

Signed

**THE VALLADOLID TRUST FUND**  
**(Registered Charity No.: 206957)**  
**TRUSTEES' REPORT AND**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

**MYRUS SMITH**  
Chartered Accountants  
Norman House  
8 Burnell Road  
Sutton, Surrey  
SM1 4BW

**THE VALLADOLID TRUST FUND  
TRUSTEES' REPORT  
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

**Legal and Administrative Details**

Charity Commission number: 206957

The Trustees who served during the year are:

The Most Reverend Bernard Longley (retired 1 October 2022)  
The Most Reverend John Wilson  
The Right Reverend John Sherrington (appointed 1 October 2022)  
The Reverend Gary Brassington  
Dr. James Whiston (deceased 1 August 2023)  
Monsignor Nicholas Rothon  
Mr Steve McCoy  
The Most Reverend Mark O'Toole  
Canon Paul Farrer (retired 1 October 2022)  
Mr Charles Neal  
Monsignor Michael Kujacz

The Secretary to the Trustees and College Agent is:

Monsignor Nicholas Rothon

The Principal address for the Charity is:

St. Mary's  
5 Cresswell Park  
Blackheath  
London SE3 9RD

The Solicitors are:

Moore Barlow LLP  
Gateway House  
Southampton  
S053 3TG

The Bankers are:

HSBC  
26 Clumber Street  
Nottingham NG1 3GA

The auditors are:

Myrus Smith and Co  
Norman House  
9 Burnell Road  
Sutton SM1 4BW

The fund managers are:

Rathbones  
30, Gresham Street  
London EC2V 7QN

Canaccord Genuity  
88 Wood Street  
EC2V 7QR

**THE VALLADOLID TRUST FUND  
TRUSTEES' REPORT  
FOR THE YEAR ENDED 30 SEPTEMBER 2023 (cont)**

**Investment Powers and Social and Ethical Policy on Investments**

The Trustees will not invest in Companies that manufacture armaments or whose operations are contrary to the teachings of the Roman Catholic Church. The Trustees have prepared a formal investment policy which has been accepted by the Fund Managers. Investments are subject to a regular review in the light of this policy.

**The College Agent**

The College Agent acts as Chief Executive Officer for the Charity and Secretary to the Trustees.

The Trustees delegate to the College Agent the power to operate the Trust Bank account, to attend to the administration of the invested funds and generally to attend to the administration of the Charity. Apart from a formal audit, the College Agent reports to the meetings of the Trustees and consults with a Finance and General Purposes Sub-Committee established by the Trustees.

**Structure, Governance, Management, Background and Objectives.**

(This section of the report explains the relationship between the Trust and the College in Spain to give the context for the operations of the Trust. The Trustees are not, in their capacity as Trustees, responsible for the operation of the College per se.)

**Introduction: Aim and Beneficiaries**

The English College, Valladolid, Spain was founded in 1589 to train Catholic Priests to work in England and Wales. The Foundation dates back to penal times when it was not possible for Priests to be trained in England and Wales. The College has an unbroken tradition of 434 years: at present about 160 former students are working as priests in England and Wales.

The buildings of the College date from 1600 and contain many treasures associated with the history of the College and also of the Church. For many generations of students, the College has provided a wonderful environment in where students can undertake their course of studies.

The College is one of the oldest links between England and Spain and its importance is recognized by the Spanish and United Kingdom authorities. The Rector of the College is normally a priest from England and his appointment requires the approval of the King of Spain.

The principal purpose of the Trust is to help meet the cost of training students at the College.

The College provides part of the training course for students for the Roman Catholic Priesthood. After ordination, they will normally be appointed to undertake duties in England and Wales. These include the following:

- Celebrating the Mass and other forms of worship
- Conducting baptisms, marriages and funerals
- Undertaking the administration and maintenance of Churches and Chapels
- Undertaking and supervising religious education
- Visiting the sick, the housebound and others in need of pastoral care
- Support of schools and other educational establishments

The prime beneficiaries of the Trust are the students who undertake a course of studies at the College. They have the opportunity to live in historic buildings and share in traditions and a way of life that has continued for 434 years.

**THE VALLADOLID TRUST FUND  
TRUSTEES' REPORT  
FOR THE YEAR ENDED 30 SEPTEMBER 2023 (cont)**

Consequently, further beneficiaries are those who benefit from the Ministry of Priests who have been trained at the College.

