



**SIR JOSIAH MASON'S
RELIEF IN NEED AND EDUCATIONAL CHARITY**

**TRUSTEES REPORT &
FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDING 31 MARCH 2017**

Charity Registration No. 1073756

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Trustees, Officers and Advisors

Trustees

Mrs A R Anderson
Mrs B Foster
Mr M H Goodwin
Councillor Mr K I Meeson
Ms A Crawley
Councillor Mr G Moore
Mrs J Houlder
Mr M Baylis
Mr P Soule
Mr J Pyke
Mr M Smith

Chief Executive & Company Secretary

Richard Hall

Registered Office

Mason Court
Hillborough Road
Birmingham
B27 6PF

Bankers

HSBC Bank Plc
34 Poplar Road
Solihull
West Midlands
91 3AF

Investment Managers

Smith & Williamson
Investment Management
9 Colmore Row
Birmingham
B3 2BJ

Solicitors

SGH Martineau LLP
No.1 Colmore Square
Birmingham
B4 6AA

Auditor

Mazars LLP
45 Church Street
Birmingham
B3 2RT

Registered Charity No.

1073756

TRUSTEES' REPORT

The Trustees present their report and the audited financial statements of the Charity for the year ended 31 March 2017.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the statements and comply with applicable law and the requirements of the Charities Act 2011 and the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) (Charities SORP (FRS 102)).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The original Trust Deed dated 29 July 1868 and the Scheme of the Charity Commission sealed on 11 December 1963 were superseded by a new Scheme effective from 1 April 1995 and approved by the Charity Commission and sealed on 10 May 1995. Under the Scheme the original charity was divided into two separate charities, the Sir Josiah Mason's Relief in Need and Educational Charity and the Sir Josiah Mason's Almshouse, Care and Nursing Home Charity. Under a subsequent Scheme effective from 1 April 1998 and approved by the Charity Commission on 19 January 1999 the Sir Josiah Mason's Almshouse, Care and Nursing Home Charity was itself divided into two separate charities, the Sir Josiah Mason's Almshouse Charity and the Sir Josiah Mason's Care and Nursing Home Charity. Following a change in its activities, the latter is now known as the Sir Josiah Mason's Care Charity.

The charitable objects of the Relief in Need and Educational Charity enable it to provide assistance to the Care and Almshouse Charities and the residents thereof.

All three charities have the same Trustees.

TRUSTEES

When complete, the body of Trustees consists of four nominated Trustees and eight co-opted Trustees. Of the nominated Trustees, two are put forward by Birmingham City Council and two by Solihull Metropolitan Borough Council. Each appointment is made for a term of three years.

The Trustees who served during the year and to the date of this report were:

Mrs J Houlder - Chairman
Mr M H Goodwin – Vice Chairman
Councillor M K I Meeson
Mrs A Crawley
Councillor M G Moore
Mr M Smith (from April 2017)

Mr M Baylis
Mr P Soule (from September 2016)
Mrs A R Anderson
Mrs B Foster
Mr J Pyke (from December 2016)

Trustee Recruitment and Training

The power and responsibility to appoint new trustees lies with the existing trustees and when recruiting new trustees, they look for individuals whose skills and experience are such that they are able to make a significant contribution to the future strategic leadership and development of the Charity.

New Trustees are made aware of their responsibilities as charity trustees, the importance attached to 'good governance', and are helped to familiarise themselves with the practical and financial aspects of the Charity's operations. To assist them they are provided with an initial induction programme, a copy of the Charity Commission's Scheme, the latest published financial statements and forward plans and appropriate Charity Commission publications.

Organisational Structure

All Trustees sit on the Charity's Executive Committee and Mr J Houlder is the elected chairman and Mr M Baylis is the elected vice-chairman of the Relief in Need and Educational Charity.

All matters of strategy, policy and management are determined by this Committee at the regular meetings, which are held at least quarterly through the year.

The Trustees are also Trustees of Sir Josiah Mason's Almshouse Charity and Sir Josiah Mason's Care Charity. There are two standing committees which form part of the governance arrangements. The Finance Committee meets five times each year to consider financial matters, risk management and associated affairs. The Housing, Care & Property Services Committee meets bi-monthly to consider operational performance (relating to housing, care and property services), compliance matters, complaints and resident related matters.

