020 – transferred to designated funds £145,124). Details of the incoming and outgoing resources for the year are shown on in the Statement of Financial Activities on page 10. Fund movements are shown in note 11.

REPORT OF THE TRUSTEES (incorporating Directors' Report, continued)
for the year ended 31 May 2021

Fixed assets

Movements in fixed assets during the year are shown in notes 7 and 8 to the financial statements. Following the introduction of FRS 102 for Charities, the Society's freehold properties were revalued by the Trustees at the 31 May 2014 based on advice received from estate agents based in the same areas as the properties. Adjustments to those values were made at 31 May 2015 and 31 May 2016. The result of this is that the value of the properties was increased by £3,804,800 in 2014, an additional £274,649 in 2015 and an additional £85,197 in 2016. With the exception of two investment properties purchased after May 2016 (which are shown at cost), all investment properties had been professionally valued by the year to 31 May 2016, and the trustees consider that these valuations remained appropriate as at 31 May 2021.

The previous revaluation was in April 1997, since then three further programme-related properties were acquired at a cost of £798,962, the latest being a property in Somerset acquired in 2018.

As all the properties are now occupied by beneficiaries at a rent below the normal market rate, the properties have been re-classified as programme related fixed assets.

The gain on revaluation of investments during the year has been included in the funds. At 31 May 2021 the cumulative unrealised gain on investments was £991,493 (2020 – unrealised loss £99,098).

Reserves Policy

The Society cannot predict the level of demand from potential beneficiaries. However, in recent years both the number of applicants and the scale of their individual needs have increased and the prudent and informed judgement of the Board is that, in the medium term, these will continue at the higher level and that the increase is likely to continue.

The Society does not have a permanent endowment or any restricted funds. The Board have reviewed the level of free reserves (that is funds not tied up in fixed assets) the charity will require to sustain its operations over the next five years and conclude that these are no longer adequate in the light of the increasing calls on the Society. The board considers it is essential that the Society increases its income and is actively looking into ways of doing this. Moreover, the Society is subject to forces beyond its control, such as a major increase in the number of converts following decisions made by other denominations and this may require further action by the charity.

Investment Policy and Performance

The Society's investments are managed on a discretionary basis by Cazenove Capital Management Limited (CCM) and carefully monitored by the Board. After review of the requirements of the Society's running costs and the needs of beneficiaries of the charity, surplus funds are passed to CCM for investment. The overall policy is to grow the portfolio's capital and income over a period of time with a growth attitude to risk. No investment restrictions have been placed on CCM. The current benchmark for the investments, which adopts six different categories of investment was agreed with CCM and adopted from 1 December 2014. Quarterly reports are provided by CCM which contain performance against benchmarks. All income arising is returned to the Society's bank account. Investment income has increased by 39.63% over the previous year following a change in investment strategy. The market value of the fixed asset listed investments at the year end increased by £1,343,594, an increase of 18.9%, to £8,422,302. For the 12 month period to 31 May 2021 the portfolio returned 18% compared with its inflation target of CPI+4% of 6.2% and the FTSE All Share return of 19.4%. (12 month period to 31 May 2020 the portfolio returned minus 0.5% compared with its composite benchmark of 0.1% and the FTSE All Share return of minus 11.2%). In light of current market conditions the Trustees are satisfied with the performance of their investment portfolio.

All investments held by the charity have been acquired in accordance with the powers available to the trustees. The trustees regularly review the portfolio performance and the costs of portfolio management.

Grant Making Policies

The Society exists to provide financial and other help in case of need to former clergy, ministers, religious or paid lay workers of non Catholic Churches, who have been received into the Catholic Church, and to their families. It is primarily concerned with those who live in the areas of the Bishops' Conferences of England & Wales, Scotland and Ireland. It aims to give support to individuals until they have either become financially self-sufficient, or have been incardinated (by ordination to the diaconate) in any diocese or equivalent or taken religious vows in any religious order. Further, the Board considers that there will be an increasing call on its

REPORT OF THE TRUSTEES (incorporating Directors' Report, continued)
for the year ended 31 May 2021

Grant Making Policies (continued)

resources as converts, who have not been ordained, find in retirement that, as a result of their conversion, they are in financial hardship.

