

Masonic Boys Benefit Fund

Financial Statements

Financial Year Ended 31 December 2019

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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

Committee - Elected Members

J H W Bennett	M P Tyrell	
D A Brennan	A Robinson	(appointed 1 January 2020)
S Conn	B Hughes	(appointed 1 January 2020)
K McClure	L Smith	(appointed 1 January 2020)
W K McFarland	D Irwin	(appointed 1 January 2020)
B Morrison	A Bell	(resigned 31 December 2019)
G Peden	W Craig	(resigned 31 December 2019)
A G Sherlock	R N Espie	(resigned 31 December 2019)
N Sufferin	S O'Brien	(resigned 31 December 2019)
G Todd		

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

Brewin Dolphin Ltd
3 Richview Office Park
Clonskeagh
Dublin 14



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

20 November 2020

Dear Sirs

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

In accordance with our engagement letter dated 14 January 2020 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 2019 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 handwritten signature in cursive script that reads 'PricewaterhouseCoopers'.

PricewaterhouseCoopers

INCOME AND EXPENDITURE ACCOUNT
Financial Year Ended 31 December 2019

	Notes	2019 €	2018 €
Income			
Investment income	2	539,149	461,361
Rent from investment property		166,606	153,254
Deposit and other interest		8,413	1,004
Secretary Grahame pupils		787	375
Profit/(loss) on sale of investments	7	251,779	(96,194)
Bequests and donations	7	9,042	3,749
Miscellaneous income		4,268	-
		<u>980,044</u>	<u>523,549</u>
Expenditure			
Office administration expenses	3	79,319	81,985
Investment property costs		25,976	28,525
Management committee expenses	4	3,498	5,485
Unfunded pensions to former school staff		4,105	4,150
Accountants fee		7,633	9,000
Legal fees (Cy-Pres Scheme Update)		1,745	1,118
Investment management fees		39,119	39,489
Bank charges		737	988
		<u>162,132</u>	<u>170,740</u>
Total administration			
		<u>162,132</u>	<u>170,740</u>
Income before payments to beneficiaries and transfers to capital reserves		817,912	352,809
School fees and maintenance of boys	5	<u>491,305</u>	<u>500,406</u>
Surplus/(deficit) for the year		326,607	(147,597)
Transfer to capital reserve	7	(260,821)	92,445
Transfer from currency exchange reserve	9	<u>28,429</u>	<u>(7,777)</u>
Surplus/(deficit) for year after transfers	8	<u>94,215</u>	<u>(62,929)</u>

D Brennan

D Irwin

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
Financial Year Ended 31 December 2019

	Notes	2019 €	2018 €
Surplus/(deficit) for the year		326,607	(147,597)
Currency translation gains/(losses) on foreign currency net investments		<u>28,429</u>	<u>(7,777)</u>
Total recognised losses for the year		355,036	(155,374)
Opening capital account and reserves		<u>10,444,637</u>	<u>10,600,011</u>
Closing capital account and reserves		<u>10,799,673</u>	<u>10,444,637</u>

BALANCE SHEET
As at 31 December 2019

	Notes	2019 €	2018 €
Current assets			
Bank balance		525,029	479,902
Debtors		59,453	23,137
Tax recoverable		1	1
		<u>584,483</u>	<u>503,040</u>
Current liabilities			
Creditors		<u>430,424</u>	<u>82,737</u>
Net current assets			
		154,059	420,303
Investments at cost (market value €16,330,824)	2	8,416,292	8,155,012
Investment loan	10	360,000	-
Heather House		<u>1,869,322</u>	<u>1,869,322</u>
		<u>10,799,673</u>	<u>10,444,637</u>
Capital account			
Capital reserve	7	10,369,569	10,108,748
Accumulated surplus	8	<u>430,104</u>	<u>335,889</u>
		10,799,673	10,444,637
Currency exchange reserve	9	-	-
		<u>10,799,673</u>	<u>10,444,637</u>

D Brennan

D Irwin

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting policies

The significant accounting policies adopted are:

- (a) The financial statements 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 boys 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 €
2019			
Fixed interest securities			
- Irish	-	-	-
- U.K. and overseas	375,682	339,664	16,724
	<u>375,682</u>	<u>339,664</u>	<u>16,724</u>
Equities			
- Irish	799,264	1,745,719	47,680
- U.K. and overseas	7,031,510	14,035,605	474,745
	<u>7,830,774</u>	<u>15,781,324</u>	<u>522,425</u>
Cash	209,836	209,836	-
Total	<u>8,416,292</u>	<u>16,330,824</u>	<u>539,149</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

2 Investments - continued	Book Value €	Market value €	Gross income €
2018			
Fixed interest securities			
- Irish	-	-	-
- U.K. and overseas	375,682	355,536	14,634
	<u>375,682</u>	<u>355,536</u>	<u>14,634</u>
Equities			
- Irish	613,807	1,227,210	21,056
- U.K. and overseas	6,839,985	11,440,263	425,671
	<u>7,453,792</u>	<u>12,667,473</u>	<u>446,727</u>
Cash	<u>325,538</u>	<u>325,539</u>	-
Total	<u>8,155,012</u>	<u>13,348,548</u>	<u>461,361</u>
3 Office administration expenses		2019 €	2018 €
Salaries		45,096	49,633
Pension funding		3,513	2,870
		<u>48,609</u>	<u>52,503</u>
Apportionment of Grand Lodge expenses			
- Rent		1,200	1,200
- Rates and insurance		3,006	1,591
- Fuel and light		1,176	1,132
- Wages, cleaning and maintenance		18,654	16,698
		<u>72,645</u>	<u>73,124</u>
Postage and telephone		64	1,065
Printing and stationary		121	2,289
Travel		129	-
Other		6360	5,507
		<u>79,319</u>	<u>81,985</u>
4 Management committee expenses		2019 €	2018 €
Committee meeting expenses		3,498	5,485
Sundries		-	-
		<u>3,498</u>	<u>5,485</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

5 School fees and maintenance of boys	2019 €	2018 €
School fees and grants (including: tuition fees, books, uniforms, travel and school meals, accommodation, etc.)	465,992	468,535
Field visitors fees and expenses	25,313	31,871
	<u>491,305</u>	<u>500,406</u>

	2019 No.	2018 No.
Number of beneficiaries	<u>157</u>	<u>157</u>

6 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.

7 Capital reserve	2019 €	2018 €
Balance at 1 January	10,108,748	10,201,193
Transfer from income and expenditure account	260,821	(92,445)
Balance at 31 December	<u>10,369,569</u>	<u>10,108,748</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.

8 Accumulated surplus	2019 €	2018 €
Balance at 1 January	335,889	398,818
Surplus/(deficit) for the year after transfers	94,215	(62,929)
Balance at 31 December	<u>430,104</u>	<u>335,889</u>

9 Currency exchange reserve	2019 €	2018 €
Balance at 1 January	-	-
(Losses)/gains on currency	28,429	(7,777)
Transfer to income and expenditure account	(28,429)	7,777
Balance at 31 December	<u>-</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

9 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 2019 was € = Stg£0.8508 (2018: € = Stg£0.89453).

10 Investment loan

The fund has made a facility available to Tolmac Construction Ltd. for the purchase of a site for the construction of private dwellings. The facility is fully secured with a first charge on the site and any construction thereon.

11 Approval of financial statements

The trustees approved the financial statements on 20 November 2020..