

REGISTERED COMPANY NUMBER: 08645252 (England and Wales)
REGISTERED CHARITY NUMBER: 1156336

Report of the Trustees and
Financial Statements for the Year Ended 31 March 2016
for
The White Eagle Lodge

Hughes Waddell
Chartered Accountants and Statutory Auditors
The White House
2 Meadrow
Godalming
Surrey
GU7 3HN

MONDAY



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28/11/2016

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COMPANIES HOUSE

The White Eagle Lodge

Report of the Trustees **for the Year Ended 31 March 2016**

The trustees are pleased to present their annual report together with the financial statements of the charity for the year ending 31 March 2016 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes. The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Articles of Association, 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 2015).

Information about the White Eagle Lodge

The White Eagle Lodge was founded in 1936 by Grace Eveline Cook to help people become aware of The White Eagle Teachings and to show how to put the Teachings into practice. It is a Non Denominational Christian church. The White Eagle Teachings are exclusively all those existing teachings received from White Eagle through the medium-ship of Grace Cook, the principal founder, and recorded in accurate detail at the time of delivery.

The Charity holds these Teachings as its chief spiritual asset, preserving them in their most original form. The Charity makes ready and available the Teachings for those who seek them, providing for the study, teaching and expression of the Teachings in all suitable forms, for the advancement of religion in the public benefit, recognising the inter relatedness of The White Eagle Teachings with all major spiritual traditions.

The White Eagle Lodge

Report of the Trustees **for the Year Ended 31 March 2016**

OBJECTIVES AND ACTIVITIES

Objectives and Aims

Objects as stated in the articles of association

Charity's objects ('Objects') are specifically restricted to the following:

To advance Christianity for the public benefit as set out in The White Eagle Teachings, recognising the interrelatedness of The White Eagle Teachings with all major spiritual traditions.

Powers

The Charity has power to do anything which is calculated to further its Objects or is conducive or incidental to doing so. In particular, the Charity has power:

to make ready and available The White Eagle Teachings for those who seek them and to provide for the study, teaching and expression of the Teachings in all suitable forms.

Aims

1. To increase our worldwide reach and effectiveness
2. To ensure that The White Eagle Teachings are accessible and available to all
3. To increase awareness of The White Eagle Lodge and its work
4. To address the needs of families and young people
5. To develop a strong and resilient internal organisation and UK regional structure
6. To ensure adequate resources (spiritual, personnel, property and financial) to achieve our objectives
7. To provide a robust financial base on which to carry out our work.

During 2016/2017 we intend reviewing the organisation's aims to ensure that we remain focussed on our charitable purposes.

How the achievement of its aims will further its purposes

The achievement of these aims enables us to continue to make The White Eagle Teachings available to all those who are drawn to them; thereby helping to bring to the earth a standard of life which is in harmony with the infinite love. Creating a strong, well-resourced organisation will help to protect the future of The White Eagle Lodge and enable the trustees and management to make longer term plans to continue to provide public benefit.

Strategies for achieving its stated aims and objectives

- i. To widen availability of the charity's services of spiritual healing, training in meditation and spiritual support generally
- ii. To provide a range of new publications, either consisting of, or directly relating to The White Eagle teaching
- iii. Further growth and establishment of the Wisdom School
- iv. To provide increased opportunity for people to attend retreats and workshops to experience The White Eagle Teachings in White Eagle's home
- v. To support the growth of The White Eagle work in other countries
- vi. To provide ongoing development of on-line facilities
- vii. Further expansion in the charity's supporter base

Criteria or measures it uses to assess success

The trustees regularly monitor the numbers of people accessing the different services provided by the charity.

Written feedback is sought from people receiving distant healing and those attending residential retreats.

Training and assessment for registration of our contact healers conforms to national standards set by the verifying body of UK Healers. Our training is accredited by this organisation and our contact healers comply with the UK Healer's Code of Conduct.

The charity uses financial budgets to measure achievement of targets, as well as other key performance indicators.

The White Eagle Lodge

Report of the Trustees **for the Year Ended 31 March 2016**

OBJECTIVES AND ACTIVITIES

Significant activities undertaken during the course of the year

The Trustees had previously been made aware of the need for major renovations on two of the charity's permanent endowment properties; the Temple and the retreat house at New Lands.

The retreat house required re-roofing and as this would necessitate closing the building during the works it was decided to carry out additional repairs and upgrading. The retreat house closed at the end of March 2016; with works commencing in early April 2016 and completion expected by the end of the year. The aim is to open the Retreat House to other organisations with a similar ethos to The White Eagle Lodge to increase revenue for the furtherance of the work. It will also provide the members who use the house with a much more up to date venue more in keeping with the 21st century.