Applications for grants are either received directly from applicants who are aware of the Society's activities or result from the intervention of other members of the Catholic Church. Each convert's application for help is assessed individually on its merits with full information about the applicant's needs, liabilities, income and assets. In each case the Board determines the level of grant, which, in its absolute discretion, it considers to be proper and appropriate. The amount of any grant proposed may be amended should the beneficiary's circumstances alter.

Moving Forward

The Society's research project is almost complete. This is led by Professor Stephen Bullivant of St Mary's University, Twickenham, and is scheduled to report in early 2022.

The Society began celebrating its 125th year in October 2021, with a Mass at Westminster Cathedral in October, celebrated by our President, Cardinal Nichols. A pamphlet and posters will be widely distributed in parishes and amongst supporters and others to further publicise the work of the Society.

The Society continues to receive new enquiries, many of whom are likely to become beneficiaries. The Society believes this is directly due to the impact of the canonisation of St John Henry Newman. The need for the Society is as great as ever, as is demonstrated by its support for a particular group of beneficiaries, Sisters of the Blessed Virgin Mary, eight nuns from Wantage who are currently living in Kingstanding near Birmingham. It is hoped that a move to Prinknash Abbey can be facilitated for them.

Trustees' responsibilities for the financial statements

The trustees (referred to as trustees but who are also directors of the society for the purposes of company law) 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). Company law requires the trustees to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the charities SORP;
- make judgements and 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 company will continue in business.

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom generally the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

THE ST. BARNABAS SOCIETY
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REPORT OF THE TRUSTEES (incorporating Directors' Report, continued)
for the year ended 31 May 2021

Disclosure of information to auditors

As far as the trustees are aware, there is no relevant audit information of which the company's auditors are unaware. Each of the directors has taken all the steps that he/she ought to have taken as a trustee in order to make himself/herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Public Benefit

The trustees have complied with the duty in Section 4 of the Charities Act 2006 to have regard to the public benefit guidance published by the charity commission, including the guidance 'Public Benefit: Running A Charity' (PB2).

The Society exists for public benefit by the relief of poverty and the advancement of religion by helping financially and pastorally those who have been received into the Roman Catholic Church and who were previously clergy, ministers or religious of other Christian Churches.

Auditors

The auditors Messrs. Cocke, Vellacott & Hill have indicated their willingness to continue in office and will be proposed for re-appointment in accordance with the Companies Act 2006.

Signed on behalf of the Board of Directors
on 26 January 2022 by

R.E. Hayes
Director

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF THE ST BARNABAS SOCIETY

Opinion

We have audited the financial statements of The St. Barnabas Society for the year ended 31 May 2021 which comprise the statement of financial activities, summary income & expenditure, statement of financial position, statement of cash flows and notes to the financial statements including a summary of significant accounting policies. The financial framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 May 2021, and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006, as amended in 2010.

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 charitable company 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 directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company'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.

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 directors 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.

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF THE ST BARNABAS SOCIETY (continued)

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report, which incorporates the Directors' Report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report included in the Trustees' Report has been prepared in accordance with applicable legal requirements.

Other matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report, included within the Trustees' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities and Trustee Investment (Scotland) Act 2005 requires us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 5 the trustees (who are also directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with the Acts and relevant regulations made or having effect thereunder. This report is made solely to the Charitable Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the Charitable Company's Trustees, as a body, in accordance with the Charities and Trustee Investment (Scotland) Act 2005. Our audit work has been undertaken so that we might state to the Charitable Company's members and Trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charitable Company, the Charitable Company's members as a body and the Charitable Company's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

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.

We have obtained an understanding of the charitable company's policies and procedures through discussions with senior management and trustees.

We also drew on our existing understanding of the work that the charitable company does and the sector that it operates in.

