

DEREK WILLIAMS TRUST

England & Wales · Charity number 1015251

Details

Status Registered

Legal form Trust

Registered 1992-11-17

Register [View on the Charity Commission register](#)

Contact

Address The Derek Williams Trust
4 Ynys Bridge Court
Gwaelod Y Garth
Cardiff
CF15 9SS

Phone 02920814114

Email info@williams-ross.co.uk

Website <http://derekwilliamstrust.org/>

Activities

Objects: TO ADVANCE PUBLIC EDUCATION IN AND APPRECIATION OF THE ARTS BY THE PUBLIC DISPLAY OF FINE WORKS OF ART.

Activities: The Trust follows its main object to advance public education in and appreciation of the arts by the public display of fine works of art.

Classification

- **How:** Makes Grants To Organisations
- **What:** Arts/culture/heritage/science
- **Who:** The General Public/mankind

Geography

- Scotland
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-04-05	£193,461	£92,839	-	-
2024-04-05	£213,487	£241,213	-	-
2023-04-05	£244,541	£122,059	-	-
2022-04-05	£290,919	£136,018	-	-
2021-04-05	£283,077	£74,832	-	-

Trustees

Name	Role	Appointed
ADRIAN MYLES DAVIES		2012-01-24
Brendan Edward James Sadka		2018-11-09
HOWARD JOHN EVANS		1992-10-21
JAMES RONALD SEATON		2012-01-24
JOAN WINTER		1992-10-21
Rosemary Claire Evans		2023-10-10
Sian Llinos Williams		2018-11-29

DEREK WILLIAMS TRUST

England & Wales - Charity number 1015251

Accounts

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
5 APRIL 2025

FOR

THE DEREK WILLIAMS TRUST**

Bevan Buckland LLP (Statutory Auditors)
Ground Floor Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

THE DEREK WILLIAMS TRUST

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FOR THE YEAR ENDED 5 APRIL 2025**

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THE DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2025

The trustees present their report with the financial statements of the charity for the year ended 5 April 2025. The trustees have adopted the provisions of 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

By his Will dated 2nd June 1983, Derek Mathias Tudor Williams provided that his collection of art be the subject of charitable disposition with emphasis on securing actual display to the public and that the residue of his estate should be used to enhance the collection. He gave his Trustees absolute discretion to either transfer the collection and his residuary estate to the National Museum of Wales, or to any other charitable organisation which his Trustees considered would most nearly fulfil the objects which he intended to benefit.

The Trustees confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing the Trust's aims and objectives, in planning future activities, and setting the grant making policy for the year.

The object of the Charity is to advance Public Education in and appreciation of the Arts through public display and acquisition of Fine Works of Art.

The Trust furthers its charitable purposes for the public benefit through its own purchase of works of art which are made available for public display and by providing grants to fund the purchase of works of art by third parties, which are deemed to be suitable to advance public education in and appreciation of the Arts.

Public benefit

The Trust has established its grant making policy to achieve its objects for the public benefit. The Trust's aim is to advance Public Education in and appreciation of the Arts through public display and acquisition of Fine Works of Art. The Trustees review the grant making policy annually to ensure that it reflects the charity's objects and thereby advances public benefit.

Grantmaking

The beneficiaries of the Trust's grant making programme are the general public, particularly the Welsh public. The annual income arising from the Trust funds, is used to make additions to the Collection, and also to acquire works in partnership with the Museum. The Trust also has previously provided funding for Artistic Commissions and Research, the National Eisteddfod of Wales Purchasing Grant, and the Artes Mundi Purchase Prize. Significant purchases by NMW of works have all been achieved with considerable assistance from the Trust.

In order to maximise these objects, during 1993 a Founding Agreement was entered into with Amgueddfa Cymru/National Museum Wales (NMW) whereby nominated trustees would join with the Museum's Representatives to form the Derek Williams Committee, charged with the enhancement of both the Museum's and the Trust's collection of post 19th Century works of Fine Art. Under the guidance of the Sub-Committee of The Derek Williams Joint Committee known as the Acquisitions and Policy Committee and the museum's own Art Advisory Group, funding is made available as appropriate.

As part of this agreement gallery 15 at the Museum was named "Oriol Derek Williams Gallery", where works of Art acquired by the Trust or via funding made available by the Trust can be displayed, and the uses of which satisfy the criteria laid down in the main objects of this Trust.

In September 2004 a Supplementary Agreement was entered into to set up a Centenary Fund over a five year period in order to acquire major works of Fine Art. Although this Agreement has now expired, the balance of this Fund was finally expended during 2013/14. On 6th May 2011 a revised Agreement was entered into, encompassing all relevant terms of the earlier Agreements. As part of this new Agreement and in order to recognise the ambition of the Trustees to enlarge gallery space within NMW, Galleries 19, 20 and 21 were created as the "Derek Williams Galleries" in addition to Gallery 15 previously mentioned.

In November 2019 a further agreement was reached with National Museum - Amgueddfa Cymru. This agreement has been updated as of July 2024, encapsulating all previous terms and adding new commitments from the museum regarding the percentage of the Collection and Grant-aided works on display at any one time.

THE DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2025

ACHIEVEMENTS AND PERFORMANCE

Derek Mathias Tudor Williams died on 6th November 1984. His impeccable collection concentrated on British Art of the 1930's, 40's and 50's. The main works in the collection are displayed at NMW and all other works of art are generally curated by NMW. In June 2016 the Trust took possession of over 70 individual ceramics bequeathed out of the estate of the late Anita Besson for the benefit of the Trust at a probate value of £911,350. This adds significantly to the Trust's ceramics collection and ensures that NMW and the public are also able to share in the generous gift.

The success of the Trust's policies are measured by the increase in art work available to be publicly displayed in the year. During the past year the Trustees have expended the sum of £24,593 and £77,251 in grant aid and direct purchase costs respectively. The Trustees consider that these purchases have resulted in the Trust achieving its aims in the year.

The public display of the Trust's individual Collection occurs mainly at NMW but is not confined to those premises. The Trust has also committed substantial assistance to the Museum in the refurbishment of the West Wing Galleries at Cathays Park, where curation of the Collection is undertaken at the Museum, through the Derek Williams Curator.

On 26 September 2020 we celebrated the 25th anniversary of the Trusts formation and founding agreement with The National Museum of Wales by launching our latest publication: 'Art for Wales' The legacy of Derek Williams by David Moore. It was published by Graffeg and the front piece pays tribute to our three original trustees who were all personal friends of Derek Williams: Ivan Sadka OBE, Howard Evans and Joan Winter 'without whose dedication for over twenty-five years to the memory of Derek Williams and his wishes this legacy would not have existed'.

The Trust is also in ongoing talks with the museum to support the dispersed model for 'The contemporary Art Gallery of Wales', which will see nine venues across Wales collaborate on planned exhibitions to increase public access to contemporary art collections held across Wales.

FINANCIAL REVIEW

Financial position

The Trust's Works of Art are included in the accounts at deemed cost. Insurance of those Works held at NMW is covered by the Government Indemnity Scheme.

The Trust's work is reliant on income and returns from its investments. The value of the investment portfolio (excluding portfolio fees) has decreased during the year by £37,974. Income of £173,461 was generated from the investment portfolio and investment properties.

At 5th April 2025 the Fund designated for Grant Aid and purchase of Art stood at £339,347 after a net movement of £(14,593) and a transfer between reserves of £(15,251). The Trustees consider that the level of this Fund is more than adequate to provide for the Trust's foreseeable forward commitments.

Total reserves stood at £13,191,977, following a net movements of funds of the year of £120,942.

Investment policy and performance

The Trust's Investments are split between Commercial Property (approximately 50% depending on market fluctuation) and a Stock Market Portfolio (approximately 50% depending on market fluctuations). The portfolio was managed by Investec from May 2019 with a policy of medium risk for both income and capital growth. Investec has since been absorbed by Rathbones Group PLC, who are now managing the fund.

Property Investment is made into good commercial property under the advice of the Trust's surveyors, Gerald Eve & Co, again on a medium risk basis. These properties are then rented out on medium to long-term leases. A valuation carried out at 5 April 2023 by Gerald Eve & Co indicated a significant reduction in the values of the four main commercial properties.

In the current year, significant investment has taken place to 4/5 College Green. This has led to the capitalisation of refurbishment costs. To ensure the correct value is included in the accounts, this property was re-valued by Burston Cook Chartered Surveyors, who gave a market value of £820,000. The overall valuation, using the market value approach, totalled £2,444,500. The trustees believe that this valuation also reflects a fair valuation as at 5 April 2025.

FUTURE PLANS

The Trustees have already allocated a sum of £206,200 for purchases and grants since 5th April 2025. Further purchases and grants in satisfying the Trust's main objects continue to be explored, as will the desire to expand the Exhibition programme to several venues throughout the U.K. Regard will also be had to the need for conserving the Trust's resources in to 2025/26.

THE DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2025

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

The Trust is a registered charity, number 1015251, and is constituted under a trust deed dated 21 October 1992. By his Will dated 2nd June 1983, Derek Mathias Tudor Williams provided that his collection of art be the subject of charitable disposition with emphasis on securing actual display to the public and that the residue of his estate should be used to enhance the collection. He gave his Trustees absolute discretion to either transfer the collection and his residuary estate to the National Museum of Wales, or to any other charitable organisation which his Trustees considered would most nearly fulfil the objects which he intended to benefit.

A subsidiary document, 'DWT Governance and Trustee Conduct', which outlines all internal controls and the trust's approach to governance matters, was created and approved by the trustees in January 2024. It will be reviewed annually by all trustees.

At the trustees' meetings, the trustees agree the broad strategy and areas of activity for the Trust, including consideration of grant making, investment, reserves and risk management policies and performance.

The Charity has no employees, and the day to day administration of the Trust and all management and administrative facilities and services are provided through Rosemary Claire Evans, who was appointed as Executive Trustee on 26th June 2023, replacing Howard J Evans, and by Williams Ross Limited, Chartered Accountants,.

The Trustees have also put in place the necessary insurance cover to protect their responsibilities as Trustees, as agreed with the Charity Commissioners and they consider that they have adequately covered the risks likely to be faced by the Charity through the use of properly qualified professionals in the above areas.

Induction and training of new trustees

New trustees are appointed in accordance with the original Trust Deed and are revolving members of the Derek Williams Committee. New trustees may only be appointed by the existing Trustees.

On appointment, new trustees are encouraged to immerse themselves in the history of the Trust, copy trustee board and sub committee minutes, a copy of the last three years' of annual reports and accounts. They are also provided with a copy of the governing trust deed and a copy of the Charity Commission's guidance 'The Essential Trustee: What You Need to Know' and 'Public Benefit: running a charity'.

Risk management

The principal risks faced by the Trust lie in the performance of investments, operational risks from ineffective art work purchases and grant awards, and deterioration and damage to works of art.

A risk register is held by the Executive Trustee and reviewed annually by all Trustees.

The trustees consider variability of investment returns constitute the charity's major financial risk This is mitigated by retaining expert investment managers and having a diversified investment portfolio.

The operational risk from art purchases and grant awards that are ineffective in the advancing public education in and appreciation of the Arts is managed by firstly retaining trustees of sufficient skill and expertise and secondly through the Trust's partnership with Angueddfa Cymru/National Museum of Wales. By retaining experts active in the field the trustees are assured that their technical knowledge is up to date and that they have the depth of insight to effectively evaluate the grant proposals and requests for assistance in art work purchases and display options.

The risk of deterioration and damage to works of art is mitigated by the partnership with Angueddfa Cymru/National Museum of Wales who maintain and store a large proportion of the works of art and insurance in relation to those works of art held at NMW is covered by the Government Indemnity Scheme. Separate insurance is obtained for other works of art. Those other works of art out on loan are covered by the borrower's own insurance policies in accordance with an appropriate loan agreement.

Property held by trustees

All titles for the properties which belong to the Trust are jointly held in trust by two or more trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1015251

THE DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2025

Principal address

4 Ynys Bridge Court
Gwaelod-y-Garth
Cardiff
CF15 9SS

Trustees

Mrs Joan Winter
Mr John Thomas-Ferrand (resigned 31.12.24)
Mr Adrian Myles Davies
Mr James Ronald Seaton
Mr William Wilkins
Ms Sian Llinos Williams
Mr Brendan Edward James Sadka
Mr Howard John Evans (Executive Trustee)
Ms Rosemary Claire Evans

Auditors

Bevan Buckland LLP (Statutory Auditors)
Ground Floor Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

Bankers

HSBC Bank plc, 61 High Street, Cowbridge CF71 7YJ

Legal advisers

Messrs Gabb & Co. Solicitors, 32 Monk Street, Abergavenny, NP7 5NW

Investment advisers

Investec Wealth & Investment Limited, Quartermile One, 15 Lauriston Place, Edinburgh, EH3 9EN

Property advisers

Gerald Eve & Co Chartered Surveyors, 72 Welbeck Street, London, W1G 0AY
Herbert R Thomas, 59 High Street, Cowbridge, CF71 7YL

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

Charity law requires the trustees to prepare financial statements for each financial year. Under that law, the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under charity law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011 and The Charity (Accounts and Reports) Regulations 2008. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2025

Approved by order of the board of trustees on and signed on its behalf by:

.....
Mr Adrian Myles Davies - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF THE DEREK WILLIAMS TRUST

Opinion

We have audited the financial statements of The Derek Williams Trust (the 'charity') for the year ended 5 April 2025 which comprise the Statement of Financial Activities, the Balance Sheet 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2025 and of its incoming resources and application of resources, 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 Charities Act 2011.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF THE DEREK WILLIAMS TRUST

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Extent to which the audit was considered capable of detecting irregularities, including fraud

We identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, and then, design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

We discussed our audit independence complying with the Revised Ethical Standard 2024 with the engagement team members whilst planning the audit and continually monitored our independence throughout the process.

