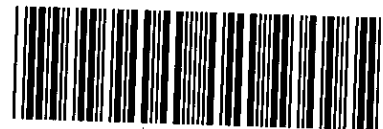


Company Number: 00211214
Charity Number: 235831

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

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SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

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SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)**REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2020 (INCLUDING DIRECTORS REPORT)**

Report of the Trustees for the year ended 30 June 2020

The trustees of the Swansea & Brecon Diocesan Trust Incorporated (the Trust) are pleased to present their annual report together with the audited financial statements of the charity for the year ended 30 June 2020.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the financial statements and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006 and "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)".

Chair's Report

Through the Education Trust, the Custodians continue to support our 6 VA schools and 8 VC schools across the Diocese. We continue to insure our school buildings and to manage the Capital Repair and Maintenance Programme (CRAMP) for our schools, in line with directive from the Welsh Assembly Government. The COVID-19 pandemic has affected all walks of operational life and our Diocesan Director of Education, John Meredith has worked hard to support our schools during this difficult period. Digital worship resources have been both created and sourced for our schools.

As in the previous year, this report excludes the assets of its Custodian Funds, although the board continues to execute its Custodian duties in respect of these trusts. To ensure transparency and good working practices, Azets Audit Services (formally Baldwins Audit Services) will provide an independent examination of these trusts, on an annual basis.

As a result of the COVID-19 pandemic the Trust's Investment Portfolio, managed by Brewin Dolphin Limited has, understandably, been affected by reductions in investment income and a fall in the value of investments. Our investment managers have maintained a continuous dialogue with our investment committee and its chair to ensure that the impact on performance is minimised. Our income generation strategy has been reviewed and amended to a total returns basis, thus allowing us to benefit from the FANGS market and to minimise the impact of reduced dividend returns.

Operationally, our board and its officers have converted to digital methods of meeting and conducting its business in compliance with COVID-19 restrictions. This has included meeting digitally, via video conferencing and enhancing our online banking facilities. These operational modifications have been established following government and charity commission guidelines. It is the intention to update our Memorandum and Articles of Association to permit future meetings, both during and beyond pandemic restrictions, to be held in this way, when desired.

My thanks go to the various officers of the Trust their assistants and the Investment Committee for their support of and care for Trust matters during the year.

The Venerable Alan Jevons
Director

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2020 (INCLUDING DIRECTORS REPORT) (continued)

Our purposes and aims

The principal purpose of the charity is the management of those church trusts in the Diocese of Swansea and Brecon as vested in the charity as trustees.

The charity acts as custodian trustee for:

- Land and buildings held under these trusts.
- Funds held under these trusts and also ensures that the individual funds are managed and invested to the benefit of the respective administrative trustees.

The charity achieves its objectives of the management of the church trusts through regular meetings of the trustees and regular investment reports. Returns on investment are monitored in line with market conditions using benchmarking and the FTSE indices.

Objectives and activities for the public benefit

During the year the Trust has continued to support both its Voluntary Aided and Voluntary Controlled Schools with their financial and educational needs by the provision of grants and advice. Through this medium the children of the areas in which the schools are located are nurtured in a safe and caring environment. The admissions policies applied by the Governing Bodies at each of the schools are approved by the local education authorities concerned and provide the appropriate level of opportunity for those not affiliated to the Church in Wales to obtain admittance to the schools.

Church property is made available to the public through community use which is encouraged. The trust is of the opinion that it should assist communities, particularly in rural areas where facilities are either not otherwise available or are inadequate to provide suitable property.

Through these actions the Trust considers that it fulfils its responsibility to have regard to the public benefit in its operation.

The trustees have had regard to the Charity Commission's guidance on public benefit in planning and carrying out the charity's programme.

Fundraising activities

The Trust does not engage in fundraising activities to finance its activities.

Achievements and performance

The charity continues to support its Voluntary Aided and Voluntary Controlled Schools with their educational and financial needs as described above. It also continues to act as custodian trustee for individual trusts vested with the charity and custodian trustees of land owned by parishes. A full list of custodian trust funds and/or Funds held on behalf of Diocesan organisations is provided on pages 7-8.

The charity has devolved the management of investments to Brewin Dolphin plc as described in the Investment Policy and Performance section. The Investment portfolio achieved its benchmark returns set by the investment committee and the trustees are satisfied with investment performance.

The charity has supported its Voluntary Aided and Voluntary Controlled Schools with School visits and financial assistance.

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2020 (INCLUDING DIRECTORS REPORT) (continued)

Financial Review

Restricted funds net expenditure for the year was £179,374 (2019 net income: £45,129) before losses on investments and property revaluations.