We understand that the charitable company complies with its responsibilities through close involvement of senior management and trustees in the day to day running of the business. Were there any litigation or claims they would come to the attention of the senior management directly.

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF THE ST BARNABAS SOCIETY (continued)

The charitable company also holds regular board meetings at which all such matters are discussed if applicable. We have reviewed the minutes of all board meetings and no irregularities were identified. We attended three board meetings (out of five) as observers. Key management information is circulated monthly to all trustees and senior management and discussed in detail at board meetings.

In the context of the audit, we considered those laws and regulations which determine the form and content of the financial statements, which are central to the charitable company's ability to conduct business and where failure to comply could result in material penalties.

We have considered the disclosure requirements of the Companies Act 2006 and the Charities SORP 2019 as part of our finalisation processes.

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 our auditor's report.

Use of our report

This report is made solely to the charitable 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 charitable 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

KYRIACOS PANAYI (Senior Statutory Auditor)

For and on behalf of COCKE, VELLACOTT & HILL
Chartered Accountants and Statutory Auditor
Unit 28 City Business Centre
Lower Road
LONDON SE16 2XB

26 January 2022

THE ST. BARNABAS SOCIETY
(A Company Limited by Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES (incorporating Income and Expenditure Account)
for the year ended 31 May 2021

	Notes	General fund £	Designated funds £	Total 2021 £	Total 2020 £
Income from:					
Charitable Activities: rental income		19,032	-	19,032	22,992
Donations & legacies	6	212,194	-	212,194	302,961
Investments		290,388	-	290,388	207,964
Other:					
Funds transferred from connected charity	12	-	-	-	-
Interest receivable		119	-	119	1,630
Rents		9,702	-	9,702	9,702
Events		848	-	848	4,172
Realised gain on sale of property		-	-	-	-
Total	3(b)	532,283	-	532,283	549,421
Expenditure on					
Costs of raising funds	4	(13,559)	-	(13,559)	(19,118)
Expenditure on charitable activities	4	(603,777)	-	(603,777)	(681,889)
Total resources expended	4	(617,336)	-	(617,336)	(701,007)
Net gains/(losses) on investment assets		-	1,048,683	1,048,683	(257,779)
Net income/(expenditure) for the year		(85,053)	1,048,683	963,630	(409,365)
Transfers between funds	11	(117,407)	117,407	-	-
		(202,460)	1,166,090	963,630	(409,365)
Other recognised gains and losses					
Gains/(losses) on revaluation of properties	7,11	-	-	-	-
Net movement in funds		(202,460)	1,166,090	963,630	(409,365)
Total funds brought forward	11	3,347,754	8,689,943	12,037,697	12,447,065
Total funds carried forward	11	3,145,294	9,856,033	13,001,327	12,037,697

All of the operations undertaken by the charitable company during the current and preceding year are continuing operations.
The charitable company has no recognised gains and losses other than those included in the results above.

The notes on pages 13 to 20 form part of these financial statements

THE ST. BARNABAS SOCIETY
(A Company Limited by Guarantee)

STATEMENT OF FINANCIAL POSITION
as at 31 May 2021

	Notes	2021 £	2020 £
Fixed assets:			
Tangible Fixed Assets	7	593,043	596,533
Programme Related Fixed Assets	7	3,656,397	3,742,360
Investments			
Investments	8	8,503,329	7,550,066
Programme Related Investments	8	17,135	20,735
Total fixed assets		<u>12,769,904</u>	<u>11,909,694</u>
Current assets:			
Properties awaiting disposal	7	85,963	-
Debtors	9	81,712	14,468
Cash at bank and in hand		83,726	134,664
Total current assets		<u>251,401</u>	<u>149,132</u>
Liabilities:			
Creditors: Amount falling due within one year	10	(19,978)	(21,129)
Net current assets (liabilities)		<u>231,423</u>	<u>128,003</u>
Total net assets		<u><u>13,001,327</u></u>	<u><u>12,037,697</u></u>
The funds of the charity:			
Unrestricted funds:			
Designated funds			
Capital fund	11	2,765,318	2,765,318
Property revaluation reserve	11	2,789,218	2,789,218
Investment reserve	11	991,493	(99,098)
Legacy fund	11	3,310,004	3,234,505
General fund	11	<u>9,856,033</u> <u>3,145,294</u>	<u>8,689,943</u> <u>3,347,754</u>
Total unrestricted funds		<u><u>13,001,327</u></u>	<u><u>12,037,697</u></u>
Total charity funds	11	<u><u>13,001,327</u></u>	<u><u>12,037,697</u></u>