Identifying and assessing potential risks related to irregularities.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- enquiring of management, including obtaining and reviewing supporting documentation, concerning the Charity's policies and procedures relating to:
- identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
- detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
- the internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations;
- discussing among the engagement team how and where fraud might occur in the financial statements and any potential indicators of fraud.
- obtaining an understanding of the legal and regulatory frameworks that the Charity operates in, focusing on those laws and regulations that had a direct effect on the financial statements or that had a fundamental effect on the operations of the Charity. The key laws and regulations we considered in this context included the UK Companies Act and relevant tax legislation.

Audit response to risks identified

In addition to the above, our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with relevant laws and regulations;
- enquiring of management concerning actual and potential litigation and claims; performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance;
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments;
- assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and
- evaluating the operational rationale of any significant transactions that are unusual or outside the normal course of operations.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

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 Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE DEREK WILLIAMS TRUST**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. 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 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Bevan Buckland LLP (Statutory Auditors)
Ground Floor Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

Date:

THE DEREK WILLIAMS TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2025

	Notes	2025 Unrestricted funds £	2024 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies		20,000	-
Investment income	3	173,461	213,487
Total		<u>193,461</u>	<u>213,487</u>
EXPENDITURE ON			
Cost of generating funds	4	23,587	70,521
Charitable activities	5		
Charitable Activities		69,252	170,692
Total		<u>92,839</u>	<u>241,213</u>
Net gains on investments		<u>20,320</u>	<u>96,275</u>
NET INCOME		120,942	68,549
RECONCILIATION OF FUNDS			
Total funds brought forward		13,071,035	13,002,486
TOTAL FUNDS CARRIED FORWARD		<u><u>13,191,977</u></u>	<u><u>13,071,035</u></u>

The notes form part of these financial statements

THE DEREK WILLIAMS TRUST

**BALANCE SHEET
5 APRIL 2025**

	Notes	2025 Unrestricted funds £	2024 Total funds £
FIXED ASSETS			
Heritage assets	7	8,297,084	8,229,833
Investments			
Investments	8	2,083,108	2,136,764
Investment property	9	2,444,500	2,249,500
		12,824,692	12,616,097
CURRENT ASSETS			
Stocks	10	4,778	4,778
Debtors	11	57,695	26,372
Cash at bank		373,909	604,584
		436,382	635,734
CREDITORS			
Amounts falling due within one year	12	(69,097)	(180,796)
NET CURRENT ASSETS		367,285	454,938
TOTAL ASSETS LESS CURRENT LIABILITIES		13,191,977	13,071,035
NET ASSETS		13,191,977	13,071,035
FUNDS	13		
Unrestricted funds		13,191,977	13,071,035
TOTAL FUNDS		13,191,977	13,071,035

The financial statements were approved by the Board of Trustees and authorised for issue on
and were signed on its behalf by:

.....
Mr Adrian Myles Davies - Trustee

THE DEREK WILLIAMS TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2025

1. STATUTORY INFORMATION

Derek Williams Trust is a unincorporated charity registered in England and Wales. The charity's registered number and registered office address can be found in the Reference and Administrative Details section on page 4.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income

All income including rental income and dividends received is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received, the amount can be measured reliably and is recognised in the period to which it relates.

The Trust's income is recognised in accordance with the requirements of the Charities SORP (FRS 102) and the underlying accounting policies.

Investment Income - Rental income from investment properties is recognised on an accruals basis. Rent is payable quarterly in arrears, and income is recognised as it falls due in accordance with the terms of the lease agreements.

Dividend Income - Dividend income from the Trust's investment portfolio is recognised on a monthly basis when the right to receive payment is established, typically when the dividends are declared by the investee company.

Both income streams are recognised when the Trust is entitled to the income, when it is probable that the income will be received, and when the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Heritage assets

The works of art donated by the late Derek Williams and depreciation made by the trustees prior to 5 April 2017 have been included in the Balance Sheet at deemed cost under the transitional provisions of FRS 102. Additions after this date are included at cost. Additions or disposals of these assets are made on the advice of the Derek Williams Committee, which coordinates the Trust policy with National Museum guidelines for acquisitions and disposals.

Public access is arranged through National Museum Wales.

No provision is made for depreciation.

Investments

Investment Property

Investment properties are properties held to earn rental income and/or for capital appreciation.

THE DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2025**

2. ACCOUNTING POLICIES - continued

Investments

Investment properties are initially recognised at cost, including transaction costs, and are subsequently measured at fair value at each reporting date. Fair value is determined by reference to market evidence, including recent prices for similar properties in the same location and condition, or by professional valuation where appropriate.

Revaluations are performed by qualified independent valuers at intervals deemed appropriate to ensure carrying amounts do not differ materially from fair value.

Changes in fair value are recognised in the Statement of Financial Activities within "Gains and losses on investments" in the period in which they arise. No depreciation is charged on investment properties.

Other investments

Investments are held to generate returns to support the charity's objectives and are managed by an external investment management service.

The portfolio includes equities, government bonds, overseas fixed income, alternatives, and cash.

Investments are initially recognised at cost and subsequently measured at fair value. Changes in fair value are recognised in the Statement of Financial Activities (SOFA) within gains/(losses) on investments.

Fair value is determined by reference to quoted market prices for listed securities and net asset values for unlisted or alternative investments.

Cash held within the investment portfolio is included in investments and not in cash at bank and in hand.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from tax on its charitable activities.

Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

THE DEREK WILLIAMS TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2025

2. ACCOUNTING POLICIES - continued

Financial instruments

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

Debtors

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

Cash at bank and in hand

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

Creditors and provisions

Creditors and provisions are recognised where the company has a present obligation (legal and constructive) 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.

3. INVESTMENT INCOME

	2025	2024
	£	£
Rent receivable	99,219	141,058
Insurance recharged	3,056	1,916
Dividends received	61,906	60,128
Deposit account interest	9,211	10,385
Sundry income	69	-
	173,461	213,487

THE DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2025**

4. COST OF GENERATING FUNDS

Investment management costs

	2025	2024
	£	£
Portfolio fees	16,392	14,308
Property insurance	8,236	6,238
General management fees	11,064	22,630
Property expenses	(12,490)	26,822
Sundries	385	54
Bad debts	-	469
	<u>23,587</u>	<u>70,521</u>

5. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities £	Support costs £	Totals £
Charitable Activities	<u>34,593</u>	<u>34,659</u>	<u>69,252</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

During the year ended 5 April 2025, remuneration of £9,000 (2024: £9,000) was paid to Claire Evans, a trustee of the charity, for consultancy services she provided to the trust. This payment was made in accordance with the Charity Act, which permit payment to trustees for services beyond their trustee duties.

Trustees' expenses

	2025	2024
	£	£
Trustees' expenses	<u>4,001</u>	<u>4,819</u>

7. HERITAGE ASSETS

	Total £
MARKET VALUE	
At 6 April 2024	8,229,833
Additions	67,251
At 5 April 2025	<u>8,297,084</u>
NET BOOK VALUE	
At 5 April 2025	<u>8,297,084</u>
At 5 April 2024	<u>8,229,833</u>

THE DEREK WILLIAMS TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2025

8. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 6 April 2024	2,136,764
Additions	265,295
Disposals	(295,675)
Revaluations	(7,594)
Portfolio Fees	(15,682)
At 5 April 2025	2,083,108
NET BOOK VALUE	
At 5 April 2025	2,083,108
At 5 April 2024	2,136,764

There were no investment assets outside the UK.

9. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 6 April 2024	2,249,500
Fair value movement	195,000
At 5 April 2025	2,444,500
NET BOOK VALUE	
At 5 April 2025	2,444,500
At 5 April 2024	2,249,500

The company's investment properties are stated at fair value in accordance with the requirements of Section 16 of FRS 102 and the Charities SORP. The trustees have considered the valuation of all investment properties held as at 5th April 2025. In reaching their conclusion, they have utilised independent professional valuations in the past (where applicable) and reviewed market trends and other relevant factors.

The trustees are satisfied that the fair value recorded for each investment property in the financial statements represents an accurate reflection of their market value as of 5th April 2025. No material adjustments have been required following this assessment. The revaluation surplus/deficit, where applicable, has been recognised in the statement of financial activity.

Fair value at 5 April 2025 is represented by:

	£
Valuation in 2019	(90,000)
Valuation in 2020	(1,279,500)
Valuation in 2023	(60,000)
Valuation in 2025	195,000
Cost	3,679,000
	2,444,500

THE DEREK WILLIAMS TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2025

10. STOCKS

	2025	2024
	£	£
Stocks	4,778	4,778

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Trade debtors	12,750	27,627
Bad debt provision	(10,163)	(10,163)
Other debtors	46,893	8,908
VAT	8,215	-
	57,695	26,372

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Taxation and social security	-	439
Other creditors	69,097	180,357
	69,097	180,796

13. MOVEMENT IN FUNDS

	At 6.4.24	Net movement in funds	Transfers between funds	At 5.4.25
	£	£	£	£
Unrestricted funds				
General fund	12,701,844	135,535	(68,571)	12,768,808
Designated funds	369,191	(14,593)	(15,251)	339,347
Property fund	-	-	13,822	13,822
Centenary fund	-	-	50,000	50,000
Myristica fund	-	-	20,000	20,000
	13,071,035	120,942	-	13,191,977
TOTAL FUNDS	13,071,035	120,942	-	13,191,977

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Gains and losses	Movement in funds
	£	£	£	£
Unrestricted funds				
General fund	173,461	(58,246)	20,320	135,535
Designated funds	20,000	(34,593)	-	(14,593)
	193,461	(92,839)	20,320	120,942
TOTAL FUNDS	193,461	(92,839)	20,320	120,942

THE DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2025**

13. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 6.4.23 £	Prior year adjustment £	Net movement in funds £	Transfers between funds £	At 5.4.24 £
Unrestricted funds					
General fund	12,661,279	(148,704)	218,281	(29,012)	12,701,844
Designated funds	489,911	-	(149,732)	29,012	369,191
	<u>13,151,190</u>	<u>(148,704)</u>	<u>68,549</u>	<u>-</u>	<u>13,071,035</u>
TOTAL FUNDS	<u>13,151,190</u>	<u>(148,704)</u>	<u>68,549</u>	<u>-</u>	<u>13,071,035</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	213,487	(91,481)	96,275	218,281
Designated funds	-	(149,732)	-	(149,732)
	<u>213,487</u>	<u>(241,213)</u>	<u>96,275</u>	<u>68,549</u>
TOTAL FUNDS	<u>213,487</u>	<u>(241,213)</u>	<u>96,275</u>	<u>68,549</u>

Designated Fund

These funds are available to finance future purchases of art work and/or the making of grants to further the Trust's objectives.

The net movement between the funds represents a reallocation within the charity's reserves. This movement comprises of the following principal components:

Expenditure on Wholly Owned Heritage Assets: A transfer of £67,251 was made from general funds to cover costs associated with the acquisition, maintenance, and preservation of the charity's heritage assets. This allocation aligns with the charity's objective to invest in and sustain its heritage assets for public benefit.

Transfer to Designated Funds: A transfer of £142,000 has been allocated to designated funds. This reflects the trustees' commitment to future projects and long-term goals that fall under the charity's designated purpose.

Transfer to Property Funds: A transfer of £13,822 has been allocated to Property fund for the costs associated with property repairs.

Transfer to Centenary Funds: A transfer of £50,000 has been allocated to centenary fund for the costs associated to the planned centenary in 2029.

Transfer to Myristica Funds: A transfer of £20,000 has been allocated to the Myristica fund from a donation during the year.

THE DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2025**

14. CONTINGENT ASSETS

The charity is pursuing an insurance claim relating to property damage. Based on current information, the trustees consider it probable that a settlement of approximately £50,000 will be received. As the amount is not yet virtually certain, no asset has been recognised in these financial statements.

15. CAPITAL COMMITMENTS

	2025	2024
	£	£
Contracted but not provided for in the financial statements	202,600	89,900

At the balance sheet date, the charity had committed to the future purchase of select heritage assets. These commitments align with the charity's objective to advance public education in the arts through the acquisition and display of fine works of art.

This disclosure is made in accordance with Section 17 of FRS 102 and the Charities SORP, which requires transparency around heritage asset transactions and commitments.

16. RELATED PARTY DISCLOSURES

Trustee Adrian Myles Davies is a partner at Gabb & Co. All transactions between Derek Williams Trust and Gabb & Co. are made at arms length.

THE DEREK WILLIAMS TRUST
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2025

	2025 £	2024 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	20,000	-
Investment income		
Rent receivable	99,219	141,058
Insurance recharged	3,056	1,916
Dividends received	61,906	60,128
Deposit account interest	9,211	10,385
Sundry income	69	-
	173,461	213,487
Total incoming resources	193,461	213,487
EXPENDITURE		
Investment management costs		
Portfolio fees	16,392	14,308
Property insurance	8,236	6,238
General management fees	11,064	22,630
Property expenses	(12,490)	26,822
Sundries	385	54
Bad debts	-	469
	23,587	70,521
Charitable activities		
Grants to institutions	34,593	149,732
Support costs		
Management		
Trustees' expenses	4,001	4,819
Management fees	10,778	3,462
Licences	924	-
	15,703	8,281
Finance		
Bank charges	60	66
Governance costs		
Auditors' remuneration	9,075	8,750
Insurance	-	401
Management Fees	3,768	3,462
Legal and professional	6,053	-
	18,896	12,613
Total resources expended	92,839	241,213
Net income/(expenditure) before gains and losses	100,622	(27,726)

This page does not form part of the statutory financial statements

THE DEREK WILLIAMS TRUST

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2025

	2025 £	2024 £
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	(37,974)	96,275
Realised gains/(losses) on investment property	58,294	-
Net income	<u>120,942</u>	<u>68,549</u>

DEREK WILLIAMS TRUST

England & Wales - Charity number 1015251

Accounts

REGISTERED CHARITY NUMBER: 1015251

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
5 APRIL 2024**

**FOR
THE DEREK WILLIAMS TRUST**

Bevan Buckland LLP (Statutory Auditors)
Ground Floor Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

THE DEREK WILLIAMS TRUST

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FOR THE YEAR ENDED 5 APRIL 2024**

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THE DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2024

The trustees present their report with the financial statements of the charity for the year ended 5 April 2024. The trustees have adopted the provisions of 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

By his Will dated 2nd June 1983, Derek Mathias Tudor Williams provided that his collection of art be the subject of charitable disposition with emphasis on securing actual display to the public and that the residue of his estate should be used to enhance the collection. He gave his Trustees absolute discretion to either transfer the collection and his residuary estate to the National Museum of Wales, or to any other charitable organisation which his Trustees considered would most nearly fulfil the objects which he intended to benefit.