- There were no property sales during the year. £2,919 was received from Powys County Council being the reimbursement of the Council's share of costs related with the sale of Beguildy Old School in 2019 (2019: Net School Sales £66,174). Funds from the sale of school properties are used to support both Voluntary Aided and Voluntary Controlled Schools.
- The Trust provided funding of £26,266 (2019: £35,087) to the Swansea and Brecon Diocesan Board of Finance Limited to help support the work of the Diocesan Director of Education.
- School building insurance costs met by the Trust were £13,273 (2019: £11,655).
- The Welsh Assembly Government (WAG) provided grants of £8,658 (2019: £16,787) through its Capital Repairs and Maintenance Programme (CRAMP) for Voluntary Aided Schools. The total funding allocated by the WAG for the CRAMP for Voluntary Aided Schools for 2019/20 was £19,881. Due to the imposition of the COVID-19 related Lockdown in March 2020 only £8,658 of the funding was allocated during the year. The WAG has confirmed that any funding not claimed can be carried forward for 2020/2021.
- Further to the receipt of the final statement of build costs for the Archdeacon Griffiths VA Church in Wales School in Llyswen from Powys CC, a further £67,970 was provided for in the 2020 accounts. The total value included in the accounts of the provision for the 15% contribution towards the costs of the new 150-place School is £583,316.
- The Trust was notified of the build costs of the extension to the Llangattock VA Church in Wales School after the financial year end. The cost of the 15% contribution payable by the Trust is £115,287 and an accrual is included in the financial statements for £108,908 being the outstanding balance payable after the deduction of a first tranche payment of £7,189.
- Education properties were valued at £2,331,750 (2019: £2,331,750). The properties are valued by applying a 7.5 multiplier to the rateable value of each property.
- The principal funding source is the Trust's investment portfolio. The impact of COVID-19 on global investment markets is reflected in the reduction in value of the Trust's investment portfolio to £1,459,850 (2019: £1,587,562) and recognised losses on investments of £120,155 (2019: recognised gain £5,216). The Trust's investment income of £53,600 (2019: £54,452) is consistent with last year but the continuing volatility in the markets and the regime of low interest rates present an ever more challenging environment. In the light of these market conditions the trustees have amended their investment income policy post year end to authorise the investment managers to move to a total returns policy which permits them to realise capital gains to make up any difference between the shortfall in target income and dividend income.

COVID-19

The COVID-19 virus will undoubtedly have a financial impact on the Trust. The main challenges will be a reduction in dividend income and a fall in the value of investments.

As described above the trustees have amended their investment income policy post year end to mitigate the impact of a reduction in dividends and maintain a consistent level of income for the Trust. It is hoped that the Trust will be able to maintain its current level of support to the VA and VC schools in the Diocese but the trustees are aware that they have a long term commitment to support education in the Diocese and the importance of maintaining an investment portfolio to generate future income.

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2020 (INCLUDING DIRECTORS REPORT) (continued)

Key performance indicators

The trustees consider the key performance indicators to be net income/expenditure before gains on investments for the financial year and the total funds carried forward at 30 June 2020.

	2020	2019
Net (expenditure)/income for the year before (losses)/gains on investments	(179,374)	45,129
Total funds carried forward as at 30 June	3,775,614	4,075,143

Results – Unrestricted Funds

The net movements for the year on unrestricted funds are as follows: -

	2020 £
Net income	-
Balance brought forward	2,825
Balance carried forward	<u>2,825</u>

Results – Restricted Funds

The net movements for the year on restricted funds are as follows:

	2020 £
Net (expenditure)/income before losses on investments	(179,374)
Losses on revaluation and disposals of fixed asset investments and education properties	(120,155)
Net income	(299,529)
Balance brought forward	4,072,318
Balance carried forward	<u>3,772,789</u>

The financial statements are drawn up to comply with the Companies Act 2006 and UK GAAP (FRS102).

The trustees are of the opinion that the results for the year are satisfactory and that the financial position of the charity remains sound.

Investment Policy and Performance

The charity has devolved the management of the investments to Brewin Dolphin. The board has requested that the sums are invested in low to medium risk investments whilst maximising the return they generate so as to provide income for the charity so that it can achieve its objectives. An investment committee is responsible for the setting and reviewing the strategy of the Trust's investments, and for monitoring the performance of the Trust's portfolios.

Reserves Policy

The charity aims to maintain its level of Diocesan Church Schools and Religious Education reserves in future years to enable it to continue to effectively support its Voluntary Aided and Voluntary Controlled Schools with their educational and financial needs.