The Temple has suffered from severe water ingress due to faults in the original design. Expert advice was sought from property professionals on different options available to address these faults and the resultant damage. Refurbishment or rebuild options were explored and after considerable discussion with key members of the organisation it was decided the best solution would be to rebuild it. This project should commence in 2017.

In 2016 a sum of £3 million has been designated from permanent endowment funds for both projects.

Purposes of the charity & main activities undertaken in relation to the purposes

- i. A principal method by which The White Eagle Lodge achieves its objectives is through the publication and distribution of books, eBooks, and compact discs of The White Eagle Teachings.
- ii. Residential retreats at New Lands
- iii. Retreat days in the regions
- iv. Services in the Temple, in London and the Regions
- v. Provision of healing; Absent or Distant and Contact Healing
- vi. Children and Families' services and activities including a residential summer camp in the summer
- vii. Interaction with the general public and Members via its recently updated website

Activities, projects or services identified

- i. Regular services in the Temple
- ii. Weekly Contact and Distant Healing services
- iii. Residential retreats of a spiritual nature are held at the Retreat Centre in Liss. It is also used for Astrology workshops & conferences, Regional Centre Leaders' conferences, Overseas Leaders' conferences, family weekends and camps, residential volunteering activities which include gardening, bulk mailing and children and families' activities. In addition training sessions for Contact Healing, Facilitators' Workshops, and Safeguarding Days also take place here. These activities give a varied range of people the opportunity to experience at first hand the White Eagle work. It is also used three times annually to hold Trustees meetings which last 2-3 days.

As many as 400 people may stay at New Lands during the year. A series of Open Days was held at our Liss Headquarters during the summer of 2015, including a Temple Anniversary Festival Day, an Earth Healing Day, a Summer Solstice, A Midsummer Mystery evening, and a Peace Day. Together these attracted over 150 visitors. Our Families & Young People section is thriving & a wide range of regular activities are enjoyed by families with children of all ages. A Family Camp is held each year, over 80 children and adults attended the summer camp and this was enjoyed by all who attended.

iv. Several Retreats and courses were held in our London and Regional Centres, but these were held on a daily attendee basis without the provision of accommodation; approximately 70 regional retreat days, courses, lectures and social events were held by volunteers exploring a range of themes.

vi. Contact Healing Training

vii. Lone Healing

viii. Earth Healing

ix. Animal healing

x. Through activities of the Wisdom School which was established in June 2008.

It comprises faculties of Healing, Astrology, Meditation, Creative Arts & Spiritual Science. The faculties of Healing & Astrology were already well established as part of The White Eagle work.

All the activities are spiritual ones within The White Eagle Teachings.

All faculties of the Wisdom School are seen as expressions of The White Eagle Teaching, bringing the opportunity for making the Charity's services and resources more widely available as well as providing increased depth and understanding of its teaching.

The White Eagle Lodge

Report of the Trustees **for the Year Ended 31 March 2016**

OBJECTIVES AND ACTIVITIES

Significant activities undertaken during the course of the year

Information about Healing

Absent or Distant Healing

Absent or Distant Healing takes place regularly on a weekly basis throughout the country.

There are 64 Absent Healing groups, each comprising up to 6 sitters, and 455 lone absent healers (representing just under 23% of the charity's UK membership) which helped 1906 patients during the year ended 31st March 2016. In addition 301 members sat as absent healers for animals in need. Regular support is also given to White Eagle sister centres in other countries to assist them in this area of their work.

The Earth Healing service, implemented in 2009, now has 413 healers participating in this service worldwide. Support and training in all branches of the absent (distant) healing work is provided in written form. Our Crystal Earth service is supported by 211 members.

All healing offered by The White Eagle Lodge and dispensed by its members is regarded as a contribution to the benefit of the public and is given 'free of charge.'

Contact Healing

Contact Healing is offered throughout the UK at the Temple in Hampshire, the London Lodge and 7 other Daughter Lodges or Regional Centres across the country, as well as 11 overseas centres around the world. Each country has a copy of the Reference & Training Manual and both formal & informal training and support is offered. There are 185 registered Contact Healers in the UK offering this service on a voluntary basis.

Contact Healers' Training

The White Eagle Lodge offers five courses, comprising a total of eleven days training with an average of 77 hours of formal training to enable students to offer one-to-one treatments of contact healing to members of the public. Each student is under supervision and informal training of at least a minimum of 100 hours until they are ready for Registration status.

