

CATHOLIC TRUST FOR ENGLAND AND WALES

**(Registered Charity No: 1097482)
(Company Registration No: 04734592)**

TRUSTEES' REPORT

AND

CONSOLIDATED FINANCIAL STATEMENTS

31 December 2018

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CATHOLIC TRUST FOR ENGLAND AND WALES

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2018

The Trustees, who are directors for the purpose of company law, present their report together with the consolidated financial statements of the Catholic Trust for England and Wales (CaTEW) for the year ended 31 December 2018. The report also incorporates a Strategic Report as required under the Companies Act 2006.

This report and accounts have been prepared in accordance with the Charities Act 2011, the Companies Act 2006, the Memorandum and 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).

OBJECTIVES AND ACTIVITIES

HISTORY AND ORGANISATION

The Trust promotes the Catholic religion principally, but not exclusively, in England and Wales. CaTEW has brought together predecessor charities that existed to support the work of the Catholic Church in these countries. CaTEW is the charitable and legal entity which holds in trust, the assets and property of the Catholic Bishops' Conference of England and Wales (CBCEW) and raises funds for the CBCEW. These resources are held by CaTEW to enable the CBCEW Secretariat (and those agencies and offices managed by the Secretariat which operate under the legal governance of CaTEW) to procure those activities and programmes of work which the Bishops wish to commission or support collegially.

The Trustees have had regard to the Charity Commission's guidance on public benefit. Through the work of the departments, agencies and projects set out below, CaTEW, in line with the Church's teachings, looks to ensure the moral and spiritual well being of the individual, and to help discern the common good, being what is best for all in society.

As well as the promotion of Catholicism and the application of the Gospels teachings to the modern day world, the Trust supports people to live out their faith through guidance at a local level as well as advancement and direction of national policy. The details of individual projects which are of public benefit can be found below in this report. As well as working on behalf of existing Catholics, the Church is open to and welcomes Catholics and non-Catholics. The work of the Trust contributes to the sum of public knowledge by publishing items which encourage Catholic life and detailing the work of the Trust on its website and via its media service and resources, all of which are freely available.

OBJECTIVES AND ACTIVITIES

In order to fulfil its charitable aims and objectives, the activities of CaTEW are determined by the requirements of the Bishops' Conference of England and Wales.

The Catholic Bishops' Conference of England and Wales is a permanent body within the organisation of the Catholic Church that brings together the Bishops of England and Wales. As a Conference the Bishops "jointly exercise certain pastoral functions for the Christian faithful... in order to promote the greater good which the Church offers to humanity, especially through forms and programs of the apostolate fittingly adapted to the circumstances of time and place" (cf. *Code of Canon Law* can 447).

The departments of CaTEW implement the present broad areas of activity for the Bishops in supporting the dioceses of England and Wales and witnessing to the Gospel in the contemporary world: Catholic Education and Formation, Christian Life and Worship, Social Justice, Dialogue and Unity, Evangelisation and Catechesis and International Affairs. In addition to these discrete work streams, there are also two pan-departmental offices: The Catholic Safeguarding Advisory Service (CSAS) and the Catholic Communications Network (CCN).

CaTEW employs staff to carry out the work of the Departments, which also rely heavily on the participation of volunteers who serve as committee members and advisers.

GRANT MAKING POLICY

A significant part of the support offered by the Bishops' Conference to national initiatives is through the grants that are made by the Trust.

Many of the bodies receiving grants from CaTEW have been established or promoted by the Bishops' Conference and are charitable Trusts. The subscriptions to the Ecumenical Instruments are transferred to Churches Together in Britain and Ireland, a charitable Trust established as part of the ecumenical relations between the Churches in these countries.

STRATEGIC REPORT

ACHIEVEMENTS AND PERFORMANCE

Catholic Education and Formation

In line with the CES Strategic Plan, the CES represented the Bishops' education policy to the Government and continued to provide legal and public affairs support to the dioceses across England and Wales to support and safeguard Catholic schools, colleges and universities.

Representing the Bishops

The CES secured several important national safeguards for Catholic education in 2018:

- Announcement of new route for the opening of VA schools. This is the first time since 2010 that the Catholic sector has been supported to open new schools.
- Government cited the CES Model RSE Curriculums as examples of RSE best practice in their new statutory guidance. This highlights the Catholic approach as compatible with the Government reforms and therefore safeguards it for the future.
- We received agreement from the Government on the pooling of capital funding for VA schools at a diocesan level, rather than at an individual local authority level. This will mean direct allocations of funds to dioceses for capital works to Catholic maintained schools enabling dioceses to maintain their school buildings strategically.
- The Welsh Government agreed in principle that a statement can be made by the Welsh Government to protect the needs of the Catholic sector in relation to Religious and Moral education, including the legislative and canonical requirements of Catholic school inspection.
- The Government has agreed to remove the value of Church-owned land and buildings in the academy sector previously held on the Government balance sheet in their consolidated accounts. This amounted to £8.4 billion.

Supporting our Dioceses

As part of its leadership and formation work (*Formatio*), the CES hosted its first Formation National Conference in March 2018 and has developed a course for Catholic executive school leaders which had 49 people enrolled in Autumn 2018. Development Officers have been appointed to the North West and North East Region Hubs to support dioceses in their leadership and formation work.

In 2018 the CES reviewed all its model employment contracts, employment policies and associated documentation. The CES has also provided advice and guidance to dioceses on GDPR, the academy conversion process, asbestos management, employment and equality law.

Religious Education

Following positive dialogue between the CES and the Government, the Secretary of State for Education rebutted the Commission on RE's recommendations to introduce a statutory national entitlement. We have seen the first cohort of pupils completed the new academically rigorous Catholic Religious Studies GCSE and are working to introduce a national inspection framework for diocesan inspections, to increase rigour and accountability.

Promoting Catholic Education

The CES continues to promote Catholic education to influence national debates. We have contributed to numerous enquiries and research reports. We have regular meetings with Ministers, Shadow Ministers, Political advisers and party-political think-tanks to influence party political policies on education. We ran a successful event at the Conservative party conference to raise the profile of Catholic education and have issued personalised constituency briefings to all MPs and Assembly Members highlighting the importance of the Catholic sector in their own constituency.

The CES Census had a 100% return rate for the fifth consecutive year. The accurate data enables us to demonstrate to Government and other bodies the diversity and inclusivity of Catholic schools.

The CES continued to promote Catholic education through its reactive and proactive media strategy. Catholic articles were placed in all national papers promoting our positions on Religious Education, admissions, diversity, academic success and academy conversions.

Support for Catholic schools

The CES continue to support Catholic independent schools through its relationship with Catholic Independent Schools Conference (CISC) and Catholic sixth form colleges through ACVIC (Association of Catholic Sixth Form Colleges). The CES supports Catholic special schools through a working group to identify further ways to support and enhance their work in our sector. We continue to support Religious Orders through our Religious Order Working Group which seeks to address the challenges faced by Religious Orders in the running of their schools.

Accountable to the Bishops

CES also worked with the international bodies CEEC, OIEC and JCCE to monitor developments likely to affect Catholic education across Europe and more widely. CES took an active part in the Cathedrals Group of Church universities and university colleges.

CES shares the same Trustees as the Bishops' Conference (CaTEW). The CES remains an unincorporated association, which, for historical reasons, has juridical personality in canon law, operating under CaTEW with its own Statutes, determined by the Bishops' Conference. The CES remains accountable to the Bishops' Conference through its Episcopal Chairman.

National Office for Vocation (NOV)

NOV works in collaboration with local and national agencies to support the promotion of 'vocation' within the Catholic community. This includes the calling to married life, to single life, to the diaconate as well as priesthood and consecrated life.

NOV launched the National Vocations Framework approved in Autumn 2015 for implementation 2016 to 2019 and has continued to work according to this framework throughout 2018.

In 2018 NOV launched its animation programme for Catholic parishes in England & Wales and ran its first full training course for parishes near Weybridge, in Surrey. Training courses are organised and run by NOV, and support given through the website, which contains instructional resources and practical supports. This opportunity is open to any Catholic parish in England & Wales.

We continued to provide training courses for priests, religious and lay people in vocational guidance, so that people of all ages may access personalised, faith-based support all over the country free of charge. NOV staff are always available to give advice in matters regarding vocations promotion and collaborate often with various institutes in bringing together multiple cultures within the church.

Catholic Education and Formation (continued)

National Office for Vocation (NOV) (continued)

The National Office for Vocation also participated in the National Eucharistic Congress in Liverpool in 2018, and organised three events aimed at supporting the public in discerning their vocation, promoting the universal call to holiness, supporting parishes, teachers and institutes in affirming the divine call to service of the human family. Having three events enabled us to interact with different audiences, young and old, as well as one event which could be accessed free of charge.

As well as benefiting the Church itself, priests and religious, NOV offers advisory service to many people who are not members of the Church, and furnishes news and media companies with information and assistance about the priesthood and religious life in England & Wales.

Christian Life and Worship

At a Department level work continues on the review of liturgical translations prepared for the Bishops' Conference by ICEL. These have included various sections of the Liturgy of the Hours and Rites of Ordination. The implications of the recent document from Pope Francis on liturgical translation, *Magnum Principium*, for both the Bishops' Conference and for the International Commission on English in the Liturgy are still being considered. The Order of the Baptism of Children and the Order of Christian Initiation of Adults are being reviewed to see what adaptations might be needed for use in England and Wales.

Department staff were heavily involved in *Adoremus, the National Eucharistic Congress and Pilgrimage* in a number of ways. They were in the preparation of the event in Liverpool in September and in its delivery. Resources were also prepared and made available through the Liturgy Office website to encourage parishes to deepen their understanding and practice.

The Liturgy Committee has reviewed the various translations and offered its comments to the Department. The Committee has a small working group looking at contemporary funeral practice. It is considering the possibility of funerals in the presence of cremated remains which is not part of current Catholic practice but would be a helpful optional pastorality. The Committee has also been working on good practice surrounding the ordination and the installation of bishops to assist dioceses.

The Historic Churches Adviser helped churches across England and Wales access funding through various funds made available including the National Churches Trust, and Lottery Funding. This is part of the Conference's commitment to maintain and support the heritage of Catholic church buildings in England and Wales which are important places for the local Church community and beyond. The directory on the Ecclesiastical Exemption has also been revised, and this has been communicated to Historic Churches Committees across the region, including the January 2019 revision of the Ecclesiastical Exemption in Wales. Work is also being done to roll out a common web portal for Historic Churches Committees (HCCs) to streamline and simplify the process of faculty applications, and funding has been gained from Historic England for training for HCCs to use this. The Patrimony Committee are holding a conference in Cardiff on 23 May 2019, which will review the work of Taking Stock, and various developments and policy changes affecting listed churches, including new Vatican guidelines, and changes to the funding of listed places of worship in England and Wales. The Patrimony Committee and Historic Churches Adviser continue to be the point of contact of the Catholic Church in England and Wales for the Department of Culture Media and Sport, and Historic England, and are working closely with Historic England and the dioceses as regards the 'Taylor Review Pilots' – an 18 month government scheme trialing repair funds for listed church buildings considered at risk in the regions of Suffolk and Greater Manchester. Funding has also been gained from Historic England to carry out the 'Taking Stock' survey of the architectural history of all churches in England and Wales – this is now underway for East Anglia and Wales, and when finished will complete this survey, the results of which are available online at www.taking-stock.org.uk.

Christian Life and Worship (continued)

There was an annual meeting of diocesan liturgy contacts in Hothorpe Hall in February 2018. As well as bringing the contacts up to date with news about various translations, it was an opportunity to do an initial consultation on funeral practice. The next meeting is planned for May 2019.

The Spirituality Committee is developing a network of diocesan representatives as a means of communication both to and from dioceses. It is an effective way for the sharing of information and good practice across the country. The group had an interesting day looking at Spirituality in times of crisis, such as the Grenfell Tower fire. The Committee also held its annual day for practitioners in London and Salford which focused on the accompaniment of the bereaved. This year the days will look at Spirituality and Mental Health.

Social Justice

The Department for Social Justice covers areas of social and pastoral policy in England and Wales. The Department review has been completed and renewed priorities for area of work have been set, as well as the establishment of an outcome-focused vision for the Department as a whole. As part of this review, it was agreed at the November 2018 Plenary Meeting to change the name of the Department from the Department for Christian Responsibility and Citizenship to the Department for Social Justice. The agreed priority work areas are: (1) life issues, (2) marriage and family life, (3) mental health, (4) healthcare, (5) criminal justice, (6) the Faith in Politics internship, (7) gender identity, (8) domestic abuse, (9) social action, (10) Environmental Advisory Group. CSAN remains the core agency of the Department.

Life Issues

Bishop John Sherrington responded to the Home Office "Abortion Clinic Protest Review". The Department is pleased to report that the Government has since moved in favour of not imposing "buffer zones" around abortion clinics.

Day for Life

Day for Life, the day in the Church's year dedicated to celebrating the dignity of life, this year focused on human trafficking, and was celebrated on Sunday 17 June 2018. There was a second collection in parishes to support Day for Life. Proceeds of the collection will go to The Anscombe Bioethics Centre and other Church supported activities which promote and protect human life.

Marriage and Family Life (MFLO)

The MFLO have renewed efforts to support and resource parish communities in meeting, welcoming and walking with families on the journey of faith. The liturgical year began with the publication of *Counting our Blessings*, a Scripture resource for families; now used in a variety of pastoral-catechetical settings to encourage conversations about life and faith and our family experiences.