The charity aims to maintain the level of Diocesan Trust reserves in future years to enable it to continue to effectively manage the church trust in the Diocese of Swansea and Brecon and to enable it to generate and distribute sufficient income in accordance with the terms of the trust.

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2020 (INCLUDING DIRECTORS REPORT) (continued)

Principal risks and uncertainties

The recommendations of the report to review governance matters by the Diocesan Audit Committee, that was commissioned and accepted by the trustees in 2016, continue to be implemented.

In the light of the report, the trustees have reviewed the major risks to which the charity is exposed, and systems have been put in place to mitigate those risks. The process of reviewing risks is an ongoing process and regular reports are planned to the trustees.

Delivery of a high-quality service continues to be a high priority for the trustees and there is ongoing dialogue with the beneficiaries of the charity's funds to ensure the services provided are done so in an efficient manner.

The trustees consider that the principle risk is a significant fall in global stock market prices and deterioration of general economic conditions.

Structure, Governance and Management

Standing Committee

The charity is managed by the standing committee. All members of the standing committee are trustees of the charity and also directors of the charitable company.

Method of appointing Trustees

The Standing Committee consists of the Bishop (ex-officio) and up to nine members elected at the Annual General Meeting. Members of the charity are appointed by the Bishop and are selected for their expertise and experience. All members of the Standing Committee are trustees and members of the charity.

Induction and Training of Trustees

Following the Diocesan Committee Report, induction packs will be available for new trustees.

Training available from external providers is continually reviewed and offered to trustees as appropriate. During the year trustees were invited to attend the annual *All Wales Charity Governance, Law & Finance Conference* which included guidance on being a trustee together with a wide variety of informative sessions, offering practical advice and guidance from a range of experts.

Custodian Trustee

The Trust holds various assets as custodian trustee.

The trustees monitor the risks associated with each asset and are in the process of putting in place a series of controls to safeguard the assets. The controls are regularly reviewed and updated or amended accordingly when it is considered necessary.

Plans for the Future

The long-term plans of the trust are to continue with the investment policy of ensuring sufficient returns, both income and capital growth, to be able to maintain a steady income stream for education purposes and the various trusts for which such investments are held.

Financial statements

The company is a registered charity and so achievements cannot be measured by normal commercial criteria. Accordingly, the trustees consider it inappropriate to present a Profit and Loss Account in one of the formats set out in the Companies Act 2006. As permitted by the Companies Act, in order to reflect the special nature of the company's activities, a Statement of Financial Activities has been presented.

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2020 (INCLUDING DIRECTORS REPORT) (continued)

Reference and administrative details

The full name of the charity is Swansea & Brecon Diocesan Trust Incorporated.

The Swansea & Brecon Diocesan Trust (the company) is a multi-faceted structure. It is: -

- A registered charity (No.235831)
- A company limited by guarantee (No. 00211214)
- A trust established under the Constitution of the Church in Wales.

The Swansea & Brecon Diocesan Trust ("the Company") was set up under the provisions of the Constitution of the Church in Wales, Chapter IV, and Paragraph 16. The company was incorporated as a charity limited by guarantee on 20 January 1926.

The charity was registered with the Charity Commission on 13 January 1965 and is exempt from United Kingdom income and corporation tax. The governing document of the Company is the Memorandum and Articles of Association.

The company meets in general meeting three times per annum. The day to day management of the company is delegated to the executive committee, whose members are the trustees of the charity and directors of the company for the purpose of company law.

The company does not have a share capital. The trustees/directors guarantee to contribute to the assets of the Company, such amount as may be required not exceeding £1 per guarantor. The number of guarantors at 30 June 2020 was 11 (2019: 11).

Board of Trustees/Directors

Mrs F Barrow
 District Judge V S Batcup
 The Venerable J B Davies
 The Most Rev'd J D E Davies (resigned 2nd May 2021)
 The Venerable A N Jevons
 Mrs. C. Kirby
 Mr G Lewis
 Dr S Mitchell
 The Very Rev'd Dr A P Shackerley
 Mr N O Tyler
 Mr R Wigley

Company Secretary

Mrs L A Pearson

Registered Office

Swansea & Brecon Diocesan Centre, Cathedral Close, Brecon, LD3 9DP

Independent Auditors

Azets Audit Services, Ty Derw, Lime Tree Court, Cardiff Gate Business Park, Cardiff, CF23 8AB

Principal Bankers

CAF Bank Limited, 25 Kings Hill Avenue, Kings Hill, West Malling, Kent, ME19 4JQ.