The Trustees confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing the Trust's aims and objectives, in planning future activities, and setting the grant making policy for the year.

The object of the Charity is to advance Public Education in and appreciation of the Arts through public display and acquisition of Fine Works of Art.

The Trust furthers its charitable purposes for the public benefit through its own purchase of works of art which are made available for public display and by providing grants to fund the purchase of works of art by third parties, which are deemed to be suitable to advance public education in and appreciation of the Arts.

Public benefit

The Trust has established its grant making policy to achieve its objects for the public benefit. The Trust's aim is to advance Public Education in and appreciation of the Arts through public display and acquisition of Fine Works of Art. The Trustees review the grant making policy annually to ensure that it reflects the charity's objects and thereby advances public benefit.

Grantmaking

The beneficiaries of the Trust's grant making programme are the general public, particularly the Welsh public. The annual income arising from the Trust funds, is used to make additions to the Collection, and also to acquire works in partnership with the Museum. The Trust also has previously provided funding for Artistic Commissions and Research, the National Eisteddfod of Wales Purchasing Grant, and the Artes Mundi Purchase Prize. Significant purchases by NMW of works have all been achieved with considerable assistance from the Trust.

In order to maximise these objects, during 1993 a Founding Agreement was entered into with Amgueddfa Cymru/National Museum Wales (NMW) whereby nominated trustees would join with the Museum's Representatives to form the Derek Williams Committee, charged with the enhancement of both the Museum's and the Trust's collection of post 19th Century works of Fine Art. Under the guidance of the Sub-Committee of The Derek Williams Joint Committee known as the Acquisitions and Policy Committee and the museum's own Art Advisory Group, funding is made available as appropriate.

As part of this agreement gallery 15 at the Museum was named "Oriel Derek Williams Gallery", where works of Art acquired by the Trust or via funding made available by the Trust can be displayed, and the uses of which satisfy the criteria laid down in the main objects of this Trust.

In September 2004 a Supplementary Agreement was entered into to set up a Centenary Fund over a five year period in order to acquire major works of Fine Art. Although this Agreement has now expired, the balance of this Fund was finally expended during 2013/14. On 6th May 2011 a revised Agreement was entered into, encompassing all relevant terms of the earlier Agreements. As part of this new Agreement and in order to recognise the ambition of the Trustees to enlarge gallery space within NMW, Galleries 19, 20 and 21 were created as the "Derek Williams Galleries" in addition to Gallery 15 previously mentioned.

In November 2019 a further agreement was reached with National Museum - Amgueddfa Cymru. This agreement has been updated as of July 2024, encapsulating all previous terms and adding new commitments from the museum regarding the percentage of the Collection and Grant-aided works on display at any one time.

THE DEREK WILLIAMS TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2024**

ACHIEVEMENT AND PERFORMANCE

Derek Mathias Tudor Williams died on 6th November 1984. His impeccable collection concentrated on British Art of the 1930's, 40's and 50's. The main works in the collection are displayed at NMW and all other works of art are generally curated by NMW. In June 2016 the Trust took possession of over 70 individual ceramics bequeathed out of the estate of the late Anita Besson for the benefit of the Trust at a probate value of £911,350. This adds significantly to the Trust's ceramics collection and ensures that NMW and the public are also able to share in the generous gift.

The success of the Trust's policies are measured by the increase in art work available to be publicly displayed in the year. The trust has also benefited this year from three very generous gifts; various works of painting and sculpture from the collector, Dr Kathleen Whale, works by the artist Tess Jaray from Robin Vousden and works by the artist Paula Rego from Ostrich Arts Ltd

The public display of the Trust's individual Collection occurs mainly at NMW but is not confined to those premises. The Trust has also committed substantial assistance to the Museum in the refurbishment of the West Wing Galleries at Cathays Park, where curation of the Collection is undertaken at the Museum, through the Derek Williams Curator.

On 26 September 2020 we celebrated the 25th anniversary of the Trusts formation and founding agreement with The National Museum of Wales by launching our latest publication: 'Art for Wales' The legacy of Derek Williams by David Moore. It was published by Graffeg and the front piece pays tribute to our three original trustees who were all personal friends of Derek Williams: Ivan Sadka OBE, Howard Evans and Joan Winter 'without whose dedication for over twenty-five years to the memory of Derek Williams and his wishes this legacy would not have existed'.

The Trust is also in ongoing talks with the museum to support the dispersed model for 'The contemporary Art Gallery of Wales', which will see nine venues across Wales collaborate on planned exhibitions to increase public access to contemporary art collections held across Wales.

The entire trust collection is available for the public to view at derekwilliamstrust.org.

FINANCIAL REVIEW

Financial position

The Trust's Works of Art are included in the accounts at deemed cost. Insurance of those Works held at NMW is covered by the Government Indemnity Scheme.

The Trust's work is reliant on income and returns from its investments. The value of the investment has increased during the year by £96,274 and income was generated of £213,489.

At 5th April 2024 the Fund designated for Grant Aid and purchase of Art stood at £489,911 after a further net movement of £(51,580) and a transfer between reserves of £(145,183). The Trustees consider that the level of this Fund is more than adequate to provide for the Trust's foreseeable forward commitments.

Total reserves stood at £13,071,035, following a net movements of funds of the year of £68,549 and a prior year adjustment of £(148,704).

The trustees have not revalued heritage assets during the year. However, the collection has undergone a professional valuation for government indemnity purposes by Sotheby's and Ben Williams. The valuers believe the value of heritage assets to be a combined total of £10,741,370. This valuation was undertaken as at 5th April 2023. The trust still believes this is a fair reflection for year-end 5th April 2024

Investment policy and performance

The Trust's Investments are split between Commercial Property (approximately 50% depending on market fluctuation) and a Stock Market Portfolio (approximately 50% depending on market fluctuations). The portfolio was managed by Investec from May 2019 with a policy of medium risk for both income and capital growth. Investec has since been absorbed by Rathbones Group PLC, who are now managing the fund.

Property Investment is made into good commercial property under the advice of the Trust's surveyors, Gerald Eve & Co, again on a medium risk basis. These properties are then rented out on medium to long-term leases. A valuation carried out at 5 April 2023 by Gerald Eve & Co indicated a significant reduction in the values of the four main commercial properties. The overall valuation, using the market value approach, totalled £2,249,500. The trustees believe that this valuation also reflects a fair valuation as at 5 April 2024.

THE DEREK WILLIAMS TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2024**

FUTURE PLANS

The Trustees have already allocated a sum of £89,900 for purchases and grants since 5th April 2024. Further purchases and grants in satisfying the Trust's main objects continue to be explored, as will the desire to expand the Exhibition programme to several venues throughout the U.K. Regard will also be had to the need for conserving the Trust's resources in to 2024/25.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

The Trust is a registered charity, number 1015251, and is constituted under a trust deed dated 21 October 1992. By his Will dated 2nd June 1983, Derek Mathias Tudor Williams provided that his collection of art be the subject of charitable disposition with emphasis on securing actual display to the public and that the residue of his estate should be used to enhance the collection. He gave his Trustees absolute discretion to either transfer the collection and his residuary estate to the National Museum of Wales, or to any other charitable organisation which his Trustees considered would most nearly fulfil the objects which he intended to benefit.

A subsidiary document, 'DWT Governance and Trustee Conduct', which outlines all internal controls and the trust's approach to governance matters, was created and approved by the trustees in January 2024. It will be reviewed annually by all trustees.

At the trustees' meetings, the trustees agree the broad strategy and areas of activity for the Trust, including consideration of grant making, investment, reserves and risk management policies and performance.

The Charity has no employees, and the day to day administration of the Trust and all management and administrative facilities and services are provided through Rosemary Claire Evans, who was appointed as Executive Trustee on 26th June 2023, replacing Howard J Evans, and by Williams Ross Limited, Chartered Accountants,.

The Trustees have also put in place the necessary insurance cover to protect their responsibilities as Trustees, as agreed with the Charity Commissioners and they consider that they have adequately covered the risks likely to be faced by the Charity through the use of properly qualified professionals in the above areas.

Induction and training of new trustees

New trustees are appointed in accordance with the original Trust Deed and are revolving members of the Derek Williams Committee. New trustees may only be appointed by the existing Trustees.

On appointment, new trustees are encouraged to immerse themselves in the history of the Trust, copy trustee board and sub committee minutes, a copy of the last three years' of annual reports and accounts. They are also provided with a copy of the governing trust deed and a copy of the Charity Commission's guidance 'The Essential Trustee: What You Need to Know' and 'Public Benefit: running a charity'.

Risk management

The principal risks faced by the Trust lie in the performance of investments, operational risks from ineffective art work purchases and grant awards, and deterioration and damage to works of art.

A risk register is held by the Executive Trustee and reviewed annually by all Trustees.

The trustees consider variability of investment returns constitute the charity's major financial risk This is mitigated by retaining expert investment managers and having a diversified investment portfolio.

The operational risk from art purchases and grant awards that are ineffective in the advancing public education in and appreciation of the Arts is managed by firstly retaining trustees of sufficient skill and expertise and secondly through the Trust's partnership with Angueddfa Cymru/National Museum of Wales. By retaining experts active in the field the trustees are assured that their technical knowledge is up to date and that they have the depth of insight to effectively evaluate the grant proposals and requests for assistance in art work purchases and display options.

The risk of deterioration and damage to works of art is mitigated by the partnership with Angueddfa Cymru/National Museum of Wales who maintain and store a large proportion of the works of art and insurance in relation to those works of art held at NMW is covered by the Government Indemnity Scheme. Separate insurance is obtained for other works of art. Those other works of art out on loan are covered by the borrower's own insurance policies in accordance with an appropriate loan agreement.

THE DEREK WILLIAMS TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2024**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Property held by trustees

All titles for the properties which belong to the Trust are jointly held in trust by two or more trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1015251

Principal address

4 Ynys Bridge Court
Gwaelod-y-Garth
Cardiff
CF15 9SS

Trustees

Mrs Joan Winter
Mr John Thomas-Ferrand
Mr Adrian Myles Davies
Mr James Ronald Seaton
Mr William Wilkins
Ms Sian Llinos Williams
Mr Brendan Edward James Sadka
Mr Howard John Evans
Ms Rosemary Claire Evans (Executive Trustee) (appointed 10.10.23)

Auditors

Bevan Buckland LLP (Statutory Auditors)
Ground Floor Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

Bankers

HSBC Bank plc, 61 High Street, Cowbridge CF71 7YJ

Legal advisers

Messrs Gabb & Co. Solicitors, 32 Monk Street, Abergavenny, NP7 5NW

Investment advisers

Investec Wealth & Investment Limited, Quartermile One, 15 Lauriston Place, Edinburgh, EH3 9EN

Property advisers

Gerald Eve & Co Chartered Surveyors, 72 Welbeck Street, London, W1G 0AY
Herbert R Thomas, 59 High Street, Cowbridge, CF71 7YL

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

THE DEREK WILLIAMS TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2024**

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 6/11/2024 and signed on its behalf by:



.....
Mr Adrian Myles Davies - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE DEREK WILLIAMS TRUST**

Opinion

We have audited the financial statements of The Derek Williams Trust (the 'charity') for the year ended 5 April 2024 which comprise the Statement of Financial Activities, the Balance Sheet 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2024 and of its incoming resources and application of resources, 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 Charities Act 2011.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE DEREK WILLIAMS TRUST**

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Extent to which the audit was considered capable of detecting irregularities, including fraud

We identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, and then, design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

We discussed our audit independence complying with the Revised Ethical Standard 2019 with the engagement team members whilst planning the audit and continually monitored our independence throughout the process.

Identifying and assessing potential risks related to irregularities.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- enquiring of management, including obtaining and reviewing supporting documentation, concerning the Charity's policies and procedures relating to:
- identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
- detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
- the internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations;
- discussing among the engagement team how and where fraud might occur in the financial statements and any potential indicators of fraud.
- obtaining an understanding of the legal and regulatory frameworks that the Charity operates in, focusing on those laws and regulations that had a direct effect on the financial statements or that had a fundamental effect on the operations of the Charity. The key laws and regulations we considered in this context included the UK Companies Act and relevant tax legislation.

Audit response to risks identified

In addition to the above, our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with relevant laws and regulations;
- enquiring of management concerning actual and potential litigation and claims; performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance;
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments;
- assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and
- evaluating the operational rationale of any significant transactions that are unusual or outside the normal course of operations.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

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 Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE DEREK WILLIAMS TRUST**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. 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 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed. Bevan Buckland LLP is eligible for appointment as auditors of the charity by virtue of its eligibility for appointment as auditors of a company under section 1212 of the Companies Act 2006.