The financial statements were approved by the Board of Directors on 26 January 2022 and signed on their behalf by:

R.E. Hayes (Trustee)

I.B. Hambleton (Trustee)

Registered Company Number: 2645233

The notes on pages 13 to 20 form part of these financial statements

THE ST. BARNABAS SOCIETY
(A Company Limited by Guarantee)

STATEMENT OF CASH FLOWS
for the year ended 31 May 2021

	Notes	2021 £	2020 £
Cash flows from operating activities:			
Net income/(expenditure) for year		963,630	(409,365)
Adjustments for:			
Depreciation	7	4,488	8,353
(Gains)/losses on sale of fixed asset investments		(1,017,618)	257,779
(Gains)/losses on sale of fixed assets		0	0
Dividends received		(290,388)	(207,964)
Interest		(119)	(1,630)
Rents		(28,734)	(32,694)
(Increase)/decrease in debtors	9	(67,244)	(4,528)
Increase/(decrease) in creditors	10	(1,151)	(3,790)
Net cash from operating activities		(437,136)	(393,839)
Cash flows from investing activities			
Purchase of tangible fixed assets	7	(998)	(438)
Proceeds from sale of fixed assets		0	1,279,798
Receipts from programme related assets		3,600	3,600
Purchase of fixed asset investments		(7,501,322)	(2,065,467)
Proceeds from sales of fixed asset investments		7,565,677	970,177
Dividends		290,388	207,964
Interest		119	1,630
Rents		28,734	32,694
Net cash provided by (used in) investing activities		386,198	429,978
Change of cash and cash equivalents in the reporting period		(50,938)	36,119
Cash and cash equivalents at the beginning of the reporting period		134,664	98,545
Cash and cash equivalents at the end of the reporting period		83,726	134,664

The notes on pages 13 to 20 form part of these financial statements

NOTES TO THE ACCOUNTS

for the year ended 31 May 2021

1. General information

The St. Barnabas Society (hereafter referred to as 'the Society') is a charitable company limited by guarantee, incorporated and domiciled in England. The registered office is Windsor House, Heritage Gate, East Point Business Park, Sandy Lane West, Oxford, OX4 6LB. The principal activity of the Society in co-operation with the Catholic Bishops, is to provide support and assistance to former clergy and religious of other denominations and their dependants who have come into the full communion of the Roman Catholic Church, until such time as they have been integrated into the Catholic community and have re-established themselves. In addition to financial support, the Society provides pastoral support to convert clergy and religious and their families.

2. Statement of compliance

These financial statements have been prepared in compliance with the 2019 Charities SORP (FRS 102).

3. Principal accounting policies

(a) Basis of accounting

The financial statements of the charitable company are 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 United Kingdom and Republic of Ireland (FRS 102) (effective 1 January 2015) – Charities SORP (FRS 102), the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102), other than set out below.

The Society meets the definition of a public benefit entity under FRS 102. Assets and liabilities are recognised at historical cost or transaction value unless otherwise stated in relevant accounting policy notes.

The financial statements reflect the assumption of assets and obligations from the Converts' Aid Society, as explained in the Report of the Trustees.

(b) Incoming resources

With the exception of voluntary income, which is included in the statement of financial activities when received, all income is credited to the statement of financial activities when it becomes receivable. Legacies are regarded as permanent accretions to the capital of the company and the income there from, having first been credited to the statement of financial activities is transferred to the credit of the legacy fund account on the Statement of financial position. Legacies are regarded as receivable when there is sufficient evidence to provide the necessary certainty that the legacy will be received and the value of the incoming resources can be measured with sufficient reliability.