The MFLO have spearheaded a national roll-out of the CRC Departmental *Guidelines for the Preparation of Couples for Marriage*. Eight of CBCEW's *Celebrating Family* Projects, managed within the Department, are developing support for lifelong, faithful and fruitful marriage through the recruitment, training and resourcing of marriage preparation providers, mentor couples, parish welcomers, and natural family planning advisers.

The MFLO are currently engaged in ecumenical dialogue with the Church of England on '*Living in Love and Faith: Christian teaching and learning about human identity, sexuality and marriage*' and, with ecumenical counterparts in family ministry, working towards a collaboration in a certificate level family ministry course.

The Department was able to support the National Board of Catholic Women in the publication of their revised *4th Edition Guide to the Annulment Process* in January 2018. National research is also progressing on resourcing the pastoral care of Catholics who are separated, divorce, remain single or remarry.

Social Justice (continued)

The Department arranged for a group of 47 bishops and diocesan Marriage and Family Life Coordinators to participate in the World Meeting of Families from 22-26 August. Dublin also provided the setting for the launch of the Department's newest publication: *Seeking God Together Companion*.

Mental Health

Eleven projects were awarded Mental Health Grants from Day for Life funds. A launch event was held on 21 February 2018 at Amigo Hall, Southwark. It was chaired by Bishop Richard Moth. Each project described their plans for the grant and there was a small reception afterwards. A showcase conference of the small grants projects is planned for early in 2019 to highlight and share the work done.

Bishop Richard Moth has become a signatory to the Prevention Concordat for Better Mental Health Consensus Statement. On 6 June 2018 Bishop Richard Moth and Stephanie MacGillivray went to visit the Cenacolo Community in Kendal and Boarbank Hall. It was a fruitful visit to Cenacolo where they met several young men recovering from addiction with the help of prayer and work. The men live in community for a minimum of three years, after which they are encouraged to leave the community and continue rebuilding their lives. The visit to Boarbank Hall was excellent, and the Annual Mental Health Project Retreat has been booked to take place there in July 2019.

On 8 October 2018 an ecumenical round table discussion on the role of Christians in mental health care took place to share current work, perspectives, and identify areas for collaboration. It was attended by denominations including the Church of England and the Quakers, as well as officials from Public Health England, the British Association of Counselling and Psychotherapy, Faith Action, and the Association of Christian Counsellors. The Church Times wrote an article about this as a positive step towards ecumenical work in mental health.

Healthcare

The Anscombe Bioethics Centre, on behalf of Bishop Paul Mason, responded to the Government's consultation "Introducing 'opt-out' consent for organ and tissue donation in England". Bishop Paul Mason also wrote to Jackie Doyle Price MP, Parliamentary Under Secretary of State for Mental Health and Inequalities, to inform her that the Anscombe Centre were responding on his behalf. The Third Reading of the Organ Donation (Deemed Consent) Bill is due to take place on Friday 26 October. A press release has been issued in Bishop Paul Mason's name to reiterate the Church's position.

Criminal Justice

In this his first year, Fr Paul Douthwaite under the new title of National Catholic Chaplain for Prisons, continues to encompass the position of Faith Advisor to HMPPS/NOMS and membership of the Chaplaincy Council of the Prison Service.

In addition to the pastoral visits made to prisons whilst conducting interviews, fifteen further prisons have received pastoral visits. The National Catholic Chaplain for Prisons also now has a regular input at the 'World Faiths Course' on the Roman Catholic Faith.

The Annual Roman Catholic Training Conference took place in St Mary's University Twickenham from the 4th to the 6th September 2018. This year, by including 'Training' in the title and by inviting the Managing Chaplains in each establishment to offer this training to their Roman Catholic Chaplain, there was a marked increase in attendance by 30% to 96 delegates demonstrating the willingness of HMPPS to facilitate and contribute to the Continual Professional Development of Chaplains.

A major piece of work was instigated in January 2018 by the Department bringing together legislators, prison staff, legal professionals and policy makers to consider publishing a policy document from the Conference on sentencing policy. This was based on the premise that countering sentencing inflation and improving community alternatives to custody would do much to decrease and stabilise the prison population.

Social Justice (continued)

This roundtable led to the publication of a policy document called "A Journey of Hope". This project came to completion with its launch in October during Prisons Week. There was good coverage of this launch in the Times, the Telegraph and on Radio 4. The Public Affairs team will use this document to advocate for tangible reforms to the criminal justice system.

Another advocacy focus is protecting the provision of chaplaincy under government plans to devolve power to prison governors and repeal existing Prison Service Instructions. The newly appointed Prisons Minister Rory Stewart explicitly recognised the excellent work of chaplaincy teams in a letter to Bishop Richard Moth, and indicated that the government is open to introducing a new performance measure on access to chaplaincy. Following our interventions with policy makers the importance of chaplaincy has also been acknowledged by the Government a number of times in Parliament and by Lord Farmer in his recent review on strengthening prisoners' family ties.

The high profile for prison chaplaincy that has been built over the past year resulted in a meeting in July between Bishop Richard, the Chaplain General, and the Deputy Director of the Prisons Directorate. At this meeting it was agreed that we would be consulted on any replacement to the current PSI regulating the provision of chaplaincy. It was also agreed that there would be more effective recording of incidents where prisoners are unable to access chaplaincy.

At the annual conference for Catholic Prison Chaplains in September 2018 a skills audit was conducted highlighting both the areas of excellence and areas which will need development among Chaplains. The resulting report will be fed into the work being carried out with St Mary's University on providing a useful chaplaincy qualification.

Work has continued around the future status of 4,000+ EU prisoners in the UK (the majority of whom are served by Catholic chaplains). Bishops' Conference staff have been in discussions with both the Home Office and the Department for Exiting the European Union about this issue.

Faith in Politics Internship

The Faith in Politics internship scheme offers Catholic graduates the opportunity to work in Parliament with a Christian MP or in the public affairs departments of agencies of the Bishops' Conference.

The 2018-19 group of six interns began their internship on Monday 24 September 2018. They are undertaking a Postgraduate Certificate in Catholic Social Teaching at St Mary's University, Twickenham. This is the first year that the interns are living in More House, Kensington.

Gender identity

The Bishops issued a statement on gender in April 2018. Following this, Greg Pope, Stephanie MacGillivray and David Jones (Anscombe Bioethics Centre) have continued to meet with a group of transgender Catholics to discuss pastoral care. This important process of dialogue and engagement has proved fruitful in building understanding and good relationships with the group. The issue of gender identity has been mandated by the Bishops of the Department as a priority area, and so work will continue.

A response was given by Bishop John Sherrington to the Government's consultation "Reform of the Gender Recognition Act 2004". This consultation closed on Monday 22 October, and the Department will monitor the outcomes.

Domestic Abuse

CSAN funded the renewal of the National Board of Catholic Women's domestic abuse resource, which was undertaken by Marriage Care. A meeting of the Domestic Abuse Working Group, chaired by Bishop John Sherrington, was held to plan next steps.

Social Action

Caritas Social Action Network's (CSAN) role is to enable, encourage and celebrate Catholic social action in England & Wales. The agency is funded by the Bishops' Conference, fees paid by its member charities and grants from charitable trusts. It carries out three primary activities: (i) Developing the network of those active in Catholic social action; (2) Advancing education, training, formation and practice in the field; (3) Offering a coherent Catholic voice in the public arena.

Social Justice (continued)

Caritas Diocese of East Anglia has joined the Network, bringing the total of established Caritas dioceses to eleven. In addition, Caritas Diocesan Development Officers have been appointed in the Dioceses of Plymouth, Arundel & Brighton and Northampton. In Clifton an audit of social action is underway in preparation for the World Day of the Poor and in Cardiff a Caritas steering group has been established.

CSAN's work supporting Community Sponsorship of Refugees continues to thrive, with over 40 applications from Catholic communities, about 30% of the national total. The CSAN Community Sponsorship of Refugees co-ordinating group will evolve into a more formal steering group.

In September CSAN held a leadership development week in Rome for 50 leaders from the Network.

On 1st May 2018 CSAN held a successful meeting on the future of work bringing together expertise from trade unions, the Labour Party and the academic world to explore the contribution that this CST can make. The event was held in the Mechanics' Institute, where the TUC held its first meeting 150 years ago. Speakers included Dr Mary Bousted, 2017 President of the TUC, Bishop William Kenney, and Rob Ffello, former Labour Member of Parliament for Stoke South and former shadow Justice Minister.

CSAN are working on shared initial formation materials for staff and volunteers in their charities on CST and Catholic ethos and mission. This will be the first step in developing a national formation programme for current and future Catholic social action leaders, learning from the model of the National School of Formation for leaders in Catholic schools. As part of this CSAN plan to establish a Women's Leadership Roundtable, drawing on the US model.

Phil McCarthy was pleased to give a presentation on social action and the Eucharist at the Adoremus Congress.

Environmental Advisory Group

In October 2018 Edward de Quay was appointed as the Project Manager for the Environmental Advisory Group. The Environmental Advisory group's purpose is to gather information and provide a practical response to Laudato Si' which can be adopted by dioceses, parishes and schools. The group is chaired by Bishop John Arnold, Spokesperson for the Environment for the Catholic Bishops' Conference. Edward will be working to better understand what responses are already underway and where support is needed, and to promote ambition in fields such as diocesan environmental policy and divestment. He is keen to engage at a Diocesan level on these matters.

Dialogue and Unity

The Department's priorities for 2018 were as follows:

- Continuing to support the work being done at diocesan level by diocesan/county ecumenical and inter-religious co-ordinators by offering advice and resources.
- Assisting and resourcing the existing five ecumenical bilateral dialogues (with the Anglicans, Methodists, United Reformed Church, the Byzantine Orthodox and the Oriental Orthodox Church) and assisting the Working Group for the Courtyard of the Gentiles initiative (to promote dialogue with culture and especially with non-believers).
- Continuing to contribute to the work of the national ecumenical instruments (Churches Together in England, CYTUN – Wales, and Churches Together in Britain and Ireland) by assisting with the training of new diocesan/county ecumenical officers, working collaboratively with the denominational National Ecumenical Officers and being actively involved with meetings of the CTE Enabling Group and Forum (17-19 September 2018) and Churches Together in Britain and Ireland (CTBI).
- Representing the Bishops' Conference at the Church of England General Synod and at other major ecumenical events and celebrations. The major focus for 2018 was the ecumenical participation in the Adoremus National Eucharistic Pilgrimage and Congress in Liverpool on Friday 6 September 2018 and the ecumenical celebration of the canonisation of St Oscar Romero in Westminster Abbey on Saturday 17 November 2018.

The Department works closely with its sister Departments to affirm and support the pastoral and evangelistic work being carried out at diocesan level by the bishops, clergy, religious and lay people of the 26 dioceses of England and Wales. A member of both the Department of International Affairs and the Catholic Communications Network attend the biannual meeting of the Department of Dialogue and Unity. The monthly cross-departmental meetings help facilitate communication and networking between the Departments. Creating a common 'calendar' has proved to be very useful in fostering good communication between departments.

The main impact of the Department's work continues to be the building and development of relationships and trust through ecumenical and inter-religious dialogue. This networking promotes greater knowledge, understanding and respect for people of other traditions and of other faiths (or no-faith).

Evangelisation and Catechesis

The Department of Evangelisation and Catechesis exists to help the local Church bring the joy of the Gospel to England and Wales. We support the work done by national coordinators of youth ministry, rural issues and adult formation in this mission. Throughout 2018 there has been a continued focus on youth ministry in preparation for the Synod on Youth, Faith and Vocational Discernment and World Youth Day in Panama. We have also developed connections with the new movements and communities within the Catholic Church, many of which have great experience in evangelisation and catechesis.

The Home Mission Office is the public arm of the Department for Evangelisation and Catechesis. We work in collaboration with local and national groups in the fields of evangelisation and catechesis to support, inspire, and equip practicing Catholics to share the joy of living their faith with others.

Support is offered through regular regional meetings that provide an opportunity for those working in Evangelisation at a diocesan level to network, receive training and discover resources to help the work in their dioceses. A member of the Home Mission Office has visited a number of dioceses, on request, to discover how we can be of assistance with the progression of Evangelisation. The Home Mission Office also responds to enquiries about the Catholic faith via telephone and email with the intention of connecting enquirers to their local Catholic community for ongoing pastoral care.

It is our hope to inspire practicing Catholics in every aspect of the Church to contribute to the propagation and deepening of the Catholic faith through the delivery of presentations, training and interactive sessions. In 2018, a member of the Home Mission Office was invited to present at a variety of international, national and regional events such as the World Meeting of Families in Dublin, The National Conference of Deacons and the Stewards of the Gospel in the diocese of Brentwood.

Evangelisation and Catechesis (continued)

Several resources and initiatives have been established to equip Catholics to contribute to the propagation of the Catholic faith throughout England and Wales. In collaboration with the Anglican Communion, we have developed resources to encourage Catholics to pray for Evangelisation from the Ascension to Pentecost through the prayer initiative called Thy Kingdom Come. We have also produced and circulated a variety of materials for Home Mission and National Youth Sundays, that encourage the Church in England and Wales to pray, support and engage in the work of evangelisation, catechesis and youth outreach.

The Home Mission Office occasionally runs pilot projects that have the potential of meeting a stated or perceived need in Evangelisation.

- To gather those who would like to be engaged in the propagation of the faith but feel isolated or without the opportunity to do, so we hosted a video stream conference called the New Evangelisation Summit.
- To reach out to people on the peripheries of the Catholic Church during a national event called Adoremus we commissioned and organised the performance of a retelling of the prodigal son using the spoken word and gospel music called Lost and Found.