Investment Managers

Brewin Dolphin Ltd, 2nd Floor, 5 Callaghan Square, Cardiff, CF10 5BT.

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)
REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2020 (INCLUDING DIRECTORS REPORT) (continued)

Funds Held as Custodian Trustee on Behalf of Others

The various trusts and funds for which the Board acts as custodian trustee and/or invests funds on behalf of the Diocesan organisation are listed below:

Name of Fund	Nature of Investment
Mrs Margaret Jones (Hirwaun)	Managed portfolio comprising equities, fixed interest stocks and cash
James Hamer (Hengwm) Trust	Managed portfolio comprising equities, fixed interest stocks and cash
Canon James Griffiths Settlements	Managed portfolio comprising equities, fixed interest stocks and cash
Miss Jane Watkins (Monument) Trust	Managed portfolio comprising equities, fixed interest stocks and cash
Thomas Williams Bequest No 1	Managed portfolio comprising equities, fixed interest stocks and cash
Thomas Williams Bequest No 2	Managed portfolio comprising equities, fixed interest stocks and cash
Miss AM H Games Bequest	Managed portfolio comprising equities, fixed interest stocks and cash
Miss Elizabeth Williams Benefaction	Managed portfolio comprising equities, fixed interest stocks and cash
Miss MA Lewis Trust	Managed portfolio comprising equities, fixed interest stocks and cash
Bishop EL Bevan Fabric Fund	Managed portfolio comprising equities, fixed interest stocks and cash
Bishop EL Bevan Trust Fund	Managed portfolio comprising equities, fixed interest stocks and cash
Diocesan Moral Welfare Council	Managed portfolio comprising equities, fixed interest stocks and cash
Mrs MA Rees Trust Fund	Managed portfolio comprising equities, fixed interest stocks and cash
Miss ME Lerrigo Trust Fund	Managed portfolio comprising equities, fixed interest stocks and cash
Colonel Sir JJ Jones Benefaction	Managed portfolio comprising equities, fixed interest stocks and cash
Colonel Sir JJ Jones Bequest	Managed portfolio comprising equities, fixed interest stocks and cash
WR Lewis Benefaction	Managed portfolio comprising equities, fixed interest stocks and cash
Hay Parish Hall Trust Fund	Managed portfolio comprising equities, fixed interest stocks and cash
Miss FE Davies Benefaction	Managed portfolio comprising equities, fixed interest stocks and cash
CE Cleaves Benefaction	Managed portfolio comprising equities, fixed interest stocks and cash
EW Morgan Trust Fund	Managed portfolio comprising equities, fixed interest stocks and cash
EW Morgan Trust Fund	Managed portfolio comprising equities, fixed interest stocks and cash
Thomas Williams Bequest No 3	Managed portfolio comprising equities, fixed interest stocks and cash
Llewelyn House Trust Fund	Managed portfolio comprising equities, fixed interest stocks and cash
FW Gilbertson's Bequest	Managed portfolio comprising equities, fixed interest stocks and cash
Bishop EW Williamson's Bequest	Managed portfolio comprising equities, fixed interest stocks and cash
Rev DH Picton Benefaction	Managed portfolio comprising equities, fixed interest stocks and cash
Holy Trinity Hall, Gorseinon	Managed portfolio comprising equities, fixed interest stocks and cash
Reynoldston Church Hall	Managed portfolio comprising equities, fixed interest stocks and cash
JM Munro Bequest	Managed portfolio comprising equities, fixed interest stocks and cash
Miss MC Bowen Trust	Managed portfolio comprising equities, fixed interest stocks and cash
Miss Bertha Duncan Trust No 2	Managed portfolio comprising equities, fixed interest stocks and cash
Miss Muriel Duncan Trust, Port Eynon	Managed portfolio comprising equities, fixed interest stocks and cash
Penllergaer Sunday School Trust	Managed portfolio comprising equities, fixed interest stocks and cash
Llanddetty Talybont Church Hall Trust	Managed portfolio comprising equities, fixed interest stocks and cash
K Glasnook Trust (Penllergaer)	Managed portfolio comprising equities, fixed interest stocks and cash
S&B Diocesan Council for Social Work	Managed portfolio comprising equities, fixed interest stocks and cash
All Saints Church Hall Trust, Ponterdawe	Managed portfolio comprising equities, fixed interest stocks and cash
Enoch Miles Legacy Fund	Managed portfolio comprising equities, fixed interest stocks and cash
Miss Margaret Graves Smith Legacy Fund	Managed portfolio comprising equities, fixed interest stocks and cash
RE Vaughan Price Bequest, Coelbren	Managed portfolio comprising equities, fixed interest stocks and cash