(c) Resources expended

Liabilities, including attributable VAT, are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. Expenditure is included in the statement of financial activities on an accruals basis. Expenditure incurred on activities falling directly within one cost category is attributed to that category.

Expenditure, which involves more than one cost category, is apportioned on a reasonable, justifiable and consistent basis to the cost categories involved.

(d) Costs of raising funds

Fund raising income is generated from voluntary contributions received as a result of donors' knowledge of the company enhanced by special appeals.

The greater part of the emoluments of regional organisers are treated as costs of generating funds and the remainder as expenditure for charitable/pastoral purposes where their work entails visiting beneficiaries and prospective beneficiaries of the company.

(f) Charitable activities

This includes the making of grants and loans and the expenses involved in making those grants and loans. It also includes the expenses of the upkeep of the premises which are rented out to beneficiaries of the Society and an apportionment of the regional organisers' emoluments as mentioned above.

Grants payable are those grants that have been recognised as payable or for which a moral obligation to pay the grant exists. Loans to beneficiaries which are not secured by a first charge on the recipient's assets and where there is therefore some uncertainty as to whether or not they will be repaid are charged to the statement of financial activities when they are recognised as payable and for which a moral obligation to pay the loan exists. Any amounts of unsecured loans which are repaid are set against the payments in the year they are received.

NOTES TO THE ACCOUNTS (continued)
for the year ended 31 May 2021

3. Principal accounting policies (continued)

(g) Governance costs

Governance costs comprise all costs involving the public accountability of the Society and its compliance with regulations and good practice. These costs include costs related to the statutory audit and an apportionment of overhead support costs.

(h) Tangible fixed assets

The charitable company previously adopted the transitional provisions of FRS 15 and the freehold property was carried at the 1997 valuation with subsequent additions carried at cost.

The freehold properties are now stated at market value. Gains and losses on the disposal of properties are taken into the income and expenditure account and the statement of financial activities. Unrealised gains and losses are taken to the statement of financial activities, from where they are transferred to the property revaluation reserve.

The majority of properties are occupied by beneficiaries, maintained to acceptable standards and recorded as programme-related assets.

Additions to computer equipment, furniture, fixtures and fittings are capitalised where material and depreciated over their useful lives.

Depreciation is provided at the following rates:

Furniture, fixtures and fittings	-	15% per annum (reducing balance)/50% straight line
Computer equipment	-	25% per annum (on cost)

(i) Investments

Investments are included in the financial statements at their market values. For listed investments, market value is based on the closing middle market price on a recognised stock exchange. Gains and losses on disposals of investments are taken to the income and expenditure account and the statement of financial activities. Unrealised gains and losses go through the statement of financial activities from where they are transferred to the investment reserve. Investment income has been taken into account on the basis of the due date of payment.

Programme related investments

These include loans to beneficiaries in accordance with the objectives of the charity. The loans secured by a first charge on a recipient's assets are expected to be recovered in due course. In the event that the loan or part of the loan becomes non-repayable it will be written off in the statement of financial activities.

(j) Taxation

The company is a charity and does not carry out any trading activities. It is therefore considered that the company is not liable to taxation on its activities.

(k) Funds

(i) Capital fund

The capital fund represents the net amount of the tangible fixed assets, investments and bank balance transferred from the Converts' Aid Society on 1 June 1992 together with subsequent transfers of monies and net income received on behalf of the Society.

(ii) Property revaluation reserve

The property revaluation reserve represents the difference in value between the historic cost of the properties and their market value.

(iii) Investment reserve

The investment reserve represents unrealised gains on the listed securities as a result of their market values being higher than their cost.

(iv) Legacy fund

The legacy fund represents legacies received by the company since its inception.

(v) General fund

The general fund represents the net surplus made by the company during its operations.

(l) Pension costs

The Society makes contributions towards the appropriate Scottish Widows personal pension scheme on behalf of the employees. Contributions are charged to the income and expenditure account in the year in which they are payable. In addition the company pays ex-gratia pensions to certain former staff.

