

MAY HEARNshaw CHARITABLE TRUST
TRUSTEES' REPORT AND UNAUDITED ACCOUNTS
FOR THE YEAR ENDED 5 APRIL 2022

MAY HEARNshaw CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

R D Law
W Munro
C H Ringrose
M R Ward

Charity number

1008638

Principal address

2 Rutland Park
Sheffield
S10 2PD

Accountants

BHP LLP
2 Rutland Park
Sheffield
S10 2PD

Bankers

Co-Operative Bank plc
84-86 West Street
Sheffield
S1 3SX

Solicitors

Lupton Fawcett Denison Till
The Synergy Building
Belgrave House
47 Bank Street
Sheffield
S1 2DR

Investment advisors

Investec Wealth & Investment Limited
61 Napier Street
Sheffield
S11 8HA

Independent examiner

W P Smith FCA CTA, Chartered Accountant of
J S Bethell & Co
70 Clarkehouse Road
Sheffield
S10 2LJ

MAY HEARNshaw CHARITABLE TRUST

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MAY HEARNshaw CHARITABLE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2022

The trustees present their report and accounts for the year ended 5 April 2022.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Trust's Deed, the Charities Act 2011 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 (second edition - October 2019)

Structure, governance and management

The Trust was established by the Will of the late Mrs May Hearnshaw and continues for charitable purposes, to be applied by the Trustees at their absolute discretion, wholly or mainly for the benefit of the inhabitants of the United Kingdom.

The trustees who served during the year were:

R D Law

W Munro

C H Ringrose

M R Ward

The trustees are appointed in writing by the existing Trustees.

The Trustees usually meet three times a year when they decide on and make major grants to charitable organisations but may decide to make grants at any time. They do not include in their consideration appeals received direct from individuals.

Grants authorised but not paid at the year end are included as commitments.

The principal risks to which the charity is exposed are the security and the performance of the investments and cash and the trustees are satisfied that they have arrangements in place to mitigate those risks.

Objectives and activities

It is the policy of the Trustees to support either national charities or charities working principally in the South Yorkshire, North Nottinghamshire, Derbyshire, East Lancashire and Cheshire areas.

Within the above obligations it is the policy of the Trustees to concentrate their support on the promotion of education and advancement of religion and the relief of poverty and sickness.

The trustees have complied with the duty in section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission.

All trustees give their time freely and no remuneration was paid in the year. No expenses were paid to the trustees during the year.

MAY HEARNshaw CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

Financial review

The attached accounts show the current state of the Charity's finances.

Total incoming resources for the year were £88,408 (2021: £73,718).

Total resources expended for the year were £82,295 (2021: £60,477). Investment management costs were £13,743 (2021: £7,142). Grants to institutions were £58,993 (2021: £43,750). Support costs were £9,559 (2021: £9,585).

Net incoming resources for the year were £156,880 (2021: £463,551). After taking into account the gain on investment assets of £150,767 (2021: £450,310), there was a gain on the unrestricted fund of £21,956 (2021: £22,609) and a gain on the endowment fund of £134,924 (2021: £440,942).

The trustees consider the overall finances of the Charity to be sound, there being adequate liquid funds available to cover the excess of expenditure over income on the unrestricted fund.

Reserve policy

It is the policy of the Trustees to pay out or commit to grants of the level of the annual net income after costs. Any reserves held at each year end are expected to be paid out in line with this policy.

Investment policy

The Trustees have unrestricted investment powers.

Most of the permanent endowment fund is held in quoted securities covering a diversified range of assets including Fixed Interest, UK and Overseas equities, Commercial Property and Alternative Investments.

The investment objective is to maximise the funds of the Charity through a mixture of the above assets, achieving a level of income commensurate to the asset mix and capital growth ahead of inflation over time. This objective should be achieved undertaking only a moderate level of risk.

The balance of the permanent endowment fund and the unrestricted income fund is held in cash on deposit at the best interest rates available.

