

**PROVINCIAL GRAND LODGE  
OF MARK MASTER MASONS OF DURHAM**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2018**

# **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PROVINCIAL GRAND LODGE OF MARK MASTER MASONS OF DURHAM**

## **Opinion**

We have audited the financial statements of Provincial Grand Lodge of Mark Master Masons of Durham for the year ended 31 December 2018 which comprise of income and expenditure account, balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and FRS 102 Section 1A, The Financial Reporting Standard applicable in the UK and the Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the members as a body, in accordance with the Lodge's constitution and by-laws. Our audit work has been undertaken so that we might state to the members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the members and the members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the Lodge's affairs as at 31 December 2018 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities.

## **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 lodge in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the members' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the members have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the lodge's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

## **Other information**

Our responsibilities do not extend to any other information.

## **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the lodge and its environment obtained in the course of the audit, we have not identified material misstatements in the members' report.

We have nothing to report in respect of the following matters:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit; or
- the members were not entitled to prepare the financial statements in accordance with the small entities regime; or
- a satisfactory system of control over transactions has not been maintained.

# **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PROVINCIAL GRAND LODGE OF MARK MASTER MASONS OF DURHAM**

## **Responsibilities of members**

The members 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 members 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 members are responsible for assessing the lodge'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 members either intend 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the members.
- Conclude on the appropriateness of the members' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the lodge's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**Somerford Buildings  
Norfolk Street  
Sunderland  
SR1 1EE**

**Date:**

**STEPHEN TORGENSEN BSc FCA  
(Senior Statutory Auditor)  
For and on behalf of  
UHY Torgersens  
Statutory Auditors  
and Chartered Accountants**

**PROVINCIAL GRAND LODGE OF MARK MASTER MASONS OF DURHAM**

**INCOME AND EXPENDITURE ACCOUNT**

**FOR THE YEAR ENDED 31 DECEMBER 2018**

	<b>2018</b>		<b>2017</b>
	£		£
<b>Income</b>			
Lodge Dues	4,455.00		4,720.10
Fees of Honour	960.00		1,200.00
Bank Interest	44.56		3.91
Annual Meeting Dues	1,140.00		1,290.00
	<u>6,599.56</u>		<u>7,214.01</u>
<b>Expenditure</b>			
Provincial Grand Lodge (Craft):			
Cost of Year Book	732.00		686.00
Special Functions	5.35		61.80
Ties & Tokens	-	107.59	
Administration Expenses:			
Printing & Stationery	1,515.17	541.01	
Postage & Telephone	964.54	211.40	
Depreciation	-	17.00	
Sundries	148.33	172.64	
Audit	504.00	468.00	1,517.64
	<u>3,132.04</u>	<u>468.00</u>	
Annual Meeting	1,450.70		1,426.33
	<u>5,320.09</u>		<u>3,691.77</u>
(Deficit)/Surplus of Income over Expenditure	1,279.47		3,522.24
Transfer (to)/from Special Reserve Fund	-		(500.00)
Surplus for the Year	<u>1,279.47</u>		<u>3,022.24</u>

The notes on page 5 form part of these financial statements

**PROVINCIAL GRAND LODGE OF MARK MASTER MASONS OF DURHAM**

**BALANCE SHEET AT 31 DECEMBER 2018**

	<b>Note</b>	<b>2018</b>	<b>2017</b>
		£	£
<b>Fixed Assets</b>			
Regalia	<b>1</b>	4.00	4.00
<b>Current Assets</b>			
Debtors	526.00	3,435.50	
Cash at Bank:			
Current Account	29,102.93	22,711.02	
Deposit Account – Barclays	22,365.52	51,994.45	48,467.48
		<hr/>	<hr/>
		51,998.45	48,471.48
<b>Creditors:-</b> amounts falling due within one year		-	(3,883.50)
		<hr/>	<hr/>
<b>Total Net Assets</b>		<u>51,998.45</u>	<u>44,587.98</u>
<b>Represented by:</b>			
<b>Accumulated Fund</b>			
Balance at 1 January 2018	28,346.16	25,323.92	
Surplus for the Year	1,279.47	3,522.24	
Transfer (to)/from Special Reserve Account	-	(500.00)	
		<hr/>	
Balance at 31 December 2018		29,625.63	28,346.16
<b>Special Reserve Account</b>			
Balance at 1 January 2018	<b>2</b>	5,178.46	4,678.46
Transfer (to)/from Income & Expenditure Account		-	500.00
		<hr/>	
Balance at 31 December 2018		5,178.46	5,178.46
<b>2020 Centenary Fund</b>			
Balance at 1 January 2018	<b>3</b>	11,063.36	8,170.00
Transferred from bank		6,131.00	3,961.50
Expenses		-	(1,068.14)
Balance at 31 December 2018		<hr/>	<hr/>
		17,194.36	11,063.36
		<hr/>	
		<u>51,998.45</u>	<u>44,587.98</u>

Approved & Agreed on:

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The notes on page 5 form part of these financial statements

**PROVINCIAL GRAND LODGE OF MARK MASTER MASONS OF DURHAM**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2018**

<b>1. Fixed Assets</b>	<b>Regalia £</b>	<b>Computer Equipment £</b>	<b>Total £</b>
<b>Cost</b>			
At 1 January 2018 and 31 December 2018	783.84	-	783.84
<b>Depreciation</b>			
At 1 January 2018 and 31 December 2018	779.84	-	779.84
<b>Net Book Value</b>			
At 31 December 2017 and 31 December 2018	<u>4.00</u>	<u>-</u>	<u>4.00</u>

**2. Special Reserve Account**

The special reserve account is a provision towards the cost of any future installation of a Provincial Grand Master.

**3. 2020 Centenary Fund**

The Centenary fund is a reserve created to celebrate the Centenary in 2020.

**4. Related Party**

There are no related parties or related party transactions during the year.