Bevan Buckland LLP

Bevan Buckland LLP (Statutory Auditors)
Ground Floor Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

Date: *6/11/2024*

THE DEREK WILLIAMS TRUST

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2024

	Notes	2024 Unrestricted funds £	2023 Total funds as restated £
INCOME AND ENDOWMENTS FROM			
Investment income	3	213,487	244,541
EXPENDITURE ON			
Cost of generating funds	4	70,521	34,305
Charitable activities	5		
Charitable Activities		170,692	87,754
Total		241,213	122,059
Net gains on investments		96,275	12,923
NET INCOME		68,549	135,405
Other recognised gains/(losses)			
Gains/(losses) on revaluation of fixed assets		-	(60,000)
Net movement in funds		68,549	75,405
RECONCILIATION OF FUNDS			
Total funds brought forward			
As previously reported		13,151,190	12,927,081
Prior year adjustment	8	(148,704)	-
As restated		13,002,486	12,927,081
TOTAL FUNDS CARRIED FORWARD		13,071,035	13,002,486

The notes form part of these financial statements

THE DEREK WILLIAMS TRUST

BALANCE SHEET
5 APRIL 2024

	Notes	2024 Unrestricted funds £	2023 Total funds as restated £
FIXED ASSETS			
Heritage assets	9	8,229,833	8,132,845
Investments			
Investments	10	2,136,764	2,054,798
Investment property	11	2,249,500	2,249,500
		<u>12,616,097</u>	<u>12,437,143</u>
CURRENT ASSETS			
Stocks	12	4,778	4,323
Debtors	13	26,372	33,892
Cash at bank		604,584	636,834
		<u>635,734</u>	<u>675,049</u>
CREDITORS			
Amounts falling due within one year	14	(180,796)	(109,706)
NET CURRENT ASSETS		<u>454,938</u>	<u>565,343</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>13,071,035</u>	<u>13,002,486</u>
NET ASSETS		<u>13,071,035</u>	<u>13,002,486</u>
FUNDS	15		
Unrestricted funds		<u>13,071,035</u>	<u>13,002,486</u>
TOTAL FUNDS		<u>13,071,035</u>	<u>13,002,486</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 6/11/2024 and were signed on its behalf by:



Mr Adrian Myles Davies - Trustee

THE DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2024**

1. STATUTORY INFORMATION

Derek Williams Trust is a unincorporated charity registered in England and Wales. The charity's registered number and registered office address can be found in the Reference and Administrative Details section on page 4.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income

All income including rental income and dividends received is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received, the amount can be measured reliably and is recognised in the period to which it relates.

The Trust's income is recognised in accordance with the requirements of the Charities SORP (FRS 102) and the underlying accounting policies.

Investment Income - Rental income from investment properties is recognised on an accruals basis. Rent is payable quarterly in arrears, and income is recognised as it falls due in accordance with the terms of the lease agreements.

Dividend Income - Dividend income from the Trust's investment portfolio is recognised on a monthly basis when the right to receive payment is established, typically when the dividends are declared by the investee company.

Both income streams are recognised when the Trust is entitled to the income, when it is probable that the income will be received, and when the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Heritage assets

The works of art donated by the late Derek Williams and depreciation made by the trustees prior to 5 April 2017 have been included in the Balance Sheet at deemed cost under the transitional provisions of FRS 102. Additions after this date are included at cost. Additions or disposals of these assets are made on the advice of the Derek Williams Committee, which coordinates the Trust policy with National Museum guidelines for acquisitions and disposals.

Public access is arranged through National Museum Wales.

No provision is made for depreciation.

THE DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2024**

2. ACCOUNTING POLICIES - continued

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Investments are initially recognised at their transactional value and subsequently measured at their fair value as at the Balance Sheet date using the closing quoted market price. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Other investments are accounted for at cost.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from tax on its charitable activities.

Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

THE DEREK WILLIAMS TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2024

2. ACCOUNTING POLICIES - continued

Financial instruments

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

Debtors

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

Cash at bank and in hand

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

Creditors and provisions

Creditors and provisions are recognised where the company has a present obligation (legal and constructive) 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.

3. INVESTMENT INCOME

	2024	2023 as restated
	£	£
Rent receivable	141,058	184,210
Insurance recharged	1,916	3,077
Income from other investments	-	(249)
Dividends received	60,128	54,002
Deposit account interest	10,385	3,501
	<u>213,487</u>	<u>244,541</u>

4. COST OF GENERATING FUNDS

Investment management costs

	2024	2023 as restated
	£	£
Portfolio fees	14,308	11,295
Property insurance	6,238	3,524
General management fees	22,630	10,373
Property expenses	26,822	12,000
Sundries	54	713
Bad debts	469	(3,600)
	<u>70,521</u>	<u>34,305</u>

THE DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2024**

5. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities £	Support costs £	Totals £
Charitable Activities	149,732	20,960	170,692

6. TRUSTEES' REMUNERATION AND BENEFITS

During the year ended 5 April 2024, remuneration of £9,000 was paid to Claire Evans, a trustee of the charity, for consultancy services she provided to the trust. This payment was made in accordance with the Charity Act, which permit payment to trustees for services beyond their trustee duties.

No remuneration was paid to any trustees during the year ended 5 April 2023.

Trustees' expenses

	2024 £	2023 as restated £
Trustees' expenses	4,819	4,950

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds as restated £
INCOME AND ENDOWMENTS FROM	
Investment income	244,541
EXPENDITURE ON	
Cost of generating funds	34,305
Charitable activities	
Charitable Activities	87,754
Total	122,059
Net gains on investments	12,923
NET INCOME	135,405
Other recognised gains/(losses)	
Gains/(losses) on revaluation of fixed assets	(60,000)
Net movement in funds	75,405
RECONCILIATION OF FUNDS	
Total funds brought forward	12,927,081
TOTAL FUNDS CARRIED FORWARD	13,002,486

THE DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2024**

8. PRIOR YEAR ADJUSTMENT

During the current financial year, management identified a misstatement in prior years amounting to £148,704. This arose because the cash element within the investment portfolio was also included within the cash at bank balance in current assets. Consequently, the charity's net assets and general reserves were overstated in previous financial statements.

A prior year adjustment has been made to correct the opening balance for cash at bank, reducing it by £148,704. This adjustment has the following impact on the prior period's financial statements:

Cash at Bank: The cash at bank balance has been reduced by £148,704.

SoFA: Gain/loss on investment has been increased by £25,980.

General Reserves: General reserves have been reduced by £122,724.

Prior to this adjustment, the reserves in the prior year of the charity were £13,151,190, which now stand at £13,002,486.

The financial statements now reflect the correct cash and net asset positions. Comparative figures for the previous period have been restated accordingly.

9. HERITAGE ASSETS

	Total £
MARKET VALUE	
At 6 April 2023	8,132,845
Additions	96,988
At 5 April 2024	8,229,833
NET BOOK VALUE	
At 5 April 2024	8,229,833
At 5 April 2023	8,132,845

10. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 6 April 2023	2,054,798
Revaluations	96,274
Portfolio Fees	(14,308)
At 5 April 2024	2,136,764
NET BOOK VALUE	
At 5 April 2024	2,136,764
At 5 April 2023	2,054,798

There were no investment assets outside the UK.

THE DEREK WILLIAMS TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2024

11. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 6 April 2023	
and 5 April 2024	2,249,500
NET BOOK VALUE	
At 5 April 2024	2,249,500
At 5 April 2023	2,249,500

The company's investment properties are stated at fair value in accordance with the requirements of Section 16 of FRS 102 and the Companies Act 2006. The directors have considered the valuation of all investment properties held as at 5th April 2024. In reaching their conclusion, they have utilised independent professional valuations in the past (where applicable) and reviewed market trends and other relevant factors.

The directors are satisfied that the fair value recorded for each investment property in the financial statements represents an accurate reflection of their market value as of 5th April 2024. No material adjustments have been required following this assessment. The revaluation surplus/deficit, where applicable, has been recognised in the statement of financial activity.

Fair value at 5 April 2024 is represented by:

	£
Valuation in 2019	(90,630)
Valuation in 2020	(1,279,500)
Valuation in 2023	(60,000)
Cost	3,679,630
	2,249,500

12. STOCKS

	2024	2023 as restated
	£	£
Stocks	4,778	4,323

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023 as restated
	£	£
Trade debtors	27,627	36,420
Bad debt provision	(10,163)	(10,163)
Other debtors	8,908	7,635
	26,372	33,892

THE DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2024**

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023 as restated
	£	£
Taxation and social security	439	5,501
Other creditors	180,357	104,205
	<u>180,796</u>	<u>109,706</u>

15. MOVEMENT IN FUNDS

	At 6.4.23 £	Prior year adjustment £	Net movement in funds £	Transfers between funds £	At 5.4.24 £
Unrestricted funds					
General fund	12,661,279	(148,704)	218,281	(29,012)	12,701,844
Designated Funds	489,911	-	(149,732)	29,012	369,191
	<u>13,151,190</u>	<u>(148,704)</u>	<u>68,549</u>	<u>-</u>	<u>13,071,035</u>
TOTAL FUNDS	<u>13,151,190</u>	<u>(148,704)</u>	<u>68,549</u>	<u>-</u>	<u>13,071,035</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	213,487	(91,481)	96,275	218,281
Designated Funds	-	(149,732)	-	(149,732)
	<u>213,487</u>	<u>(241,213)</u>	<u>96,275</u>	<u>68,549</u>
TOTAL FUNDS	<u>213,487</u>	<u>(241,213)</u>	<u>96,275</u>	<u>68,549</u>

Comparatives for movement in funds

	At 6.4.22 £	Net movement in funds £	Transfers between funds £	At 5.4.23 £
Unrestricted funds				
General fund	12,240,407	126,985	145,183	12,512,575
Designated Funds	686,674	(51,580)	(145,183)	489,911
	<u>12,927,081</u>	<u>75,405</u>	<u>-</u>	<u>13,002,486</u>
TOTAL FUNDS	<u>12,927,081</u>	<u>75,405</u>	<u>-</u>	<u>13,002,486</u>

THE DEREK WILLIAMS TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2024

15. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	244,541	(70,479)	(47,077)	126,985
Designated Funds	-	(51,580)	-	(51,580)
	<u>244,541</u>	<u>(122,059)</u>	<u>(47,077)</u>	<u>75,405</u>
TOTAL FUNDS	<u>244,541</u>	<u>(122,059)</u>	<u>(47,077)</u>	<u>75,405</u>

Designated Fund

These funds are available to finance future purchases of art work and/or the making of grants to further the Trust's objectives.

The net movement of £29,012 from general to designated funds represents a reallocation within the charity's reserves. This movement comprises two principal components:

Expenditure on Wholly Owned Heritage Assets: A transfer of £96,988 was made from general funds to cover costs associated with the acquisition, maintenance, and preservation of the charity's heritage assets. This allocation aligns with the charity's objective to invest in and sustain its heritage assets for public benefit.

Transfer to Designated Funds: An additional transfer of £126,000 from general funds has been allocated to designated funds. This reflects the trustees' commitment to future projects and long-term goals that fall under the charity's designated purpose.

16. CAPITAL COMMITMENTS

	2024 £	2023 as restated £
Contracted but not provided for in the financial statements	<u>89,900</u>	<u>161,000</u>

At the balance sheet date, the Trust had committed to the future purchase of select heritage assets. These commitments are in accordance with the Trust's aim to advance public education in the Arts through the acquisition and display of fine works of art.

This disclosure is made in accordance with FRS 102 and the requirements of the Companies Act 2006.

17. RELATED PARTY DISCLOSURES

Trustee Adrian Myles Davies is a partner at Gabb & Co. All transactions between Derek Williams Trust and Gabb & Co. are made at arms length.

THE DEREK WILLIAMS TRUST

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2024

	2024 £	2023 as restated £
INCOME AND ENDOWMENTS		
Investment income		
Rent receivable	141,058	184,210
Insurance recharged	1,916	3,077
Income from other investments	-	(249)
Dividends received	60,128	54,002
Deposit account interest	10,385	3,501
	213,487	244,541
Total incoming resources		
	213,487	244,541
EXPENDITURE		
Investment management costs		
Portfolio fees	14,308	11,295
Property insurance	6,238	3,524
General management fees	22,630	10,373
Property expenses	26,822	12,000
Sundries	54	713
Bad debts	469	(3,600)
	70,521	34,305
Charitable activities		
Grants to institutions	149,732	51,580
Support costs		
Management		
Trustees' expenses	4,819	4,950
Management fees	3,462	3,690
	8,281	8,640
Finance		
Bank charges	66	76
Governance costs		
Auditors' remuneration	8,750	8,000
Insurance	401	540
Management Fees	3,462	3,533
Legal and professional	-	15,385
	12,613	27,458
Total resources expended		
	241,213	122,059
Net (expenditure)/income before gains and losses		
	(27,726)	122,482
Realised recognised gains and losses		
Carried forward	(27,726)	122,482

This page does not form part of the statutory financial statements

THE DEREK WILLIAMS TRUST

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2024

	2024	2023 as restated
	£	£
Realised recognised gains and losses		
Brought forward	(27,726)	122,482
Realised gains/(losses) on fixed asset investments	96,275	(57,077)
Realised gains/(losses) on investment property	-	70,000
Net income	<u>68,549</u>	<u>135,405</u>

DEREK WILLIAMS TRUST

England & Wales - Charity number 1015251

Accounts

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
5 APRIL 2023**

FOR

THE DEREK WILLIAMS TRUST

Bevan Buckland LLP
Ground Floor Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

THE DEREK WILLIAMS TRUST

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FOR THE YEAR ENDED 5 APRIL 2023**

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THE DEREK WILLIAMS TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2023**

The trustees present their report with the financial statements of the charity for the year ended 5 April 2023. The trustees have adopted the provisions of 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

By his Will dated 2nd June 1983, Derek Mathias Tudor Williams provided that his collection of art be the subject of charitable disposition with emphasis on securing actual display to the public and that the residue of his estate should be used to enhance the collection. He gave his Trustees absolute discretion to either transfer the collection and his residuary estate to the National Museum of Wales, or to any other charitable organisation which his Trustees considered would most nearly fulfil the objects which he intended to benefit.

The Trustees confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing the Trust's aims and objectives, in planning future activities, and setting the grant making policy for the year.

The object of the Charity is to advance Public Education in and appreciation of the Arts through public display and acquisition of Fine Works of Art.

The Trust furthers its charitable purposes for the public benefit through its own purchase of works of art which are made available for public display and by providing grants to fund the purchase of works of art by third parties, which are deemed to be suitable to advance public education in and appreciation of the Arts.

Public benefit

The Trust has established its grant making policy to achieve its objects for the public benefit. The Trust's aim is to advance Public Education in and appreciation of the Arts through public display and acquisition of Fine Works of Art. The Trustees review the grant making policy annually to ensure that it reflects the charity's objects and thereby advances public benefit.