The trustees' investments are managed by the investment advisors on an advisory basis.

Asset cover for funds

Note 12 sets out an analysis of the assets attributable to the various funds. These assets are sufficient to meet the charity's obligations on a fund by fund basis.

Approved by the trustees and signed on their behalf by:



C H Ringrose
Trustee

Dated: 21 June 2022

MAY HEARNshaw CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MAY HEARNshaw CHARITABLE TRUST

I report to the charity trustees on my examination of the accounts of the charity for the year ended 5 April 2022, which are set out on pages 4 to 14.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared the accounts (financial statements) in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) in preference to the Accounting and Reporting by Charities Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has since been withdrawn.

We understand that this has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



W P Smith FCA CTA, Chartered Accountant of
J S Bethell & Co

70 Clarkehouse Road
Sheffield
S10 2LJ

Dated: 21 June 2022

MAY HEARNshaw CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 5 APRIL 2022

	Notes	Unrestricted funds £	Endowment funds £	Total 2022 £	Total 2021 £
Income and endowments from:					
Investments	3	88,408	-	88,408	73,718
Expenditure					
Raising funds					
Investment management costs	4	-	13,743	13,743	7,142
Charitable activities					
Relief of poverty and sickness	5	47,127	-	47,127	15,050
Other		11,866	-	11,866	28,700
Support costs	6	7,459	2,100	9,559	9,585
Total expenditure		66,452	15,843	82,295	60,477
Net Gains on investments		-	150,767	150,767	450,310
Net income - movement in funds		21,956	134,924	156,880	463,551
Reconciliation of Funds					
Total funds brought forward at 6 April 2021		76,493	2,522,101	2,598,594	2,135,043
Total funds carried forward at 5 April 2022		98,449	2,657,025	2,755,474	2,598,594

All income and expenditure amounts relate to continuing activities.

MAY HEARNshaw CHARITABLE TRUST

BALANCE SHEET

AS AT 5 APRIL 2022

	Notes	£	2022 £	£	2021 £
Fixed assets					
Investments	10		2,662,164		2,527,162
Current assets					
Cash at bank and in hand		96,580		75,452	
		<u>96,580</u>		<u>75,452</u>	
Creditors due within one year	11	(3,270)		(4,020)	
Net current assets			<u>93,310</u>		<u>71,432</u>
Total assets less current liabilities			<u>2,755,474</u>		<u>2,598,594</u>
Capital funds					
Endowment funds			2,657,025		2,522,101
Income funds					
Unrestricted funds			<u>98,449</u>		<u>76,493</u>
			<u>2,755,474</u>		<u>2,598,594</u>

The accounts were approved by the Trustees on 21 June 2022


C H Ringrose
Trustee

MAY HEARNshaw CHARITABLE TRUST

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 5 APRIL 2022

1 Accounting policies

1.1 Accounting convention

The financial statements have been prepared in accordance with 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) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) issued in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The May Hearnshaw Charitable Trust meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements are prepared in sterling, which is the functional currency of the charity and rounded to the nearest £.

1.2 Income

Dividends and interest are taken into account in the year in which they are received.

1.3 Expenditure

Expenditure is included on an accruals basis inclusive of any irrecoverable VAT.

Grants payable are charged in the year when the offer is conveyed to the recipient except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year-end are noted as a commitment, but not accrued as expenditure.

All governance and secretarial costs are akin to support costs under SORP 2019. All costs other than investment fees are therefore shown as support costs under charitable expenditure.

1.4 Investments

Investments are included at their market value on 5 April and the unrealised net gains or losses arising from the revaluation are recognised in the Statement of Financial Activities.

MAY HEARNshaw CHARITABLE TRUST

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

1.5 Fund accounting

Unrestricted Income Fund

These are the reserves which the Trustees are required to apply in accordance with the charity's objectives.