We are also in the process of implementing a strategy for communication involving websites, media, and new technologies to overcome financial and proximity barriers to reaching people interested in Evangelisation with inspiring content.

International Affairs

The Department for International Affairs is engaged in working on a wide range of issues in support of the Bishops' Conference mission and charitable objectives. The particular focus of the International Affairs Department is to act in solidarity and support of Local Churches and to give an expression of the Bishops' Conference's witness on the dignity of the person, especially in relation to human rights.

In the past year the Department has continued to develop its programme on combating human trafficking and modern slavery through the Santa Marta Group. This brings together a coalition of leaders of international law enforcement agencies with bishops to develop partnerships that focus on strategies for prevent trafficking, assist and promote pastoral care for those enslaved and help with the reintegration of victims. Led by Cardinal Nichols and Bishop Patrick Lynch, the Santa Marta Group focussed especially on its innovative projects in Nigeria, which are aimed at creating integrated awareness raising and alternative employment projects in Edo state, an area from which a considerable number of Nigerians are trafficked into to the UK. The lessons from those projects, especially on agricultural development, were shared at an All Africa conference to encourage similar projects with Santa Marta partners elsewhere in the Continent.

The Department was also much concerned with the pastoral implications of the UK's decision to leave the European Union (EU) because of the human impact of changing residence and citizenship requirement on EU citizens living in Britain. Following requests from parishes and chaplains to ethnic communities, the Department, through its Office for Migration Policy, has worked on local programmes to raise awareness about the forthcoming changes and how to access help and resources, as well as being part of the Government's review group, in which we were concerned especially with those vulnerable groups, such as the elderly or homeless, most likely to have difficulty in regularising their status.

Other areas that the Department has engaged with include its continuing advocacy on promoting fundamental human rights and especially freedom of religion and belief, as well as a separate and distinctive focus in the last year on those seeking asylum in the UK, particularly in supporting those in indefinite detention.

Catholic Safeguarding Advisory Service (CSAS)

Whereas the National Catholic Safeguarding Commission (NCSC) is responsible for setting the strategic direction of the Church's safeguarding policy, the Catholic Safeguarding Advisory Service (CSAS) is responsible for driving and supporting improvements in practice. The primary role of CSAS is one of co-ordination, advice and support to the Catholic Church in England and Wales in respect of safeguarding children, young people and, where necessary, adults.

Recommendation 16 of the Cumberlege Commission report 'Safeguarding with Confidence' (2007), sets out the responsibilities of CSAS which include:

- Provision of advice to the Church about safeguarding issues;
- Overseeing and co-ordinating safeguarding training within the Church;
- Policy development and review;
- Coordination of investigations and reviews; and
- Being the point of liaison with other national stakeholders concerned with safeguarding.

CSAS is also the Registered Body with the Disclosure and Barring Service for the processing of DBS Disclosures within the Catholic Church in England and Wales.

During 2018, the main focus of CSAS has been on the following:

Provision of advice and support

CSAS provides support and advice to a wide range of members of the Catholic Church. This includes: Religious Congregations and Orders, diocesan offices, Catholic organisations, members of the public, other faith organisations and professionals. Advice might relate to specific cases, safer recruitment and DBS processing, the application of policy and procedure or general safeguarding matters.

During 2018, we continued to provide support to Catholic organisations as they develop locally relevant policy and procedure based on the national safeguarding policies and procedures of the Catholic Church in England and Wales.

We have provided safeguarding advice and support to the national steering group responsible for developing the Community Sponsorship Schemes within parishes in England and Wales. The advice is intended to support the development of a national approach to specific parts of the scheme delivery to protect the families who will be supported within these communities.

The purpose of providing this advice is to ensure that everybody working in the name of the Catholic Church in England and Wales can do so in accordance with national safeguarding policy and procedure, which is compliant with legislation, statutory guidance and recognised best practice.

CSAS launched its new website during 2018 and information is now more accessible to the public and professionals who use the site to inform their practice.

CSAS has continued to work with the NCSC and the Church of England to develop an ecumenical Christian service to support survivors and victims of abuse. Progress has been made and we anticipate jointly tendering for the service within the first half of this year. The launch of this service will enable victims and survivors to either access support via their parishes and dioceses, or without making contact directly with the church.

Oversight and co-ordination of safeguarding training within the Church

The National Safeguarding Training Programme modules aimed at clergy and parish safeguarding representatives have been thoroughly reviewed and a series of recommendations about the training will be presented to Bishops at their next plenary meeting. We continually promote to small charitable organisations, the safeguarding E-learning pack that was launched by the Catholic Church in England and Wales in July 2015 and made available to every member of the Catholic

Catholic Safeguarding Advisory Service (CSAS) (continued)

community free of charge. The provision of training supports the application of good safeguarding practice within parishes and religious congregations.

Policy Development and Review

During 2018 we published comprehensive guidance for planning and running pilgrimages, which was developed in partnership with Pilgrimage Directors and other key stakeholders; updated information about dismissal and dispensation from the obligations of the clerical state for diocesan clergy and published information for religious clergy and non-ordained religious; produced and published public facing information about how CSAS and the NCSC will manage complaints that are referred to them; updated the national policy in relation to whistle-blowers; made revisions to procedures in respect of support for those affected by allegations of abuse within a church setting; published revised information about the temporary ministry of clergy within England and Wales; published the revised policy in relation to the commissioning of independent investigators and risk assessors; published the revised guidance on creating safer environments and updated and published our information sharing and data protection information to ensure it is GDPR (2016) and DPA (2018) compliant.

Work continues developing national communication materials for use within parishes and religious congregations across England and Wales. During 2019, working with the NCSC, we expect to publish information leaflets relating to the work of safeguarding commissions and what happens if you are the subject of an allegation. We are working with the Survivor Advisory Panel to develop leaflets for victims and survivors and abuse.

This work ensures that safeguarding practice enshrined in policy, procedure and guidance within the church is in accordance with legislation, statutory guidance and recognised best practice.

Quality assurance

CSAS undertook desktop audits in relation to membership of safeguarding commissions and line-management arrangements for safeguarding coordinators. Working with the NCSC, the quality assurance priorities for 2019 were confirmed as:

- 1) Management of concerns and allegations (referral to statutory agencies)
- 2) Management of risk of those in ministry where concerns remain

Site visits commenced in January 2019.

The purpose of the quality assurance work is to identify areas where improvements need to be made and provide an evidence base for assertions about safeguarding practice within dioceses and religious safeguarding commissions.

DBS and Ebulk

Between 1st January 2018 and 1st December 2018 CSAS, and its agents across the dioceses and religious congregations in England and Wales, processed 12,677 DBS Disclosure applications. Based on a monthly average figure, this represents a 3% decrease on the number processed during 2017. Efforts continue to further refine DBS eligibility decision making to ensure that we are compliant with the legislation and are undertaking checks at the appropriate level for different roles within the Church. Providing a registered body in-house for the church, supports a consistent 'one-church' approach to safeguarding.

Testing of the new integrated DBS database and Ebulk system was successful during 2018 and roll-out to dioceses across England and Wales is due to commence early 2019. The integration is intended to streamline existing processes and reduce the administrative time spent on this process in Diocesan safeguarding offices.

Catholic Safeguarding Advisory Service (CSAS) (continued)

The Independent Inquiry into Child Sexual Abuse (IICSA)

The Independent Inquiry into the nature and extent of, and institutional responses to, child sexual abuse, established on 15th March 2015 by the Home Secretary for England and Wales took evidence from the Catholic Church in England and Wales during 2018, focussing on 3 English Benedictine Abbeys and the Archdiocese of Birmingham. CSAS has continued to provide support and information to the Inquiry and to the Catholic Council for the Independent Inquiry, which was jointly created by the Catholic Bishops' Conference of England and Wales and the Conference of Religious, to oversee the Church's engagement with the Inquiry and oversees the response being made across the Church. CSAS is engaging with safeguarding coordinators and commission chairs to raise awareness of relevant issues arising from the evidence being given to the IICSA.

Catholic Communications Network (CCN)

The Communications Office of the Catholic Bishops' Conference plays a key role in promoting Catholicism and the application of Gospel teaching to the modern world.

The Catholic Bishops' Conference Communications team is unique. We are made up of PR professionals, a print and broadcast journalist, a digital editor and photographer. The range of skills include visual storytelling, news management, creative concepts, design, stakeholder liaison, social media production, digital strategy, web development/analytics and search marketing. Our job is to help the Church communicate in good times and in bad.

Best of 2018

In addition to supporting the Bishops and departments of the Bishops' Conference in helping to formulate ways to communicate their witness, there are a number of areas of ongoing work. This work is both internal and outwards facing in our daily media contacts, briefings and relationship building.

Specific highlights of this ongoing work in 2018 were:

- Combatting human trafficking through the Santa Marta Group: this ongoing work reached new heights in 2018 with an in-depth campaign brokered through the Evening Standard across three months to bring the issue of human trafficking and modern slavery to the two million readership of the Evening Standard. There was also continued communications support and media coverage gained through the communications office of conferences at the United Nations, Nigeria and in Rome.
- The Holy Land Coordination where the communications team takes the lead for all countries represented (In 2018 there were 12 Bishops' Conferences, as well as CCEE, Comece and Pax Christi, represented).
- Supporting the safeguarding structures of the Church in England and Wales in both ongoing work and also specifically in the IICSA which focused on the Catholic Church in 2018, and will continue to do so in 2019.
- Supporting the Legal & Parliamentary work of the Bishops' Conference through our extensive contacts in the media. Last year there was good and favourable coverage achieved on prison reform through this media network which has been established by the team over the past 10 years.

In 2018 there were also some specific projects that required both strategic input and also tactical output to achieve the desired outcomes of the Conference. The work to agree clearly defined outcomes at the outset of any initiative continues. The major initiative for the Church in England and Wales in 2018 was Adoremus, the first national Eucharistic Congress in 100 years. The communications office provided extensive support for the Congress, which included disintermediation through the digital platforms and also mainstream coverage with both local, national and international media.

Social media

Social Media continues to play a growing part in our communications' strategy. Through Twitter, Facebook and other appropriate social media platforms, the communications' office aims to engage Catholics and all those interested in the work and witness of the Church in this country.

Catholic Communications Network (CCN) (continued)

Photos

www.flickr.com/catholicism

For over ten years, the Communications Office of the Catholic Bishops' Conference has provided a free photo sharing site which highlights the Church's work and witness in England and Wales, Europe and across the world. These photos are downloaded, shared and published by over 41 million people worldwide.

While the reach of our content can be quantified (as with the number of people accessing our Flickr site, this content is making a qualitative difference to people's lives. One such response is indicative of the way content can make a difference:

'Hi. I just wanted to say "thank you" for helping me get closer to my Catholic faith, via Twitter. God bless you.'

Catholic Insurance Service Limited

Following a review of the insurance business of CBCEW, Catholic Insurance Service Limited became a subsidiary of the Catholic Trust for England and Wales on 14 December 2016.

Fundraising activities

Faith in the Future, the Trust's fundraising initiative, has continued its work throughout 2018 and during this year raised £143k against a target of £200k. The Charity does not engage in active fundraising activities of its own. Its fundraising activities are limited to providing advice and support to Dioceses to assist them in adhering to best practice in their own fundraising activities. The Charity does not engage with any direct marketing activities or professional fundraisers. Management periodically agree a fundraising strategy and monitor performance against this strategy. No complaints have been received in the year in relation to fundraising.

FINANCIAL REVIEW

Income and Expenditure

In 2018 the income of the Trust from all sources was £7,695,527 (2017: £6,514,351). The main sources of income are assessments on the Dioceses of England and Wales mandated by the Bishops, and parish collections agreed by the Bishops for the purposes of the Bishops' Conference and associated agencies and offices. Authorised parish collections received by CaTEW are taken on Home Mission Sunday (to support Evangelisation work), World Communications Day (to support CCN), the Day for Life (to support the Anscombe Bioethics Centre and the pro-life activities of the Conference), and Racial Justice Sunday (to support the Church's work with migrants and refugees, and to provide funding to the Catholic Agency to support Racial Justice).

Other income is derived from investments, grants and property.

Total expenditure for the year was £7,806,421 (2017: £6,970,278). The expenditure of the Trust is analysed in detail in the accounts attached to this report.

The results for the year are shown on page 24. A detailed analysis of the results is provided in the notes to the accounts. The net movement in funds for the year was a deficit of £3,476,658 (2017: surplus of £4,787,167).

The deficit for the year is mainly attributable to unrealised losses on the investment portfolios of £3,220,785 due conditions prevailing at the balance sheet date. During the first quarter of 2019 the portfolios recovered in value by £1.1million.

The balance sheet shows total reserves of £42,558,889. Restricted funds of £5,067,429 represent unexpended balances held on trust to be applied for specific purposes. A further £30,166,218 has been set aside as designated funds as it is

FINANCIAL REVIEW

Income and Expenditure (continued)

either represented by fixed assets or designated for a specific future use and so not available for the general purposes of CaTEW. Designated funds include £4,090,507 which represents the net book value of the charity's tangible fixed assets, £1,184,416 which represents the value of the programme related investments, £24,507,621 which represents sales proceeds from the sale of investment property along with gains and losses on these funds, which have been invested in order to generate income in order to sustain the core work and activities of the Charity, and £383,674 which represents funds set aside for new initiatives and expansion of the Catholic Education Service. The reserves include amounts attributable to the activities of the Trust's trading subsidiary companies: £2,651,888 (2017: £2,319,302) is attributable to the Trust, with £624,787 (2017: £573,680) being attributable to the minority interest of Catholic Insurance Service Limited. The remaining funds amounting to £4,048,567 are the general funds or 'free' reserves as defined by the Charity Commission.