One senior member of staff and one volunteer are part of the Policy Making Body of UK Healers which sets National Training Standards, a Code of Conduct and Disciplinary and Grievance procedures for the practice of healing. UK Healers is the Verifying Body and the Governing Body responsible for any disciplinary and grievance procedures is the Trustee Body of the White Eagle Lodge. The White Eagle Lodge is also a member of the Confederation of Healing Organisations.

A comprehensive Training Manual of Absent and Contact Healing is provided to all practising contact healers; the manual and the charity's training programme has been accredited by the verifying body of UK Healers. A regular bi-annual course of training and support for Regional Supervisors and Assessors is set up to strengthen the charity's training facility and to support healers and prepare them for assessment towards registration.

The White Eagle Lodge

Report of the Trustees **for the Year Ended 31 March 2016**

OBJECTIVES AND ACTIVITIES

Public benefit

The Trustees are satisfied that the charity's aims, current objectives and activities offer significant public benefit within the definitions and requirements of the Charity Commission's guidance.

Over the last 12 months the charity's charitable purposes for public benefit have been pursued through the following activities:

- Providing sacred places of worship, meeting and mental refreshment;
- holding services for public worship and for spiritual blessing and healing, open to the whole community; including ceremonies for baptism, marriage and funerals;
- providing pastoral support and comfort to the bereaved;
- offering opportunities to give and receive spiritual healing;
- contributing to the good mental health of participants through the teaching of meditation which also aids physical wellbeing and composure in the face of ill health;
- providing training to those who will provide pastoral support, comfort, and the service of spiritual blessing and healing;
- teaching respect for the environment, both for itself and for the resulting human benefits;
- publishing books and leaflets promoting or directly related to The White Eagle Teachings;
- contributing to the spiritual and moral education of children through children's activities, services and publications;
- offering retreats, courses and training in subjects directly related to The White Eagle Teachings, including meditation, contact healing, the creative arts, spiritual science and ancient wisdom (such activities may be held where appropriate under the name The White Eagle Wisdom School).

No detriment or harm is envisaged in relation to the organisation's purpose.

No personal benefits are envisaged in respect of the organisation carrying out its purpose, as the benefits are of a spiritual and religious nature.

Social investments

The Charity endeavours to adopt a Socially Responsible Investment approach to be reflected in the underlying investment portfolio. Whilst this should follow a pragmatic or best of sector approach the Charity chooses to exclude investment in companies with a significant or direct involvement in these areas:

- tobacco,
- meat production,
- arms manufacture,
- production of pornography, and
- companies that use animals for the testing, discovery or the manufacture of healthcare or other products.

Whilst the Charity recognises the needs of a modern economy and the requirement for basic commodities such as iron and oil, they wish to support only those companies considered to be the best in these sectors with regard to the environmental impact of their activities.

However the Charity seeks to support activities that encourage employment, recycling & sustainable waste management, renewable energy & green technology, safety and protection, training and educational activities and the applications of sustainable practices.

Grantmaking

The White Eagle Lodge made no grants during the financial year.

The White Eagle Lodge

Report of the Trustees **for the Year Ended 31 March 2016**

OBJECTIVES AND ACTIVITIES

Volunteers

The contribution of volunteers is very great throughout our organisation. All healers, Absent, Contact, Lone & Earth healers are committed member-volunteers. Volunteers also provide their services to help with significant mailings twice or more times during the year under the direction of a senior member of staff. This might take several days. The services and activities for the Children & Families group are run by volunteers under the supervision of a senior member of staff.

Accommodation and food are provided in the Retreat House in return for their services which are greatly valued. In addition to this, volunteers, either local or from other parts of the country form a Garden Gang which undertakes many aspects of gardening activities on the estate under the guidance and supervision of the Estate Manager. The Trustees and staff are very grateful to our volunteers who give up so much of their time for the benefit of the work of The White Eagle Lodge.

FINANCIAL REVIEW

Financial position

The Charity is in a very strong financial position at the end of the financial year. Total funds are £19,476,743 which consists of £11,774,506 investment funds, £4,948,021 tangible assets, £2,789,407 in current assets and £35,191 of creditors due in one year.

Of the total funds of £19,476,743, £16,966,694 is held by the endowment fund and £682,803 by restricted funds.

Principal funding sources

The principal funding sources are donations and legacies of £309,732, activities such as retreats and fundraising £52,753, Membership, Astrology & Publishing Trust of £113,539, investment income £356,586 and other income £89,947.

These sources of income support the key objectives of the Charity by funding the publication and distribution of books, eBooks and compact discs of The White Eagle teachings through the Publishing Trust. Also to provide residential retreats at New Lands, retreat days in the regions, services in the Temple, London and the regions, absent and distant healing and children's and families activities.