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2020 (INCLUDING DIRECTORS REPORT) (continued)

College of St Mary Swansea	Managed portfolio comprising equities, fixed interest stocks and cash
Benefaction	Managed portfolio comprising equities, fixed interest stocks and cash
Llywel Sunday School Fund	Managed portfolio comprising equities, fixed interest stocks and cash
Whitton Church Hall Fund	Managed portfolio comprising equities, fixed interest stocks and cash
Talybont-on-Usk School Fund	Managed portfolio comprising equities, fixed interest stocks and cash
Eastmoor Trust Fund	Managed portfolio comprising equities, fixed interest stocks and cash
The Ayres Trust	Managed portfolio comprising equities, fixed interest stocks and cash
Bryngwyn Church Hall land Trust	Managed portfolio comprising equities, fixed interest stocks and cash
Oystermouth Church School Trust	Managed portfolio comprising equities, fixed interest stocks and cash
Gilwern Education Trust	Managed portfolio comprising equities, fixed interest stocks and cash
St Mary's Church Swansea Parochial Trust	Managed portfolio comprising equities, fixed interest stocks and cash
Dean & Chapter	Managed portfolio comprising equities, fixed interest stocks and cash
Llanrhidian Parish Trust	Managed portfolio comprising equities, fixed interest stocks and cash
Oystermouth 'TAP' Fund	Managed portfolio comprising equities, fixed interest stocks and cash
Reynoldston Church Hall Fund	Managed portfolio comprising equities, fixed interest stocks and cash
Glasbury Parish Endowment	Managed portfolio comprising equities, fixed interest stocks and cash
Glasbury Parish Investment	Managed portfolio comprising equities, fixed interest stocks and cash
AE Gough Trust	Managed portfolio comprising equities, fixed interest stocks and cash
Diocesan Board of Finance	Managed portfolio comprising equities, fixed interest stocks and cash
Llansamlet land & Church Hall Fund	Managed portfolio comprising equities, fixed interest stocks and cash
St Mary's Church House Brecon	Managed portfolio comprising equities, fixed interest stocks and cash
Llangattock Community Education Trust - Cash	Managed portfolio comprising equities, fixed interest stocks and cash
Land at Blackpill - Cash	Managed portfolio comprising equities, fixed interest stocks and cash
St Barnabas Church Hall Trust	Managed portfolio comprising equities, fixed interest stocks and cash
Dr Susan Rice-Edwards Bequest	Managed portfolio comprising equities, fixed interest stocks and cash
Llanbister Church Hall	Managed portfolio comprising equities, fixed interest stocks and cash
Parish of Penllergaer	Managed portfolio comprising equities, fixed interest stocks and cash
Diocesan Housing Association - Investment Fund	Managed portfolio comprising equities, fixed interest stocks and cash
St Gabriel's, Swansea - Investment Fund	Managed portfolio comprising equities, fixed interest stocks and cash
Llanbadarn House & Hall Net Sale Proceeds	Cash
Norton Old School Room Net Sale Proceeds	Cash
Coed y Bolyn Common Net Sale Proceeds	Cash

Managed portfolio funds are held in separately identified accounts by the Investment Manager Brewin Dolphin. Cash funds are held in the Diocesan Trust's bank accounts.

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2020 (INCLUDING DIRECTORS REPORT) (continued)

Statement of trustees' responsibilities

The trustees (who are also directors of the Swansea and Brecon Trust Incorporated for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and regulation.

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have prepared the financial statements in accordance with United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law (United Kingdom Generally Accepted Accounting Practice). Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of the affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently.
- observe the methods and principles in the Statement of Recommended Practice: Accounting and Reporting by Charities (2015);
- make judgments and estimates that are reasonable and prudent.
- state whether applicable UK Accounting Standards, comprising FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

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

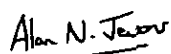
Disclosure of information to auditors

In so far as we are aware:

- There is no relevant audit information of which the charitable company's auditors are unaware; and
- The trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

In preparing this report, the trustees have taken advantage of the small companies exemptions provided by the Companies Act 2006.

By order of the Board of Trustees



The Venerable Alan Jevons
Director

Date 10th June 2021

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Swansea & Brecon Trust Incorporated (the 'charity') for the year ended 30 June 2020 which comprise the statement of financial activities, the balance sheet and the 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 charitable company's affairs as at 30 June 2020 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.

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

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 trustees use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity'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 trustees are responsible for the other information. The other information comprises the information included in the 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 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 SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE) (continued)

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 statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose 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 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 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 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE) (continued)**

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 auditors' 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.