Investment policy

The trustees have adopted a general statement of an ethical investment policy:

The Catholic Church's understanding of Ethical Investment takes account of a series of "social encyclicals" which followed from Pope Leo XIII's encyclical letter *Rerum Novarum* of 1891. That document set out to maintain in contemporary industrial society the priority of the human over the economic, and the spiritual and moral over the material.

In the management of investments both Charity Law and Church teaching apply.

Under Charity Law, the trustees must seek to obtain the best financial return possible consistent with commercial prudence. Following the Church's teaching, the trustees also seek to maintain an ethical investment policy through a process of making value judgements about the products, services and corporate practices as well as their financial efficacy. Their judgements and decisions to invest or disinvest, and of seeking to change through shareholder action, reflect particularly that teaching which promotes the dignity and sanctity of human life and the importance of society in general.

This has been communicated to the investment managers of the Trust and, through regular meetings with them and periodic assessment by the Investment Sub-Committee. Its implementation is kept under review.

The trustees appreciate the importance of choosing a suitable long-term investment strategy and benchmark. The trustees' current investment strategy emphasises income generation in conjunction with capital growth, with the aim being to produce an income yield of 3% after fees and expenses. Accordingly, the investment managers are instructed to report against appropriate benchmarks.

During 2018, the trustees' appointed Killik & Co and invested a further £3million of funds alongside the existing portfolios held with Charles Stanley and Ruffer LLP.

In aggregate, the portfolios achieved an average income yield of 2.8% in 2018 (excluding gains on foreign currency forward contracts) due to significant capital appreciation in the portfolio value.

Reserves Policy

CaTEW's operational policy is to try to ensure that it has adequate free reserves to meet its continuing charitable obligations and day-to-day working capital requirements.

CaTEW is reliant upon Diocesan assessments for a significant proportion of its income, which are agreed annually by the Bishops' Conference.

FINANCIAL REVIEW (continued)

Reserves Policy (continued)

Currently, CaTEW aims to have the equivalent of up to one year's charitable expenditure (approximately £7,000,000) in free reserves as defined by the Charity Commission. This level is kept under review to ensure that there are sufficient reserves to meet new initiatives from the Bishops.

The value of CaTEW's free reserves at 31 December 2018, following principles established by the Charity Commission, was £4,048,567 or seven months of budgeted expenditure. The trustees are of the opinion that these reserve levels are adequate given expenditure plans for 2019.

Future Plans

The implementation of the external review of the Bishops' Conference Secretariat and its structures by the Kinharvie Institute is ongoing. Their report has been presented to the Bishops and Trustees, and steps are being taken to implement key recommendations arising from the review.

It is hoped that the review will lead to more efficient and collaborative working across the organisation in line with the Bishops' strategic objectives.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Catholic Trust for England and Wales (CaTEW) was incorporated as a company limited by guarantee on 15 April 2003 and is registered as a charity. The Trust's governing document is the Memorandum and Articles of Association.

Appointment of Trustees

The retirement by rotation, and re-election procedures for the trustees are set out in the Memorandum and Articles of Association. There must be a minimum of eight trustees, but there is no maximum.

The trustee selection process aims to ensure that the trustee board collectively has the skills and experience to properly fulfil its functions. Trustees are sought through an extensive process of nomination in which candidates are evaluated against clear specifications. In keeping with the Trust's objectives, it is a requirement that candidates are committed Catholics.

Trustee induction and training

In order to discharge their duties, trustees are provided with an induction. Background information on the charity's constitution, objects and finances, together with an introduction to the structure and workings of the Trust and materials explaining trustees' legal responsibilities, are provided. Where trustees identify a need for training to effectively carry out their duties, appropriate resources are identified and training provided.

Organisation

The governance of the charity is accomplished through the Annual General Meeting with the members, and meetings of the Board of Trustees and its constituent sub committees. The day to day management of the charity is delegated to the Operational Management Group, detailed on page 19 of this report, and is supervised through the constituent Board meetings.

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

Risk assessment

The trustees assess the major risks to which the charity is exposed, in particular those relating to specific operational areas of the charity, its investments and its finances by identifying and ranking risks in terms of their potential impact and likelihood.

The primary risk continues to be the operational impact the Independent Inquiry into Child Sexual Abuse has on the organisation due to increases in staff workloads and financially due to increases in staffing levels and legal representation costs. Legal counsel continues to be sought to advise the General Secretary as the Church's involvement throughout the Inquiry progresses.

Work continues in order to address the concerns regarding the state of repair of the Eccleston Square property and necessary maintenance works. An external surveyor continues to review the works being carried out by contractors. The level of work required has had significant financial consequences. The senior operational team are reviewing and managing both the financial and operational impact of these works.

While reducing risks in the longer term by proposing a better governance structure, the review being carried out by the Kinharvie Institute poses a risk to the organisation due to significant potential long term implications regarding the structures and finances of the organisation. A staff feedback group is in place to liaise with the Kinharvie Institute to ensure that the review is effective and that staff are fully cooperative. This group are key in assisting with the implications of any recommendations.

Subsidiary companies

The charity has two wholly owned subsidiary companies during the year: Colloquium (CaTEW) Limited and CBCEW Events Limited.

Colloquium (CaTEW) Limited was incorporated on 15 April 2003. Colloquium collects royalties from the sale of publications by the CBCEW.

CBCEW Events Limited was incorporated on 23 June 2017. This company has been established to facilitate large scale events on behalf of the Bishops' Conference.

The Catholic Insurance Service Limited, a company incorporated on 24 July 2002, remains an 80% subsidiary of CaTEW following a review of the insurance services provided to CBCEW. This company provides insurance advisory services.

The subsidiary companies' results are included in the consolidated financial statements presented with this report.

Remuneration policy

The pay of the senior staff is reviewed annually and normally increased with consideration to both the cost of living and average pay reviews within other not for profit organisations. Senior staff salaries are benchmarked with reference to the external market through regular participation in relevant pay surveys. The remuneration bench-mark is 90% of the mid-point of the range paid for similar roles.

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

Relationships with other Charitable Organisations

At the request of the Bishops' Conference of England and Wales and with the agreement of the Irish Episcopal Conference and the Bishops' Conference of Scotland, CaTEW assumed the corporate trusteeship of the Anscombe Bioethics Centre (previously the Linacre Centre for Healthcare Ethics) (Registered Charity Number 274327) on 27 February 2006.

On behalf of the three Bishops' Conferences mentioned above, the Trust acquired premises for the St Luke's Centre (Registered Charity Number 1111058), a wellness centre for priests and religious, and acts as the landlord for the centre.

As the administrative arm of the Bishops' Conference of England and Wales, the Trust has close links with the Diocesan charities, on which the annual assessments are made. The Trust relates to the charities of religious congregations within the Conference of Religious, particularly through its provision of the administrative, legal, human resources and financial management for the Catholic Safeguarding Advisory Service (CSAS). The Trust also relates closely to those agencies of the Bishops' Conference that exist as independent charities, the main ones being: the Catholic Agency for Overseas Development (CAFOD), Caritas-Social Action Network, the Pontifical Mission Societies, the Catholic Agency for Racial Justice and the Apostleship of the Sea. The Trust provides office accommodation for the National Justice and Peace Network, Churches Together in Britain and Ireland, Apostleship of the Sea, and the Catholic Medical Association.

CATHOLIC TRUST FOR ENGLAND AND WALES

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2018

REFERENCE AND ADMINISTRATIVE DETAILS

BOARD OF TRUSTEES

Rt Rev Peter Brignall (Chair)	Mr John Gibbs	Ms Pauline Stuart (resigned 9 February 2018)
Most Rev Malcolm McMahon OP (appointed 5 December 2018)	Mgr John Nelson (resigned 22 June 2018)	Mrs Kathleen Smith (resigned 18 June 2018)
Most Rev Bernard Longley (appointed 5 December 2018)	Mr Nigel Newton (resigned 30 June 2018)	Rev David Roberts
Rt Rev Patrick Lynch (appointed 5 December 2018)	Mr Edward Poyser (resigned 4 July 2018)	Dr Elizabeth Walmsley
Rt Rev Mark O'Toole (appointed 5 December 2018)	Mr Michael Prior	Dr James Whiston OBE
Mr Richard King	Mr Edward Nally	Mrs Lyn Murray (appointed 5 December 2018)
Mr Kees Kempenaar		

COMPANY SECRETARY Rev Christopher Thomas

CHARITY NUMBER 1097482

BANKERS HSBC plc
69 Pall Mall
London
SW1Y 5EY

SOLICITORS DLA Piper LLP
3 Noble Street
London
EC2V 7EE

Jose Perez
Rue Marques da Fronteira
1070-295 Lisboa
Portugal

AUDITOR Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

REFERENCE AND ADMINISTRATIVE DETAILS (continued)

INVESTMENT ADVISORS

Ruffer LLP
80 Victoria Street
London
SW1E 5JL

Charles Stanley
25 Luke Street
London
EC2A 4AR

Killik & Co
281 Kensington High Street
London
W8 6NA

OPERATIONAL MANAGEMENT

Rev Christopher Thomas
Mrs Sarah Pearson
Ms Lorraine Welch

General Secretary
Head of Finance
PA to the General Secretary

Human Resources support is outsourced to an external HR consultant.

INVESTMENT COMMITTEE

Mr John Gibbs
Ms Pauline Stuart
Mr Laurence Brennan
Mr Dominic Tayler

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of CaTEW for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group for that period. In preparing these financial statements, the trustees are required to:

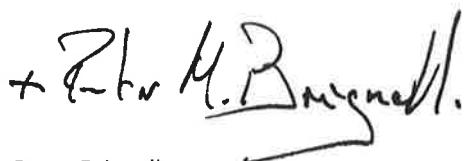
- Select suitable accounting policies and apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that this basis applies.

The trustees are responsible for keeping proper accounting records that 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 the group 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 auditor is 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 auditor is aware of that information.

This report, which incorporates the Strategic Report, was Approved by the Board of Trustees on 28 June.....2019 and signed on its behalf by:



Rt Rev Peter Brignall

Trustee

Opinion

We have audited the financial statements of Catholic Trust for England and Wales for the year ended 31 December 2018 which comprise the Consolidated Statement of Financial Activities, the Group and Charity Only Balance Sheets, the Consolidated Cash Flow Statement, and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and of the parent charitable company's affairs as at 31 December 2018 and of the group's net movement in funds, including the 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.

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 group 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.

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on page 21, 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, 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 group's and the parent charitable company'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 group or the parent 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

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: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

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 group's or the parent charitable company'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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS & TRUSTEES OF CATHOLIC TRUST FOR ENGLAND AND WALES
FOR THE YEAR ENDED 31 DECEMBER 2018

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Trustees' Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report (which incorporates the strategic report and the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report (which incorporates the strategic report and the directors' report) has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report (which incorporates the strategic report and the directors' report).

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

- adequate accounting records have not been kept by the parent charitable company; or
- the parent charitable company 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

Use of this report

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 Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the 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.



Adam Halsey (Senior Statutory Auditor)
For and on behalf of Haysmacintyre LLP, Statutory Auditor
2 July 2019

10 Queen Street Place
London
EC4R 1AG

CATHOLIC TRUST FOR ENGLAND AND WALES

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2018

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2018 £	Total 2017 £
Income and endowments from:					
Donations and legacies	1a	52,208	2,225,910	2,278,118	2,139,338
Diocesan assessments	1b	2,664,127	130,050	2,794,177	2,811,696
Charitable activities	1c	66,650	139,544	206,194	155,787
Other trading activities		1,219,243	-	1,219,243	323,545
Investment income	1d	893,884	95,074	988,958	739,196
Other income	1e	26,650	182,187	208,837	344,789
Total		4,922,762	2,772,765	7,695,527	6,514,351
Expenditure on:					
Raising funds		505,223	42,738	547,961	309,189
Other trading activities		634,196	-	634,196	319,042
Charitable activities		2,875,309	3,748,955	6,624,264	6,342,047
Total	2a	4,014,728	3,791,693	7,806,421	6,970,278
Net (losses)/gains on investments	6a 6b	(2,994,193)	(371,571)	(3,365,764)	2,358,709
Transfer of reserves	15	-	-	-	2,884,385
Net (expenditure)/income before transfers		(2,086,159)	(1,390,499)	(3,476,658)	4,787,167
Transfers between funds	11	(1,481,200)	1,481,200	-	-
Net (expenditure)/income for the year before minority interest		(3,567,359)	90,701	(3,476,658)	4,787,167
Minority interest		(624,787)	-	(624,787)	(573,680)
Fund balances brought forward		41,058,819	4,976,728	46,035,547	41,248,378
Fund balances carried forward		36,866,673	5,067,429	41,934,102	45,461,865

The notes form part of these accounts. Details of comparative figures by fund can be found in note 15.