Grantmaking

The beneficiaries of the Trust's grant making programme are the general public, particularly the Welsh public. The annual income arising from the Trust funds, is used to make additions to the Collection, and also to acquire works in partnership with the Museum. The Trust also has previously provided funding for Artistic Commissions and Research, the National Eisteddfod of Wales Purchasing Grant, and the Artes Mundi Purchase Prize. Significant purchases by NMW of works have all been achieved with considerable assistance from the Trust.

In order to maximise these objects, during 1993 a Founding Agreement was entered into with Amgueddfa Cymru/National Museum Wales (NMW) whereby nominated trustees would join with the Museum's Representatives to form the Derek Williams Committee, charged with the enhancement of both the Museum's and the Trust's collection of post 19th Century works of Fine Art. Under the guidance of the Sub-Committee of The Derek Williams Committee known as the Acquisitions and Policy Committee and the museum's own Art Advisory Group, funding is made available as appropriate.

As part of this agreement gallery 15 at the Museum was named "Oriol Derek Williams Gallery", where works of Art acquired by the Trust or via funding made available by the Trust can be displayed, and the uses of which satisfy the criteria laid down in the main objects of this Trust.

In September 2004 a Supplementary Agreement was entered into to set up a Centenary Fund over a five year period in order to acquire major works of Fine Art. Although this Agreement has now expired, the balance of this Fund was finally expended during 2013/14. On 6th May 2011 a revised Agreement was entered into, encompassing all relevant terms of the earlier Agreements. As part of this new Agreement and in order to recognise the ambition of the Trustees to enlarge gallery space within NMW, Galleries 19, 20 and 21 were created as the "Derek Williams Galleries" in addition to Gallery 15 previously mentioned.

In November 2019 a further agreement has been reached with National Museum - Amgueddfa Cymru, which now operates as the substitute for all previous agreements.

THE DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2023

ACHIEVEMENT AND PERFORMANCE

Derek Mathias Tudor Williams died on 6th November 1984. His impeccable collection concentrated on British Art of the 1930's, 40's and 50's. The main works in the collection are displayed at NMW and all other works of art are generally curated by NMW. In June 2016 the Trust took possession of over 70 individual ceramics bequeathed out of the estate of the late Anita Besson for the benefit of the Trust at a probate value of £911,350. This adds significantly to the Trust's ceramics collection and ensures that NMW and the public are also able to share in the generous gift.

The success of the Trust's policies are measured by the increase in art work available to be publicly displayed in the year. During the past year the Trustees have expended the sum of £51,580 and £145,183 in grant aid and direct purchase costs of heritage additions respectively. The Trustees consider that these purchases have resulted in the Trust achieving its aims in the year.

The Trust has continued to use its website to publicise its acquisitions and in October 2017 celebrated the 25th anniversary of its foundation through an eleven month exhibition of its own and grant-aided Collections at National Museum Wales. Grants to NMW are to aid their curation of works in the collection of the Trust and in adding further works to NMW's own collection. Since the inception of the Trust in 1992, expenditure on Grant Aid and New Acquisitions has totalled £4,569,760 and £3,473,418 respectively, giving an annual average expenditure of £287,256 in furtherance of the Trust's Objects.

The public display of the Trust's individual Collection occurs mainly at NMW but is not confined to those premises. The Trust has also committed substantial assistance to the Museum in the refurbishment of the West Wing Galleries at Cathays Park, where curation of the Collection is undertaken at the Museum, through the Derek Williams Curator.

On 26 September 2020 we celebrated the 25th anniversary of the Trusts formation and founding agreement with The National Museum of Wales by launching our latest publication: 'Art for Wales' The legacy of Derek Williams by David Moore. It was published by Graffeg and the front piece pays tribute to our three original trustees who were all personal friends of Derek Williams: Ivan Sadka OBE, Howard Evans and Joan Winter 'without whose dedication for over twenty-five years to the memory of Derek Williams and his wishes this legacy would not have existed'.

To promote the Trust, its Collection and our special relationship with the National Museum of Wales, the trustees wanted to distribute complimentary copies to educational establishments in Wales, as well as to our key contacts. This has been done and, to date, the book has been well received.

The entire trust collection is available for the public to view at derekwilliamstrust.org.

FINANCIAL REVIEW

Financial position

The Trust's Works of Art are included in the accounts at deemed cost. Insurance of those Works held at NMW is covered by the Government Indemnity Scheme.

The Trust's work is reliant on income and returns from its investments. The value of the investments decreased during the year by £91,097 and income was generated of £244,541.

At 5th April 2023 the Fund designated for Grant Aid and purchase of Art stood at £489,911 after a further net movement of £196,763. The Trustees consider that the level of this Fund is more than adequate to provide for the Trust's foreseeable forward commitments.

Total reserves stood at £13,151,190, following a net surplus for the year of £101,385.

The trustees have not revalued heritage assets during the year. However, the collection has undergone a professional valuation for government indemnity purposes by Sotheby's and Ben Williams. The valuers believe the value of heritage assets to be a combined total of £10,741,370.

THE DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2023

Investment policy and performance

The Trust's Investments are split between Commercial Property (approximately 50% depending on market fluctuation) and a Stock Market Portfolio (approximately 50% depending on market fluctuations). The portfolio was managed by Investec from May 2019 with a policy of medium risk for both income and capital growth. Investec has since been absorbed by Rathbones Group PLC, who are now managing the fund.

Property Investment is made into good commercial property under the advice of the Trust's surveyors, Gerald Eve & Co, again on a medium risk basis. These properties are then rented out on medium to long-term leases. A valuation carried out at 5 April 2023 by Gerald Eve & Co indicated a significant reduction in the values of the four main commercial properties. The overall valuation, using the market value approach, totalled £2,249,500, this excludes 2 Queen Street which was sold in the summer of 2022. The trustees believe that this valuation also reflects a fair valuation as at 5 April 2023.

FINANCIAL REVIEW

Reserves policy

It is the policy of the Trustees to ensure an annual Capital Increment in Net Assets to hedge against inflation and then to utilise surplus realised income to enhance the Designated Fund as shown in Note 12. The funds continued to grow at a rate in excess of inflation and as a result, the sum of £126,000 has been allocated towards the Trust's Designated Fund.

FUTURE PLANS

The Trustees have already allocated a sum of £206,000 for purchases and grants since 5th April 2023. Further purchases and grants in satisfying the Trust's main objects continue to be explored, as will the desire to expand the Exhibition programme to several venues throughout the U.K. Regard will also be had to the need for conserving the Trust's resources in to 2023/24.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

The Trust is a registered charity, number 1015251, and is constituted under a trust deed dated 21 October 1992. By his Will dated 2nd June 1983, Derek Mathias Tudor Williams provided that his collection of art be the subject of charitable disposition with emphasis on securing actual display to the public and that the residue of his estate should be used to enhance the collection. He gave his Trustees absolute discretion to either transfer the collection and his residuary estate to the National Museum of Wales, or to any other charitable organisation which his Trustees considered would most nearly fulfil the objects which he intended to benefit.

Induction and training of new trustees

New trustees are appointed in accordance with the original Trust Deed and are revolving members of the Derek Williams Committee. New trustees may only be appointed by the existing Trustees.

At the trustees' meetings, the trustees agree the broad strategy and areas of activity for the Trust, including consideration of grant making, investment, reserves and risk management policies and performance. The Charity has no employees, and the day to day administration of the Trust and all management and administrative facilities and services are provided through Williams Ross Limited, Chartered Accountants, a firm for whom Mr. H.J. Evans acts as a consultant. As executive trustee, Mr. H.J. Evans is responsible for the regular management of the Trust through Williams Ross Limited.

On appointment, new trustees are encouraged to immerse themselves in the history of the Trust, copy trustee board and sub committee minutes, a copy of the last three years' of annual reports and accounts, they are provided with a copy of the governing trust deed and a copy of the Charity Commission's guidance 'The Essential Trustee: What You Need to Know' and 'Public Benefit: running a charity'.

The Trustees have also put in place the necessary insurance cover to protect their responsibilities as Trustees, as agreed with the Charity Commissioners and they consider that they have adequately covered the risks likely to be faced by the Charity through the use of properly qualified professionals in the above areas.

THE DEREK WILLIAMS TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2023**

Risk management

The principal risks faced by the Trust lie in the performance of investments, operational risks from ineffective art work purchases and grant awards, and deterioration and damage to works of art. The trustees consider variability of investment returns constitute the charity's major financial risk. This is mitigated by retaining expert investment managers and having a diversified investment portfolio.

The operational risk from art purchases and grant awards that are ineffective in the advancing public education in and appreciation of the Arts is managed by firstly retaining trustees of sufficient skill and expertise to chair the Derek Williams Committee and secondly through the Trust's partnership with Angueddfa Cymru/National Museum of Wales. By retaining experts active in the field the trustees are assured that their technical knowledge is up to date and that they have the depth of insight to effectively evaluate the grant proposals and requests for assistance in art work purchases and display options.

The risk of deterioration and damage to works of art is mitigated by the partnership with Angueddfa Cymru/National Museum of Wales who maintain and store a large proportion of the works of art and insurance in relation to those works of art held at NMW is covered by the Government Indemnity Scheme. Separate insurance is obtained for other works of art. Those other works of art out on loan are covered by the borrower's own insurance policies in accordance with an appropriate loan agreement.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Property held by trustees

All titles for the properties which belong to the Trust are jointly held in trust by two or more trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number: 1015251

Principal address

4 Ynys Bridge Court
Gwaelod-y-Garth
Cardiff
CF15 9SS

Trustees

Mrs Joan Winter
Mr John Thomas-Ferrand
Mr Adrian Myles Davies
Mr James Donald Seaton
Mr William Wilkins
Ms Sian Llinos Williams
Mr Brendan Edward James Sadka
Mr Howard John Evans (Executive Trustee)
Ms Rosemary Claire Evans (appointed 10.10.23)

Auditors

Bevan Buckland LLP
Ground Floor Cardigan House
Castle Court
Swansea Enterprise Park
SA7 9LA

Bankers

HSBC Bank plc, 61 High Street, Cowbridge CF71 7YJ

Legal advisers

Messrs Gabb & Co. Solicitors, 32 Monk Street, Abergavenny, NP7 5NW

Investment advisers

Investec Wealth & Investment Limited, Quartermile One, 15 Lauriston Place, Edinburgh, EH3 9EN

Property advisers

Gerald Eve & Co Chartered Surveyors, 72 Welbeck Street, London, W1G 0AY
Herbert R Thomas, 59 High Street, Cowbridge, CF71 7YL

THE DEREK WILLIAMS TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2023**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

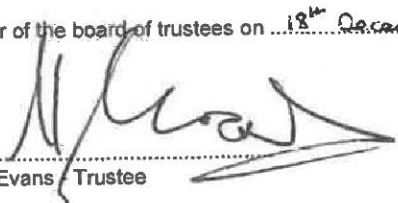
The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 19th December 2023 and signed on its behalf by:


.....
Mr Howard John Evans Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE DEREK WILLIAMS TRUST**

Opinion

We have audited the financial statements of The Derek Williams Trust (the 'charity') for the year ended 5 April 2023 which comprise the Statement of Financial Activities, the Balance Sheet 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2023 and of its incoming resources and application of resources, 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 Charities Act 2011.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE DEREK WILLIAMS TRUST**

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Extent to which the audit was considered capable of detecting irregularities, including fraud

We identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, and then, design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

We discussed our audit independence complying with the Revised Ethical Standard 2019 with the engagement team members whilst planning the audit and continually monitored our independence throughout the process.

Identifying and assessing potential risks related to irregularities.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- enquiring of management, including obtaining and reviewing supporting documentation, concerning the Charity's policies and procedures relating to:
- identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
- detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
- the internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations;
- discussing among the engagement team how and where fraud might occur in the financial statements and any potential indicators of fraud.
- obtaining an understanding of the legal and regulatory frameworks that the Charity operates in, focusing on those laws and regulations that had a direct effect on the financial statements or that had a fundamental effect on the operations of the Charity. The key laws and regulations we considered in this context included the UK Companies Act and relevant tax legislation.

Audit response to risks identified

In addition to the above, our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with relevant laws and regulations;
- enquiring of management concerning actual and potential litigation and claims; performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance;
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments;
- assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and
- evaluating the operational rationale of any significant transactions that are unusual or outside the normal course of operations.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

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 Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE DEREK WILLIAMS TRUST**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. 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 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Bevan Buckland LLP
Ground Floor Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

Date: 19th December 2023

THE DEREK WILLIAMS TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2023

	Notes	2023 Unrestricted funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM			
Investment income	3	<u>244,541</u>	<u>290,919</u>
EXPENDITURE ON			
Cost of generating funds	4	34,305	56,172
Charitable activities			
Charitable Activities		<u>87,754</u>	<u>79,846</u>
Total		<u>122,059</u>	<u>136,018</u>
Net gains on investments		<u>38,903</u>	<u>390,227</u>
NET INCOME		161,385	545,128
Other recognised gains/(losses)			
Gains/(losses) on revaluation of fixed assets		<u>(60,000)</u>	<u>-</u>
Net movement in funds		101,385	545,128
RECONCILIATION OF FUNDS			
Total funds brought forward		<u>13,049,805</u>	<u>12,504,677</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>13,151,190</u></u>	<u><u>13,049,805</u></u>

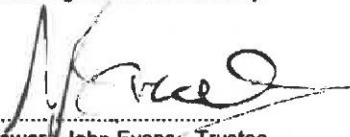
The notes form part of these financial statements

THE DEREK WILLIAMS TRUST

BALANCE SHEET
5 APRIL 2023

	Notes	2023 Unrestricted funds £	2022 Total funds £
FIXED ASSETS			
Heritage assets	7	8,132,845	7,987,662
Investments			
Investments	8	2,054,798	1,372,179
Investment property	9	<u>2,249,500</u>	<u>2,309,500</u>
		12,437,143	11,669,341
CURRENT ASSETS			
Stocks	10	4,323	619,323
Debtors	11	33,892	67,474
Cash at bank		<u>785,538</u>	<u>790,289</u>
		823,753	1,477,086
CREDITORS			
Amounts falling due within one year	12	(109,706)	(96,622)
NET CURRENT ASSETS		<u>714,047</u>	<u>1,380,464</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		13,151,190	13,049,805
NET ASSETS		<u>13,151,190</u>	<u>13,049,805</u>
FUNDS	13		
Unrestricted funds		<u>13,151,190</u>	<u>13,049,805</u>
TOTAL FUNDS		<u>13,151,190</u>	<u>13,049,805</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 18th December 2023....
and were signed on its behalf by:


Mr Howard John Evans - Trustee


Mr Adrian Myles Davies - Trustee

The notes form part of these financial statements

THE DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023**

1. STATUTORY INFORMATION

Derek Williams Trust is a unincorporated charity registered in England and Wales. The charity's registered number and registered office address can be found in the Reference and Administrative Details section on page 4.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income

All income including rental income and dividends received is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received, the amount can be measured reliably and is recognised in the period to which it relates.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Heritage assets

The works of art donated by the late Derek Williams and depreciation made by the trustees prior to 5 April 2017 have been included in the Balance Sheet at deemed cost under the transitional provisions of FRS 102. Additions after this date are included at cost. Additions or disposals of these assets are made on the advice of the Derek Williams Committee, which coordinates the Trust policy with National Museum guidelines for acquisitions and disposals.