For many centuries, Spain was remote and distant from those who lived in England and Wales. In more recent times, many people have had the opportunity to travel to Spain. During each year, in normal circumstances, the College receives many visitors from England and from other parts of the world, who share and enjoy the life of an historic institution and have an opportunity to see the historic relics owned by the College. Thus, the general public can share in the life of the College and it can be said that they are also beneficiaries of the Trust.

Candidates for the priesthood are selected by their Bishops. The Bishops then decide whether a student should be sent to Valladolid or to another College. Few are able to make a financial contribution towards the cost of their training. The costs are met in part from Income of the Trust Fund and from monies collected by the Bishops in their own Dioceses - which are Charities in their own right - and from Funds held in Spain which do not form part of the English Trust, Thus the Trust does not exclude beneficiaries on grounds of poverty.

The practical result from the operation of the Trust is that during the academic year 2022-23 twenty four students received part of their training for the Catholic priesthood at the College and this was financed in part from the Income of the Trust.

#### **Details of the Trust**

The current Trust was established in England, in accordance with English Charity law in 1960 and the Trust Deed was last revised formally in 1992. The Deed was reviewed in 2020 and remains fit for purpose.

The Trustees are responsible for the administration of the capital and income of the Trust and for the application of these funds for the benefit of the College.

The Trust serves as means for collecting fees from the Roman Catholic Dioceses sending students to the College together with other income for the benefit of the College. The Trust also meets expenses on behalf of the College which need to be met from a sterling account.

According to the Trust Deed, the power of appointing Trustees rests with the Roman Catholic Bishops of England and Wales, acting jointly through their Conference. The Trust Deed requires a minimum of 7 and a maximum of 10 Trustees. When there are vacancies, new members are nominated by the current Trustees and presented to the Bishops for acceptance and approval. New Trustees receive a copy of the Trust Deed and a note on the operations of the Trust.

In attending to the affairs of the Trust, the Trustees are all of equal status.

Decisions relating to the operation of the Trust are taken at formal meetings of the Trustees, with a single vote for each Trustee. The Chair has a casting vote. The business of the Trust is recorded in a formal minute.

As far as possible, Trustees visit the College on a regular basis and meet with the staff and students. They receive regular financial reports confirming that the funds of the Trust are used for the purposes of the College in accordance with the Trust Deed. The Trustees have received copies of the guidance notes issued by the Charity Commission and have reviewed the operations of the Trust in the light of these notes.

The day to day administration of the Trust is delegated by the Trustees to the College Agent.

**THE VALLADOLID TRUST FUND  
TRUSTEES' REPORT  
FOR THE YEAR ENDED 30 SEPTEMBER 2023 (cont)**

**Financial Operations**

The College also holds funds in Spain, which do not form part of the English Trust.

The total picture of the financial operations of the College is as follows covering both the Trust funds and financial operations in Spain, which are not subject to the control of the Trust.

Income

Fees from Dioceses	English Trust
English investment income	English Trust
Income generated in Spain	Non Trust

Expenditure

Sterling expenses	English Trust
- paid from English Trust	

Spanish expenses	
- paid from Spanish income	Non-Trust
- English Trust income sent to Spain	English Trust

**Review of Operations**

The quality of the course is recognized by the Bishops of England and Wales and also other countries and many of them send students to the College year by year. In the past year students have come from Canada, Norway and the Republic of Ireland. At present the College provides a preparatory course and students proceed to other Colleges for more specialist training. A proof of the quality of the course is that many of the students who come to the College complete their studies and are ordained as priests.

With the help of expert advice from Spain, from England and from the United States the treasures of the College have been carefully examined and documented and appropriate work is undertaken for their preservation and security. These treasures include a collection of historical books, paintings, statues and an ornate baroque chapel. The College is a living academic institution and is not a museum or an art gallery. Those who live and work in the College as well as visitors can appreciate these treasures.

The treasures of the College are not held by the English Trust but funds for the English Trust are used for their preservation and maintenance in accordance with the terms of the Trust Deed.

The College currently has a resident staff of 4 English priests. Stipends and expenses are paid from the English Trust. The Trust also pays an honorarium to the College Agent. Specialist lecturers visit the College on a regular basis during the year and their fees are paid from the Trust. The wages of domestic and other staff are paid from Spanish funds.

The College does not use the service of volunteers.

The Trustees are not remunerated but their travel expenses are met from the Trust funds.