**Sarah Case FCA DChA
For and on behalf of
Azets Audit Services**

18-6-2021

**Chartered Accountants
Statutory Auditor**

Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

Azets Audit Services is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)**STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)****YEAR ENDED 30 JUNE 2020**

Company Number: 00211214

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £	Total Funds 2019 £
<u>Income from:</u>					
Donations and legacies	5	-	8,658	8,658	16,787
Charitable activities	6	-	3,869	3,869	68,189
Investments	7	-	53,600	53,600	54,452
Total Income		-	66,127	66,127	139,428
<u>Expenditure on:</u>					
Raising funds:					
Investment management costs		-	(7,556)	(7,556)	(7,649)
Charitable Activities:					
Funds Distributed		-	(227,871)	(227,871)	(79,691)
Support Costs	8	-	(3,799)	(3,799)	(3,624)
Governance Costs	9	-	(6,275)	(6,275)	(3,335)
Total charitable activities		-	(237,945)	(237,945)	(86,650)
Total expenditure		-	(245,501)	(245,501)	(94,299)
Other recognised gains/losses	10	-	(120,155)	(120,155)	5,216
Net movement in funds		-	(299,529)	(299,529)	50,345
Reconciliation of funds:					
Total funds brought forward	17,19	2,825	4,072,318	4,075,143	4,024,798
Total funds carried forward	17,19	2,825	3,772,789	3,775,614	4,075,143

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure is derived from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

BALANCE SHEET AS AT 30 JUNE 2020

Company Number: 00211214
Charity Number: 235831

	Notes	2020 £	2019 £
Fixed assets			
Tangible Assets	12	2,331,750	2,331,750
Investments	13	<u>1,459,850</u>	<u>1,587,562</u>
Total Fixed Assets		3,791,600	3,919,312
Current assets			
Debtors	14	32,807	27,706
Cash at Bank and in hand		<u>684,904</u>	<u>664,871</u>
Total current assets		717,711	692,577
Creditors: Amounts falling due within one year	15	<u>(733,697)</u>	<u>(536,746)</u>
Net current (liabilities)/assets		(15,986)	155,831
Net assets		<u>3,775,614</u>	<u>4,075,143</u>
The funds of the charity:			
Restricted funds	17	3,772,789	4,072,318
Unrestricted funds		<u>2,825</u>	<u>2,825</u>
Total charity funds	20	<u>3,775,614</u>	<u>4,075,143</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 June 2020, although an audit has been carried out under section 144 of the Charities Act 2011.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Alan N. Jevons

The Venerable Alan Jevons
Director

Date 10th June 2021

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

1 GENERAL INFORMATION

The Swansea & Brecon Diocesan Trust Incorporated is a charity, incorporated in England and Wales. The registered address is Swansea & Brecon Diocesan Centre, Cathedral Close, Brecon, LD3 9DP, Wales.

2 PRINCIPAL ACCOUNTING POLICIES

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

a) Basis of preparation

These financial statements are prepared on the going concern basis under the historical cost convention, modified to include certain financial instruments at fair value. The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006 and "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)". The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 4.

b) Preparation of the financial statements on a going concern basis

After making appropriate enquiries, the trustees are of the view that the charity is a going concern.

c) Income recognition policies -

Turnover is the amount derived from ordinary activities, and stated after trade discounts, other sales taxes and net of VAT.

Items of income are recognised and included in the financial statements when all of the following criteria are met:

- The charity has entitlement to the funds.
- any performance conditions attached to the items of income have been met or are fully within the control of the charity.
- there is sufficient certainty that receipt of the income is considered probable; and
- the amount can be measured reliably.

For legacies, entitlement is taken as the earlier of:

- the date on which the charity is aware that probate has been granted.
- the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made; or
- when a distribution is received from the estate.

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020 (continued)

2 PRINCIPAL ACCOUNTING POLICIES (continued)

Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably, and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

d) Grants receivable

Grants are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

e) Donated services and facilities

Donated services or facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. On receipt, donated services and facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

f) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

g) Fund accounting

General Funds – these are funds which can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted Funds – these are funds which can be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

h) Expenditure

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. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise the costs of investment managers.
- Expenditure on charitable activities includes the distribution of funds, support costs and governance costs.

i) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include salary and related expenditure that support the Charity's activities. These costs have been allocated between activity headings based on time spent.

j) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short-term maturity of three months or less from the date of acquisition or opening of the deposit or similar account

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020 (continued)

k) Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

l) Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

m) Land and buildings

- **Education Properties**

Properties whose fair value can be measured reliably are held under the revaluation model and are carried at a revalued amount, being their fair value at the date of valuation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. The fair value of the land and buildings is usually considered to be their market value.