Each meeting of the Trustees, including those of the Committees, covers the affairs of all three of the Sir Josiah Mason Charities.

None of the Trustees has any beneficial interest in the Charity.

Risk Management

Trustees continue to keep under regular review significant risks which if materialised might have an adverse effect in delivering the charities objectives. Systems and internal control procedures are in place to highlight potential exposure, together with appropriate mitigation plans. Financial forecasting and the preparation of regular management accounts ensure that adequate funding is available for the continuation of the Charity's operations and a robust system of Financial Regulation ensures the proper authorisation of all major items of expenditure.

Objects and Activities for the Public Benefit

The objects of the Charity are;

- (1) The relief of persons who are in need, hardship or distress; and to promote the education of persons who;
 - a) are under the age of 25; and
 - b) are in need of financial assistance.

- (2) The Trustees may relieve persons in need by:
 - a) making grants of money to them; or
 - b) providing or paying for goods, services or facilities for them; or
 - c) making grants of money to other persons or bodies who provide goods, services or facilities to those in need.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives, and in planning future activities.

The Charity carries out its objects by providing grants to organisations and to individuals. In the year to 31 March 2017 grants totalling £81,218 (2016 £34,780) were made. This total comprises:

- Grants totalling £47,829 (2016 £8,694) to the Sir Josiah Mason's Care Charity to cover apprenticeship training, £9,756 (2016 £5,179), improvements to facilities, £37,730 (2016 £3,068) and £343 (2016 £447) for an Open Day.
- Grants of £19,219 (2016 £14,066) to the Sir Josiah Mason's Almshouse Charity were made to cover apprenticeship training, £15,778 (2016 £13,625) and £3,441 for Defibrillators from Mr R Wood's Legacy.
- A bursary grant of £13,500 (2016 £10,800) to the University of Birmingham and £670 (2016 £1,220) to Solihull MBC to cover tuition fees for improving basic English skills for refugee 'looked after' young people.

REVIEW OF ACTIVITIES, ACHIEVEMENTS AND PERFORMANCE

FINANCIAL REVIEW

Year ended 31 March 2017

The value of the investment portfolio rose by 17% in the year to £3,972,501 by 31st March 2017. The performance masked a variety of results of its constituent parts where:-

- Equities in general rose by 23%
- Fixed Interest rose in the year by 8%.
- Short term deposits which is money arising from the sale of the investments in the portfolio awaiting further purchases decreased from £189,022 in 2016 to £90,162 by the end of March 2017.

Total Incoming Resources of £150,057 (2016 £99,933) included investment income of £104,874 (2016 £94,211) and £39,396 from legacies. Expenditure on charitable activities rose to £111,845 in the year compared with £64,178 in 2016. Grants awarded in the year rose by £46,438 to £81,218. Net Incoming Resources therefore amounted to £38,212 (2016 £35,755).

During the year the charity acquired an investment property at 28 Hartshill Road at a cost of £162,946. A further £23,345 was spent in refurbishing the property which will be rented out at a commercial rent to generate income for the Charity. The sale of equities helped generate a gain of £47,623. An increase in the market value of the investment portfolio of £559,988 led to the increase of Net Movements in Funds to £645,823 for the year compared with a deficit of £34,887 in 2016.

TRUSTEE MEMBERS' INDEMNITY

The Trustees have confirmed that the Charity does have appropriate and adequate Members and Officers Insurance in place. The policy provides cover up to £1,000,000 at a cost of £971 and is shared along with Sir Josiah Mason's Almshouse Charity and Sir Josiah Mason's Care Charity.

RESERVES

The need to fund capital expenditure and revenue deficits when incurred by Sir Josiah Mason's Care Charity has reduced the Charity's unrestricted reserves in recent years.

It is the Trustees' intention to retain future surplus income until they are satisfied that the level of unrestricted reserves is sufficient to meet anticipated grant aid requirements of the Sir Josiah Mason's Care Charity for a minimum of two years.

INVESTMENT POLICY

There are no restrictions on the Trustees' power to invest.