**THE VALLADOLID TRUST FUND  
TRUSTEES' REPORT  
FOR THE YEAR ENDED 30 SEPTEMBER 2023 (cont)**

The Rector and the College agent are remunerated from College funds for work that they undertake on behalf of the College apart from their responsibilities as Trustees.

**Public Benefit**

The Trustees confirm that they have complied with the duty of Section 4 of the Charities Act 2006 to have due regard to the Charity Commissions general guidance on Public Benefit.

**Investment Powers and Policy**

The Trust funds in England are invested and managed on a low risk basis by professional managers. The performance of the managers is kept under review by the Trustees and is good when compared with established benchmarks. Investments are held in the nominee account of Investec and are managed on a discretionary basis.

From time to time the Trustees transfer funds to Spain to meet the local expenses of the College in accordance with the terms of the Trust.

In some years, the Trust accumulates surplus income in England, and this is added to the investment capital of the Trust. The College has a long history and there have been periods in the past when few students attended the College, resulting in a lack of fee income and the need to cover the expenses from other sources. The policy of the Trustees is to retain surplus income in England and add it to the capital investment so that sufficient funds will be available to meet the outgoings if in the future, there is only a small number of students and limited income. The effect of inflation, changing rates of exchange and the performance of the stock market in recent years means that the management of the funds of the College is a continuing task and it is not possible to set specific figure for a reserves policy. The financial position of the College, with capital invested in both Britain and Spain is complex and the position is being monitored with the help of professional advice. Management of investments has not been easy in recent times.. The policy has been as far as possible to maintain the current level of investment income although the capital value of the investments has fluctuated and this is reflected in the capital of the fund as shown in the balance sheet.

Brexit had a notable effect on the operations of the College. The English staff and students require residence permits. As a long-established institution in Spain, special consent is not required from the Spanish Authorities for the work of the College to continue.

The reserve policy of the policy is to maintain a level of income from the English Investments to cover the expenses which are normally met from the English account. The balances are either transferred to the College in Spain or reinvested to cover the effect of inflation on the capital of the English capital and to provide a higher level of income for the future.

**Trust Policies**

The Trust does not undertake any Fund-raising activities, though from time to time the Trust has received legacies and other donations.

The Trust does not use any volunteers.

The Trust did not use Gift Aid on donations.

The Trust does not have a Trading subsidiary.

The Trust Deed does not authorize the Trustees to make grants to outside bodies.

**THE VALLADOLID TRUST FUND  
TRUSTEES' REPORT  
FOR THE YEAR ENDED 30 SEPTEMBER 2023 (cont)**

One of the Trustees has a special responsibility for Safeguarding Issues and a Safeguarding review is undertaken each year with a report to the Trustees.

In recent years, the College has received Students from different ethnic backgrounds and care is taken to promote inclusion and diversity.

### **Going Concern**

The Trustees consider that the financial position of the Trust and of the College remains sound that the accounts do not contain any exceptional items, which require special comment.

### **Risk Assessment**

The Trustees have prepared and approved a risk assessment plan. The plan considers factors, which could influence the operation of the College in Spain, as well as factors, which could affect the operation of the Trust in England. The plan is reviewed annually. Also, the College has prepared a major disaster recovery policy document. Covid was totally unexpected and the Risk Assessment plan has been revised accordingly. Reasonable care is taken but generally the effect of Covid is coming to an end.

There have been no legal problems during the past year.

The Trustees have taken legal advice and concluded that specialist insurance cover is not required for their own liabilities.

### **Financial Position**

Incoming resources from student fees amounted to £390,367 (2022: £250,198).

The statement of Financial Activities disclosed net investment income of £264,302 (2022: £231,761). Realised and unrealised gains on investments amounted to £126,832 (2022: losses of £1,243,190). On 30 September 2023 the Charity had net assets of £10,172,971

### **Statement of Trustees' Responsibilities**

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

The law applicable to charities in England and Wales requires Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the Charity and on the incoming resources and application of resources of the Charity for that period. In preparing these 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 accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in business.

**THE VALLADOLID TRUST FUND  
TRUSTEES' REPORT**

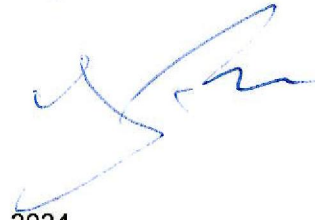
**FOR THE YEAR ENDED 30 SEPTEMBER 2023 (cont)**

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust Deed dated 1 November 1961 as amended by the supplemental deed dated 21 October 1992. They are also responsible for safeguarding the assets of the Charity and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The accounts accompanying this report comply with current statutory requirements and the Trust Deed.