THE ST. BARNABAS SOCIETY
(A Company Limited by Guarantee)

NOTES TO THE ACCOUNTS (continued)
for the year ended 31 May 2021

4. Analysis of expenditure on charitable activities

	Basis of Allocation	Costs of generating funds £	Charitable Activities £	Total 2021 £	<i>Total 2020 £</i>
Costs directly allocated to activities					
Annual report & meeting/event	Direct	-	-	-	15,674
Auditor's remuneration:					
Audit Fees	Direct	-	6,336	6,336	7,920
Accountancy Fees	Direct	-	2,496	2,496	3,180
Grants and unsecured loans					
to beneficiaries (see below)	Direct	-	312,364	312,364	334,000
Legal & professional fees	Direct	-	8,448	8,448	5,949
Pensions to former employees (note 5)	Direct	-	22,371	22,371	22,371
Property repairs and maintenance	Direct	-	5,711	5,711	5,447
Rates, insurance and utilities	Direct	-	5,479	5,479	4,576
Staff costs (see note 5)	Staff Time	5,670	45,249	50,919	52,046
Travel costs	Direct	225	700	925	6,244
Research project	Direct	-	32,361	32,361	35,246
Total Direct Costs		5,895	441,515	447,410	492,693
Support Costs Allocated to activities					
Advertising	Transactions	5,442	2,803	8,245	12,367
Investment managers fees	Transactions	-	10,350	10,350	33,117
Bank Charges	Transactions	-	1,061	1,061	1,137
General office costs -					
including equipment	Usage	937	2,813	3,750	5,968
Communications	Usage	592	1,776	2,368	3,128
Depreciation and losses on					
tangible fixed assets	Usage	538	3,950	4,488	8,353
Staff costs (see note 5)	Staff Time	-	82,684	82,684	88,678
Printing and publications	Transactions	155	175	330	439
Property repairs and maintenance	Transactions	-	3,555	3,555	4,330
Rates, insurance and utilities	Transactions	-	53,095	53,095	50,797
		7,664	162,262	169,926	208,314
Total Resources Expended		13,559	603,777	617,336	701,007

Included within charitable activities is £10,845 (2020: £13,460) relating to Governance Costs.

In common with many other charitable companies of our size and nature we use our auditors to assist in the preparation of the financial statements.

	2021 £	No. of beneficiaries	2020 £	No. of beneficiaries
Grants and unsecured loans paid to individuals				
Grants paid	312,364	37	334,205	31
Unsecured loans paid	-	-	-	-
Recoveries of unsecured loans	(215)	2	(205)	2
		312,149	334,000	

THE ST. BARNABAS SOCIETY
(A Company Limited by Guarantee)

NOTES TO THE ACCOUNTS (continued)
for the year ended 31 May 2021

5. Particulars of employees	2021	2020
	No.	No.
The average number of employees analysed by function was:		
Charitable/Pastoral	1	1
Fundraising	-	-
Management, administration and household	2	2
	—	—
	3	3
	=	=
Their total remuneration including benefits in kind of £nil (2020 - £1,621) was:	2021	2020
	£	£
Salaries	114,640	119,829
Social security costs	8,191	9,953
Pension costs	10,772	10,942
	—	—
	133,603	140,724
	=	=
Pensions to former employees	22,371	22,371
	=	=
All current employees are considered to be senior management. No employee earned more than £60,000 per annum.		
No trustee received any remuneration for their services; no trustees (2020 - 3) claimed for expenses, which were incurred on charitable company matters as follows:		
	2021	2020
	£	£
Travelling expenses	-	407
	=	=
6. Donations and legacies	2021	2020
	£	£
Donations	91,160	89,545
Appeals and collections	45,535	40,468
Legacies	75,499	172,948
	—	—
	212,194	302,961
	=	=