The Trustees' investment objectives are to create a sufficient financial return to enable the Charity to carry out its purpose effectively and without interruption, to maintain and enhance the investment funds whilst they are invested, to obtain a reasonable balance between capital growth and income so that the Charity can meet future as well as current needs, and to avoid investments that are unduly risky.

FUTURE PLANS

Trustees intend that the Charity's activities will broadly continue as they have in recent years. However, Trustees will continue exploring options for how best to utilise the Charity's capital and income for the benefit of current and future beneficiaries. They have indicated the desire to focus on the Sir Josiah Mason Trust's role in providing training and development opportunities for young local people as well as assistance with the provision of high quality housing accommodation and in the care for older people, within established

areas of operation. This is in addition to the continuing financial support for providing 'in house' apprenticeship training.

Last year Trustees worked closely with Birmingham University to establish bursaries. This initiative enabled three local young people to study at the university in social care / social policy. It enabled higher education opportunities to young people who due to financial circumstances would not otherwise have been able to study. Trustees have agreed to continue this support for a further academic year (2017/18).

Trustees are also mindful that there are a small but significant number of young people who for a variety of reasons failed to achieve a satisfactory secondary school education. In connection with Solihull MBC the Trustees wish to assist some of these young people who express the desire to have a second chance, and we will be exploring providing funding for those young people on an individual basis.

RESPONSIBILITIES OF THE TRUSTEES FOR THE FINANCIAL STATEMENTS

Charity law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity at the end of its financial year and of its incoming resources and the application of those resources for that year.

In preparing the financial statements the Trustees should follow best practice and:

- select suitable accounting practices and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on a going concern basis unless it is inappropriate to assume that the Charity will continue to operate.

Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and which enable the Trustees to ensure that the financial statements comply with the provisions of the Charities Act 2011.

The Trustees are also responsible for safeguarding the assets of the Charity and for taking reasonable steps for the prevention and detection of fraud or other irregularities.

The Trustees are responsible for the maintenance and integrity of the Charity's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

INFORMATION TO THE AUDITOR

In accordance with charity law the Trustees confirm that:-

- so far as they are aware at the date of this report there is no information relevant to the audit of which the Charity's auditor is unaware;
- they have taken all steps which should have been taken to make themselves aware of any information relevant to the audit and to ensure that the Charity's auditor is aware of such information, and,

- they have prepared this report in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

This report has been prepared in accordance with the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) (Charities SORP (FRS 102)).

The report was approved by the Trustees at their Annual General Meeting on 22nd September 2017, and signed on their behalf.

Mrs J Houlder *J.A. Houlder*
.....
Chairman

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF SIR JOSIAH MASON'S RELIEF IN NEED AND EDUCATIONAL CHARITY

We have audited the financial statements of Sir Josiah Mason's Relief in Need and Educational Charity for the year ended 31 March 2017 which comprise the statement of financial activities, the statement of financial position and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland.

Respective responsibilities of Trustees and the Auditor

As explained more fully in the Trustees' Responsibilities Statement set out on page 6, the Trustees are responsible for the preparation of the financial statements which give a true and fair view.

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors. This report, including our opinion, has been prepared for and only for the charity's trustees as a body. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body for our audit work, for this report, or for the opinions we have formed.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2017 and of its results, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including FRS 102; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Mazars LLP, Chartered Accountants and Statutory Auditor

45 Church Street, Birmingham B3 2RT

STATEMENT OF FINANCIAL ACTIVITIES
Year ended 31 March 2017

	Notes	Unrestricted funds £	Endowment funds £	2017 Total £	2016 Total £
INCOMING RESOURCES	4a				
Rental income from investment properties		5,787	-	5,787	5,722
Investment income		104,874	-	104,874	94,211
Voluntary Income: Legacies		39,396	-	39,396	-
TOTAL INCOMING RESOURCES		150,057	-	150,057	99,933
RESOURCES EXPENDED					
Charitable Activities	4b				
Grants to connected charities and individuals		81,218	-	81,218	34,780
Indirect charitable expenditure		27,031	-	27,031	25,303
		108,249	-	108,249	60,083
Governance	5	3,596	-	3,596	4,095
TOTAL RESOURCES EXPENDED		111,845	-	111,845	64,178
NET INCOMING RESOURCES		38,212	-	38,212	35,755
Realised gains/(losses) on investment assets					
Freehold ground rents	10	-	-	-	27,000
Listed investments	10	-	47,623	47,623	(6,230)
		-	47,623	47,623	20,770
Unrealised gains on investment assets					
Freehold ground rents and property					-
Listed investments	10	-	559,988	559,988	(91,412)
NET MOVEMENT IN FUNDS		-	607,611	645,823	(34,887)
Fund balances brought forward 1 April 2016		294,658	4,129,572	4,424,230	4,459,117
FUND BALANCES CARRIED FORWARD AT 31 MARCH 2017		332,870	4,737,183	5,070,053	4,424,230