Trustee *+Mark O' Rade*

Nicholas Rothon  
Secretary to the Trustees



Date: *1st May* 2024

## Independent Auditor's Report to the Trustees of

### THE VALLADOLID TRUST FUND FOR THE YEAR ENDED 30 SEPTEMBER 2023

#### Opinion

We have audited the financial statements of The Valladolid Trust Fund (the 'charity') for the year ended 30 September 2023 which comprise the Statement of Financial Activities, Balance Sheet and 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 September 2023 and of its incoming resources and application of resources, including its income and expenditure, 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 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

#### Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. 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.

**Independent Auditor's Report to the Trustees of**  
**THE VALLADOLID TRUST FUND**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023 (cont)**

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.

**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 to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; 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.

**Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement set out on page 7, the trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the trustees 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 charity'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 charity 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 145 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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.

**Independent Auditor's Report to the Trustees of**  
**THE VALLADOLID TRUST FUND**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023 (cont)**

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and those charged with governance about actual and potential litigation or claims and the identification of non-compliance with laws and regulations.
- Reviewing minutes of meetings of those charged with governance.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Auditing the risk of management override of controls, including testing journal entries and other adjustments for appropriateness; and assessing whether the judgements made in making accounting estimates are indicative of a potential bias.
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- Professional scepticism in course of the audit and with audit sampling in material audit areas.

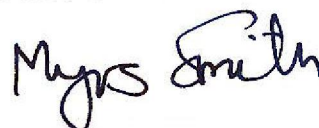
Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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](http://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 charity's trustees, 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 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

MYRUS SMITH  
Chartered Accountants and Statutory Auditor  
Norman House  
8 Burnell Road  
Sutton  
Surrey SM1 4BW



Date: 14 May 2024

Myrus Smith is eligible to act as an auditor in terms of section 1212 Companies Act 2006.

**THE VALLADOLID TRUST FUND**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2023**

	Notes	Total 2023 £	Total 2022 £
<b>Income from:</b>			
Investments	5	264,302	231,761
Charitable activities - teaching		390,367	250,198
<b>Total income</b>		<u>654,669</u>	<u>481,959</u>
<b>Expenditure on:</b>			
Raising funds - investment management fees		40,403	36,583
Charitable expenditure - teaching		104,630	184,513
<b>Total expenditure</b>	6	<u>145,033</u>	<u>221,096</u>
<b>Net income before (losses)/gains</b>		509,636	260,863
Gains/(losses) on investments	2	126,832	(1,243,190)
<b>Net income/(expenditure)</b>		636,468	(982,327)
<b>Reconciliation of funds</b>			
Total funds at 1 October 2022		9,536,503	10,518,830
Total funds at 30 September 2023		<u>£10,172,971</u>	<u>£9,536,503</u>

All funds in both years are unrestricted.

All income and expenditure derived from continuing activities.

The Statement of Financial Activities includes all gains and losses recognised during the year.

The notes on pages 14 to 18 form part of these financial statements.

**THE VALLADOLID TRUST FUND**  
**BALANCE SHEET AT 30 SEPTEMBER 2023**

	Notes	2023 £	2022 £
<b>FIXED ASSETS</b>			
Investments	2	9,673,876	9,031,327
 <b>CURRENT ASSETS</b>			
Debtors	3	301,338	751,542
Cash at bank and in hand		205,321	160,637
		<u>506,659</u>	<u>912,179</u>
<b>CREDITORS:</b> amounts falling due within one year	4	<u>(7,564)</u>	<u>(407,003)</u>
<b>NET CURRENT ASSETS</b>		<u>499,095</u>	<u>505,176</u>
<b>TOTAL NET ASSETS</b>		<u>£10,172,971</u>	<u>£9,536,503</u>
Represented by:			
<b>UNRESTRICTED FUNDS</b>		<u>£10,172,971</u>	<u>£9,536,503</u>

The financial statements were approved and authorised for issue by the Board of the Trustees on 15 May 2024 and signed on its behalf by

*Mark O' Toole*  
 \_\_\_\_\_  
 Mark O'Toole, Trustee

The notes on pages 14 to 18 form part of these Financial Statements.

