

THE WORSHIPFUL COMPANY OF PATTENMAKERS
ANNUAL REPORT AND FINANCIAL STATEMENTS
YEAR ENDED 15 MARCH 2021

THE WORSHIPFUL COMPANY OF PATTENMAKERS

COMPANY INFORMATION

Administrator:

R W Murfin TD DL

The Clerk to the Worshipful Company of Pattenmakers

Correspondence address:

3 The High Street

Sutton Valence

Kent

ME17 3AG

Honorary Treasurer:

S Etheridge

The Paddock

Ringstead Road

Great Addington

Kettering

Northamptonshire

NN14 4BW

Accountants:

Azets

Globe House

Eclipse Park

Sittingbourne Road

Maidstone

Kent

ME14 3EN

Bankers:

Barclays Bank Plc

HSBC Bank Plc

Investment advisers and stockbrokers:

Killik & Co LLP

46 Grosvenor Street

London

W1K 3HN

THE WORSHIPFUL COMPANY OF PATTENMAKERS

REPORT OF THE COURT OF ASSISTANTS

The Court present their report and accounts for the year ended 15 March 2021.

CONSTITUTION AND HISTORY

The Worshipful Company of Pattenmakers is a City of London Livery Company which was incorporated by Royal Charter in 1670. However, its historical origins lie far back in the Middle Ages and it is officially linked with the 'Ancient Mystery of Galochemakers' having trade rights by charter in relation to Pattens, Galoches and Clogs.

The company is governed by a Court of Assistants, comprising the Royal Patron, its Master and Wardens of the year, several past masters and other assistants who have been chosen from the general body of the company.

GOVERNANCE

During the year under review, and to date, the Court membership was as follows:

HRH The Duke of Gloucester GCVO (Royal Patron)

J A Bryant-Pearson (Master)	M Kemsley
S A Leijten (Upper Warden)	R A Kottler
P J Tyrrell (Renter Warden)	J A C C Watson-Gandy
A M Cove (Warden to the Trade)(resigned 08.10.20.)	D P Best
M J Pickard (Warden to the Trade)(appointed 08.10.20.)	S A C Huxham
T E Watts (resigned 08.10.20.)	A S Lyons
H R Auty	K D F Bottomley
S H Lamb	S Etheridge
Sir J W A Timpson CBE	J Wilson
R L Page	A M Cove (appointed 07.01.21.)
S J Goodman	R A Scarr-Hall (appointed 07.01.21.)
C M Hayward	D B Emanuel (appointed 17.03.21.)
N C G Andrews	M J Heffer (appointed 17.03.21.)

Pursuant to the power given to the Court by the Royal Charter of the Company to appoint a person of eminence as Patron, HRH The Duke of Gloucester accepted the invitation of the Company to act as Patron in 1982, and he has continued in this honorary role since then; the Charter of the Company states the Patron is numbered as among the Assistants but, as Patron, HRH The Duke of Gloucester takes no part in the affairs of the Court.

AIMS AND OBJECTS

The aims of the company are to:

1. promote the society, friendship and well-being of its members;
2. maintain strong links with the boot and shoe trade, which closely relates to its ancient crafts, and more recently the modern Facilities Management profession;
3. uphold the standing and traditions of the City of London and to promote hospitality; and
4. promote charitable works and initiatives.

CHARITABLE AFFAIRS

The charitable work of the company is conducted through The Pattenmakers Company Charitable Foundation (Registered charity number: 286312), whose financial affairs are reported in separate accounts, which are prepared, examined and publicly reported in accordance with charity law and practice.

These accounts deal only with the financial affairs of the livery company. The Court of Assistants accepts responsibility for these accounts on whose behalf they have been prepared.

THE WORSHIPFUL COMPANY OF PATTENMAKERS

REPORT OF THE COURT OF ASSISTANTS (cont/d)

REVIEW OF THE YEAR'S ACTIVITIES

During the year the company was unable to arrange any traditional dinners or the annual banquet due to the COVID-19 restrictions, but held one successful virtual event.

In early April 2020, the company started producing a weekly electronic newsletter, as a way of keeping in touch with members, while we are unable to meet at our normal regular events. This has proved to be very popular with the membership.

During the year under review the company's subsidiary, Pattenmakers Events Limited, launched The Worshipful Company of Pattenmakers' new history book, Out of the Mud.

Links with the Armed Forces continued and support for the City of London Schools and the ancient Guild Church of St Margaret Pattens (with which the company's history has been entwined for centuries) was maintained. Charitable activities and fundraising continued successfully, but the amounts raised were restricted due to the cancellation of the main fundraiser, the London Marathon. The investment results continue to be encouraging but the Court believe there is still a need for careful monitoring and control in this area.