Fundraising activities

The charity's direct expenditure on fundraising activities remains small. However the core of its Fundraising and Supporter Care Strategy is the systematic expansion of its database of supporters and contacts on an annual basis. All significant projects in this area have been funded by generous support by a grant making Trust, avoiding expenditure of charitable funds. The charity's UK database has grown from 7,000 to approximately 20,000 since April 2006. The 5 year strategic plan set a target of 16,000 by the end of 2012 which has now been exceeded. The database has been updated by clearing out inactive contacts.

In March 2016 the Trustees met with a professional charity fundraiser, who donated his time and expertise, to help formulate a long-term fundraising plan for the charity.

Reserves policy

The Trustees regularly review the reserves needs of the Charity. This review encompasses the nature of the income and expenditure streams, the need to match variable income (particularly from legacies) with fixed commitments and the purpose of holding reserves.

The Trustees believe it is prudent for the charity to seek to build minimum general reserves equivalent to 6 months core expenditure £295,000 (2016/17). This 'General Reserve' will provide flexibility in fulfilling the aims of the organisation and a buffer to maintain uninterrupted services

The sale proceeds of the London property, in September 2014, are classified as permanent endowment and cannot be deemed "reserves"; nor are they available for general purposes.

The majority of the proceeds have been invested to provide a regular, annual income towards budgeted expenditure.

The White Eagle Lodge

Report of the Trustees **for the Year Ended 31 March 2016**

FUTURE PLANS

Short-term and longer-term aims and objectives

The charity's strategic plan includes the following aims:

- i. Further growth and establishment of the Wisdom School
- ii. Wider availability of the charity's services of spiritual healing, training in meditation and spiritual support generally
- iii. A range of new publications including audio material, either consisting of, or directly relating to the White Eagle teaching.
- iv. Enhancement of grounds and major repairs and refurbishment of the Temple and New Lands House at the main centre at Liss
- v. Supporting the growth of the White Eagle work in other countries
- vi. Development of on-line facilities
- vii. Further expansion in the charity's supporter base.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The governing document is the Articles of Association of the White Eagle Lodge.

Recruitment and appointment of new trustees

The trustee board at present is constituted of 6 people who have dedicated many years of service to the work of The White Eagle Lodge. Each one has been invited to join the board and has the approval of the Lodge Mother. A skills audit is conducted to determine if there are any gaps which need to be filled. A nationwide review of its members is undertaken if further recruitment is necessary.

Organisational structure

Delegation and management

The trustees delegate day to day management of the organisation to Jenny Dent, known as the Lodge Mother, the spiritual leader, and to the co leaders of administration, Peter Gallagher & Astra Ferro who lead a team of 3 managers and 8 assistants. The Lodge Mother is supported by four other ordained ministers in the ministry of the spiritual work. Two of the ministers are also managers.

Managers and Ministers present their plans to the Trustees regularly through reports or in person at their meetings which take place three times a year, in March, July & November. These include activities to make the charity's services, including healing and meditation, retreats and courses more widely accessible and available in the community.

Important decisions which managers and ministers wish to be considered are brought to the Trustees for their consideration/decisions at their regular meetings or in between meetings if necessary by written or verbal communication. These decisions are conveyed/explained either verbally to the Lodge Mother & the co leaders of administration when possible immediately after the Trustees' meeting or by email to the trustees' secretary who disseminates them to the Lodge Mother, managers & ministers where appropriate.

Key management remuneration

There is a pay structure in place which takes account of three grades:

- i. Managerial
- ii Administration & Secretarial
- iii. Estate & Household.

Each of these grades takes account of skills, responsibility and performance.

Local benchmarks are used with reference to setting the scales of pay.

The White Eagle Lodge

Report of the Trustees **for the Year Ended 31 March 2016**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The Trustees and senior management of the White Eagle Lodge believe that sound risk management is integral to both good management and good governance practice. The Trustees are responsible for the overseeing of the risks faced by the organisation. Detailed considerations of risk are delegated to the Senior Management Team.

Risk management forms an integral part of the charity's decision-making and is incorporated within strategic and operational planning. Risk assessment is conducted as appropriate and specifically on all new activities and projects to ensure they are in line with the charity's objectives and mission. Any risks or opportunities arising are identified, assessed and reported at an appropriate level; and appropriate control measures are put in place to mitigate the risks. All staff are informed of their role and responsibilities in managing risk across the organisation.

A formal review of the charity's risk management processes and risk register is undertaken by the Trustees on an annual basis. Risk is managed under the headings of premises; personnel; governance; financial; organisational and external.

Through the risk management processes established for the organisation, the Trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

Financial risks are limited by adherence to the Lodge's comprehensive policy of internal controls, and annual audit by a firm of Chartered Accountants with experience in the Charity sector.

