

Masonic Boys Benefit Fund
Report and Financial Statements
For the Year Ended 31 December 2018

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COMMITTEE AND OTHER INFORMATION

Trustee

Masonic Trust Company

Committee - Ex Officio Members

M.W. Grand Master

R.W. Deputy Grand Master

R.W. Assistant Grand Master (appointed 1 November 2018)

Committee - Elected Members

A Bell

A H W Bennett (appointed 1 January 2018)

D A Brennan

S Conn

W Craig

R N Espie

K McClure

W K McFarland

B Morrison

S O'Brien

G Peden

A G Sherlock

N Sufferin

G Todd (appointed 1 January 2018)

M P Tyrell

Brian Mooney (resigned 31 December 2017)

Honorary secretary and registered office

Philip Daley

17 Molesworth Street

Dublin 2

Solicitors

Harrison Solicitors

Unit 13 Heritage House

Dundrum Office Park

Dundrum

Dublin 14

Bankers

AIB Bank

40/41 Westmoreland Street

Dublin 2

First Trust

31-35 High Street

Belfast BT1 2AL

Accountants

PricewaterhouseCoopers

Chartered Accountants

One Spencer Dock

North Wall Quay

Dublin 1

Investment advisors

Tilman Brewin Dolphin Limited

3 Richview Office Park

Clonskeagh

Dublin 14



The Trustees of the Masonic Boys Benefit Fund
17 – 19 Molesworth Street
Dublin 2

20 August 2019

Dear Sirs

Chartered Accountants' report on the unaudited Fund accounts of the Masonic Boys Benefit Fund

In accordance with our engagement letter dated 9 August 2019 we have compiled the Fund's annual accounts which comprise the Income and Expenditure Account, the Statement of Total Recognized Gains and Losses and the Balance Sheet and the related notes from the accounting records and information and explanations you have given us.

This report is made to you, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the Fund's accounts that we have been engaged to compile, for management purposes. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Fund, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance in M48 'Chartered Accountants' Reports on the Compilation of Historical Financial Information of Unincorporated Entities' issued by the Institute of Chartered Accountants in Ireland (ICAI) and have complied with the ethical guidance laid down by the ICAI relating to members undertaking the compilation of historical financial information.

You have approved the Fund accounts for the year ended 31 December 2018 and have acknowledged your responsibility for them, including the creation and maintenance of all accounting and other records supporting them and the appropriateness of the accounting basis on which they have been compiled, and for providing us with all information and explanations necessary for their compilation.

We have not been instructed to carry out an audit of the Fund accounts. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations given to us by you and we do not, therefore, express any opinion on the Fund accounts.

A stylized, handwritten-style signature of 'PricewaterhouseCoopers' in a dark grey or black ink.

PricewaterhouseCoopers
Chartered Accountants
Dublin
20 August 2019

INCOME AND EXPENDITURE ACCOUNT
For the Year Ended 31 December 2018

	Notes	2018 €	2017 €
Income			
Investment income	2	461,361	442,506
Rent from investment property		153,254	125,029
Deposit and other interest		1,005	648
Secretary Grahame pupils		375	845
(Loss)/profit on sale of investments	7	(96,194)	664
Bequests and donations	7	3,749	-
		<u>523,549</u>	<u>569,692</u>
Expenditure			
Office administration expenses	3	81,985	74,502
Investment property costs		28,525	37,097
Management committee expenses	4	5,485	3,914
Computer costs		-	13,676
Unfunded pensions to former school staff		4,150	4,090
Accountants fee		9,000	4,104
Legal fees (Cy-Pres Scheme Update)		1,118	2,883
Investment management fees		39,489	45,014
Bank charges		986	1,610
		<u>170,740</u>	<u>186,891</u>
Total administration		<u>170,740</u>	<u>186,891</u>
Income before payments to beneficiaries and transfers to capital reserves		352,809	382,802
School fees and maintenance of boys	5	<u>500,406</u>	<u>507,103</u>
Deficit for the year		(147,597)	(124,301)
Transfer to capital reserve	7	92,445	(664)
Transfer from currency exchange reserve	9	<u>(7,777)</u>	<u>(28,037)</u>
Deficit for year after transfers	8	<u>(62,929)</u>	<u>(153,003)</u>

Chairman



Member



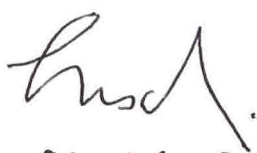
STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
For the Year Ended 31 December 2018

	Notes	2018 €	2017 €
Deficit for the year		(147,597)	(124,301)
Currency translation losses on foreign currency net investments	9	<u>(7,777)</u>	<u>(28,037)</u>
Total recognised losses for the year		(155,374)	(152,338)
Opening capital account and reserves		<u>10,600,011</u>	<u>10,752,349</u>
Closing capital account and reserves		<u>10,444,637</u>	<u>10,600,011</u>

BALANCE SHEET
As At 31 December 2018

	Note	2018 €	2017 €
Current assets			
Bank balance		479,902	424,722
Debtors		23,136	23,874
Tax recoverable		1	3,477
		<u>503,039</u>	<u>452,073</u>
Current liabilities			
Creditors		<u>82,737</u>	<u>68,766</u>
Net current assets		420,302	383,307
Investments at cost (market value €13,348,547)	2	8,155,012	8,347,382
Heather House		<u>1,869,322</u>	<u>1,869,322</u>
		<u>10,444,637</u>	<u>10,600,011</u>
Capital account			
Capital reserve	7	10,108,748	10,201,193
Accumulated surplus	8	<u>335,890</u>	<u>398,818</u>
		10,444,637	10,600,011
Currency exchange reserve	9	<u>-</u>	<u>-</u>
		<u>10,444,637</u>	<u>10,600,011</u>