REVIEW OF THE COMPANY'S FINANCIAL RESULTS FOR THE YEAR

Social events are conducted by the company's wholly owned subsidiary company, Pattenmakers Events Limited. This subsidiary's accounts have not been consolidated. The subsidiary charges the livery company for the entertaining of guests and for special functions conducted on behalf of the livery company. The livery company, in recognition of its tradition of hospitality, makes an annual discretionary donation to the subsidiary to help defray the cost of hall hire etc.

The company's membership income for the year was £77,965 compared to £75,311 in the previous year. Other income amounted to £2,846, compared to £2,921. Expenditure in the year amounted to £65,336 compared to £68,185 in the previous year, leaving a surplus before taxation of £15,475, compared to a surplus before taxation in the previous year of £10,047. There is no taxation charge in the current or previous year. This leaves a total surplus for the year of £15,475 compared to a surplus of £10,047 in the previous year.

The company's income has increased slightly compared with the previous year, but expenditure has decreased, mainly due to a smaller donation to Pattenmakers Events Limited.

THE FUTURE

Whilst recognising that the company is a not for profit organisation, the Court's objective is to ensure membership and financial sustainability while protecting the value of the company's reserves.

THE CLERK

The administration of the company's affairs is the responsibility of the company's Clerk, Mr R W Murfin. The Court records its thanks to him for his unfailing endeavours in every sphere of its activities.

By order of the Court

P J Tyrrell
Renter Warden 2020-21
2 December 2021

THE WORSHIPFUL COMPANY OF PATTENMAKERS

INCOME AND EXPENDITURE ACCOUNT

Year ended 15 March 2021

	Notes	2021 £	2020 £
MEMBERSHIP INCOME	1	77,965	75,311
Administrative expenses		65,336	68,185
OPERATING SURPLUS		<u>12,629</u>	<u>7,126</u>
Income from investments		2,791	2,789
Interest receivable		55	132
SURPLUS FOR THE FINANCIAL YEAR		<u>15,475</u>	<u>10,047</u>
Surplus brought forward		212,291	202,244
SURPLUS CARRIED FORWARD		<u><u>£227,766</u></u>	<u><u>£212,291</u></u>

THE WORSHIPFUL COMPANY OF PATTENMAKERS

BALANCE SHEET

15 March 2021

	Notes	2021		2020	
		£	£	£	£
FIXED ASSETS					
Tangible assets	2		5,024		5,024
Investments	3		<u>409,315</u>		<u>296,864</u>
			414,339		301,888
CURRENT ASSETS					
Stocks	4	13,650		16,918	
Debtors	5	250		-	
Cash at bank		<u>67,295</u>		<u>49,829</u>	
		81,195		66,747	
CREDITORS - amounts falling due within one year	6		<u>2,756</u>		<u>3,760</u>
NET CURRENT ASSETS			78,439		62,987
NET ASSETS			<u><u>£492,778</u></u>		<u><u>£364,875</u></u>
RESERVES					
General funds			227,766		212,291
Unrealised investment gains			<u>264,996</u>		<u>152,545</u>
			492,762		364,836
Designated sub fund					
Pattens purchase fund			16		39
			<u><u>£492,778</u></u>		<u><u>£364,875</u></u>

Approved by the Court on 2 December 2021 and signed on its behalf by

P J Tyrrell
Renter Warden 2020-21

THE WORSHIPFUL COMPANY OF PATTENMAKERS

NOTES TO THE ACCOUNTS
Year ended 15 March 2021

1 ACCOUNTING POLICIES

Basis of preparation:

The accounts have been prepared under the historical cost convention as modified by the revaluation of investments.

Membership income:

This represents the value of admission fines and annual quarterage. Admission fines are in respect of admission to office, to the Court or to the Freedom or Livery and are included in the accounts on an accruals basis. Annual quarterage is included in the accounts on a cash received basis.

Investment income:

Equity dividends, income on fixed interest stocks and interest on bank deposits are accounted for on an accruals basis. If recoverable, income tax deducted from investment income at source is accounted for on the same basis as the income to which it relates.

Taxation:

Bank interest receivable and chargeable gains on disposals of investments are liable to tax.

Apart from the items listed above, the income of the company is not taxable and for this reason no relief can be claimed for the expenses of the company or for capital expenditure.

Depreciation of tangible fixed assets:

Fixed assets are being depreciated so as to write them off over their anticipated useful lives, by equal instalments, at the following annual rates:

Furniture and equipment	- 20% and 33½%
Robes	- 20%

The silverware and Patron's badge are not being depreciated.

Investments:

Marketable investments are shown at middle market value as valued by the stockbrokers at 31 March 2021. The effect of this is to increase the carrying value of investments by the amount of the unrealised gain shown in note 3.

Stocks:

Stocks are valued at the lower of cost and net realisable value.