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

All incoming resources and resources expended relate to continuing activities.

STATEMENT OF FINANCIAL POSITION

As at 31 March 2017

	Notes	2017 £	2016 £
FIXED ASSETS			
Investment properties	7	440,565	254,275
Investments	8	3,972,501	3,382,350
CURRENT ASSETS			
Rents outstanding and accrued		1,466	931
Investment income accrued		18,066	17,854
Other debtors		489	736
Due from Almshouse Charity		-	-
Due from Care Charity		-	30
		<u>20,021</u>	<u>19,551</u>
Cash at bank and in hand		644,601	776,022
		<u>664,622</u>	<u>795,573</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR			
Sundry creditors		7,379	7,885
Due to Almshouse Charity		256	83
		<u>7,635</u>	<u>7,968</u>
NET CURRENT ASSETS		<u>656,987</u>	<u>787,605</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>5,070,053</u>	<u>4,424,230</u>
CAPITAL FUND			
Endowment capital account	10	4,737,183	4,129,572
INCOME FUND			
Accumulated income (unrestricted)	11	332,870	294,658
TOTAL FUNDS		<u>5,070,053</u>	<u>4,424,230</u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

STATEMENT OF FINANCIAL POSITION

As at 31 March 2017

These financial statements were approved and authorised for issue by the Trustees on 22nd September 2017 and were signed on their behalf by:-

Mrs J ^WHolder - Chairman

J.A. Holder

Mr M Baylis - Vice Chairman

M Baylis

NOTES TO THE FINANCIAL STATEMENTS**Year ended 31 March 2017**

1. ACCOUNTING POLICIES

These accounts have been prepared in accordance with the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) (Charities SORP (FRS 102)).

Sir Josiah Mason's Relief in Need and Educational 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 note(s).

Information on the impact of the first time adoption of FRS102 is given in note 13.

The preparation of financial statements in compliance with FRS102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Charity's accounting policies (see note 3).

(a) Basis of preparation

The financial statements are prepared on the historical cost basis of accounting modified to include the revaluation of freehold land and buildings and to account for investments at fair value.

Incoming resources and the application of those resources have been accounted for under the accruals basis of accounting.

Expenditure includes VAT which cannot be recovered and which is reported as part of the expenditure to which it relates.

Charitable expenditure comprises grants made by the Charity in accordance with its objects and expenditure of an indirect nature necessary to support the grant making activities.

Governance costs are those associated with the constitutional and statutory requirements of the Charity and include audit fees and costs incurred in the strategic management of the Charity.

Costs are allocated between categories of expenditure in the Statement of Financial Activities on an appropriate basis.

The accounts do not include a cash flow statement because the company is a small entity and in accordance with the Charities SORP (FRS 102) is exempt from the requirement to prepare a statement of cash flows.

(b) Endowment funds

The Charity has an endowment fund which it is legally prevented from distributing except with the express permission of the Charity Commission.

The endowment fund has been invested in order to generate income to meet the objects of the Charity.

(c) Investments

Investments held as fixed assets are stated at market value less any provision required for a permanent diminution in value after the statement of financial position date.

NOTES TO THE FINANCIAL STATEMENTSYear ended 31 March 2017

(d) Freehold land and buildings

Freehold land and buildings are included at market value.

(e) Rental income

Rental income is accounted for in the year in which it is due.

(f) Investment income

Income from investments and bank accounts is accounted for in the year in which it is receivable.

(g) Donations

Cash donations are accounted for when receipt is recorded in the accounting records.