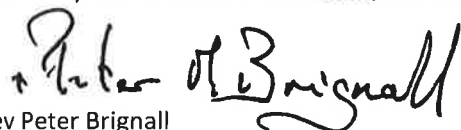
CATHOLIC TRUST FOR ENGLAND AND WALES

BALANCE SHEETS

AS AT 31 DECEMBER 2018

		Group 2018 £	Group 2017 £	Charity 2018 £	Charity 2017 £
FIXED ASSETS	Notes				
Tangible assets	5	4,289,041	4,368,026	4,090,507	4,155,122
Investments					
. Listed investments and investment in subsidiary company	6	31,611,881	32,930,865	31,636,882	32,955,866
. Programme related investments	7	1,184,416	1,205,416	1,184,416	1,205,416
		<u>37,085,338</u>	<u>38,504,307</u>	<u>36,911,805</u>	<u>38,316,404</u>
CURRENT ASSETS					
Debtors	8	1,130,022	754,271	878,174	753,067
Cash at bank and in hand		7,529,682	11,010,715	2,423,481	4,929,369
		<u>8,659,704</u>	<u>11,764,986</u>	<u>3,301,655</u>	<u>5,682,436</u>
CURRENT LIABILITIES					
Creditors: Amounts falling due within one Year	9	(3,186,153)	(4,233,748)	(857,739)	(831,277)
		<u></u>	<u></u>	<u></u>	<u></u>
NET CURRENT ASSETS		<u>5,473,551</u>	<u>7,531,238</u>	<u>2,443,916</u>	<u>4,851,159</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>42,558,889</u>	<u>46,035,545</u>	<u>39,355,721</u>	<u>43,167,563</u>
NET ASSETS		<u>42,558,889</u>	<u>46,035,545</u>	<u>39,355,721</u>	<u>43,167,563</u>
RESTRICTED FUNDS					
Restricted income funds	11	5,067,429	4,976,728	5,067,429	4,976,728
UNRESTRICTED FUNDS					
General funds		4,048,567	4,170,547	4,122,074	4,195,547
Designated funds	12	30,166,218	33,995,288	30,166,218	33,995,288
Trading funds		2,651,888	2,319,302	-	-
TOTAL UNRESTRICTED FUNDS		<u>36,866,673</u>	<u>40,485,137</u>	<u>34,388,292</u>	<u>38,190,835</u>
TOTAL CHARITABLE FUNDS		<u>41,934,102</u>	<u>45,461,865</u>	<u>39,355,721</u>	<u>43,167,563</u>
Trading funds attributable to minority interest		624,787	573,680	-	-
TOTAL		<u>42,558,889</u>	<u>46,035,545</u>	<u>39,355,721</u>	<u>43,167,563</u>

Approved by the Trustees on 28/06/19 and signed on their behalf by:


Rt Rev Peter Brignall
Trustee

The notes form part of these accounts.

Company registration number: 04734592

CATHOLIC TRUST FOR ENGLAND AND WALES

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2018

	2018 £	2017 £
CASH FLOW STATEMENT		
Cash flows from operating activities:		
Net cash provided by operating activities: (see below)	(2,571,691)	2,158,807
Cash flows from investing activities:		
Dividends, interest and rents from investments	988,958	739,196
Purchase of property, plant and equipment	(4,149)	(56,739)
Proceeds from the sale of property, plant and equipment	10,000	-
Purchase of investments	(13,197,157)	(8,741,111)
Proceeds from sale of investments	11,272,006	9,132,985
Property plant and equipment transferred (note 14)	-	(212,904)
Reserves transferred (note 14)	-	2,884,385
Net cash provided by investing activities	(930,342)	3,745,812
Cash flows from financing activities:		
Repayments of borrowing	21,000	12,000
Net cash provided by financing activities	21,000	12,000
Change in cash & cash equivalents in the reporting period	(3,481,033)	5,916,619
Cash & cash equivalents at the beginning of the reporting period	11,010,715	5,094,096
Cash & cash equivalents at the end of the reporting period	7,529,682	11,010,715
Reconciliation of net income to cash inflow/(outflow) from operating activities		
Net income for the reporting period (as per SOFA)	(3,476,658)	4,787,167
Adjustments for:		
Reserves transferred	-	(2,884,385)
Depreciation charges	73,134	75,347
Losses/(Gains) on investments	3,244,137	(2,129,615)
Dividends, interest & rents from investments	(988,958)	(739,196)
(Decrease)/increase in debtors	(375,751)	60,078
Increase in creditors	(1,047,595)	2,989,411
Net cash provided by operating activities	(2,571,691)	2,158,807

ANALYSIS OF CHANGES IN CASH IN HAND AND AT BANK

	1 January 2018 £	Cash Flows £	31 December 2018 £
Cash in hand and at bank	11,010,715	(3,481,033)	7,529,682

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Statement of Recommended Practice "Accounting by Charities" SORP 2015 and the Companies Act 2006. The particular accounting policies adopted are described below. The financial statements are prepared under the historical cost convention, as modified to include certain tangible fixed assets at a valuation and fixed asset investments at fair value.

a) Basis of preparation

The financial statements represent the Catholic Trust for England and Wales together with its three trading subsidiary companies (consolidated on a line by line basis) listed in note 14. In accordance with the Companies Act 2006, no separate statement of financial activities has been prepared for the Charity alone.

The Charity 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.

b) Preparation of accounts on a going concern basis

The trustees consider there are no material uncertainties about the Charity's ability to continue as a going concern. The review of our financial position, reserves levels and future plans gives Trustees confidence that the Charity remains a going concern for the foreseeable future.

c) Legacies, Donations and Grants

Legacies and donations are recognised when receipt is probable; when the Trust becomes legally entitled to them; and they can reasonably be measured in financial terms. Receipts of property, investments or other gifts in kind are included at fair value. Grants are recognised when receivable.

d) Investments and Investment Income

Fixed asset investments, excluding the investment in a trading subsidiary, are included at their fair value. The investment in a subsidiary company is included in the financial statements at cost. Investment income is accounted for as it accrues.

e) Taxation

As a registered charity, the Trust is exempt from income tax, corporation tax and capital gains tax derived from its charitable activities. Recovery of tax deducted at source is credited to the category of income to which it relates.

f) Income and Expenditure

Income is included in the Statement of Financial Activities on the basis of the amounts receivable for the year and expenditure is included on the basis of the amounts payable for work done and services provided in the year.

Charitable expenditure consists of all expenditure directly relating to the objects of the Charity. Certain central costs, which cannot be directly allocated, are apportioned on the basis of the Trustees' estimate of the time spent on the relevant functions.

f) Income and Expenditure (continued)

Raising funds consists of all expenditure incurred by the Trust to raise funds for its charitable purposes. Certain central costs, which cannot be directly allocated, are apportioned between direct charitable expenditure and governance costs on the basis of the Trustees' estimate of the time spent on the relevant functions.

Supports costs comprise the costs of running the Charity, including strategic planning for its future development, also external audit, any legal advice, and all the costs of complying with constitutional and statutory requirements, such as the costs of Trustees' meetings and of preparing statutory accounts and satisfying public accountability.

g) Tangible fixed assets

Individual fixed assets costing more than £5,000 are capitalised at cost. Depreciation on freehold property is calculated on a straight line basis at a rate of 1% per annum. Depreciation on furniture and equipment is calculated by the straight line method to write off the cost/value less anticipated residual value, over an expected useful life of four years. A full years' depreciation is charged in the year of acquisition and none in the year of disposal.

h) Gains and Losses

Gains/losses on investments are calculated as the difference between opening market value and closing market value after adjusting for additions and disposals during the period. No distinction is made between realised and unrealised gains in the financial statements.

i) Programme related investments

Programme related investments are included in the balance sheet at cost. Any gain or loss arising from disposal or impairment is credited or charged to the statement of financial activities.

j) Debtors

Trade and other debtors are recognised at the settlement amount due after any discounts offered. Prepayments are valued at the amount prepaid net of any discounts due. Accrued income and tax recoverable is included at the best estimate of the amounts receivable at the balance sheet date.

k) Creditors

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

l) Fund Accounting

Unrestricted funds comprise accumulated surpluses and deficits on general funds. They are available for use at the discretion of the Trustees in furtherance of the general charitable objectives.

Designated funds are funds set aside by the Trustees for specific purposes (see note 12).

Restricted funds are used for specific purposes as stated by the grantor. Expenditure which meets these criteria is charged to the fund (see note 11).

m) Employee benefits

Short term benefits

Short term benefits including holiday pay are recognised as an expense in the period in which the service is received.

Employee termination benefits

Termination benefits are accounted for on an accrual basis and in line with FRS 102.

Pension scheme

The charity operates a defined contribution pension scheme for the benefit of its employees. The assets of the scheme are held independently from those of the charity in an independently administered fund. The pensions costs charged in the financial statements represent the contributions payable during the year.

n) Leasing

Rent payable under operating leases is charged to the Statement of Financial Activities over the lease term.

o) Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to the statement of financial activities.

p) Critical accounting judgements and key sources of estimation uncertainty

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

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

Judgements made by the Trustees, in the application of these accounting policies that have significant effect on the financial statements and estimates with a significant risk of material adjustment in the next year are deemed to be in relation to the depreciation rates of tangible fixed assets and are discussed above.

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

CATHOLIC TRUST FOR ENGLAND AND WALES

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2018

1a. DONATIONS AND LEGACIES

	Unrestricted Funds 2018 £	Restricted Funds 2018 £	Total 2018 £	Total 2017 £
Donations	2,624	1,762,222	1,764,846	1,933,321
Legacies	49,584	198,688	248,272	6,017
Grants receivable	-	265,000	265,000	200,000
	<u>52,208</u>	<u>2,225,910</u>	<u>2,278,118</u>	<u>2,139,338</u>

1b. DIOCESAN ASSESSMENTS

	Unrestricted Funds 2018 £	Restricted Funds 2018 £	Total 2018 £	Total 2017 £
Arundel and Brighton	136,143	7,273	143,416	144,100
Birmingham	213,335	9,016	222,351	223,116
Brentwood	138,013	7,076	145,089	145,993
Cardiff	71,441	3,199	74,640	75,870
Clifton	100,511	5,177	105,688	106,495
East Anglia	55,753	3,321	59,074	59,635
Hallam	49,119	2,298	51,417	51,618
Hexham and Newcastle	148,766	6,898	155,664	156,707
Lancaster	69,464	3,183	72,647	73,054
Leeds	108,594	5,431	114,025	115,089
Liverpool	190,717	7,442	198,159	199,297
Menevia	5,939	26	5,965	6,117
Middlesbrough	55,105	2,599	57,704	57,961
Northampton	73,041	4,110	77,151	77,230
Nottingham	102,828	5,165	107,993	108,472
Plymouth	66,609	4,062	70,671	71,611
Portsmouth	114,179	6,251	120,430	120,221
Salford	178,079	7,114	185,194	185,751
Shrewsbury	156,612	6,908	163,520	165,647
Southwark	241,415	12,297	253,711	255,551
Westminster	375,644	20,944	396,588	398,948
Wrexham	8,320	260	8,580	8,713
Contribution from Bishopric of the Forces	4,500	-	4,500	4,500
	<u>2,664,127</u>	<u>130,050</u>	<u>2,794,177</u>	<u>2,811,696</u>

1c. CHARITABLE ACTIVITIES

	Unrestricted Funds 2018 £	Restricted Funds 2018 £	Total 2018 £	Total 2017 £
Conferencing income	66,650	139,544	206,194	155,787
	<u>66,650</u>	<u>139,544</u>	<u>206,194</u>	<u>155,787</u>

1d. INVESTMENT INCOME

	Unrestricted Funds 2018 £	Restricted Funds 2018 £	Total 2018 £	Total 2017 £
Arising on quoted investments:				
Dividends	571,653	71,611	643,264	564,281
Fixed Interest	250,022	23,314	273,336	88,001
	<u>821,675</u>	<u>94,925</u>	<u>916,600</u>	<u>652,282</u>
Rental income	66,600	-	66,600	70,800
Rental income from investment properties	-	-	-	14,583
Bank interest	5,609	149	5,758	1,531
	<u>893,884</u>	<u>95,074</u>	<u>988,958</u>	<u>739,196</u>

1e. OTHER INCOME

	Unrestricted Funds 2018 £	Restricted Funds 2018 £	Total 2018 £	Total 2017 £
Other income	26,650	182,187	208,837	344,789
	<u>26,650</u>	<u>182,187</u>	<u>208,837</u>	<u>344,789</u>

CATHOLIC TRUST FOR ENGLAND AND WALES

NOTES TO THE ACCOUNTS (Continued) FOR THE YEAR ENDED 31 DECEMBER 2018

2a.