**THE VALLADOLID TRUST FUND**  
**CASHFLOW STATEMENT**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Cashflows from operating activities:</b>		
Net movement in funds	636,468	(982,327)
Investment income	(264,362)	(231,761)
Investment management fees	40,403	36,583
(Gain)/Loss on investments	(126,832)	1,243,190
Decrease/(Increase) in Debtors	450,204	(354,247)
(Decrease)/Increase in Creditors	(399,439)	396,839
	<u>336,502</u>	<u>108,277</u>
<b>Cashflows from investing activities</b>		
Investment management fees	(40,403)	(36,583)
Purchase of investments	(1,011,388)	(1,729,396)
Proceeds from sale of investments	530,677	1,061,555
Investment income	264,302	231,761
(Increase)/Decrease in investment cash	(35,006)	138,047
	<u>(291,818)</u>	<u>(334,616)</u>
Increase in cash	44,684	(226,339)
Cash at 1 October 2022	160,637	386,976
Cash at 30 September 2023	<u>205,321</u>	<u>160,637</u>

The notes on pages 14 to 18 form part of these financial statements.

## THE VALLADOLID TRUST FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2023

#### 1. ACCOUNTING POLICIES

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the accounts are laid out below.

##### a) Basis of preparation

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been 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 UK and Republic of Ireland (FRS 102) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

##### b) Critical accounting estimates and areas of judgement

In the application of the accounting policies, the Trustees are required to make judgement, estimates and assumptions about the carrying value of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affected current and future periods.

In the view of the Trustees, no assumptions concerning the future or estimation uncertainty affecting assets or liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

##### c) Assignment of going concern

The Trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The Trustees have made this assessment in respect to a period of one year from the date of approval of these accounts.

The Trustees of the charity have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The Trustees are of the opinion that the charity will have sufficient resources to meet its liabilities as they fall due. The most significant areas that affect the carrying value of the assets held by the charity are the level of investment return and the performance of the investment markets (see the investment policy and the risk management section of the Trustees' Report for more information).

## THE VALLADOLID TRUST FUND

### NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 30 SEPTEMBER 2023

#### 1. ACCOUNTING POLICIES (continued)

##### d) Income recognition

Income is recognised when the charity has entitlement to the funds; it is probable that the income will be received and the amount can be measured reliably.

Income comprises tuition fees and investment income received in respect of the Trust's continuing activities.

##### e) Expenditure recognition

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party. It is probable that settlement will be required and the amount of the obligation can be measured reliably.

Charitable expenditure consists of all expenditure directly relating to the objects of the Trust. It also includes Governance costs which consist of expenditure in relation to compliance requirements with constitutional and statutory requirements.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

##### f) Investments

Quoted investments are valued at fair value on the balance sheet date.

Realised and unrealised gains (or losses) are reflected in the Statement of Financial Activities in the year in which they occur.

Mixed motive investments are social investments consisting of assets that are used for both charitable purposes and also for investment return. These assets are valued at fair value at the Balance Sheet date.

##### g) Financial instruments

The charity only holds financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

##### h) Debtors

College fees and other debtors, including accrued income, are recognised at the settlement amount due. Prepayments are valued at the cash amount prepaid.

##### i) Cash at bank and in hand

Cash at bank and in hand includes cash deposits held in the charity's bank account. This is excluding cash held within the capital and income accounts of the investment portfolio which is included within investment valuation.

**THE VALLADOLID TRUST FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023 cont**

**1. ACCOUNTING POLICIES (continued)**

**j) Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

**2. FIXED ASSET INVESTMENTS**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Quoted investments</b>		
At 1 October 2022 at market value	8,951,933	9,527,282
Additions	1,011,388	1,729,396
Disposals	(530,677)	(1,061,555)
Realised and unrealised (losses)/gains	126,832	(1,243,190)
	<hr/>	<hr/>
Market value at 30 September 2023	9,559,476	8,951,933
Cash	114,400	79,394
	<hr/>	<hr/>
<b>Total investments at market value</b>	<b>£9,673,876</b>	<b>£9,031,327</b>
	<hr/> <hr/>	<hr/> <hr/>
Cost at 30 September 2023	£8,443,958	£8,065,778
	<hr/> <hr/>	<hr/> <hr/>

	<b>Market Value</b>	
	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Quoted investments</b>		
UK Government Stocks and Fixed Interest Bonds	1,216,39	921,548
UK Equities and Convertibles	2,353,495	560,530
Other	5,802,689	7,297,069
	<hr/>	<hr/>
	9,372,578	8,779,147
Mixed motive social investment (see below)	186,898	172,786
Cash	114,400	79,394
	<hr/>	<hr/>
<b>Total</b>	<b>£9,673,876</b>	<b>£9,031,327</b>
	<hr/> <hr/>	<hr/> <hr/>

The mixed motive social investment is an investment in Missio Invest Social Impact Fund, a US-based fund that provides loans to church educational projects in developing countries. The fund is also expecting to provide a limited income in future years and is therefore classed as a mixed motive investment.