The organisation has developed Duty of Care policies and procedures in relation to the safeguarding of vulnerable members of the public/beneficiaries through a Safeguarding Policy. These have been shared with key workers, and volunteers, and form the basis of an annual training event for those involved in the work with Children & Families.

The Trustees and managers endeavour to maintain an awareness of new and revised legislation and regulations in the relevant areas. The Trustees continue to ensure that insurance policies are in place to protect the organisation from potential claims and losses.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
08645252 (England and Wales)

Registered Charity number
1156336

Registered office
Newlands
Brewells Lane
Liss
Hampshire
GU33 7HY

The White Eagle Lodge

Report of the Trustees **for the Year Ended 31 March 2016**

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees

Jennifer Ann Fulton	Retired Head Teacher - Chair	
Judith Bowden	Retired NHS Practice Nurse	
Paul Brenig-Jones	Retired Charity Manager	
Jason Wilson	Garden Designer	
Carole Sommer	Retired Teacher	- resigned 28.1.16
Linda Cohen	Attorney (USA)	
June Golton	Retired Personnel & Training Office	

All of the trustees are volunteers who receive no remuneration for their services. Travelling expenses are refunded by the charity.

One trustees provides Astrology workshops and tuition on a paid hourly basis agreed by the other trustees.

Auditors

Hughes Waddell
Chartered Accountants and Statutory Auditors
The White House
2 Meadow
Godalming
Surrey
GU7 3HN

Solicitors

A J Lutley
Springfield
Rookery Hill
Ashtead
KT21 1HY

Bankers

Royal Bank of Scotland Plc
Drummonds Branch
49 Charing Cross
London
SW1A 2DX

Investment Managers

Sarasin & Partners LLP
Juxon House
100 St. Paul's Churchyard
London
EC4M 8BU

Independent Financial Advisors

Holden & Partners
The Piano Works
117 Farringdon Road
London
EC1R 3BX

COMMENCEMENT OF ACTIVITIES

The charitable company was incorporated on 9 August 2013 but remained dormant until 1 April 2015 when the activities of The White Eagle Lodge, an unincorporated charity, were transferred over.

The White Eagle Lodge

Report of the Trustees **for the Year Ended 31 March 2016**

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of The White Eagle Lodge 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 United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of 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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

In so far as the trustees 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.

AUDITORS

The auditors, Hughes Waddell, will be proposed for re-appointment at the forthcoming Trustees meeting.

Approved by order of the board of trustees on31/10/2016..... and signed on its behalf by:



.....
Jennifer Ann Fulton - Trustee

**Report of the Independent Auditors to the Members of
The White Eagle Lodge**

We have audited the financial statements of The White Eagle Lodge for the year ended 31 March 2016 on pages thirteen to twenty six. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page ten, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2016 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 Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of
The White Eagle Lodge**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

AJ Daniels

Alison Daniels FCA (Senior Statutory Auditor)
for and on behalf of Hughes Waddell
Chartered Accountants and Statutory Auditors
The White House
2 Meadow
Godalming
Surrey
GU7 3HN

Date: 18-11-16

The White Eagle Lodge

Statement of Financial Activities
for the Year Ended 31 March 2016

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	232,949	76,783	-	309,732
Charitable activities	4				
White Eagle teachings and spiritual work		166,280	12	-	166,292
Investment income	3	356,586	-	-	356,586
Other income		89,947	-	-	89,947
Total		845,762	76,795	-	922,557
EXPENDITURE ON					
Raising funds					
Investment management costs	5	93,517	-	-	93,517
		93,517	-	-	93,517
Charitable activities	6				
White Eagle teachings and spiritual work		814,019	4,528	-	818,547
Total		907,536	4,528	-	912,064
Net gains/(losses) on investments		(1,696)	-	(256,347)	(258,043)
NET INCOME/(EXPENDITURE)		(63,470)	72,267	(256,347)	(247,550)
Other recognised gains/(losses)					
Gains/(losses) on revaluation of fixed assets		241,502	167,592	3,415,942	3,825,036
Net movement in funds		178,032	239,859	3,159,595	3,577,486
RECONCILIATION OF FUNDS					
Total funds brought forward		1,649,214	442,944	13,807,099	15,899,257
TOTAL FUNDS CARRIED FORWARD		1,827,246	682,803	16,966,694	19,476,743