THE WORSHIPFUL COMPANY OF PATTENMAKERS

NOTES TO THE ACCOUNTS
Year ended 15 March 2021

2 TANGIBLE FIXED ASSETS

	Silverware and Patron's badge £	Furniture and equipment £	Robes £	Total £
Cost:				
At 16 March 2020 and at 15 March 2021	<u>£5,024</u>	<u>£13,160</u>	<u>£6,970</u>	<u>£25,154</u>
Depreciation:				
At 16 March 2020 and at 15 March 2021	<u>-</u>	<u>£13,160</u>	<u>£6,970</u>	<u>£20,130</u>
Net book value:				
At 15 March 2021	<u>£5,024</u>	<u>-</u>	<u>-</u>	<u>£5,024</u>
At 15 March 2020	<u>£5,024</u>	<u>-</u>	<u>-</u>	<u>£5,024</u>

3 INVESTMENTS

	Investments in subsidiary undertakings £	Other investments £	Total £
Valuation:			
At 1 April 2020	1	296,863	296,864
Revaluation	<u>-</u>	<u>112,451</u>	<u>112,451</u>
At 31 March 2021	<u>£1</u>	<u>£409,314</u>	<u>£409,315</u>
Investment income therefrom	<u>-</u>	<u>£2,791</u>	<u>£2,791</u>

All other investments are listed investments and are valued by Killik & Co LLP, the stockbrokers, at 31 March 2021. The historical cost of fixed asset investments is £144,318 (2020 - £144,318).

THE WORSHIPFUL COMPANY OF PATTENMAKERS

NOTES TO THE ACCOUNTS
Year ended 15 March 2021

3 INVESTMENTS (cont/d)

Investments representing more than 5% of the portfolio's value were:

Allianz Technology Trust Plc	ordinary 25p shares	£113,820
BlackRock World Mining Trust	ordinary shares	£24,682
Findlay Park American Sterling Unhedged		£60,085
Personal Assets Trust	ordinary shares	£45,200
Schroder Asian Total Return	ordinary shares	£26,964
Worldwide Healthcare Trust	ordinary 25p shares	<u>£138,563</u>

The company holds 20% or more of the share capital of the following company:

Company	Shares held	
	Class	%
Pattenmakers Events Limited	Ordinary	100

As indicated in the report of the Court of Assistants, the company's wholly owned subsidiary now conducts virtually all the social events of the company.

The subsidiary's accounts for the year ended 15 March 2021 have not been consolidated within the accounts of the livery company, but include:

	2021	2020
	£	£
Net assets of subsidiary	9,936	8,853
Retained profit for the year	<u>1,083</u>	<u>824</u>

In the year the livery company made an ex gratia donation of £25,000 (2020 - £28,500) to Pattenmakers Events Limited to assist with the cost of hall hire and other expenses.

4 STOCKS

Books	237	330
Livery medals	11,454	14,418
Plaques	249	280
Scarves	1,062	980
Ties	438	700
Umbrellas	<u>210</u>	<u>210</u>
	<u>£13,650</u>	<u>£16,918</u>

5 DEBTORS

Accrued income	<u>£250</u>	<u>-</u>
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THE WORSHIPFUL COMPANY OF PATTENMAKERS

NOTES TO THE ACCOUNTS
Year ended 15 March 2021

6 CREDITORS - amounts falling due within one year	2021	2020
	£	£
Income in advance	422	-
Accruals	2,127	3,683
Killik & Co LLP	207	77
	<u>£2,756</u>	<u>£3,760</u>

THE WORSHIPFUL COMPANY OF PATTENMAKERS

INCOME AND EXPENDITURE ACCOUNT

Year ended 15 March 2021

	2021	2020
	£	£
INCOME		
Admission fines - Master, Wardens and Court	525	950
Admission fines - freedom	1,000	2,900
Admission fines - livery	<u>3,600</u>	<u>300</u>
	5,125	4,150
Annual quarterage - freedom	18,692	17,086
Annual quarterage - livery	53,854	53,505
Annual subscriptions - friends	<u>104</u>	<u>250</u>
	72,650	70,841
Donations in lieu of quarterage	<u>190</u>	<u>320</u>
	77,965	75,311
Income from investments	2,791	2,789
Interest receivable	<u>55</u>	<u>132</u>
	80,811	78,232
EXPENDITURE		
Clerk's fee and expenses	20,309	8,455
Beadle's fee and expenses	2,920	2,920
Clerk's assistant's fees	3,543	1,220
Financial controller's fees	3,028	3,544
Accountancy fees	960	960
Master's and Clerk's luncheon (net)	-	4,703
Master's expenses	232	2,185
Postage	430	475
Printing and stationery	26	51
Net loss on sales plus free issues	361	(112)
Insurance	1,253	1,253
Computer expenses	661	115
Restoration of display cabinet	3,650	1,628
Shrieval costs	-	3,403
Bank and stockbroker's charges	1,208	1,097
General expenses	1,736	2,255
History book	-	(893)
Entertaining	-	6,426
Donation to subsidiary	25,000	28,500
Website	<u>19</u>	<u>-</u>
	65,336	68,185
NET SURPLUS FOR THE YEAR	<u><u>£15,475</u></u>	<u><u>£10,047</u></u>