	Direct Personnel	Unrestricted			Restricted			Total 2018	Total 2017
	£	Direct Other	£	£	Direct Personnel	Direct Other	Grant making (3)	Allocated Support (2b.)	
Charitable Activities									
Bishops' meetings, general activities and grant making	-	324,439	685,692	38,256	-	-	-	-	601,093
Catholic Education and Formation	8,701	16,988	-	29,020	17,329	41,857	-	-	161,387
Catholic Education Service	-	-	-	318,170	753,598	221,765	-	-	1,470,128
Christian Life and Worship	46,348	47,161	-	29,119	-	-	-	-	110,998
Christian Responsibility and Citizenship	241,691	28,630	-	112,783	-	130,923	-	-	676,642
Public Policy	53,376	22,505	-	24,280	-	-	-	-	93,810
Dialogue and Unity	9,161	57,449	-	20,121	-	99,000	-	-	187,600
Evangelisation and Catechesis	-	421	-	50	-	-	-	-	2,878
International Affairs	174,952	43,678	-	75,612	-	-	-	-	268,791
Catholic Communications Network	-	-	-	173,803	369,084	134,843	-	-	619,843
Catholic Safeguarding Advisory Service	-	-	-	114,891	182,563	140,325	-	-	400,328
Celebrating family fund project	-	-	-	12,942	-	64,257	-	-	248,633
Priests' training	-	-	-	-	-	-	200,000	-	200,000
Prison Chaplaincy project	-	-	-	10,582	-	52,541	-	-	45,848
Protecting Catholic Heritage	-	-	-	5,915	29,333	37	-	-	19,041
Art of Dying well	-	-	-	-	-	-	-	-	36,770
Human Trafficking/Santa Marta Group	-	-	-	50,635	121,277	130,132	-	-	101,039
National Catholic Safeguarding Commission	-	-	-	13,135	16,466	48,752	-	-	64,184
IICSA	-	-	-	50,438	-	281,988	-	-	915,696
Other projects	-	-	-	34,365	36,972	133,642	10,391	-	117,338
Raising Funds	534,229	541,271	685,692	1,114,117	1,526,622	1,480,062	742,271	6,624,264	6,342,047
Subsidiaries	-	-	-	-	-	-	-	-	-
Fundraising	-	249,864	-	-	-	-	-	-	13,427
Investment management fees	-	234,987	-	20,372	31,586	11,152	-	-	57,883
	-	484,851	-	20,372	31,586	11,152	-	-	237,879
Other trading expenditure	344,657	289,539	-	-	-	-	-	-	309,189
Total expenditure	878,886	1,315,661	685,692	1,134,489	1,558,208	1,491,214	742,271	7,806,421	6,970,278

CATHOLIC TRUST FOR ENGLAND AND WALES

NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 31 DECEMBER 2018

2b. ALLOCATED SUPPORT COSTS

	Charitable activities £	Raising Funds £	Total 2018 £	Total 2017 £	
Staff costs	296,944	3,186	300,130	368,275	Pro rata basis
Premises costs	644,436	15,333	659,769	489,943	Head count
Other costs	172,736	1,853	174,590	205,699	Pro rata basis
	<u>1,114,117</u>	<u>20,372</u>	<u>1,134,489</u>	<u>1,063,917</u>	

Support costs have been directly charged to the relevant activity on the basis of use.

		2018 £	2017 £
Support costs include:			
Auditor's remuneration -	Audit	15,550	15,000
	Other services	825	800
		<u>16,375</u>	<u>15,800</u>

CATHOLIC TRUST FOR ENGLAND AND WALES

NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 31 DECEMBER 2018

3. ANALYSIS OF GRANT MAKING ACTIVITIES

	Unrestricted Funds 2018 £	Restricted Funds 2018 £	Total 2018 £	Total 2017 £
National Board of Catholic Women	10,000	-	10,000	10,000
Joel's Bar	1,000	-	1,000	-
National Conference of Priests	-	-	-	2,000
National Council Lay Association	7,000	-	7,000	7,000
Caritas Social Action Network	90,000	-	90,000	110,000
Lisbonian Society	-	-	-	4,000
The Crew Trust	31,800	-	31,800	15,000
Walsingham Trust	500,000	-	500,000	-
Parliamentary Interns	-	35,234	35,234	44,006
<i>Day for Life</i>				
Anscombe Bioethics Centre	-	100,000	100,000	100,000
Other grants awarded	-	275,279	275,279	139,401
<i>Celebrating Family Fund grants</i>				
Diocese of Northampton	-	12,500	12,500	-
Diocese of Birmingham	-	12,500	12,500	-
Diocese of Brentwood	-	-	-	12,500
Diocese of Clifton	-	12,500	12,500	-
Diocese of East Anglia	-	12,500	12,500	-
Diocese of Portsmouth	-	12,500	12,500	-
Diocese of Cardiff	-	-	-	12,500
Diocese of Hexham and Newcastle	-	12,806	12,806	12,137
Diocese of Wrexham	-	-	-	12,500
Diocese of Leeds	-	12,500	12,500	12,500
Diocese of Liverpool	-	12,132	12,132	12,500
Diocese of Salford	-	8,929	8,929	14,487
Diocese of Arundel and Brighton	-	12,500	12,500	12,500
Diocese of Middlesbrough	-	-	-	12,500
Diocese of Plymouth	-	-	-	12,500
<i>Priests' Training and Formation grants</i>				
Ordinariate of Our Lady of Walsingham	-	20,000	20,000	20,000
Diocese of East Anglia	-	50,000	50,000	50,000
Diocese of Hexham and Newcastle	-	20,000	20,000	20,000
Diocese of Hallam	-	20,000	20,000	-
Diocese of Leeds	-	50,000	50,000	50,000
Diocese of Menevia	-	30,000	30,000	50,000
Diocese of Wrexham	-	10,000	10,000	-
The Catholic Church of Gibraltar	-	-	-	10,000
<i>Grants from the St Faustina Fund</i>	-	2,891	2,891	2,184
<i>Home Mission fieldworker grant to Diocese of Cardiff</i>	-	7,500	7,500	15,000
Churches Legislation Advisory Service	20,000	-	20,000	19,690
CCEE	11,607	-	11,607	12,319
COMECE	14,285	-	14,285	15,355
	<u>685,692</u>	<u>742,271</u>	<u>1,427,963</u>	<u>822,579</u>

CATHOLIC TRUST FOR ENGLAND AND WALES

NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 31 DECEMBER 2018

4. STAFF	2018 £	2017 £
Staff Costs:		
Wages and salaries	2,315,732	2,178,118
Social security	241,938	216,278
Pension costs	179,554	117,046
	<u>2,737,224</u>	<u>2,511,442</u>
Number of Employees:	Number	Number
Secretariat Departments and Agencies – Average	66	61
	<u>66</u>	<u>61</u>
Secretariat Departments and Agencies – Full Time Equivalent	56	54
	<u>56</u>	<u>54</u>

Termination payments of £nil (2017: £36,801) were paid to employees representing payments made under compromise agreements. The amounts were fully paid and settled at the year end date.

The number of employees with emoluments greater than £60,000 during the year were as follows:

	Number	Number
£60,000 - £70,000	3	1
£70,000 - £80,000	4	4
£80,000 - £90,000	1	1
	<u>8</u>	<u>6</u>

Employer contributions totalling £32,836 (2017 - £24,531) were made to defined contribution schemes in respect of all those employees who earned £60,000 or more during the year (as defined above).

The charity trustees were not paid or received any other benefits from employment with the Trust or its subsidiaries in the year (2017: nil). Travel expenses of £3,950 (2017: £4,156) were reimbursed to eight (2017: eight) trustees during the year. No trustee received payment for professional or other services supplied to the charity (2017: £nil).

In aggregate, key management personnel (deemed as being the Operational Management Group consisting of the Head of Human Resources, Head of Finance and PA to the General Secretary) received remuneration totalling £153,143 during the year (2017: £184,909).

5. TANGIBLE FIXED ASSETS

Group & Charity	Freehold Buildings £	Furniture & Equipment £	Total £
COST OR VALUATION			
At beginning of the year	4,795,120	258,697	5,053,817
Additions	-	4,149	4,149
Disposals	-	(81,036)	(81,036)
At end of the year	4,795,120	181,810	4,976,930
DEPRECIATION			
At beginning of the year	498,419	187,372	685,791
Depreciation	46,142	27,325	73,467
Disposals	-	(71,369)	(71,369)
At end of the year	544,561	143,328	687,889
NET BOOK VALUE			
Net book value at beginning of the year	4,296,701	71,325	4,368,026
Net book value at end of the year	4,250,559	38,482	4,289,041

All fixed assets are used in direct furtherance of the Charity's objects. Included in the above table are assets held by subsidiaries with a net book value of £198,534.

The charity has continued to adopt a policy of not revaluing its tangible fixed assets. The book value of freehold properties is based upon book value at the time of transfer from predecessor charities in 2003.

It is likely that there are material differences between the open market values of the charity's freehold properties and their book values. The amount of such differences cannot be ascertained without incurring significant costs, which, in the opinion of the trustees, is not justified in terms of the benefits to the users of the accounts.

6. INVESTMENTS

	Group		Charity	
	2018 £	2017 £	2018 £	2017 £
Listed Investments (note 6a)	31,611,881	32,930,865	31,611,881	32,930,865
Investment in subsidiary companies (note 14)	-	-	25,001	25,001
	<u>31,611,881</u>	<u>32,930,865</u>	<u>31,636,882</u>	<u>32,955,866</u>

CATHOLIC TRUST FOR ENGLAND AND WALES

NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 31 DECEMBER 2018

6a. LISTED INVESTMENTS	2018	2017
	£	£
Market value at 1 January 2018	32,058,925	28,225,506
Additions	12,968,077	10,836,789
Disposals	(11,272,007)	(9,132,985)
Revaluation (losses)/gains	(3,244,137)	2,129,615
Market value at 31 December 2018	30,510,858	32,058,925
Cash held for reinvestment by investment managers	1,101,023	871,940
	<u>31,611,881</u>	<u>32,930,865</u>
Cost of listed investments at 31 December 2018	<u>29,768,009</u>	<u>28,072,597</u>
Investments at fair value comprised:		
Equities	17,412,875	21,554,394
Fixed interest	9,681,338	7,798,927
Other instruments	3,416,645	2,705,604
Cash	1,101,025	871,940
	<u>31,611,883</u>	<u>32,930,865</u>
Total		

All investments are carried at their fair value. Investment in equities and fixed interest securities are all traded in quoted public markets, primarily the London Stock Exchange. Holdings in common investment funds, unit trusts and open-ended investment companies are at the bid price. The basis of fair value for quoted investments is equivalent to the market value, using the bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

6b. RECONCILIATION OF GAINS/(LOSSES) ON INVESTMENTS	Group & Charity	
	2018	2017
	£	£
Revaluation (losses)/gains	(3,244,137)	2,129,615
(Losses)/gains on forward contracts	(121,627)	229,094
	<u>(3,365,764)</u>	<u>2,358,709</u>
(Losses)/gains on investments per SOFA		

The above relates to gains and losses made on forward contracts in the year utilised to combat exchange rate fluctuations.

7. PROGRAMME RELATED INVESTMENTS	Group & Charity	
	2018	2017
	£	£
St Luke's Centre	1,000,000	1,000,000
Venerable English College, Rome	184,416	205,416
	<u>1,184,416</u>	<u>1,205,416</u>

CATHOLIC TRUST FOR ENGLAND AND WALES

NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 31 DECEMBER 2018

7. PROGRAMME RELATED INVESTMENTS (continued)

St Luke's Centre

The St Luke's Centre was purchased in 2006 to provide a Wellness Centre for Priests operated by the St Luke's Institute of Maryland, USA. It is a project to minister to priests and religious women and men who so generously give of themselves to serve others. A full repairing lease for five years at a peppercorn rent has been signed on 27 April 2018.

Venerable English College (VEC) Rome

This investment relates to funds advanced from a constituent charity, The Lisbon Trust Fund, in 1987 and 1993 totalling £428,700, to give financial support to the college. The college is a seminary for the training of priests for the Dioceses of England and Wales. The VEC agreed to begin repayment of these monies at the rate of £10,000 per annum, commencing 1 January 2006. A lump sum repayment of £50,000 was made in 2014, a further lump sum repayments of £57,000 was made in 2015, and a lump sum repayment of £10,000 was made in 2018. The rate of repayment will be reviewed after 10 years and the loan is interest free.

8. DEBTORS

	Group		Charity	
	2018	2017	2018	2017
	£	£	£	£
Prepayments and accrued income	905,797	681,128	732,804	643,216
Other debtors	224,225	73,143	96,863	68,536
Amounts due from subsidiary undertaking	-	-	48,507	41,315
	<u>1,130,022</u>	<u>754,271</u>	<u>878,174</u>	<u>753,067</u>

9. CREDITORS: amounts falling due within one year

	Group		Charity	
	2018	2017	2018	2017
	£	£	£	£
Expense creditors	200,420	121,619	192,606	80,814
Social Security and other taxes	69,610	339,578	60,844	60,067
Deferred income (Note 10)	501,616	428,704	28,965	12,252
Other creditors	2,253,013	3,232,487	425,560	566,784
Accruals	161,494	111,360	149,764	111,360
	<u>3,186,153</u>	<u>4,233,748</u>	<u>857,739</u>	<u>831,277</u>

10. DEFERRED INCOME

	Group & Charity	
	2018	2017
	£	£
Balance as at 1 January 2018	428,704	28,325
Amount released to income	(428,704)	(92,934)
Amount deferred in year	501,616	493,313
	<u>501,616</u>	<u>428,704</u>
Balance at 31 December 2018		

CATHOLIC TRUST FOR ENGLAND AND WALES

NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 31 DECEMBER 2018

11. RESTRICTED FUNDS	Balance at 1 January 2018					Movement on investments	Balance at 31 December 2018
Group & Charity	£	Income £	Expenditure £	Transfers £		£	£
Catholic Youth Reserve	6,586	-	-	-	-	-	6,586
Diocesan Reserve	100,173	-	-	-	-	-	100,173
Day for Life	333,427	346,630	400,778	-	-	-	279,279
Priests Training fund	928	200,000	200,000	-	-	-	928
Prison Chaplaincy project	13,388	59,769	52,541	-	-	-	20,616
Religious Restructuring project	461	-	-	-	-	-	461
World Communications Day	1	320,534	312,211	-	-	-	8,324
Safeguarding Reserve	-	122,315	322,888	203,427	-	-	2,854
Relics of St Therese	446	-	-	-	-	-	446
National Catholic Safeguarding Commission	24,576	63,734	65,218	-	-	-	23,092
Lisbon fund	368,815	-	12,873	-	-	-	355,942
Faith in the Future	507,769	158,795	50,238	(124,874)	-	-	491,452
Home Mission	545,156	290,420	191,716	-	-	-	643,860
National Office for Vocation	-	57,857	59,186	1,329	-	-	-
Internships	50	17,063	140,658	123,545	-	-	-
Safeguarding as Ministry	2,205	-	-	-	-	-	2,205
General Secretary's risk management fund	191,165	-	4,946	-	-	-	186,219
Ecumenical Instruments	4,000	-	99,000	100,000	-	-	5,000
Catholic Education Service	2,004,148	194,160	975,363	1,152,773	(371,571)	-	2,004,147
St Faustina Fund	22,186	-	5,248	-	-	-	16,938
Holy Land Coordination	21,791	5,165	6,870	-	-	-	20,086
Santa Marta Group	394,648	2,150	251,409	-	-	-	145,389
Protecting Catholic Heritage	61,576	55,000	29,370	-	-	-	87,206
Catholic Council for the Independent Inquiry into Child Sexual Abuse (CCIICSA)	(122,001)	498,124	281,988	-	-	-	94,135
Catholic Students Trust	88,547	-	-	-	-	-	88,547
Catholic Enquiry Office	19,332	171,331	-	-	-	-	190,663
Racial Justice Sunday	161,017	96,711	106,550	-	-	-	151,178
Celebrating Family Fund	224,761	33,007	185,624	-	-	-	72,144
Environment Advisory Group	-	15,000	8,515	-	-	-	6,485
Legal Adviser	-	65,000	28,503	25,000	-	-	61,497
Other restricted funds	1,577	-	-	-	-	-	1,577
	<u>4,976,728</u>	<u>2,772,765</u>	<u>3,791,693</u>	<u>1,481,200</u>	<u>(371,571)</u>		<u>5,067,429</u>

11. RESTRICTED FUNDS (continued)

The transfers from general funds to the restricted funds during the year represent additional funds required to assist in the support of various projects. Fund transfers within Faith in the Future represent the allocation of funds to other project work. Fund transfers within Day for Life, World Communications Day and Home Mission are in support of project work in line with the objectives of these funds, and to fund an intern within the CCN.