Material donations of items other than cash are included in income at market value on receipt.

(h) Grants

Grants made to the Sir Josiah Mason's Almshouse Charity, the Care Charity and the residents thereof are accounted for in the financial period to which they relate.

An allocation is made for grants to third parties and these grants are accounted for when they are paid. The balance of the allocation not used during the year is carried forward for use in the following year.

(i) Gains on investment assets

Where applicable, realised and unrealised gains and losses on investment assets are accounted for through the Endowment Fund.

(j) Voluntary help

No value has been put on the voluntary help received by the Charity during the year.

2. CHARITABLE STATUS

The Charity is registered with the Charity Commission, number 1073756, and is exempt from Income Tax and Capital Gains Tax provided its income and gains are applied for charitable purposes.

3. JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of the financial statements in conformity with generally accepted accounting principles requires the Trustees to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results in the future could differ from those estimates. In this regard, the trustees believe that the critical accounting policies where judgements or estimations are necessarily applied are summarised below:

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2017

Depreciation and residual values

The Trustees have reviewed the asset lives and associated residual values of all fixed asset classes and have concluded that asset lives and residual values are appropriate.

Provisions and accruals

Management bases its judgements on the circumstances relating to each specific event and upon currently available information. However, given the inherent difficulties in estimating liabilities in these areas, it cannot be guaranteed that additional costs will not be incurred beyond the amounts accrued.

Impairment of trade debtors

An estimate of the collectible amount of trade debtors is made when collection of the full amount is no longer probable. This estimation is performed on an individual basis.

4 a. INCOMING RESOURCES

	2017	2016
	£	£
Investment income		
Fixed interest investments	5,588	5,302
Equities	96,659	86,128
Bank and building society	2,556	2,695
Investment Managers' deposit account	71	86
Rental income from investment properties	5,787	5,722
	<u>110,661</u>	<u>99,933</u>
Voluntary Income		
Legacies	39,396	-
	<u>150,057</u>	<u>99,933</u>

4 b. CHARITABLE EXPENDITURE

	2017	2016
	£	£
Grants to Connected Charities		
Sir Josiah Mason's Care Charity		
Apprentice – salary support	9,756	5,179
Improvement grants	37,730	3,068
Open Day – Alexandra House	343	447
Sir Josiah Mason's Almshouse Charity		
Apprentice – salary support	15,778	13,625
Open Day – Alexandra Court	-	441
Legacy – Defibrillator x 3	3,441	-

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2017

Other		
The University of Birmingham	13,500	10,800
Solihull MBC	670	1,220
	<hr/>	<hr/>
Total Grants	81,218	34,780
	<hr/> <hr/>	<hr/> <hr/>
Indirect Charitable Expenditure		
Management fee	8,000	7,808
Repairs, maintenance and professional fees in respect of investment properties	240	240
Investment Managers' fees	18,066	16,345
Sundry expenses	374	653
Bank charges	105	65
Share exercise charge	246	192
	<hr/>	<hr/>
	27,031	25,303
	<hr/> <hr/>	<hr/> <hr/>

5 OTHER EXPENDITURE

	2017	2016
	£	£
Governance		
Professional fees	710	1,250
Trustees' meeting expenses	-	-
Audit and accountancy fees	2,886	2,845
	<hr/>	<hr/>
	3,596	4,095
	<hr/> <hr/>	<hr/> <hr/>
Resources expended include the following charges:		
Auditors' remuneration	2,886	2,845
Fees paid to the Auditors for accountancy and other services	-	-
	<hr/> <hr/>	<hr/> <hr/>

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2017

6 EMPLOYEES' AND TRUSTEES' REMUNERATION

The Charity had no employees at any time during the year and no remuneration was paid to any Trustee from Charity funds during the year.

Administration services are provided by employees of the Sir Josiah Mason's Almshouse Charity for which a management fee is charged.

No expenses were reimbursed to any of the Trustees during the year (2016 nil).