Public access is arranged through National Museum Wales.

No provision is made for depreciation.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Investments are initially recognised at their transactional value and subsequently measured at their fair value as at the Balance Sheet date using the closing quoted market price. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Other investments are accounted for at cost.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

THE DEREK WILLIAMS TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2023

2. ACCOUNTING POLICIES - continued

Taxation

The charity is exempt from tax on its charitable activities.

Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

Debtors

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

Cash at bank and in hand

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

Creditors and provisions

Creditors and provisions are recognised where the company has a present obligation (legal and constructive) 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.

THE DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2023**

3. INVESTMENT INCOME

	2023	2022
	£	£
Rent receivable	184,210	233,369
Insurance recharged	3,077	2,789
Income from other investments	(249)	12,447
Dividends received	54,002	42,287
Deposit account interest	<u>3,501</u>	<u>27</u>
	<u>244,541</u>	<u>290,919</u>

4. COST OF GENERATING FUNDS

Investment management costs

	2023	2022
	£	£
Portfolio fees	11,295	10,367
Property insurance	3,524	4,828
General management fees	10,373	15,251
Property expenses	12,000	20,833
Sundries	713	1,219
Bad debts	<u>(3,600)</u>	<u>3,674</u>
	<u>34,305</u>	<u>56,172</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 5 April 2023 nor for the year ended 5 April 2022.

Trustees' expenses

	2023	2022
	£	£
Trustees' expenses	<u>4,950</u>	<u>1,849</u>

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £
INCOME AND ENDOWMENTS FROM	
Investment income	<u>290,919</u>
EXPENDITURE ON	
Cost of generating funds	56,172
Charitable activities	
Charitable Activities	<u>79,846</u>
Total	<u>136,018</u>
 Net gains on investments	 <u>390,227</u>
 NET INCOME	 545,128

THE DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2023**

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £
RECONCILIATION OF FUNDS	
Total funds brought forward	12,504,677
TOTAL FUNDS CARRIED FORWARD	<u>13,049,805</u>

7. HERITAGE ASSETS

	Total £
DEEMED COST	
At 6 April 2022	7,987,662
Additions	<u>145,183</u>
At 5 April 2023	<u>8,132,845</u>
NET BOOK VALUE	
At 5 April 2023	<u>8,132,845</u>
At 5 April 2022	<u>7,987,662</u>

The trustees have not revalued heritage assets during the year. However, the collection has undergone a professional valuation for government indemnity purposes by Sotheby's and Ben Williams. The valuers believe the value of heritage assets to be a combined total of £10,741,370.

8. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 6 April 2022	1,372,179
Additions	1,030,129
Disposals	(316,413)
Revaluations	<u>(31,097)</u>
At 5 April 2023	<u>2,054,798</u>
NET BOOK VALUE	
At 5 April 2023	<u>2,054,798</u>
At 5 April 2022	<u>1,372,179</u>

There were no investment assets outside the UK.

THE DEREK WILLIAMS TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2023

9. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 6 April 2022	2,309,500
Fair value movement	<u>(60,000)</u>
At 5 April 2023	<u>2,249,500</u>
NET BOOK VALUE	
At 5 April 2023	<u>2,249,500</u>
At 5 April 2022	<u>2,309,500</u>

Fair value at 5 April 2023 is represented by:

	£
Valuation in 2019	(90,630)
Valuation in 2020	(1,279,500)
Valuation in 2023	(60,000)
Cost	<u>3,679,630</u>
	<u>2,249,500</u>

10. STOCKS

	2023	2022
	£	£
Stocks	4,323	4,323
Assets held for sale	<u>-</u>	<u>615,000</u>
	<u>4,323</u>	<u>619,323</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade debtors	36,420	63,054
Bad debt provision	(10,163)	(24,174)
Other debtors	7,635	27,831
VAT	<u>-</u>	<u>763</u>
	<u>33,892</u>	<u>67,474</u>

THE DEREK WILLIAMS TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2023

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Taxation and social security	5,501	-
Other creditors	104,205	96,622
	<u>109,706</u>	<u>96,622</u>

13. MOVEMENT IN FUNDS

	At 6.4.22	Net movement in funds	Transfers between funds	At 5.4.23
	£	£	£	£
Unrestricted funds				
General fund	12,363,131	152,965	145,183	12,661,279
Designated Funds	686,674	(51,580)	(145,183)	489,911
	<u>13,049,805</u>	<u>101,385</u>	<u>-</u>	<u>13,151,190</u>
TOTAL FUNDS	<u>13,049,805</u>	<u>101,385</u>	<u>-</u>	<u>13,151,190</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Gains and losses	Movement in funds
	£	£	£	£
Unrestricted funds				
General fund	244,541	(70,479)	(21,097)	152,965
Designated Funds	-	(51,580)	-	(51,580)
	<u>244,541</u>	<u>(122,059)</u>	<u>(21,097)</u>	<u>101,385</u>
TOTAL FUNDS	<u>244,541</u>	<u>(122,059)</u>	<u>(21,097)</u>	<u>101,385</u>

Comparatives for movement in funds

	At 6.4.21	Net movement in funds	Transfers between funds	At 5.4.22
	£	£	£	£
Unrestricted funds				
General fund	11,932,597	605,253	(174,719)	12,363,131
Designated Funds	572,080	(60,125)	174,719	686,674
	<u>12,504,677</u>	<u>545,128</u>	<u>-</u>	<u>13,049,805</u>
TOTAL FUNDS	<u>12,504,677</u>	<u>545,128</u>	<u>-</u>	<u>13,049,805</u>

THE DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2023**

13. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	290,919	(75,893)	390,227	605,253
Designated Funds	-	(60,125)	-	(60,125)
	<u>290,919</u>	<u>(136,018)</u>	<u>390,227</u>	<u>545,128</u>
TOTAL FUNDS	<u>290,919</u>	<u>(136,018)</u>	<u>390,227</u>	<u>545,128</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 6.4.21 £	Net movement in funds £	Transfers between funds £	At 5.4.23 £
Unrestricted funds				
General fund	11,932,597	758,218	(29,536)	12,661,279
Designated Funds	572,080	(111,705)	29,536	489,911
	<u>12,504,677</u>	<u>646,513</u>	<u>-</u>	<u>13,151,190</u>
TOTAL FUNDS	<u>12,504,677</u>	<u>646,513</u>	<u>-</u>	<u>13,151,190</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	535,460	(146,372)	369,130	758,218
Designated Funds	-	(111,705)	-	(111,705)
	<u>535,460</u>	<u>(258,077)</u>	<u>369,130</u>	<u>646,513</u>
TOTAL FUNDS	<u>535,460</u>	<u>(258,077)</u>	<u>369,130</u>	<u>646,513</u>

Designated Fund

These funds are available to finance future purchases of art work and/or the making of grants to further the Trust's objectives.

THE DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2023**

14. CAPITAL COMMITMENTS

	2023	2022
	£	£
Contracted but not provided for in the financial statements	<u>161,000</u>	<u>-</u>

15. RELATED PARTY DISCLOSURES

Trustee Adrian Myles Davies is a partner at Gabb & Co. All transactions between Derek Williams Trust and Gabb & Co. are made at arms length.

THE DEREK WILLIAMS TRUST

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2023

	2023 £	2022 £
INCOME AND ENDOWMENTS		
Investment income		
Rent receivable	184,210	233,369
Insurance recharged	3,077	2,789
Income from other investments	(249)	12,447
Dividends received	54,002	42,287
Deposit account interest	3,501	27
	<u>244,541</u>	<u>290,919</u>
Total incoming resources	244,541	290,919
EXPENDITURE		
Investment management costs		
Portfolio fees	11,295	10,367
Property insurance	3,524	4,828
General management fees	10,373	15,251
Property expenses	12,000	20,833
Sundries	713	1,219
Bad debts	(3,600)	3,674
	<u>34,305</u>	<u>56,172</u>
Charitable activities		
Grants to institutions	51,580	60,125
Support costs		
Management		
Trustees' expenses	4,950	1,849
Management fees	3,690	5,195
	<u>8,640</u>	<u>7,044</u>
Finance		
Bank charges	76	56
Governance costs		
Auditors' remuneration	8,000	7,000
Insurance	540	426
Management Fees	3,533	5,195
Legal and professional	15,385	-
	<u>27,458</u>	<u>12,621</u>
Total resources expended	<u>122,059</u>	<u>136,018</u>
Net income before gains and losses	122,482	154,901
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	(31,097)	181,609
Carried forward	91,385	336,510

This page does not form part of the statutory financial statements

THE DEREK WILLIAMS TRUST

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2023**

	2023 £	2022 £
Realised recognised gains and losses		
Brought forward	91,385	336,510
Realised gains/(losses) on investment property	<u>70,000</u>	<u>208,618</u>
Net income	<u>161,385</u>	<u>545,128</u>

DEREK WILLIAMS TRUST

England & Wales - Charity number 1015251

Accounts

REGISTERED CHARITY NUMBER: 1015251

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
5 APRIL 2022**

**FOR
DEREK WILLIAMS TRUST**

Bevan Buckland LLP
Ground Floor
Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

DEREK WILLIAMS TRUST

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FOR THE YEAR ENDED 5 APRIL 2022**

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DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2022

The trustees present their report with the financial statements of the charity for the year ended 5 April 2022. The trustees have adopted the provisions of 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

By his Will dated 2nd June 1983, Derek Mathias Tudor Williams provided that his collection of art be the subject of charitable disposition with emphasis on securing actual display to the public and that the residue of his estate should be used to enhance the collection. He gave his Trustees absolute discretion to either transfer the collection and his residuary estate to the National Museum of Wales, or to any other charitable organisation which his Trustees considered would most nearly fulfil the objects which he intended to benefit.

The Trustees confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing the Trust's aims and objectives, in planning future activities, and setting the grant making policy for the year.

The object of the Charity is to advance Public Education in and appreciation of the Arts through public display and acquisition of Fine Works of Art.

The Trust furthers its charitable purposes for the public benefit through its own purchase of works of art which are made available for public display and by providing grants to fund the purchase of works of art by third parties, which are deemed to be suitable to advance public education in and appreciation of the Arts.

Public benefit

The Trust has established its grant making policy to achieve its objects for the public benefit. The Trust's aim is to advance Public Education in and appreciation of the Arts through public display and acquisition of Fine Works of Art. The Trustees review the grant making policy annually to ensure that it reflects the charity's objects and thereby advances public benefit.

Grantmaking

The beneficiaries of the Trust's grant making programme are the general public, particularly the Welsh public. The annual income arising from the Trust funds, is used to make additions to the Collection, and also to acquire works in partnership with the Museum. The Trust also has previously provided funding for Artistic Commissions and Research, the National Eisteddfod of Wales Purchasing Grant, and the Artes Mundi Purchase Prize. Significant purchases by NMW of works have all been achieved with considerable assistance from the Trust.

In order to maximise these objects, during 1993 a Founding Agreement was entered into with Amgueddfa Cymru/National Museum Wales (NMW) whereby nominated trustees would join with the Museum's Representatives to form the Derek Williams Committee, charged with the enhancement of both the Museum's and the Trust's collection of post 19th Century works of Fine Art. Under the guidance of the Sub-Committee of The Derek Williams Committee known as the Acquisitions and Policy Committee and the museum's own Art Advisory Group, funding is made available as appropriate.

As part of this agreement gallery 15 at the Museum was named "Oriel Derek Williams Gallery", where works of Art acquired by the Trust or via funding made available by the Trust can be displayed, and the uses of which satisfy the criteria laid down in the main objects of this Trust.

In September 2004 a Supplementary Agreement was entered into to set up a Centenary Fund over a five year period in order to acquire major works of Fine Art. Although this Agreement has now expired, the balance of this Fund was finally expended during 2013/14. On 6th May 2011 a revised Agreement was entered into, encompassing all relevant terms of the earlier Agreements. As part of this new Agreement and in order to recognise the ambition of the Trustees to enlarge gallery space within NMW, Galleries 19, 20 and 21 were created as the "Derek Williams Galleries" in addition to Gallery 15 previously mentioned.

In November 2019 a further agreement has been reached with National Museum - Amgueddfa Cymru, which now operates as the substitute for all previous agreements.

DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2022

ACHIEVEMENT AND PERFORMANCE

Derek Mathias Tudor Williams died on 6th November 1984. His impeccable collection concentrated on British Art of the 1930's, 40's and 50's. The main works in the collection are displayed at NMW and all other works of art are generally curated by NMW. In June 2016 the Trust took possession of over 70 individual ceramics bequeathed out of the estate of the late Anita Besson for the benefit of the Trust at a probate value of £911,350. This adds significantly to the Trust's ceramics collection and ensures that NMW and the public are also able to share in the generous gift.