Catholic Youth Reserve

A reserve held previously by the National Catholic Fund for expenditure associated with young people.

Diocesan Reserve

A fund to assist dioceses which are in financial need. Small grants have previously been made from this fund to subsidise home to school transport in remote areas of England and Wales.

Day for Life

An annual Day for Life is celebrated in England and Wales to promote the sanctity of human life. The parish collection taken on the day funds the Bishops' Conference contribution to the Anscombe Bioethics Centre, the production of pro-life materials and other designated charities as determined annually.

Priests' training Fund

This fund represents the balance of grant monies received to be used explicitly for the education of seminarians in England and Wales and at the discretion of the Bishops' Conference to support those dioceses most in need of funds for the training of future priests.

Prison Chaplaincy project

This fund represents monies collected to support the post of the Catholic Bishops' Prison Adviser within the conference secretariat. This role supports the dioceses in ensuring the pastoral needs of Catholics in prison are properly met and that the Church is engaged with the Prison Service at national level.

Religious restructuring project

This fund represents monies received in order to implement the restructuring of the Religious Safeguarding Commissions.

World Communications Day

This office of the Bishops' Conference is funded almost entirely by proceeds from the World Communications Day collection in England and Wales specifically for Catholic communications.

Safeguarding Reserve

This denotes reserves accrued under expenditure for safeguarding activities, including CSAS.

Relics of St Therese

At the request of Cardinal Cormac Murphy-O'Connor and the Bishops of England and Wales, the relics of St Therese of Lisieux visited England and Wales between 16 September and 16 October 2009. This fund represents monies donated to contribute towards the cost of the visit of the relics to England and Wales.

National Catholic Safeguarding Commission

This fund represents monies set aside to fund the cost of the Safeguarding Implementation Group, who were appointed by the Bishops to review the recommendations of the Cumberlege Commission report, Safeguarding with Confidence.

Lisbon Fund

This fund was inherited from the Lisbon Trust Fund for the purposes of maintaining a property owned by the English College Lisbon to fulfil the requirements of the Holy See on the closure of the seminary. The sale of the property completed during 2008 and the proceeds are to be administered according to the requirements of a 1973 decree of the Holy See.

11. RESTRICTED FUNDS (continued)

Faith in the Future

This represents monies raised under the *Faith in the Future* fundraising initiative as yet unallocated, or to fund the costs of the fundraising function, and funds raised in pursuit of the aims of the Faith in the Future initiative and distributed to other parts of the Church or partners in the mission of the Catholic Church.

Home Mission

To collect and distribute funds for the Catholic Agency to Support Evangelisation. This is largely funded from the Home Mission Sunday Collection and other donations. The trustees allocate resources from general funds to meet the requirements of this priority area for the Bishops' Conference.

National Office for Vocation

The National Office for Vocation was established in 2002 with a two-fold remit - to develop the Vatican II understanding of vocation in the Church and to promote particular vocations especially priesthood. The Trustees allocate resources from general funds to meet the budget requirements of this priority area for the Bishops' Conference.

Internships

In 2002, the Catholic Parliamentary Internship Programme was created to enable graduates to be placed, each year, with Christian MPs at Westminster. The programme includes part time study at St Mary's University, exposure to the work of the Catholic Church at national and international level and regular spiritual guidance. Funding for this programme is one of the elements of the Trust's fundraising policy. The programme has been expanded to graduates being placed both with MPs in Brussels, and executive staff within other agencies of the Bishops' Conference.

Safeguarding as Ministry

This represents a fund used to support work on the production of a Care pathway for victims which responds appropriately and sensitively to their needs.

General Secretary's risk management fund

This fund represents a grant given to establish a fund to support all aspects of risk management, as judged by the President of the Bishops' Conference and the General Secretary.

Ecumenical Instruments

To receive Diocesan contributions to the subscriptions made, on behalf of the Catholic Church in England and Wales, to the Ecumenical Instruments in Britain and Ireland.

Catholic Education Service

This fund represents the assets and liabilities transferred to CaTEW on the winding up of the Catholic Education Service in civil law. The Resolution of Transfer stated that the assets and liabilities transferred were to be Restricted Funds, and used for educational purposes.

St Faustina Fund

This represents a donation received which enables small grants to be made at a local parish level to support, enable, and encourage evangelisation outreach projects.

Holy Land Coordination

Annually, The Bishops' Conference of England and Wales with the support of CCEE organises a delegation of bishops from Europe, North America and South Africa (called **Holy Land Co-ordination**) and undertakes a visit to the Holy Land to witness to the Church's concern for the Christian communities and the Assembly of Catholic bishops in the Holy Land.

11. RESTRICTED FUNDS (continued)

Santa Marta Group

Following initiatives by the Catholic Bishops' Conference for England and Wales (CBCEW), the Santa Marta Group was developed by the CBCEW and first met in Rome during April 2014 when police chiefs and Catholic bishops came together, in the presence of Pope Francis, to sign an historic declaration committing themselves to a partnership to eliminate human trafficking. Named after the home of Pope Francis, in which the members stayed, the Group now has members in over 30 countries. Through a series of conferences the Bishops' Conference has brought together the heads of national and international police and law enforcement agencies along with international organisations to look at how they can work with the Church to help victims

Protecting Catholic Heritage

This fund represents income received and expenditure incurred to support the work of the Protecting Catholic Heritage Support Officer role. This role was established to help church bodies develop their capacity and to assist them in obtaining grant funding available for historic churches.

Catholic Council for the Independent Inquiry into Child Sexual Abuse (CCIICSA)

This fund represents support to the Church's response to the Independent Inquiry on Child Sexual Abuse, being chaired by Prof Alex Jay.

Catholic Students Trust

This fund represents monies transferred on the winding up of the Catholic Students Trust of England and Wales (registered charity number 328705). It had been agreed that these funds would be held 'to advance religion among and the education of Christian students in establishments of higher education in England and Wales and in particular such of them as are Roman Catholic'.

Catholic Enquiry Office

This fund has been established for those donations and legacies gifted to what was the Catholic Enquiry Office. Such donations will be used to support and resource Catholic communities & individuals in England & Wales to proclaim the Gospel, in line with objectives of the Catholic Enquiry Office.

Racial Justice Sunday

Each year, the Catholic Church in England and Wales celebrates Racial Justice Sunday and a national collection is taken, the proceeds of which will be used to raise awareness of the responsibility of the church to eradicate racial discrimination in all its forms within the church and wider society.

Celebrating Family Fund

This fund represents donations made to support both Diocesan projects and to develop internal capacity to support the pastoral care of Marriage and Family Life.

Environment Advisory Group

This fund represents the funding of a Project Manager to support the Environmental Advisory Group, whose purpose is to gather information and provide a practical response to Laudato Si which can be adopted by dioceses, parishes and schools.

Legal Adviser

This fund represents the funding of a Legal Adviser to support the Church's response to the Independent Inquiry into Child Sexual Abuse.

Other Restricted Funds

Other restricted funds consist of donations and other contributions for specific purposes other than those listed above.

12. DESIGNATED FUNDS	Balance at 1 January 2018 £	Income/ Gains £	Transfers/ Expenditure £	Balance at 31 December 2018 £
Group & Charity				
Tangible fixed assets fund	4,155,122	-	(64,615)	4,090,507
Programme related investment fund	1,205,416	-	(21,000)	1,184,416
Education fund	761,335	-	(377,661)	383,674
Strategic Investment fund	27,873,415	-	(3,365,794)	24,507,621
	<u>33,995,288</u>	<u>-</u>	<u>(3,829,070)</u>	<u>30,166,218</u>

The tangible fixed assets fund represents the net book value of the charity's tangible fixed assets held as part of the unrestricted funds. This fund is separated from the general fund of the charity in recognition of the fact that the tangible fixed assets are essential to the day to day work of the charity and as they are not regarded as realisable with ease in order to meet contingencies.

The programme related investments fund represents the value of programme related investments. This fund is separated from the general funds of the charity in recognition that they are not realisable with ease at their carrying value.

The Education Fund represents funds set aside for new initiatives and project work as required by the Catholic Education Service, following the transfer of assets and liabilities of this organisation into CaTEW. Movements on the fund during the year represent the difference between the levy charged to the Dioceses in respect of the work carried out by the CES, and the staffing and operational costs incurred in pursuit of the objectives of the CES (including gains and losses on investments).

The Strategic Investment Fund represents money invested to generate an ongoing income stream to in order to sustain the core work and activities of the Charity. The Bishops have decreed that the capital amount should be preserved and not expended. Movements on the fund during the year represent gains and losses on the various investment portfolios held by the Charity.

13. ALLOCATION OF NET ASSETS

Group	Fixed Assets £	Investments £	Current Assets £	Current Liabilities £	Total 31 December 2018 £
Restricted Funds	-	2,004,147	3,063,282	-	5,067,429
Designated Funds	4,090,507	26,075,711	-	-	30,166,218
Non Charitable trading funds	198,534	-	5,406,555	(2,328,414)	3,276,675
General Funds	-	4,716,439	189,867	(857,739)	4,048,567
Total Net Assets	<u>4,289,041</u>	<u>32,796,297</u>	<u>8,659,704</u>	<u>(3,186,153)</u>	<u>42,558,889</u>

14. TRADING SUBSIDIARIES

During the period the Trust had three active subsidiary companies incorporated in England and Wales, Colloquium (CaTEW) Limited (company no: 04735081), CBCEW Events Limited (company no: 10835006), and Catholic Insurance Service Limited (company no: 04493403).

The results and assets and liabilities of the above companies are reported within the financial statements.

A summary of the companies' trading results and balance sheet is set out below:

Colloquium CaTEW Limited**Consolidated Profit and Loss Account**

	2018	2017
	£	£
TURNOVER	20,751	20,488
Cost of sales	-	-
	<u>20,751</u>	<u>20,488</u>
GROSS PROFIT	20,751	20,488
Administrative expenses	(69)	(77)
	<u>20,682</u>	<u>20,411</u>
Amount gifted to the Charity		(20,411)
	<u>-</u>	<u>-</u>
PROFIT AFTER TAXATION	-	-
Reserves brought forward	12,932	12,932
	<u>33,614</u>	<u>12,932</u>
RESERVES CARRIED FORWARD		

Balance Sheet

	2018	2017
	£	£
CURRENT ASSETS		
Debtors	28,648	4,606
Cash at bank and in hand	39,267	63,038
	<u>67,915</u>	<u>67,644</u>
CREDITORS: Amounts falling due within one year	(9,301)	(29,712)
	<u>58,614</u>	<u>37,932</u>
NET CURRENT ASSETS		
	<u>58,614</u>	<u>37,932</u>
NET ASSETS		
Share capital	25,000	25,000
Reserves	33,614	12,932
	<u>58,614</u>	<u>37,932</u>
SHAREHOLDERS' FUNDS		

CATHOLIC TRUST FOR ENGLAND AND WALES

NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 31 DECEMBER 2018

14. TRADING SUBSIDIARIES (continued)

CBCEW Events Limited

Consolidated Profit and Loss Account

	2018 £	2017 £
TURNOVER	308,762	-
Cost of sales	-	-
GROSS PROFIT	308,762	-
Administrative expenses	(249,793)	(13,350)
	58,969	(13,350)
Amount gifted to the Charity	-	-
LOSS AFTER TAXATION	58,969	(13,350)
Reserves brought forward	(13,350)	-
RESERVES CARRIED FORWARD	45,619	(13,350)

