

Masonic Welfare Fund

Report and 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 - Chairman
R.W. Deputy Grand Master
R.W. Assistant Grand Master

Committee - Elected Members

M I Davidson	B R Brewster	R Campbell
A Bingham	A Woolsey	A Lyall
J Richardson	A Davin	W Fenton
R Brummitt	R A Acton	D Lowry
J Houghton	C Skerritt	A Steele
I McDonald	G W Kidd	

Solicitors

Harrison Solicitors
Unit 13 Heritage House
Dundrum Office Park
Dundrum
Dublin 14

Bankers

Ulster Bank
College Green
Dublin 2

Ulster Bank
Belfast City Branch
Belfast BT1 2BA

Honorary secretary and registered office

Philip Daley
17 Molesworth Street
Dublin 2

Accountants

PricewaterhouseCoopers
Chartered Accountants and Statutory Audit Firm
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 Welfare Fund
17 – 19 Molesworth Street
Dublin 2

20 November 2020

Dear Sirs

Chartered Accountants’ report on the unaudited Fund accounts of the Masonic Welfare 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			
Patron subscription		1,223	2,306
Subscriptions		149,559	148,543
Investment income	2	86,719	64,545
Investment property rental income		55,535	51,085
Bank interest		2,761	10,884
Donations and bequests		22,339	-
Loss on sale of investments		(17,104)	(20,269)
Miscellaneous		174	-
		<u>301,206</u>	<u>257,094</u>
Expenditure			
Salary	3	9,624	10,153
Printing, stationary		20	61
Investment management fee		6,153	4,360
Postage		11	911
Audit fees		2,753	2,342
Bank charges		259	183
Committee expenses		2,316	2,951
Legal fees		240	-
Administration overhead	3	8,220	7,353
Investment property expenses		8,658	9,508
		<u>38,254</u>	<u>37,822</u>
Grants paid		<u>177,904</u>	<u>82,189</u>
Surplus for the year		85,048	137,083
Transfer (to)/from capital account	5	5,235	(20,269)
Transfer from/(to) foreign exchange reserve	7	16,393	(3,488)
Surplus for year after transfers		<u>96,206</u>	<u>153,864</u>

M Davidson

A Lyall

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

	Notes	2019 €	2018 €
Surplus for the year		85,048	137,083
Currency translation gains/(losses) on foreign currency net investments	5	<u>16,393</u>	<u>(3,488)</u>
Total recognised gains for the year		101,441	133,595
Opening capital account and reserves		<u>3,391,912</u>	<u>3,258,317</u>
Closing capital account and reserves		<u><u>3,493,353</u></u>	<u><u>3,391,912</u></u>

M Davidson

A Lyall

BALANCE SHEET

Financial Year Ended 31 December 2019

	Notes	2019 €	2018 €
Current assets			
Bank balance		830,698	731,169
Debtors		20,184	936
		<u>850,882</u>	<u>732,105</u>
Current liabilities			
Interfund balances		-	8,508
Creditors		143,203	11,837
		<u>143,203</u>	<u>20,345</u>
Net current assets		707,679	711,760
Investments at cost (market value €2,440,231)	2	2,042,566	2,057,114
Heather House		623,108	623,108
Investment loan		120,000	-
		<u>3,493,353</u>	<u>3,391,912</u>
Capital account			
Capital reserve	5	1,069,462	1,064,227
Accumulated surplus	6	2,423,891	2,327,685
		<u>3,493,353</u>	<u>3,391,912</u>
Currency exchange reserve	7	-	-
		<u>3,493,353</u>	<u>3,391,912</u>

M Davidson

A Lyall

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.
- (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 during the year.
- (e) Expenditure of a capital nature is charged to the income and expenditure account in the year of expenditure.
- (f) The investment in a share of Heather House is earned at cost and is not depreciated.

2 Investments

	Book value €	Market value €	Gross income €
2019			
Fixed interest securities			
- Irish	-	-	-
- U.K. and overseas	62,715	61,584	1,840
	<u>62,715</u>	<u>61,584</u>	<u>1,840</u>
Equities			
- Irish	396,130	419,718	17,858
- U.K. and overseas	1,461,171	1,836,379	67,021
	<u>1,857,301</u>	<u>2,256,097</u>	<u>84,879</u>
Cash	122,550	122,550	-
Total	<u>2,042,566</u>	<u>2,440,231</u>	<u>86,719</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	62,715	57,927	693
	<u>62,715</u>	<u>57,927</u>	<u>693</u>
Equities			
- Irish	308,444	283,534	6,357
- U.K. and overseas	1,454,100	1,465,641	57,495
	<u>1,762,544</u>	<u>1,749,175</u>	<u>63,852</u>
Cash	231,885	231,885	-
Total	<u>2,057,144</u>	<u>2,038,987</u>	<u>64,545</u>

3 Office administration expenses	2019 €	2018 €
Salaries	8,200	8,888
Pension funding	315	127
VHI	1,109	1,138
	<u>9,624</u>	<u>10,153</u>
Appointment and Grand Lodge expenses		
Rent	400	400
Rated and insurance	1,002	531
Fuel and light	392	378
Waged, cleaning and maintenance	4,832	4,623
Stationary/photocopier postage etc..	1,386	942
Miscellaneous	208	479
	<u>8,220</u>	<u>7,353</u>
	<u>17,844</u>	<u>17,506</u>

4 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.

5 Capital reserve	2019 €	2018 €
Balance at 1 January	1,064,227	1,084,496
Transfer from income and expenditure account	5,235	(20,269)
Balance at 31 December	<u>1,069,462</u>	<u>1,064,227</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.

NOTES TO THE FINANCIAL STATEMENTS - continued

6 Accumulated surplus	2019 €	2018 €
Balance at 1 January	2,327,685	2,173,821
Surplus for the year after transfers	96,206	153,864
Balance at 31 December	<u>2,423,891</u>	<u>2,327,685</u>
7 Currency exchange reserve	2019 €	2018 €
Balance at 1 January	-	-
(Gains)/losses on currency	16,393	(3,488)
Restatement into Euro of investments historically denominated in Sterling	-	-
Transfer from/(to) income and expenditure account	(16,393)	3,488
Balance at 31 December	<u>-</u>	<u>-</u>

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 €60,105 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£0.8977).

8 Approval of financial statements

The directors approved the financial statements on 12 March 2020.