The success of the Trust's policies are measured by the increase in art work available to be publicly displayed in the year. During the past year the Trustees have expended the sum of £60,125 and £35,281 in grant aid and direct purchase costs respectively. The Trustees consider that these purchases have resulted in the Trust achieving its aims in the year.

The Trust has continued to use its website to publicise its acquisitions and in October 2017 celebrated the 25th anniversary of its foundation through an eleven month exhibition of its own and grant-aided Collections at National Museum Wales. Grants to NMW are to aid their curation of works in the collection of the Trust and in adding further works to NMW's own collection. Since the inception of the Trust in 1992, expenditure on Grant Aid and New Acquisitions has totalled £4,522,140 and £3,350,813 respectively, giving an annual average expenditure of £262,431 in furtherance of the Trust's Objects.

The public display of the Trust's individual Collection occurs mainly at NMW but is not confined to those premises. The Trust has also committed substantial assistance to the Museum in the refurbishment of the West Wing Galleries at Cathays Park, where curation of the Collection is undertaken at the Museum, through the Derek Williams Curator. On 26 September 2020 we celebrated the 25th anniversary of the Trusts formation and founding agreement with The National Museum of Wales by launching our latest publication: 'Art for Wales' The legacy of Derek Williams by David Moore. It was published by Graffeg and the front piece pays tribute to our three original trustees who were all personal friends of Derek Williams: Ivan Sadka OBE, Howard Evans and Joan Winter 'without whose dedication for over twenty-five years to the memory of Derek Williams and his wishes this legacy would not have existed'.

To promote the Trust, its Collection and our special relationship with the National Museum of Wales, the trustees wanted to distribute complimentary copies to educational establishments in Wales, as well as to our key contacts. This has been done and, to date, the book has been well received.

FINANCIAL REVIEW

Financial position

The Trust's Works of Art are included in the accounts at deemed cost. Insurance of those Works held at NMW is covered by the Government Indemnity Scheme.

The Trust's work is reliant on income and returns from its investments. The value of the investments increased during the year by £181,609 and income was generated of £288,472.

At 5th April 2022 the Fund designated for Grant Aid and purchase of Art stood at £686,674 after a further net movement of £114,594. The Trustees consider that the level of this Fund is more than adequate to provide for the Trust's foreseeable forward commitments.

Total reserves stood at £13,049,805, following a net surplus for the year of £545,128.

Investment policy and performance

The Trust's Investments are split between Commercial Property (approximately 80% depending on market fluctuation) and a Stock Market Portfolio (approximately 20% depending on market fluctuations). The portfolio was managed by Investec from May 2019 with a policy of medium risk for both income and capital growth.

Property Investment is made into good commercial property under the advice of the Trust's surveyors, Gerald Eve & Co, again on a medium risk basis. These properties are then rented out on medium to long-term leases. A valuation carried out at 5 April 2020 by Gerald Eve & Co indicated a significant reduction in the values of the four main commercial properties. The overall valuation, using the market value approach, totalled £2,165,000, this excludes 2 Queen Street which was sold in the summer of 2022 and is shown separately. The trustees believe that this valuation also reflects a fair valuation as at 5 April 2022.

DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2022

FINANCIAL REVIEW

Reserves policy

It is the policy of the Trustees to ensure an annual Capital Increment in Net Assets to hedge against inflation and then to utilise surplus realised income to enhance the Designated Fund as shown in Note 12. The funds continued to grow at a rate in excess of inflation and as a result, the sum of £210,000 has been allocated towards the Trust's Designated Fund.

FUTURE PLANS

The Trustees have already allocated a sum of £167,000 for purchases and grants since 5th April 2022. Further purchases and grants in satisfying the Trust's main objects continue to be explored, as will the desire to expand the Exhibition programme to several venues throughout the U.K. Regard will also be had to the need for conserving the Trust's resources in to 2022/23.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

The Trust is a registered charity, number 1015251, and is constituted under a trust deed dated 21 October 1992. By his Will dated 2nd June 1983, Derek Mathias Tudor Williams provided that his collection of art be the subject of charitable disposition with emphasis on securing actual display to the public and that the residue of his estate should be used to enhance the collection. He gave his Trustees absolute discretion to either transfer the collection and his residuary estate to the National Museum of Wales, or to any other charitable organisation which his Trustees considered would most nearly fulfil the objects which he intended to benefit.

Induction and training of new trustees

New trustees are appointed in accordance with the original Trust Deed and are revolving members of the Derek Williams Committee. New trustees may only be appointed by the existing Trustees.

At the trustees' meetings, the trustees agree the broad strategy and areas of activity for the Trust, including consideration of grant making, investment, reserves and risk management policies and performance. The Charity has no employees, and the day to day administration of the Trust and all management and administrative facilities and services are provided through Williams Ross Limited, Chartered Accountants, a firm for whom Mr. H.J. Evans acts as a consultant. As executive trustee, Mr. H.J. Evans is responsible for the regular management of the Trust through Williams Ross Limited.

On appointment, new trustees are encouraged to immerse themselves in the history of the Trust, copy trustee board and sub committee minutes, a copy of the last three years' of annual reports and accounts, they are provided with a copy of the governing trust deed and a copy of the Charity Commission's guidance 'The Essential Trustee: What You Need to Know' and 'Public Benefit: running a charity'.

The Trustees have also put in place the necessary insurance cover to protect their responsibilities as Trustees, as agreed with the Charity Commissioners and they consider that they have adequately covered the risks likely to be faced by the Charity through the use of properly qualified professionals in the above areas.

DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The principal risks faced by the Trust lie in the performance of investments, operational risks from ineffective art work purchases and grant awards, and deterioration and damage to works of art.

The trustees consider variability of investment returns constitute the charity's major financial risk. This is mitigated by retaining expert investment managers and having a diversified investment portfolio.

The operational risk from art purchases and grant awards that are ineffective in the advancing public education in and appreciation of the Arts is managed by firstly retaining trustees of sufficient skill and expertise to chair the Derek Williams Committee and secondly through the Trust's partnership with Angueddfa Cymru/National Museum of Wales. By retaining experts active in the field the trustees are assured that their technical knowledge is up to date and that they have the depth of insight to effectively evaluate the grant proposals and requests for assistance in art work purchases and display options.

The risk of deterioration and damage to works of art is mitigated by the partnership with Angueddfa Cymru/National Museum of Wales who maintain and store a large proportion of the works of art and insurance in relation to those works of art held at NMW is covered by the Government Indemnity Scheme. Separate insurance is obtained for other works of art. Those other works of art out on loan are covered by the borrower's own insurance policies in accordance with an appropriate loan agreement.

Property held by trustees

All titles for the properties which belong to the Trust are jointly held in trust by two or more trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1015251

Principal address

4 Ynys Bridge Court
Gwaelod-y-Garth
Cardiff
CF15 9SS

Trustees

Mrs Joan Winter
Mr John Thomas-Ferrand
Mr Adrian Myles Davies
Mr James Donald Seaton
Mr William Wilkins
Ms Sian Llinos Williams
Mr Brendan Edward James Sadka
Mr Howard John Evans (Executive Trustee)

Auditors

Bevan Buckland LLP
Ground Floor
Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Bankers

HSBC Bank plc, 61 High Street, Cowbridge CF71 7YJ

Legal advisers

Messrs Gabb & Co. Solicitors, 32 Monk Street, Abergavenny, NP7 5NW

Investment advisers

Investec Wealth & Investment Limited, Quartermile One, 15 Lauriston Place, Edinburgh, EH3 9EN

Property advisers

Gerald Eve & Co Chartered Surveyors, 72 Welbeck Street, London, W1G 0AY
Herbert R Thomas, 59 High Street, Cowbridge, CF71 7YL

STATEMENT OF TRUSTEES' RESPONSIBILITIES

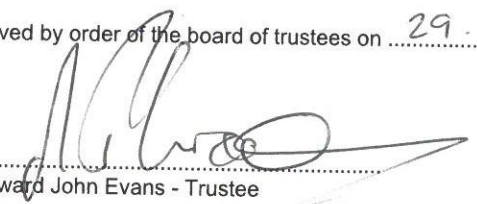
The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 29.11.22 and signed on its behalf by:


.....
Mr Howard John Evans - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF DEREK WILLIAMS TRUST

Opinion

We have audited the financial statements of Derek Williams Trust (the 'charity') for the year ended 5 April 2022 which comprise the Statement of Financial Activities, the Balance Sheet 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2022 and of its incoming resources and application of resources, 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 Charities Act 2011.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees 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.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
DEREK WILLIAMS TRUST**

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF DEREK WILLIAMS TRUST

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Extent to which the audit was considered capable of detecting irregularities, including fraud

We identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, and then, design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

We discussed our audit independence complying with the Revised Ethical Standard 2019 with the engagement team members whilst planning the audit and continually monitored our independence throughout the process.

Identifying and assessing potential risks related to irregularities.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- enquiring of management, including obtaining and reviewing supporting documentation, concerning the Charity's policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations;
- discussing among the engagement team how and where fraud might occur in the financial statements and any potential indicators of fraud.
- obtaining an understanding of the legal and regulatory frameworks that the Charity operates in, focusing on those laws and regulations that had a direct effect on the financial statements or that had a fundamental effect on the operations of the Charity. The key laws and regulations we considered in this context included the UK Companies Act and relevant tax legislation.

Audit response to risks identified

In addition to the above, our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with relevant laws and regulations;
- enquiring of management concerning actual and potential litigation and claims; performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance;
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments;
- assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and
- evaluating the operational rationale of any significant transactions that are unusual or outside the normal course of operations.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

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 Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
DEREK WILLIAMS TRUST**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. 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 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Bevan Buckland LLP
Ground Floor
Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

Date: 29.11.22

DEREK WILLIAMS TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2022

	Notes	2022 Unrestricted funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM			
Investment income	3	290,919	283,077
EXPENDITURE ON			
Cost of generating funds	4	56,172	25,228
Charitable activities			
Charitable Activities		79,846	49,604
Total		136,018	74,832
Net gains on investments		390,227	269,861
NET INCOME		545,128	478,106
RECONCILIATION OF FUNDS			
Total funds brought forward		12,504,677	12,026,571
TOTAL FUNDS CARRIED FORWARD		13,049,805	12,504,677

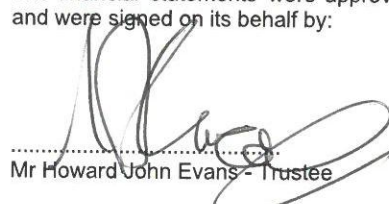
The notes form part of these financial statements

DEREK WILLIAMS TRUST

BALANCE SHEET
5 APRIL 2022

	Notes	2022 Unrestricted funds £	2021 Total funds £
FIXED ASSETS			
Heritage assets	7	7,987,662	7,952,381
Investments			
Investments	8	1,372,179	1,292,483
Investment property	9	2,309,500	2,924,500
		<u>11,669,341</u>	<u>12,169,364</u>
CURRENT ASSETS			
Stocks	10	619,323	4,323
Debtors	11	67,474	109,275
Cash at bank		790,289	333,943
		<u>1,477,086</u>	<u>447,541</u>
CREDITORS			
Amounts falling due within one year	12	(96,622)	(112,228)
NET CURRENT ASSETS		<u>1,380,464</u>	<u>335,313</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>13,049,805</u>	<u>12,504,677</u>
NET ASSETS		<u>13,049,805</u>	<u>12,504,677</u>
FUNDS	13		
Unrestricted funds		<u>13,049,805</u>	<u>12,504,677</u>
TOTAL FUNDS		<u>13,049,805</u>	<u>12,504,677</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 29.11.22 and were signed on its behalf by:


Mr Howard John Evans - Trustee


Mr Adrian Myles Davies - Trustee

The notes form part of these financial statements

DEREK WILLIAMS TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022

1. STATUTORY INFORMATION

Derek Williams Trust is a unincorporated charity registered in England and Wales. The charity's registered number and registered office address can be found in the Reference and Administrative Details section on page 4.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received, the amount can be measured reliably and is recognised in the period to which it relates.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Heritage assets

The works of art donated by the late Derek Williams and depreciation made by the trustees prior to 5 April 2017 have been included in the Balance Sheet at deemed cost under the transitional provisions of FRS 102. Additions after this date are included at cost. Additions or disposals of these assets are made on the advice of the Derek Williams Committee, which coordinates the Trust policy with National Museum guidelines for acquisitions and disposals.

Public access is arranged through National Museum Wales.

No provision is made for depreciation.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Investments are initially recognised at their transactional value and subsequently measured at their fair value as at the Balance Sheet date using the closing quoted market price. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Other investments are accounted for at cost.

DEREK WILLIAMS TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 5 APRIL 2022

2. ACCOUNTING POLICIES - continued

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from tax on its charitable activities.

Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

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.

Debtors

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

Cash at bank and in hand

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

Creditors and provisions

Creditors and provisions are recognised where the company has a present obligation (legal and constructive) 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.

3. INVESTMENT INCOME

	2022	2021
	£	£
Rent receivable	233,369	220,831
Insurance recharged	2,789	5,028
Income from other investments	12,447	18,404
Dividends received	42,287	38,811
Deposit account interest	27	3
	<u>290,919</u>	<u>283,077</u>

DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2022**

4. COST OF GENERATING FUNDS

Investment management costs

	2022	2021
	£	£
Portfolio fees	10,367	10,676
Property insurance	4,828	5,877
General management fees	15,251	14,668
Property expenses	20,833	(19,425)
Sundries	1,219	2,432
Bad debts	3,674	11,000
	<u>56,172</u>	<u>25,228</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 5 April 2022 nor for the year ended 5 April 2021.