Chairman



Member



NOTES TO THE FINANCIAL STATEMENTS

1 Accounting policies

The significant accounting policies adopted are:

- (a) The financial statement are prepared under the historical cost convention. The market value of investments (mid-market price on the balance sheet date) is disclosed on the balance sheet.
- (b) Revenue and costs with the exception of investment income are accrued as they are earned or incurred. Investment income is dealt with on a cash receipts basis and the related tax credits recoverable are accrued at the same time. School fees and maintenance of girls are dealt with on a cash payment basis.
- (c) The book value of investments is the cost of purchased investments or the market value on the date and investment is received where the investment is received by way of bequest or donation.
- (d) Assets and liabilities denominated in currencies other than Euro are translated into Euro using the closing rate method. Differences on translation are taken into Income and Expenditure. Income and Expenditure in currencies other than Euro are included in the income and expenditure account at the average rate of exchange ruling during the year.
- (e) The units at Carrick Manor and the Heather House property share are stated at cost and no depreciation is provided.
- (f) Expenditure of a capital nature is charged to the income and expenditure account in the year of expenditure.

2 Investments

	Book value €	Market value €	Gross income €
2018			
Fixed interest securities			
- Irish	-	-	-
- U.K. and overseas	375,682	355,536	18,792
	<u>375,682</u>	<u>355,536</u>	<u>18,792</u>
Equities			
- Irish	613,807	1,227,210	45,901
- U.K. and overseas	6,839,985	11,440,263	437,180
	<u>7,453,792</u>	<u>12,667,473</u>	<u>483,081</u>
Cash	<u>325,538</u>	<u>325,539</u>	<u>237</u>
Total	<u>8,155,012</u>	<u>13,348,547</u>	<u>502,110</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

2 Investments - continued	Book value €	Market value €	Gross income €
2017			
Fixed interest securities			
- Irish	-	-	-
- U.K. and overseas	274,812	245,311	17,984
	<u>274,812</u>	<u>245,311</u>	<u>17,984</u>
Equities			
- Irish	620,890	1,556,176	23,800
- U.K. and overseas	6,702,958	12,770,181	400,722
	<u>7,323,848</u>	<u>14,326,356</u>	<u>424,523</u>
Cash	<u>748,722</u>	<u>748,720</u>	-
Total	<u>8,347,382</u>	<u>15,320,387</u>	<u>442,506</u>

3 Office administration expenses	2018 €	2017 €
Salaries	49,633	48,765
Pension funding	2,870	2,069
	<u>52,503</u>	<u>50,834</u>
Apportionment of Grand Lodge expenses		
- Rent	1,200	1,200
- Rates and insurance	1,591	3,096
- Fuel and light	1,132	1,303
- Wages, cleaning and maintenance	16,698	10,362
	<u>73,124</u>	<u>66,795</u>
Office equipment	-	-
Postage and telephone	1,065	1,073
Printing and stationary	2,289	871
Travel	-	661
Other	5,507	5,102
	<u>81,985</u>	<u>74,502</u>

4 Management committee expenses	2018 €	2017 €
Committee meeting expenses	5,485	3,886
Sundries	-	28
	<u>5,485</u>	<u>3,914</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

4 School fees and maintenance of boys	2018	2017
	€	€
School fees and grants (including: tuition fees, books, uniforms, travel and school meals, accommodation, etc.)	468,535	476,963
Field visitors fees and expenses	31,871	30,140
	<u>500,406</u>	<u>507,103</u>
	2018	2017
	No.	No.
Number of beneficiaries	<u>157</u>	<u>157</u>

5 Carrick Manor

In 1985 the Masonic Boys Benevolent Fund purchased residential leases of 900 years each for three units of accommodation, for the use of their beneficiaries in the Masonic Havens Limited scheme at Carrick Manor.

6 Capital reserve	2018	2017
	€	€
Balance at 1 January	10,201,193	10,200,528
Transfer from income and expenditure account	(92,445)	664
Balance at 31 December	<u>10,108,748</u>	<u>10,201,193</u>

Profits realised on the sale of investments and bequests received during the year are transferred to the Capital Reserve. This treatment has been adopted as the Trustees believe these profits should be retained as part of the capital base of the Fund.

7 Accumulated surplus	2018	2017
	€	€
Balance at 1 January	398,818	551,821
Deficit for the year after transfers	(62,929)	(153,003)
Balance at 31 December	<u>335,890</u>	<u>398,818</u>

8 Currency exchange reserve	2018	2017
	€	€
Balance at 1 January	-	-
(Losses)/gains on currency	(7,777)	(28,037)
Transfer to income and expenditure account	7,777	28,037
Balance at 31 December	<u>-</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

8 Currency exchange reserve - continued

Investments purchased in Sterling were historically denominated in Sterling as the fund operated in both Sterling and Euro. At 1 January 2013 the investments denominated in Sterling were restated at their historical equivalent Euro cost. This resulted in an increase in cost of €698,835 which has now been taken to the statement of total recognised gains and losses.

The balance of the currency exchange reserve has been transferred to the accumulated surplus.

The rate of exchange used as at 31 December 2018 was € = Stg£0.89453 (2017: € = Stg£0.88723).

9 Approval of financial statements

These financial statements were approved by the Trustees on 22 March 2019.