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020 (continued)

Revaluation gains and losses are recognised in other recognised gains and losses and accumulated in equity, except to the extent that a revaluation gain reverses a revaluation loss previously recognised in net income/(expenditure) or a revaluation loss exceeds the accumulated revaluation gains recognised in equity; such gains and loss are recognised in net income/(expenditure) for the year.

All land and buildings held by the charity for education purposes are valued by applying a multiplier of 7.5 to the property's rateable value. The valuation methodology has been adopted with reference to the RICS Valuation – Global Standards published by the Royal Institute of Chartered Surveyors which provides guidelines for the valuation of properties with anticipated marketing constraints and the valuation of non-trading properties.

- **Reverters**

Where on the disposal of schools held by the charity as custodian trustee reverters exist, the proceeds of disposal, net of all costs and taxation, are remitted to the revertee. Investigation into the reverter status is made as and when local education authorities return such schools to the custodian trustee.

n) Taxation

As a registered charity, the charity is entitled to the exemption from taxation in respect of income and capital gains received with sections 478–489 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects purposes only.

3 LEGAL STATUS OF THE COMPANY

The Trust is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

4 JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The trustees are required to make judgements and estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and any 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 reviewed if the revision affects only that period or in the period of revision and future periods if the revision affects both current future periods.

- The company makes an estimate of the recoverable value of debtors. When assessing impairment of debtors, management considers factors including the ageing profile of debtors and historical experience. See note 14 for the net carrying amount of the debtors and the associated impairment provision.

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)
**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020 (continued)**

5	DONATIONS AND LEGACIES	2020	2019
		£	£
	Grants	8,658	16,787
		8,658	16,787
6	CHARITABLE ACTIVITIES	2020	2019
		£	£
	Rental Income	950	689
	Property Sales	2,919	67,500
		3,869	68,189
7	INVESTMENTS	2020	2019
		£	£
	Investment Income - Listed	52,661	52,929
	Bank Interest	939	1,523
		53,600	54,452
8	SUPPORT COSTS	2020	2019
		£	£
	Administration Fee	3,000	3,000
	Professional Fees	602	604
	Other Support Costs	197	20
		3,799	3,624
9	GOVERNANCE COSTS	2020	2019
		£	£
	Administration Fee	750	750
	Auditors' Remuneration	5,217	2,351
	Companies House and Bank Services	88	52
	Professional Indemnity Insurance	220	182
		6,275	3,335

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)
**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020 (continued)**

10 OTHER RECOGNISED GAINS AND LOSSES	2020	2019
	£	£
(Losses)/Gains on investments	(120,155)	5,216
Property Revaluations	-	-
	<u>(120,155)</u>	<u>5,216</u>

11 TOTAL EXPENDITURE

	Diocesan Church Schools and Religious Education Funds	2020	2019
	£	Total £	Total £
Stockbroker's Charges	7,556	7,556	7,649
Education Property	25,537	25,537	28,443
Education Support Costs	26,266	26,266	35,087
Professional fees and other costs incurred in relation to the sale of properties	-	-	16,161
Support Costs	3,799	3,799	3,624
Governance Costs	6,275	6,275	3,335
	<u>69,433</u>	<u>69,433</u>	<u>94,299</u>

12 TANGIBLE FIXED ASSETS

	2020 Education Properties £
At 1 July 2019	<u>2,331,750</u>
At 30 June 2020	<u>2,331,750</u>
Carrying amount	
30 June 2020	<u>2,331,750</u>
30 June 2019	<u>2,331,750</u>

Land and buildings with a carrying amount of £2,331,750 were valued on the principles provided by an independent valuer.

No depreciation is provided for property as the trustees are of the opinion that these buildings are maintained in such a state of repair that their residual value is at least equal to their fair value. As a result the corresponding depreciation charge would not be material and is therefore not charged to the SOFA.

Trustees are satisfied that the book value represents the fair value of the schools.

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)
**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020 (continued)**
13 INVESTMENTS

Investments are divided into various trusts as shown below:

	2020 Book Value £	2020 Market Value £	2019 Book Value £	2019 Market value £
Diocesan Church Schools and Religious Education Fund	1,184,351	1,450,967	1,230,738	1,577,889
Diocesan Trusts	7,023	8,883	7,052	9,673
	<u>1,191,374</u>	<u>1,459,850</u>	<u>1,237,790</u>	<u>1,587,562</u>

The above investments can be analysed as follows:

	2020 £	2019 £
Listed investments	1,430,028	1,565,877
Cash held by investment managers	29,822	21,685
	<u>1,459,850</u>	<u>1,587,562</u>

	2020 Listed investments £
The movement year on year is as follows:	
At 1 July 2019	1,587,562
Additions	326,101
Disposals	(341,795)
Loss on disposals of investments	(3,694)
Unrealised loss on investments	(116,461)
Cash movement	8,137
At 30 June 2020	<u>1,459,850</u>

Note

The market value of investments has been taken at 30 June 2020 and includes all monies held on deposit at cost.