Expendable Endowment Fund

The fund was established by the Will of Mrs M Hearnshaw, on 16 January 1992.

The Trust period of 80 years is of such length that the Trustees consider the capital of the fund should be regarded as reasonably permanent and as such is shown in the financial statements as an expendable endowment fund. They may also apply any part of the capital to further the objects of the Trust.

1.6 Debtors

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

1.7 Cash at Bank and in hand

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

1.8 Creditors and provisions

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

1.9 Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

MAY HEARNshaw CHARITABLE TRUST

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

2 Prior year's statement of financial activities

	Unrestricted funds £	Endowment funds £	Total 2021 £
<u>Income and endowments from:</u>			
Investments	73,718	-	73,718
<u>Expenditure on:</u>			
Raising funds			
Investment management costs	-	7,142	7,142
Charitable activities			
Relief of poverty and sickness	15,050	-	15,050
Other	28,700	-	28,700
Support costs	7,359	2,226	9,585
Total expenditure	51,109	9,368	60,477
Net gains on investments	-	450,310	450,310
Net income - movement in funds	22,609	440,942	463,551
Reconciliation of Funds			
Total funds brought forward at 6 April 2020	53,884	2,081,159	2,135,043
Total funds carried forward at 5 April 2021	76,493	2,522,101	2,598,594

3 Income from investments

	2022 £	2021 £
Income from listed investments	88,407	73,718
Interest receivable	1	-
	88,408	73,718

MAY HEARNshaw CHARITABLE TRUST

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

4 Total expenditure

	Other costs £	Grant funding £	Total 2022 £	Total 2021 £
Raising funds				
Investment management costs	13,743	-	13,743	7,142
Charitable activities				
Relief of poverty and sickness	-	47,127	47,127	15,050
Other	-	11,866	11,866	28,700
Support costs	9,559	-	9,559	9,585
	23,302	58,993	82,295	60,477

MAY HEARNshaw CHARITABLE TRUST

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

5 Grants payable

	2022 £	2021 £
Relief of poverty and sickness	47,127	15,050
Other	11,866	28,700
	58,993	43,750
Grants to institutions relating to relief of poverty and sickness comprise:		
Ashgate Hospicecare - Covid Appeal	-	5,000
British Liver Trust	-	2,000
Helen's Trust	-	1,500
Revive Healthy Living Centre	-	2,000
Spinal Muscular Atrophy UK	-	1,000
Treetops Hospice	-	2,500
Under the Stars	-	1,050
Archer Project	1,500	-
Barnardo's	2,000	-
BooBee - Prevent Breast Cancer Limited	1,000	-
British Disabled Angling Society	1,585	-
Candlelighters	1,000	-
Dream Holidays	2,000	-
Epilepsy Action	1,000	-
Exodus Project	1,400	-
Paces	4,142	-
Place 2 Be	1,000	-
Rotary Club of Hitchin Priory - Ukraine appeal	5,000	-
Sheffield Samaritans	1,000	-
Stephen Harrison Academy	2,500	-
The Children's Trust	2,000	-
The University of Sheffield	20,000	-
	47,127	15,050

MAY HEARNshaw CHARITABLE TRUST

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

Grants payable - continued

	2022 £	2021 £
Grants to institutions relating to other comprise:		
Belvoir Cricket & Countryside Trust	-	1,000
Caudwell Children	-	1,000
Centrepont Barnsley	-	2,500
Clothing Solutions	-	1,500
Derventio Rehousing Help (Derby)	-	1,000
Disability Awareness Community Gym	-	1,000
Exodus Project (Barnsley)	-	600
High Peak Homelessness	-	1,000
Lincs & Notts Air Ambulance	-	5,000
Living Paintings - Blind Library Service	-	1,000
Oundle Mencap	-	2,500
Police Community Clubs of GB	-	2,400
Ruskin Mill - Brantwood Special School	-	2,000
Sheffield Mencap	-	1,000
Smallpeice Trust	-	2,000
Soul Roots, Methodist Church	-	3,000
Walton Lea Partnership	-	1,500
Countryside Alliance for Meadowhead School	-	(1,300)
Buxton Civic Association	1,000	-
Grimethorpe Activity Zone	1,000	-
Meadowhead School - Onboard Sheffield Skate Park	1,800	-
Royal Air Force Benevolent Fund	1,000	-
Sheffield and Rotherham Wildlife Trust	1,000	-
Southern Light Community Church	2,000	-
Spencer Contact	2,000	-
St Chad Woodseats PCC	2,066	-
	11,866	28,700