**THE VALLADOLID TRUST FUND**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023 cont**

**3. DEBTORS**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Due within one year</b>		
Proceeds from sale of property	50,400	50,400
Accrued income	70,138	73,942
Fees receivable	-	396,000
	<u>120,538</u>	<u>520,342</u>
<b>Due after one year</b>		
Proceeds from the sale of property	180,800	231,200
	<u>£301,338</u>	<u>£751,542</u>

**4. CREDITORS**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Due within one year</b>		
Fees received in advance	-	396,000
Accrued expenditure	7,564	11,003
	<u>£7,564</u>	<u>£407,003</u>

**5. INVESTMENT INCOME**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Dividends and interest on investment holdings	264,136	231,756
Bank interest	166	5
	<u>£264,302</u>	<u>£231,761</u>

**6. ANALYSIS OF EXPENDITURE**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Charitable expenditure – direct education costs</b>		
Teaching expenses	81,583	153,109
Travel and motor expenses	13,073	13,286
Books	115	527
Bank charges	183	184
Office and sundry expenses	2,170	9,366
Governance costs (see below)	7,506	8,041
	<u>£104,630</u>	<u>£184,513</u>
<b>Raising funds</b>		
Investment management fees	40,403	36,583
	<u>£145,033</u>	<u>£221,096</u>

**THE VALLADOLID TRUST FUND**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023 cont**

**6. ANALYSIS OF EXPENDITURE cont**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Governance costs</b>		
Audit	3,840	6,000
Accountancy	1,140	1,700
Trustees' travel expenses	2,526	341
	<b>£7,506</b>	<b>£8,041</b>
	<b>£7,506</b>	<b>£8,041</b>

**7. TRUSTEES' REMUNERATION AND EXPENSES**

None of the Trustees have been paid any remuneration or received any other benefits from an employment with the charity or any related entity. The Charity has no employees. Its key management personnel are its trustees who are unpaid apart from the payments listed below.

The Rector, Canon Paul Farrer, received £4,650 in the year (2022: £48,650) in his capacity as Rector.

Mgr Nicholas Rotheron, College Agent, received £3,300 (2022: £3,100) in his capacity as agent.

The assistant agent, Gary Brassington, also received remuneration of £3,300 (2022: £3,100).

Expenses paid to the trustees for travel were £2,526 (2022: £341) in relation to 4 trustee(s) (2022: 1 trustee)

**FOR THE INFORMATION OF TRUSTEES ONLY**  
**THE VALLADOLID TRUST FUND**  
**DETAILED STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

<b>INCOME FROM:</b>	<b>2023</b>	<b>2022</b>
	£	£
Fees charged to dioceses	390,367	250,198
Dividends and interest	264,136	231,756
Interest – money market and current	166	5
<b>Total income</b>	<u>654,669</u>	<u>481,959</u>
<b>EXPENDITURE ON:</b>		
Direct charitable expenditure		
Teaching expenses		
-Tuition	50,314	129,800
-Teaching expenses	31,269	23,309
	<u>81,583</u>	153,109
Travel and motor expenses		
-Travel	13,073	12,862
-Trustees' travel expenses	2,526	424
	<u>15,599</u>	13,286
Office and sundry expenses		
-Computer & office consumables	50	271
-Sundry expenses	2,120	5,023
-Other	-	4,413
	<u>2,170</u>	9,707
Books	115	527
Bank charges	183	184
	<u>298</u>	711
Management and administration		
-Audit and accountancy	4,980	7,700
-Investment management fees	40,403	36,583
	<u>45,383</u>	44,283
<b>Total expenditure</b>	<u>145,033</u>	<u>221,096</u>
Net income before (losses)/gains on investments	509,636	260,863
Realised & unrealised (losses)/gains on investments	126,832	(1,243,190)
<b>Net (expenditure)/income</b>	<u>636,468</u>	<u>(982,327)</u>
Total funds brought forward at 1 October 2022	9,536,503	10,518,830
Total funds carried forward at 30 September 2023	<u>£10,172,971</u>	<u>£9,536,503</u>