7 FIXED ASSETS**Investment properties**

Freehold land and buildings held as income producing investments

	Freehold Ground rents £	Freehold properties £	Total £
Market value at 1 April 2016	180,749	73,525	254,274
Property acquired	-	186,291	186,291
Elimination on disposals during the year	-	-	-
Revaluation of ground rents and property in the year	-	-	-
Market value at 31 March 2017	<u>180,749</u>	<u>259,816</u>	<u>440,565</u>
Cost at 31 March 2017	<u>1,358</u>	<u>243,917</u>	<u>245,275</u>

The freehold ground rents have been valued by Bruton Knowles at their estimated open market value in March 2012.

The freehold property held at the beginning of the year is a dwelling house acquired in the year ended 31 March 1998 at fair value from the Trust's then Director Mr T S Wallace who has a long term tenancy agreement over the property. The property is included in the financial statements at the Trustees' estimate of its tenanted value.

A property was acquired in the year as an investment property and is planned to be let on an assured short term tenancy.

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2017

8 FIXED ASSET INVESTMENTS**General investments**

	Cost 2017 £	Cost 2016 £	Market value 2017 £	Market value 2016 £
Fixed interest	191,171	191,171	272,119	252,108
Equities and unit trusts	2,476,709	2,298,112	3,610,220	2,941,220
	2,667,880	2,489,283	3,882,339	3,193,328
Short term deposits	90,162	189,022	90,162	189,022
	2,758,042	2,678,305	3,972,501	3,382,350

Significant shareholdings

There are no significant shareholdings which individually represent more than 5% of the market value of the Charity's investment portfolio at 31 March 2017.

	£
COST	
At 1 April 2016	2,489,283
Investment acquired	366,374
	<u>2,855,657</u>
Investment disposals	(187,777)
At 31 March 2017	<u>2,667,880</u>
MARKET VALUE ADJUSTMENT	
At 1 April 2016	704,045
Eliminated on sales	(46,886)
Adjustment for the year	557,300
At 31 March 2017	<u>1,214,459</u>
MARKET VALUE	
At 31 March 2017	<u>3,882,339</u>
At 31 March 2016	<u>3,193,328</u>

All investments are quoted on the London stock exchange and have been acquired within the Trustees' powers.

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2017

9 FINANCIAL INSTRUMENTS*Financial assets*

Measured at fair value - cash (see Statement of financial position)

Measured at amortised cost - trade debtors (see Statement of financial position)

Financial liabilities

Measured as amortised cost - trade creditors (see Statement of financial position)

10 ENDOWMENT CAPITAL ACCOUNT

	2017 £	2016 £
At 1 April 2016	4,129,572	4,200,214
(Deficit)/surplus on sale of:		
Ground rents	-	27,000
Investments	47,623	(6,230)
Movement in unrealised surplus on ground rent	-	-
Movement on unrealised surplus/(deficit) on investments	559,988	(91,412)
	<u>4,737,183</u>	<u>4,129,572</u>
At 31 March 2017	<u><u>4,737,183</u></u>	<u><u>4,129,572</u></u>

11 ANALYSIS OF ASSETS BETWEEN FUNDS

	Endowment capital account £	Accumulated Income £	Total £
Investment properties	440,565	-	440,565
Investments			
General	3,882,339	-	3,882,339
Short term deposits	90,162	-	90,162
Debtors	-	20,021	20,021
Cash at bank and in hand	324,117	320,484	644,601
Creditors	-	(7,635)	(7,635)
	<u>4,737,183</u>	<u>332,870</u>	<u>5,070,053</u>
	<u><u>4,737,183</u></u>	<u><u>332,870</u></u>	<u><u>5,070,053</u></u>

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2017

12 RELATED PARTY TRANSACTIONS

	2017	2016
	£	£
Grants paid to:		
Sir Josiah Mason's Care	47,829	8,694
Sir Josiah Mason's Almshouse Charity	19,219	14,066
Management Fee paid to		
Sir Josiah Mason's Almshouse Charity	8,000	7,808
	<u>75,048</u>	<u>30,568</u>

Trustees, Councillor Mr G Moore is a representative of Birmingham City Council, and Councillor Mr K I Meeson and Mr M H Goodwin are representatives of Solihull MBC.

13 FIRST TIME ADOPTION OF FRS 102

The policies applied under the Charity's previous accounting framework are not materially different to FRS102 and have not impacted on funds or surplus or deficit.