Balance Sheet

	2018 £	2017 £
CURRENT ASSETS		
Debtors	79,834	-
Cash at bank and in hand	145,488	-
	225,322	-
CREDITORS: Amounts falling due within one year	(179,702)	(13,350)
NET CURRENT ASSETS/(LIABILITIES)	45,620	(13,350)
NET ASSETS/(LIABILITIES)	45,620	(13,350)
Share capital	1	1
Reserves	45,619	(13,350)
SHAREHOLDERS' FUNDS	45,620	(13,349)

CATHOLIC TRUST FOR ENGLAND AND WALES

NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 31 DECEMBER 2018

14. TRADING SUBSIDIARIES (continued)

Catholic Insurance Service Limited

Profit and Loss Account	2018 £	2017 £
TURNOVER	889,731	303,057
EXPENDITURE	(634,196)	(319,042)
PROFIT/(LOSS) AFTER TAXATION	255,535	(15,985)
RESERVES BROUGHT FORWARD/TRANSFERRED INTO THE TRUST	2,868,400	2,884,385
RESERVES CARRIED FORWARD	3,123,935	2,868,400
	2018 £	2017 £
Balance Sheet		
TANGIBLE FIXED ASSETS	198,534	212,904
CURRENT ASSETS		
Debtors	191,873	37,912
Cash at bank and in hand	4,921,447	6,018,308
	5,113,320	6,056,220
CREDITORS: Amounts falling due within one year	(2,187,919)	(3,400,724)
NET CURRENT ASSETS	2,925,401	2,655,496
NET ASSETS	3,123,935	2,868,400
Share capital	10	10
Reserves	3,123,924	2,868,390
SHAREHOLDERS' FUNDS	3,123,935	2,868,400

15. DETAILED ANALYSIS OF COMPARATIVE FIGURES

DONATIONS AND LEGACIES

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	Total 2017 £
Donations	33,772	1,899,549	1,933,321
Legacies	-	6,017	6,017
Grants receivable	-	200,000	200,000
	<u>33,772</u>	<u>2,105,566</u>	<u>2,139,338</u>

DIOCESAN ASSESSMENTS

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	Total 2017 £
Arundel and Brighton	136,827	7,273	144,100
Birmingham	214,100	9,016	223,116
Brentwood	138,917	7,076	145,993
Cardiff	72,671	3,199	75,870
Clifton	101,318	5,177	106,495
East Anglia	56,314	3,321	59,635
Hallam	49,320	2,298	51,618
Hexham and Newcastle	149,809	6,898	156,707
Lancaster	69,871	3,183	73,054
Leeds	109,658	5,431	115,089
Liverpool	191,855	7,442	199,297
Menevia	6,091	26	6,117
Middlesbrough	55,362	2,599	57,961
Northampton	73,120	4,110	77,230
Nottingham	103,307	5,165	108,472
Plymouth	67,549	4,062	71,611
Portsmouth	113,970	6,251	120,221
Salford	178,637	7,114	185,751
Shrewsbury	158,739	6,908	165,647
Southwark	243,254	12,297	255,551
Westminster	378,004	20,944	398,948
Wrexham	8,453	260	8,713
Contribution from Bishopric of the Forces	4,500	-	4,500
	<u>2,681,646</u>	<u>130,050</u>	<u>2,811,696</u>

15. DETAILED ANALYSIS OF COMPARATIVE FIGURES (CONTINUED)

CHARITABLE ACTIVITIES

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	Total 2017 £
Conferencing income	85,516	70,271	155,787
	<u>85,516</u>	<u>70,271</u>	<u>155,787</u>

INVESTMENT INCOME

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	Total 2017 £
Arising on quoted investments:			
Dividends	496,652	67,629	564,281
Fixed Interest	79,770	8,231	88,001
	<u>576,422</u>	<u>75,860</u>	<u>652,282</u>
Rental income	70,800	-	70,800
Rental income from investment properties	14,583	-	14,583
Bank interest	1,516	15	1,531
	<u>663,321</u>	<u>75,875</u>	<u>739,196</u>

OTHER INCOME

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	Total 2017 £
Other income	13,063	331,726	344,789
	<u>13,063</u>	<u>331,726</u>	<u>344,789</u>

CATHOLIC TRUST FOR ENGLAND AND WALES - NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 31 DECEMBER 2018

15. DETAILED ANALYSIS OF COMPARATIVE FIGURES (CONTINUED)

	Unrestricted			Restricted			Total 2017
	Direct Personnel	Direct Other	Direct Grant making (3)	Direct Personnel	Direct Other	Direct Grant making (3)	
	£	£	£	£	£	£	£
Charitable Activities							
Bishops' meetings, general activities and grant making	-	359,045	195,364	46,684	-	-	601,093
Catholic Education and Formation	8,537	16,823	-	34,819	24,776	-	161,387
Catholic Education Service	-	-	-	320,230	787,009	-	1,470,128
Christian Life and Worship	44,461	40,810	-	25,727	362,889	-	110,998
Christian Responsibility and Citizenship	135,393	17,757	-	64,121	155,126	283,407	676,642
Public Policy	56,425	15,173	-	22,212	-	-	93,810
Dialogue and Unity	16,529	53,313	-	18,758	99,000	-	187,600
Evangelisation and Catechesis	-	2,547	-	331	-	-	2,878
International Affairs	163,482	43,530	-	61,779	-	-	268,791
Catholic Communications Network	-	-	-	78,239	131,095	-	619,843
Catholic Safeguarding Advisory Service	-	-	-	96,896	202,069	-	400,328
Celebrating family fund project	-	-	-	17,252	74,964	126,624	248,633
Priests' training	-	-	-	-	-	200,000	200,000
Prison Chaplaincy project	-	-	-	6,483	39,365	-	45,848
Protecting Catholic Heritage	-	-	-	2,692	15,116	-	19,041
Art of Dying well	-	-	-	5,199	31,571	-	36,770
Human Trafficking/Santa Marta Group	-	-	-	14,287	15,350	-	101,039
National Catholic Safeguarding Commission	-	-	-	9,076	15,346	-	64,184
ILCSA	-	-	-	129,481	786,215	-	915,696
Other projects	-	-	-	14,162	85,992	17,184	117,338
Raising Funds	424,827	548,998	195,364	968,428	1,544,179	627,215	6,342,047
Subsidiaries	-	13,427	-	-	-	-	13,427
Fundraising	-	-	-	17,639	30,721	-	57,883
Investment management fees	-	237,879	-	-	9,523	-	237,879
	-	251,306	-	17,639	30,721	-	309,189
Other trading expenditure	143,440	175,602	-	-	-	-	319,042
Total expenditure	568,267	975,906	195,364	986,067	1,574,900	627,215	6,970,278

15. DETAILED ANALYSIS OF COMPARATIVE FIGURES (CONTINUED)

ALLOCATED SUPPORT COSTS

	Charitable activities £	Raising Funds £	Total 2017 £	
Staff costs	364,918	3,357	368,275	Pro rata basis
Premises costs	477,536	12,407	489,943	Head count
Other costs	203,824	1,875	205,699	Pro rata basis
	<u>1,046,278</u>	<u>17,639</u>	<u>1,063,917</u>	

Support costs have been directly charged to the relevant activity on the basis of use.

	2017 £
Support costs include:	
Auditor's remuneration - Audit	13,500
Other services	800
	<u>14,300</u>

15. DETAILED ANALYSIS OF COMPARATIVE FIGURES (CONTINUED)

ANALYSIS OF GRANT MAKING ACTIVITIES

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	Total 2017 £
National Board of Catholic Women	10,000	-	10,000
Turin Pilgrimage	-	-	-
National Conference of Priests	2,000	-	2,000
National Council Lay Association	7,000	-	7,000
Caritas Social Action Network	110,000	-	110,000
Lisbonian Society	4,000	-	4,000
The Crew Trust	15,000	-	15,000
Parliamentary Interns	-	44,006	44,006
<i>Day for Life</i>			
Anscombe Bioethics Centre	-	100,000	100,000
Other grants awarded	-	139,401	139,401
<i>Celebrating Family Fund grants</i>			
Diocese of Birmingham	-	-	-
Diocese of Brentwood	-	12,500	12,500
Diocese of Clifton	-	-	-
Diocese of East Anglia	-	-	-
Diocese of Shrewsbury	-	-	-
Diocese of Cardiff	-	12,500	12,500
Diocese of Hexham and Newcastle	-	12,137	12,137
Diocese of Wrexham	-	12,500	12,500
Diocese of Leeds	-	12,500	12,500
Diocese of Liverpool	-	12,500	12,500
Diocese of Salford	-	14,487	14,487
Diocese of Arundel and Brighton	-	12,500	12,500
Diocese of Middlesbrough	-	12,500	12,500
Diocese of Plymouth	-	12,500	12,500
<i>Priests' Training and Formation grants</i>			
Ordinate of Our Lady of Walsingham	-	20,000	20,000
Diocese of East Anglia	-	50,000	50,000
Diocese of Hexham and Newcastle	-	20,000	20,000
Diocese of Hallam	-	-	-
Diocese of Leeds	-	50,000	50,000
Diocese of Menevia	-	50,000	50,000
Diocese of Plymouth	-	-	-
The Catholic Church of Gibraltar	-	10,000	10,000
<i>Grants from the St Faustina Fund</i>	-	2,184	2,184
<i>Home Mission fieldworker grant to Diocese of Cardiff</i>	-	15,000	15,000
Churches Legislation Advisory Service	19,690	-	19,690
CCEE	12,319	-	12,319
COMECE	15,355	-	15,355
	<u>195,364</u>	<u>627,215</u>	<u>822,579</u>

CATHOLIC TRUST FOR ENGLAND AND WALES

NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 31 DECEMBER 2018

15. DETAILED ANALYSIS OF COMPARATIVE FIGURES (CONTINUED)

RESTRICTED FUNDS	Balance at 1 January 2017	Income	Expenditure	Transfers	Movement on investments	Balance at 31 December 2017
Group & Charity	£	£	£	£	£	£
Catholic Youth Reserve	6,431	155	-	-	-	6,586
Diocesan Reserve	100,173	-	-	-	-	100,173
Day for Life	288,380	347,541	(300,551)	(1,943)	-	333,427
Priests Training fund	928	200,000	(200,000)	-	-	928
Prison Chaplaincy project	-	52,753	(39,365)	-	-	13,388
Religious Restructuring project	461	-	-	-	-	461
World Communications Day	41,534	302,121	(326,154)	(17,500)	-	1
Safeguarding Reserve	-	107,961	(303,432)	195,471	-	-
Relics of St Therese	446	-	-	-	-	446
National Catholic Safeguarding Commission	15,634	64,049	(55,107)	-	-	24,576
Lisbon fund	385,705	500	(17,390)	-	-	368,815
Faith in the Future	486,732	176,581	(72,044)	(83,500)	-	507,769
Home Mission	443,635	332,791	(215,450)	(15,820)	-	545,156
National Office for Vocation	-	29,565	(101,209)	71,644	-	-
Internships	-	24,550	(158,820)	134,320	-	50
Safeguarding as Ministry	2,205	-	-	-	-	2,205
The Art of Dying Well	18,154	11,474	(31,571)	1,943	-	-
General Secretary's risk management fund	191,165	-	-	-	-	191,165
Ecumenical Instruments	3,000	-	(99,000)	100,000	-	4,000
Catholic Education Service	2,004,149	302,822	(1,149,898)	498,516	348,559	2,004,148
St Faustina Fund	24,370	-	(2,184)	-	-	22,186
Holy Land Coordination	35,669	8,195	(22,073)	-	-	21,791
Protecting Catholic Heritage	47,925	30,000	(16,349)	-	-	61,576
Catholic Council for the Independent Inquiry into Child Sexual Abuse (CCIICSA)	347,114	317,100	(786,215)	-	-	(122,001)
Catholic Students Trust	-	88,547	-	-	-	88,547
Catholic Enquiry Office	-	19,332	-	-	-	19,332
Bishops' Development Week	-	25,000	(29,729)	4,729	-	-
Racial Justice Sunday	86,154	74,863	-	-	-	161,017
Celebrating Family Fund	445,547	10,595	(231,381)	-	-	224,761
Other restricted funds	1,577	-	-	-	-	1,577
	<u>5,271,495</u>	<u>2,713,488</u>	<u>(4,244,674)</u>	<u>887,860</u>	<u>348,559</u>	<u>4,976,728</u>

15. DETAILED ANALYSIS OF COMPARATIVE FIGURES (CONTINUED)

DESIGNATED FUNDS	Balance at 1 January 2017	Income/ Gains	Transfers/ Expenditure	Balance at 31 December 2017
Group & Charity	£	£	£	£
Tangible fixed assets fund	4,173,730	56,739	(75,347)	4,155,122
Programme related investment fund	1,217,416	-	(12,000)	1,205,416
Education fund	504,720	327,782	(71,167)	761,335
Strategic Investment fund	25,513,706	2,359,709	-	27,873,415
	<u>31,409,572</u>	<u>2,744,230</u>	<u>(158,514)</u>	<u>33,995,288</u>

ALLOCATION OF NET ASSETS

Group	Fixed Assets £	Investments £	Current Assets £	Current Liabilities £	Total 31 December 2017 £
Restricted Funds	-	4,296,115	1,057,851	(377,238)	4,976,728
Designated Funds	4,155,122	29,840,166	-	-	33,995,288
Non Charitable trading funds	212,904	-	6,123,864	(3,443,786)	2,892,982
General Funds	-	-	4,583,271	(412,724)	4,170,547
Total Net Assets	<u>4,368,026</u>	<u>34,136,281</u>	<u>11,764,986</u>	<u>(4,233,748)</u>	<u>46,035,545</u>