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

The White Eagle Lodge

Balance Sheet
At 31 March 2016

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
FIXED ASSETS					
Tangible assets	11	282,836	310,185	4,355,000	4,948,021
Investments	12	28,020	-	11,746,486	11,774,506
		<u>310,856</u>	<u>310,185</u>	<u>16,101,486</u>	<u>16,722,527</u>
CURRENT ASSETS					
Stocks	13	55,746	-	-	55,746
Debtors	14	114,574	-	-	114,574
Cash at bank and in hand		1,381,261	372,618	865,208	2,619,087
		<u>1,551,581</u>	<u>372,618</u>	<u>865,208</u>	<u>2,789,407</u>
CREDITORS					
Amounts falling due within one year	15	(35,191)	-	-	(35,191)
NET CURRENT ASSETS		<u>1,516,390</u>	<u>372,618</u>	<u>865,208</u>	<u>2,754,216</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,827,246</u>	<u>682,803</u>	<u>16,966,694</u>	<u>19,476,743</u>
NET ASSETS		<u><u>1,827,246</u></u>	<u><u>682,803</u></u>	<u><u>16,966,694</u></u>	<u><u>19,476,743</u></u>
FUNDS	16				
Unrestricted funds:					
General fund					1,563,991
General fund property revaluation reserve					263,255
					<u>1,827,246</u>
Restricted funds:					
Alina					386,497
Alina property revaluation reserve					167,592
Skylark					2,817
Ylana Fund					8,099
Global Website Grant					725
Publishing Trust Grant					2,123
External repair grants					114,950
					<u>682,803</u>
Endowment funds:					
Permanent endowment funds					13,550,752
Permanent endowment property revaluation reserve					3,415,942
					<u>16,966,694</u>
TOTAL FUNDS					<u><u>19,476,743</u></u>

The notes form part of these financial statements

The White Eagle Lodge

Balance Sheet - continued

At 31 March 2016

The financial statements were approved by the Board of Trustees on31/10/2016..... and were signed on its behalf by:

J. A. Fulton.
Jennifer Ann Fulton -Trustee

The White Eagle Lodge

Cash Flow Statement
for the Year Ended 31 March 2016

	Notes	£
Cash flows from operating activities:		
Cash generated from operations	1	(295,381)
Cash transferred from previous charity		4,209,065
Debtors and stock from previous charity		118,383
Creditors from previous charity		(38,276)
		<hr/>
Net cash provided by (used in) operating activities		3,993,791
		<hr/>
Cash flows from investing activities:		
Purchase of tangible fixed assets		(16,192)
Purchase of fixed asset investments		(5,278,519)
Sale of fixed asset investments		3,731,109
Change in market value of investments		161,729
Interest received		27,169
		<hr/>
Net cash provided by (used in) investing activities		(1,374,704)
		<hr/>
Change in cash and cash equivalents in the reporting period		2,619,087
Cash and cash equivalents at the beginning of the reporting period		-
		<hr/>
Cash and cash equivalents at the end of the reporting period		2,619,087
		<hr/> <hr/>

The notes form part of these financial statements

The White Eagle Lodge

Notes to the Cash Flow Statement
for the Year Ended 31 March 2016

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(247,550)
Adjustments for:	
Depreciation charges	18,154
Losses on investments	96,313
Interest received	(27,169)
Increase in stocks	(55,746)
Increase in debtors	(114,574)
Increase in creditors	35,191
	<hr/>
Net cash provided by (used in) operating activities	(295,381)
	<hr/>

The White Eagle Lodge

Notes to the Financial Statements **for the Year Ended 31 March 2016**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of freehold property and investments which are included at market value.

The White Eagle Lodge is a company limited by guarantee and registered in England and Wales. The registered address is Newlands, Brewells Lane, Liss, Hampshire GU33 7HY.

The White Eagle Lodge meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

The accounts have been prepared on a going concern basis.

Income

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.

For legacies, entitlement is taken as the earlier of the date on which either: 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. 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.

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.

Expenditure and irrecoverable vat

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 Charitable Activities Costs that include the costs of providing The White Eagle Teachings and other activities undertaken to further the purposes of the charity and their associated support costs.

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

Allocation and apportionment of costs

All costs are allocated to the various expense categories on a direct basis.

The White Eagle Lodge

Notes to the Financial Statements - continued **for the Year Ended 31 March 2016**

1. ACCOUNTING POLICIES - continued

Tangible assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property and improvements	- not provided
Plant and machinery	- 20% on cost
Fixtures and fittings	- 20% on cost
Computer equipment	- 33% on cost

Freehold property is shown at market value and independent valuations were obtained in 2016.

Fixed asset investments are shown at market value. Any gains or losses in the year are presented in the Statement of Financial Activities.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only 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.

Permanent endowment is money or property that was originally meant to be held by the charity forever.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

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

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.