6 Support costs

	2022 £	2021 £
Accountancy charges - income	6,300	6,678
Independent examination charges	870	600
Bank charges	119	81
Grave upkeep and maintenance	170	-
Accountancy charges - capital	2,100	2,226
	9,559	9,585

MAY HEARNshaw CHARITABLE TRUST

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

7 Trustees

Mr C H Ringrose is a partner with BHP LLP. No charges are made for his services. BHP LLP act as accountants to the Charity, charging fees as detailed in the accounts.

Subject to the foregoing no reimbursement of expenses is paid, directly or indirectly, to any Trustee or person or persons known to be connected with any of them.

8 Employees

There were no employees during either year.

9 Taxation

The charity is considered to pass the tests set out in Schedule 6, paragraph 1 of the Finance Act 2010 and therefore meets the definition of a charity for UK income tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by the Income Tax Act 2007, Part 10 S521 - S537 or S256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

MAY HEARNshaw CHARITABLE TRUST

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

10 Fixed asset investments

	Unrestricted fund £	Endowment fund £	Total 2022 £	Total 2021 £
Listed investments				
Market value at 6 April 2021	4,206	2,524,333	2,528,539	2,078,872
Disposals at opening book value	-	(1,102,720)	(1,102,720)	(209,529)
Acquisitions at cost	303	1,028,841	1,029,144	237,059
Change in value in the year	-	150,767	150,767	422,137
Market value at 5 April 2022	4,509	2,601,221	2,605,730	2,528,539
Investment cash	-	56,434	56,434	(1,377)
At 5 April 2022	4,509	2,657,655	2,662,164	2,527,162
Historical cost:				
At 5 April 2022	4,509	1,942,427	1,946,936	
At 5 April 2021	4,206	1,774,472	1,778,678	

11 Creditors: amounts falling due within one year

	2022 £	2021 £
Independent Examination charges	750	600
Accountancy charges	2,520	3,420
	3,270	4,020

MAY HEARNshaw CHARITABLE TRUST

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

12 Analysis of net assets between funds

	Unrestricted funds £	Endowment funds £	Total £
Fund balances at 5 April 2022 are represented by:			
Fixed asset investments	4,509	2,657,655	2,662,164
Current assets	96,580	-	96,580
Creditors due within one year	(2,640)	(630)	(3,270)
	<u>98,449</u>	<u>2,657,025</u>	<u>2,755,474</u>
 Fund balances at 5 April 2021 are represented by - as restated:			
Fixed asset investments	4,206	2,522,956	2,527,162
Current assets	75,452	-	75,452
Creditors due within one year	(3,165)	(855)	(4,020)
	<u>76,493</u>	<u>2,522,101</u>	<u>2,598,594</u>
 Unrealised gains included in the 2022 balances			
On investments	-	658,794	658,794
	<u>-</u>	<u>658,794</u>	<u>658,794</u>
 Reconciliation of movements in unrealised gains			
Unrealised gains at 6 April 2021	-	749,861	749,861
In respect of disposals in year	-	(216,270)	(216,270)
	<u>-</u>	<u>533,591</u>	<u>533,591</u>
Net gains on revaluations in year	-	125,203	125,203
	<u>-</u>	<u>125,203</u>	<u>125,203</u>
Unrealised gains at 5 April 2022	-	658,794	658,794