In accordance with FRS102 the figures in the financial statements are the market value of the investments at 30 June 2020.

Losses on investments include realised losses of £3,694 (2019 gain £79,330) and unrealised losses of £116,461 (2019 loss £74,114), giving rise to a net loss of £120,155 (2019: net gain of £5,216).

14 DEBTORS

	2020 £	2019 £
Other debtors and prepayments	<u>32,807</u>	<u>27,706</u>

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)
**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020 (continued)**

15	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2020	2019
		£	£
	Other Creditors and Accruals	733,697	536,746
16	FINANCIAL INSTRUMENTS	2020	2019
		£	£
	Carrying amount of financial assets		
	Instruments measured at fair value through profit or loss	1,459,850	1,587,562
17	RESTRICTED FUNDS	2020	2019
		£	£
	Trust funds vested in the trust		
	Diocesan Church Schools and Religious Education Fund	3,715,566	4,015,636
	Diocesan Trust	8,883	9,673
		3,724,449	4,025,309
	Trust income accounts		
	Diocesan Church Schools and Religious Education Funds	44,480	43,472
	Diocesan Trust	3,860	3,537
		48,340	47,009
		3,772,789	4,072,318

The capital of a group of individual trusts and funds has been invested en bloc in order to achieve a steady income and allowing for capital growth. Investment decisions are taken in accordance with advice given by the Trust's Stockbrokers.

The use of these funds for their designated purposes are as follows:

- Group Trusts M: Diocesan Trusts
- Group Trusts E: Diocesan Church Schools and Religious Educational Funds: For the construction and/or repairs to church schools in the Diocese.

18 TRUSTEES AND EMPLOYEES

No payments were made to trustees during the year. The only key management personnel are the trustees.

There were no employees during the year (2019: £Nil).

No expenses were incurred by the trustees (2019: £Nil) in connection with their duties.

SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020 (continued)

19 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
	2020	2020	2020	2019	2019	2019
	£	£	£	£	£	£
Fund balances at 30 June 2020 are represented by:						
Tangible assets	-	2,331,750	2,331,750	-	2,331,750	2,331,750
Investments	-	1,459,850	1,459,850	-	1,587,562	1,587,562
Current assets/(liabilities)	2,825	(18,811)	(15,986)	2,825	153,006	155,831
	2,825	3,772,789	3,775,614	2,825	4,072,318	4,075,143

20 MOVEMENT IN FUNDS

	<u>Funds vested in the trust</u>		<u>Trust income funds</u>		<u>Unrestricted funds</u>	
	Religious education	Diocesan	Religious Education	Diocesan	General funds	Total
	£	£	£	£	£	£
As at 1 July 2019	4,015,636	9,673	43,472	3,537	2,825	4,075,143
Income	2,919	-	62,885	323	-	66,127
Expenditure	(302,989)	(790)	(61,877)	-	-	(365,656)
At 30 June 2020	3,715,566	8,883	44,480	3,860	2,825	3,775,614

**SWANSEA & BRECON DIOCESAN TRUST INCORPORATED (THE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020 (continued)**

21 RELATED PARTY TRANSACTIONS

An amount of £3,750 (2019: £3,750) was paid to the Swansea & Brecon Diocesan Board of Finance Limited for administration fees which is disclosed in administration expenses in the Statement of Financial Activities.

The Trust awarded £26,266 (2019: £35,087) to the Swansea & Brecon Diocesan Board of Finance Limited to contribute towards Education Ministry costs incurred by the Company.

The following directors are also directors of the Swansea & Brecon Diocesan Board of Finance Limited:

The Most Revd John David Edward Davies
The Ven Alan Neil Jevons
The Very Revd Albert Paul Shackerley
Gwynfor Lewis, FCA
The Ven Jonathan Byron Davies

The current secretary, Louise Pearson, is an employee of this related company and did not receive remuneration from the Trust or payment for services to the Trust. T. J. P. Davenport is the solicitor for the company. An amount of £4,208 (2019: £1,307) was paid to his firm, Red Kite Solicitors, in respect of solicitor's fees.