The White Eagle Lodge

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

2. DONATIONS AND LEGACIES

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
Legacies	108,261	-	-	108,261
Grants	5,000	76,000	-	81,000
Healing gifts	20,992	-	-	20,992
General gifts	67,613	-	-	67,613
Collections	15,397	-	-	15,397
Africa appeal	141	-	-	141
Chapel appeal	348	-	-	348
Ylana fund	-	50	-	50
Gift aid reclaimed	15,197	733	-	15,930
	<u>232,949</u>	<u>76,783</u>	<u>-</u>	<u>309,732</u>

3. INVESTMENT INCOME

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
Dividends received	329,417	-	-	329,417
Deposit account interest	27,169	-	-	27,169
	<u>356,586</u>	<u>-</u>	<u>-</u>	<u>356,586</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	Activity	£
Membership	White Eagle teachings and spiritual work	61,670
Astrology	White Eagle teachings and spiritual work	5,390
The White Eagle Lodge		
Publishing Trust sales	White Eagle teachings and spiritual work	45,915
Fundraising events	White Eagle teachings and spiritual work	14,855
Student fees	White Eagle teachings and spiritual work	37,898
Royalties	White Eagle teachings and spiritual work	451
Star Reflection sales	White Eagle teachings and spiritual work	113
		<u>166,292</u>

5. INVESTMENT MANAGEMENT COSTS

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
Portfolio management	93,517	-	-	93,517
	<u>93,517</u>	<u>-</u>	<u>-</u>	<u>93,517</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct costs £	Support costs (See note 7) £	Totals £
White Eagle teachings and spiritual work	804,289	14,258	818,547
	<u>804,289</u>	<u>14,258</u>	<u>818,547</u>

The White Eagle Lodge

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

7. SUPPORT COSTS

	Governance costs
	£
White Eagle teachings and spiritual work	14,258
	<u><u> </u></u>

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	£
Auditors' remuneration	6,600
Auditors' remuneration for non audit work	960
Depreciation - owned assets	18,153
	<u><u> </u></u>

9. TRUSTEES' REMUNERATION AND BENEFITS

P Brenig-Jones received £886 for astrology course tutoring during the year.

Trustees' expenses

During the year trustees claimed travel expenses of £5,016.

10. STAFF COSTS

	£
Wages and salaries	290,879
Social security costs	17,791
	<u><u> </u></u>
	308,670
	<u><u> </u></u>

The average monthly number of employees during the year was as follows:

Administrative, finance and spiritual	17
	<u><u> </u></u>

No employees received emoluments in excess of £60,000.

Staff members have mixed roles with the charity.

The White Eagle Lodge

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

11. TANGIBLE FIXED ASSETS

	Freehold property and improvements £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST OR VALUATION					
Additions	12,731	2,171	-	1,290	16,192
Revaluations	3,825,036	-	-	-	3,825,036
Introduced from previous charity	1,092,233	3,000	67,605	9,504	1,172,342
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2016	4,930,000	5,171	67,605	10,794	5,013,570
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
DEPRECIATION					
Charge for year	-	1,034	13,521	3,598	18,153
Introduced from previous charity	-	660	43,570	3,166	47,396
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2016	-	1,694	57,091	6,764	65,549
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
NET BOOK VALUE					
At 31 March 2016	4,930,000	3,477	10,514	4,030	4,948,021
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

The freehold property is split between cost and revaluation as follows:

	£
Cost	1,104,964
Revaluation	3,825,036
	<hr/>
Total	4,930,000
	<hr/>

12. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
Additions	5,278,519
Disposals	(3,827,422)
Revaluations	(161,730)
Introduced at market value from previous charity	10,485,139
	<hr/>
At 31 March 2016	11,774,506
	<hr/>
NET BOOK VALUE	
At 31 March 2016	11,774,506
	<hr/>

As at 31 March 2016 investments were made in the following geographical locations:

The White Eagle Lodge

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

12. FIXED ASSET INVESTMENTS - continued

	Listed Investments £	UK	Outside of UK
The White Eagle Lodge - Endowment funds	11,746,486	32.4%	67.6%
The White Eagle Lodge - South West Region	28,020	46.8%	53.2%
	<u>11,774,506</u>		

13. STOCKS

	£
Stocks	<u>55,746</u>

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Trade debtors	24,996
Other debtors	72,404
Prepayments	17,174
	<u>114,574</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Trade creditors	1,120
Other creditors	24,129
Accrued expenses	9,942
	<u>35,191</u>