NOTES TO THE ACCOUNTS (continued)
for the year ended 31 May 2021

7. Tangible fixed assets	Freehold Properties £	Programme Related Freehold Properties £	Motor Vehicles £	Computer Equipment £	Furniture Fixtures & Fittings £	Total £
<i>Cost or valuation</i>						
At 1 June 2020	582,031	3,742,360	-	8,985	30,353	4,363,729
Additions at cost	-	-	-	998	-	998
Transferred to current assets	-	(85,963)	-	-	-	(85,963)
Disposals	-	-	-	-	-	-
Revaluation of freehold properties	-	-	-	-	-	-
At 31 May 2021	<u>582,031</u>	<u>3,656,397</u>	<u>-</u>	<u>9,983</u>	<u>30,353</u>	<u>4,278,764</u>
<i>Accumulated depreciation</i>						
At 1 June 2020	-	-	-	8,382	16,454	24,836
Charge for year	-	-	-	382	4,106	4,488
Disposals	-	-	-	-	-	-
At 31 May 2021	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,764</u>	<u>20,560</u>	<u>29,324</u>
Net book value 31 May 2021	<u>582,031</u>	<u>3,656,397</u>	<u>-</u>	<u>1,219</u>	<u>9,793</u>	<u>4,249,440</u>
Net book value 31 May 2020	<u>582,031</u>	<u>3,742,360</u>	<u>-</u>	<u>603</u>	<u>13,899</u>	<u>4,338,893</u>
Cost of assets 31 May 2021	<u>582,031</u>	<u>867,179</u>	<u>-</u>	<u>8,985</u>	<u>30,353</u>	<u>1,488,548</u>

Following the introduction of FRS 102 all the properties were valued by the Trustees, with advice from local estate agents at 31 May 2014 on a fair value basis and these values have since been reviewed annually. All properties with the exception of the Presbytery are occupied by beneficiaries or in one case a tenant and as such they are used for charitable purposes. They are recorded above as Programme-Related Freehold Properties. In September 2021 the Chair and Deputy Chair considered all property values in light of the Covid-19 pandemic and whilst noting that there had been some short term changes in property valuations concluded that the Society's property values were unchanged as at 31 May 2021.

THE ST. BARNABAS SOCIETY
(A Company Limited by Guarantee)

NOTES TO THE ACCOUNTS (continued)
for the year ended 31 May 2021

8. Fixed asset investments	2021 Market value £	2021 Cost £	2020 Market value £	2020 Cost £
Investments listed on the UK Stock Exchange				
At 1 June	7,078,708	7,178,806	6,447,455	6,260,950
Additions during the year	7,501,322	7,501,322	1,839,075	1,839,075
Disposals during the year	(7,175,346)	(7,249,319)	(941,656)	(922,219)
Unrealised gains/ (losses)	1,017,618	-	(266,166)	-
At 31 May	<u>8,422,302</u>	<u>7,430,809</u>	7,078,708	7,178,806
Cash investments and cash awaiting investment	81,027	81,027	471,358	471,358
Market value at 31 May	<u>8,503,329</u>		<u>7,550,066</u>	
Historic cost at 31 May		<u>7,511,836</u>		<u>7,649,164</u>

Analysed as follows, 2021 - indicative figures within multi-asset fund:

Investment assets in the UK	2,633,278	4,579,537
Investment assets outside the UK	5,789,024	2,499,171
Cash investments in the UK	81,027	471,358
	<u>8,503,329</u>	<u>7,550,066</u>

There is one investment with Cazenove, being 15,224,697.06 units in their SUTL Cazenove Charity Responsible multi-asset fund. This is a material investment.