The White Eagle Lodge

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

16. MOVEMENT IN FUNDS

	At 1.4.15 £	Net movement in funds £	At 31.3.16 £
Unrestricted funds			
General fund	1,649,214	(85,223)	1,563,991
General fund property revaluation reserve	-	263,255	263,255
	<hr/> 1,649,214	<hr/> 178,032	<hr/> 1,827,246
Restricted funds			
Alina	386,497	-	386,497
Alina property revaluation reserve	-	167,592	167,592
Skylark	2,805	12	2,817
Ylana Fund	7,316	783	8,099
Global Website Grant	2,707	(1,982)	725
Publishing Trust Grant	2,123	-	2,123
External repair grants	41,496	73,454	114,950
	<hr/> 442,944	<hr/> 239,859	<hr/> 682,803
Endowment funds			
Permanent endowment funds	13,807,099	(256,347)	13,550,752
Permanant endowment property revaluation reserve	-	3,415,942	3,415,942
	<hr/> 13,807,099	<hr/> 3,159,595	<hr/> 16,966,694
TOTAL FUNDS	<hr/> <hr/> 15,899,257	<hr/> <hr/> 3,577,486	<hr/> <hr/> 19,476,743

The White Eagle Lodge

Notes to the Financial Statements - continued for the Year Ended 31 March 2016

16. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	845,762	(907,536)	(23,449)	(85,223)
General fund property revaluation reserve	-	-	263,255	263,255
	<u>845,762</u>	<u>(907,536)</u>	<u>239,806</u>	<u>178,032</u>
Restricted funds				
Skylark	12	-	-	12
Ylana Fund	783	-	-	783
External repair grants	76,000	(2,546)	-	73,454
Global Website Grant	-	(1,982)	-	(1,982)
Alina property revaluation reserve	-	-	167,592	167,592
	<u>76,795</u>	<u>(4,528)</u>	<u>167,592</u>	<u>239,859</u>
Endowment funds				
Permanent endowment funds	-	-	(256,347)	(256,347)
Permanent endowment property revaluation reserve	-	-	3,415,942	3,415,942
	<u>-</u>	<u>-</u>	<u>3,159,595</u>	<u>3,159,595</u>
TOTAL FUNDS	<u><u>922,557</u></u>	<u><u>(912,064)</u></u>	<u><u>3,566,993</u></u>	<u><u>3,577,486</u></u>

17. RELATED PARTY DISCLOSURES

On 1 April 2015 the net assets of The White Eagle Lodge (charity number 227654) were formally transferred to the company. The transfer had the full approval of the Charity Commission and the value of net assets transferred was £15,899,257. A number of individuals were trustees of both charities.

18. ULTIMATE CONTROLLING PARTY

The company is limited by guarantee and there is no ultimate controlling party.

19. RESTRICTED FUNDS

The Skylark Fund is used to distribute White Eagle teachings to the blind and partially sighted.

The Alina Fund was established in 1997 for the development of the work in Brighton.

Global Website grant is restricted to expanding the use of the Global Website.

External repair grants are restricted to repairs to the Temple and Lodge buildings.

The Ylana fund was set up in 2012 to support Brotherhood and Wisdom School work worldwide.

20. PERMANENT ENDOWMENT FUNDS

Permanent endowment funds include the property at Newlands and Poole and cash and investments held following the sale of a property in London.

The White Eagle Lodge

Notes to the Financial Statements - continued **for the Year Ended 31 March 2016**

21. CONNECTED CHARITIES AND ENTITIES

The work of the Lodge in USA, Australia and Germany is carried out by non-profit making organisations established under the laws of these countries.

USA: Church of The White Eagle Lodge, 2615 st.Beulah Chapel Lane, Montgomery, Texas 77356

Australia: The White Eagle Lodge Pty Limited, P.O. Box 225, Maleny, Queensland 4552.

Germany: The White Eagle Centre, Deutschland E.V., Schraystrasse 2, D-82110, Germering, Munich.

The Lodge Mother is a director of Church of The White Eagle Lodge USA and The White Eagle Lodge of Australia. All act in the same way as the Trust in teaching and distributing the White Eagle teachings. The Trust supplies all organisations with its publications as well as other literature and support.

Transactions with connected charities:

During the year The White Eagle Lodge made sales of £5,321 to the Church of The White Eagle Lodge, Texas.

At the balance sheet date there was a balance of £240 due to the Church of The White Eagle Lodge, Texas.

During the year The White Eagle Lodge made sales of £21,166 to The White Eagle Lodge of Australia.

At the balance sheet date there was a balance of £6,974 due from The White Eagle Lodge of Australia.

During the year The White Eagle Lodge made sales of £75 to The White Eagle Centre, Deutschland.

At the balance sheet date there was a balance of £12 due from The White Eagle Centre, Deutschland.

Other connected companies:

The trustees are also directors of The White Eagle Lodge Newlands Limited.