Investments are shown in the accounts at their market value at the year end date and the gain on revaluation has been included in funds. At 31 May 2021 the investment reserve was £991,493 (2020 – (£71,274)) as below:

Reconciliation of movements in unrealised gains/ (losses) on investment assets:	2021 £	2020 £
Unrealised gains/ (losses) arising on revaluation brought forward at 1st June	(99,098)	186,505
Addition/(Deduction) in respect of disposals	72,973	8,387
	<u>(26,125)</u>	<u>194,892</u>
Add net gains/ (losses) arising on revaluation in the year	1,017,618	(266,166)
Transfer to general fund	-	(27,824)
Unrealised gains/ (losses) arising on revaluation at 31 May	<u>991,493</u>	<u>(99,098)</u>

NOTES TO THE ACCOUNTS (continued)
for the year ended 31 May 2021

8. **Fixed asset investments** (continued)
Programme Related Investment

	2021 £	2020 £
Loans to beneficiaries in accordance with the objectives of the charity balance brought forward	20,735	24,335
Loans made during the year	-	-
<u>Less:</u> repayments received	(3,600)	(3,600)
	17,135	20,735

The loans are interest free.

9. **Debtors**

	2021 £	2020 £
Tax refunds due	21,770	9,800
Other debtors	59,942	4,668
Prepayments and accrued income	-	-
	81,712	14,468

10. **Creditors:** Amounts falling due within one year

	2021 £	2020 £
Social security and other taxes	3,589	3,590
Accruals and deferred income	16,389	17,539
	19,978	21,129

11. **Total Funds**

	Balance 1st June 2020 £	Incoming resources and gains £	Resources expended and losses £	Transfers between funds £	Balance 31st May 2021 £
Unrestricted funds					
Designated funds:					
Capital fund (a)	2,765,318	-	-	-	2,765,318
Property revaluation reserve (b)	2,789,218	-	-	-	2,789,218
Investment reserve (c)	(99,098)	1,048,683	-	41,908	991,493
Legacy fund (d)	3,234,505	-	-	75,499	3,310,004
General fund (e)	8,689,943	1,048,683	-	117,407	9,856,033
	3,347,754	532,283	(617,336)	(117,407)	3,145,294
	12,037,697	1,580,966	(617,336)	-	13,001,327

NOTES TO THE ACCOUNTS (continued)
for the year ended 31 May 2021

11.	Total Funds (continued)	Unrestricted Funds £
	Represented by:	
	Fixed assets	12,855,867
	Net current assets	145,460
		13,001,327
		13,001,327

The capital fund represents the net amount of the tangible fixed assets, investments and bank balance transferred from The Converts' Aid Society on 1 June 1992 together with subsequent transfers of monies and net income received on behalf of the Society. Its purpose is to provide the necessary capital for the purchase of tangible fixed assets and investments.

- (a) The property revaluation reserve represents the difference in value between the historic cost of the properties and their market value and has been designated as part of permanent capital.
- (b) The investment reserve represents unrealised gains on the listed securities as a result of their market value being higher than their cost and is regarded as part of capital and is also available to meet possible deterioration in the value of the listed investments.
- (c) The legacy fund represents legacies received by the company since its inception and has been recorded as a designated fund.
- (d) The general fund, after transfers to the designated funds, represents funds available at the discretion of the trustees to further expand the activities of the charity. The fund arises from donated income and income arising on an annual basis from amounts held by way of capital and unutilised funds less direct charitable expenses and expenses of fund raising, management and administration. It also includes realised gains less losses on assets held both for investment and charity use.

12. Connected charity and related party transactions

On 1 June 1992 the company assumed from The Converts' Aid Society, certain of the assets and all the obligations including those to pensioners. During the year The Converts' Aid Society transferred nil (2020: £4,000) which was reported as a receipt from a connected charity but paid £420 on their behalf for operational reasons during the Covid-19 lockdown which is in Other Debtors. The balance owed at the year end by the Convert's Aid Society was £420 (2020: nil). The Converts' Aid Society continues to hold funds amounting to £1,008 at 31 May 2021 (2020 - £1,734). At the year-end there were no balances with the connected charity. The Converts' Aid Society has similar objects and activities as the company. The trustees form the Executive Committee of the Converts' Aid Society. Employees of the Society administer both charities. There were no other related party transactions to disclose.

13. Operating Lease Commitments

At the year end the Society had total outstanding commitments under operating leases amounting to:

	2021 £	2020 £
Amounts falling due within one year	4,556	8,664
Amounts falling due between 1-5 years	-	4,556
Total	4,556	13,220