Trustees' expenses

	2022	2021
	£	£
Trustees' expenses	<u>1,849</u>	<u>655</u>

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

INCOME AND ENDOWMENTS FROM

Investment income

Unrestricted
funds
£
283,077

EXPENDITURE ON

Cost of generating funds

25,228

Charitable activities

Charitable Activities

49,604

Total

74,832

Net gains on investments

269,861

NET INCOME

478,106

RECONCILIATION OF FUNDS

Total funds brought forward

12,026,571

TOTAL FUNDS CARRIED FORWARD

12,504,677

DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2022**

7. HERITAGE ASSETS

	Total £
MARKET VALUE	
At 6 April 2021	7,952,381
Additions	35,281
At 5 April 2022	<u>7,987,662</u>
NET BOOK VALUE	
At 5 April 2022	<u>7,987,662</u>
At 5 April 2021	<u>7,952,381</u>

8. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 6 April 2021	1,285,717
Additions	114,982
Disposals	(210,129)
Revaluations	181,609
At 5 April 2022	<u>1,372,179</u>
NET BOOK VALUE	
At 5 April 2022	<u>1,372,179</u>
At 5 April 2021	<u>1,285,717</u>

There were no investment assets outside the UK.

9. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 6 April 2021	2,924,500
Reclassification	(615,000)
At 5 April 2022	<u>2,309,500</u>
NET BOOK VALUE	
At 5 April 2022	<u>2,309,500</u>
At 5 April 2021	<u>2,924,500</u>

Fair value at 5 April 2022 is represented by:

	£
Valuation in 2019	(90,630)
Valuation in 2020	(1,279,500)
Cost	3,679,630
	<u>2,309,500</u>

DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2022**

9. INVESTMENT PROPERTY - continued

A property included in investment property at a value of £615,000 has been sold 3 months post year end.

10. STOCKS

	2022 £	2021 £
Stocks	4,323	4,323
Assets held for sale	615,000	-
	<u>619,323</u>	<u>4,323</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade debtors	63,054	119,371
Bad debt provision	(24,174)	(20,500)
Other debtors	27,831	10,404
VAT	763	-
	<u>67,474</u>	<u>109,275</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Taxation and social security	-	11,503
Other creditors	96,622	100,725
	<u>96,622</u>	<u>112,228</u>

13. MOVEMENT IN FUNDS

	At 6.4.21 £	Net movement in funds £	Transfers between funds £	At 5.4.22 £
Unrestricted funds				
General fund	11,932,597	605,253	(174,719)	12,363,131
Designated Funds	572,080	(60,125)	174,719	686,674
	<u>12,504,677</u>	<u>545,128</u>	<u>-</u>	<u>13,049,805</u>
TOTAL FUNDS	<u>12,504,677</u>	<u>545,128</u>	<u>-</u>	<u>13,049,805</u>

DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2022**

13. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	290,919	(75,893)	390,227	605,253
Designated Funds	-	(60,125)	-	(60,125)
	<u>290,919</u>	<u>(136,018)</u>	<u>390,227</u>	<u>545,128</u>
TOTAL FUNDS	<u>290,919</u>	<u>(136,018)</u>	<u>390,227</u>	<u>545,128</u>

Comparatives for movement in funds

	At 6.4.20 £	Net movement in funds £	Transfers between funds £	At 5.4.21 £
Unrestricted funds				
General fund	11,594,535	508,062	(170,000)	11,932,597
Designated Funds	432,036	(29,956)	170,000	572,080
	<u>12,026,571</u>	<u>478,106</u>	<u>-</u>	<u>12,504,677</u>
TOTAL FUNDS	<u>12,026,571</u>	<u>478,106</u>	<u>-</u>	<u>12,504,677</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	283,077	(44,876)	269,861	508,062
Designated Funds	-	(29,956)	-	(29,956)
	<u>283,077</u>	<u>(74,832)</u>	<u>269,861</u>	<u>478,106</u>
TOTAL FUNDS	<u>283,077</u>	<u>(74,832)</u>	<u>269,861</u>	<u>478,106</u>

DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2022**

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 6.4.20 £	Net movement in funds £	Transfers between funds £	At 5.4.22 £
Unrestricted funds				
General fund	11,594,535	1,113,315	(344,719)	12,363,131
Designated Funds	432,036	(90,081)	344,719	686,674
	<u>12,026,571</u>	<u>1,023,234</u>	<u>-</u>	<u>13,049,805</u>
TOTAL FUNDS	<u>12,026,571</u>	<u>1,023,234</u>	<u>-</u>	<u>13,049,805</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	573,996	(120,769)	660,088	1,113,315
Designated Funds	-	(90,081)	-	(90,081)
	<u>573,996</u>	<u>(210,850)</u>	<u>660,088</u>	<u>1,023,234</u>
TOTAL FUNDS	<u>573,996</u>	<u>(210,850)</u>	<u>660,088</u>	<u>1,023,234</u>

Designated Fund

These funds are available to finance future purchases of art work and/or the making of grants to further the Trust's objectives.

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 5 April 2022.

DEREK WILLIAMS TRUST
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Investment income		
Rent receivable	233,369	220,831
Insurance recharged	2,789	5,028
Income from other investments	12,447	18,404
Dividends received	42,287	38,811
Deposit account interest	27	3
	290,919	283,077
Total incoming resources		
	290,919	283,077
EXPENDITURE		
Investment management costs		
Portfolio fees	10,367	10,676
Property insurance	4,828	5,877
General management fees	15,251	14,668
Property expenses	20,833	(19,425)
Sundries	1,219	2,432
Bad debts	3,674	11,000
	56,172	25,228
Charitable activities		
Grants to institutions	60,125	29,956
Support costs		
Management		
Trustees' expenses	1,849	655
Management fees	5,195	4,996
	7,044	5,651
Finance		
Bank charges	56	10
Governance costs		
Auditors' remuneration	7,000	8,000
Insurance	426	991
Management Fees	5,195	4,996
	12,621	13,987
Total resources expended		
	136,018	74,832
Net income before gains and losses		
	154,901	208,245

This page does not form part of the statutory financial statements

DEREK WILLIAMS TRUST

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2022

	2022 £	2021 £
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	181,609	269,861
Realised gains/(losses) on investment property	208,618	-
Net income	<u>545,128</u>	<u>478,106</u>

This page does not form part of the statutory financial statements

DEREK WILLIAMS TRUST

England & Wales - Charity number 1015251

Accounts

REGISTERED CHARITY NUMBER: 1015251

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
5 APRIL 2021**

**FOR
DEREK WILLIAMS TRUST**

**Bevan Buckland LLP
Ground Floor
Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA**

DEREK WILLIAMS TRUST

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FOR THE YEAR ENDED 5 APRIL 2021**

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DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2021

The trustees present their report with the financial statements of the charity for the year ended 5 April 2021. The trustees have adopted the provisions of 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

By his Will dated 2nd June 1983, Derek Mathias Tudor Williams provided that his collection of art be the subject of charitable disposition with emphasis on securing actual display to the public and that the residue of his estate should be used to enhance the collection. He gave his Trustees absolute discretion to either transfer the collection and his residuary estate to the National Museum of Wales, or to any other charitable organisation which his Trustees considered would most nearly fulfil the objects which he intended to benefit.

The Trustees confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing the Trust's aims and objectives, in planning future activities, and setting the grant making policy for the year.

The object of the Charity is to advance Public Education in and appreciation of the Arts through public display and acquisition of Fine Works of Art.

The Trust furthers its charitable purposes for the public benefit through its own purchase of works of art which are made available for public display and by providing grants to fund the purchase of works of art by third parties, which are deemed to be suitable to advance public education in and appreciation of the Arts.

Public benefit

The Trust has established its grant making policy to achieve its objects for the public benefit. The Trust's aim is to advance Public Education in and appreciation of the Arts through public display and acquisition of Fine Works of Art. The Trustees review the grant making policy annually to ensure that it reflects the charity's objects and thereby advances public benefit.

Grantmaking

The beneficiaries of the Trust's grant making programme are the general public, particularly the Welsh public. The annual income arising from the Trust funds, is used to make additions to the Collection, and also to acquire works in partnership with the Museum. The Trust also has previously provided funding for Artistic Commissions and Research, the National Eisteddfod of Wales Purchasing Grant, and the Artes Mundi Purchase Prize. Significant purchases by NMW of works have all been achieved with considerable assistance from the Trust.

In order to maximise these objects, during 1983 a Founding Agreement was entered into with Amgueddfa Cymru/National Museum Wales (NMW) whereby nominated trustees would join with the Museum's Representatives to form the Derek Williams Committee, charged with the enhancement of both the Museum's and the Trust's collection of post 19th Century works of Fine Art. Under the guidance of the Sub-Committee of The Derek Williams Committee known as the Acquisitions and Policy Committee and the museum's own Art Advisory Group, funding is made available as appropriate.

As part of this agreement gallery 15 at the Museum was named "Oriol Derek Williams Gallery", where works of Art acquired by the Trust or via funding made available by the Trust can be displayed, and the uses of which satisfy the criteria laid down in the main objects of this Trust.

In September 2004 a Supplementary Agreement was entered into to set up a Centenary Fund over a five year period in order to acquire major works of Fine Art. Although this Agreement has now expired, the balance of this Fund was finally expended during 2013/14. On 6th May 2011 a revised Agreement was entered into, encompassing all relevant terms of the earlier Agreements. As part of this new Agreement and in order to recognise the ambition of the Trustees to enlarge gallery space within NMW, Galleries 19, 20 and 21 were created as the "Derek Williams Galleries" in addition to Gallery 15 previously mentioned.

In November 2019 a further agreement has been reached with National Museum - Amgueddfa Cymru, which now operates as the substitute for all previous agreements.

DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2021

ACHIEVEMENT AND PERFORMANCE

Derek Mathias Tudor Williams died on 6th November 1984. His impeccable collection concentrated on British Art of the 1930's, 40's and 50's. The main works in the collection are displayed at NMW and all other works of art are generally curated by NMW. In June 2016 the Trust took possession of over 70 individual ceramics bequeathed out of the estate of the late Anita Besson for the benefit of the Trust at a probate value of £911,350. This adds significantly to the Trust's ceramics collection and ensures that NMW and the public are also able to share in the generous gift.

The success of the Trust's policies are measured by the increase in art work available to be publicly displayed in the year. During the past year the Trustees have expended the sum of £29,956 and £240,000 in grant aid and direct purchase costs respectively. The Trustees consider that these purchases have resulted in the Trust achieving its aims in the year.

The Trust has continued to use its website to publicise its acquisitions and in October 2017 celebrated the 25th anniversary of its foundation through an eleven month exhibition of its own and grant-aided Collections at National Museum Wales. Grants to NMW are to aid their curation of works in the collection of the Trust and in adding further works to NMW's own collection. Since the inception of the Trust in 1992, expenditure on Grant Aid and New Acquisitions has totalled £4,462,015 and £3,315,532 respectively, giving an annual average expenditure of £284,948 in furtherance of the Trust's Objects.

The public display of the Trust's individual Collection occurs mainly at NMW but is not confined to those premises. The Trust has also committed substantial assistance to the Museum in the refurbishment of the West Wing Galleries at Cathays Park, where curation of the Collection is undertaken at the Museum, through the Derek Williams Curator. On 26 September 2020 we celebrated the 25th anniversary of the Trusts formation and founding agreement with The National Museum of Wales by launching our latest publication: 'Art for Wales' The legacy of Derek Williams by David Moore. It was published by Graffeg and the front piece pays tribute to our three original trustees who were all personal friends of Derek Williams: Ivan Sadka OBE, Howard Evans and Joan Winter 'without whose dedication for over twenty-five years to the memory of Derek Williams and his wishes this legacy would not have existed'.

To promote the Trust, its Collection and our special relationship with the National Museum of Wales, the trustees wanted to distribute complimentary copies to educational establishments in Wales, as well as to our key contacts. This has been done and, to date, the book has been well received.

FINANCIAL REVIEW

Financial position

The Trust's Works of Art are included in the accounts at deemed cost. Insurance of those Works held at NMW is covered by the Government Indemnity Scheme.

The Trust's work is reliant on income and returns from its investments. The value of the investments increased during the year by £269,860 and income was generated of £275,672.

At 5th April 2021 the Fund designated for Grant Aid and purchase of Art stood at £572,080 after a further net movement of £140,044. The Trustees consider that the level of this Fund is more than adequate to provide for the Trust's foreseeable forward commitments.

Total reserves stood at £12,504,677, following a net surplus for the year of £478,106.

Investment policy and performance

The Trust's investments are split between Commercial Property (approximately 80% depending on market fluctuation) and a Stock Market Portfolio (approximately 20% depending on market fluctuations). The portfolio was managed by Investec from May 2019 with a policy of medium risk for both income and capital growth.

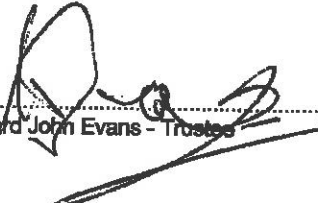
Property investment is made into good commercial property under the advice of the Trust's surveyors, Gerald Eve & Co, again on a medium risk basis. These properties are then rented out on medium to long-term leases. A valuation carried out at 5 April 2020 by Gerald Eve & Co indicated a significant reduction in the values of the four main commercial properties. The overall valuation, using the market value approach, totalled £2,780,000, a reduction of £1,305,000 during 2019/20, this reduction in value reflected the market uncertainty mainly due to the Covid-19 pandemic. The trustees believe that this valuation also reflects a fair valuation as at 5 April 2021.

Reserves policy

It is the policy of the Trustees to ensure an annual Capital Increment in Net Assets to hedge against inflation and then to utilise surplus realised income to enhance the Designated Fund as shown in Note 12. The funds continued to grow at a rate in excess of inflation and as a result, the sum of £170,000 has been allocated towards the Trust's Designated Fund.

DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 6 APRIL 2021

Approved by order of the board of trustees on 25/01/2022 and signed on its behalf by:


.....
Mr Howard John Evans - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF DEREK WILLIAMS TRUST

Opinion

We have audited the financial statements of Derek Williams Trust (the 'charity') for the year ended 5 April 2021 which comprise the Statement of Financial Activities, the Balance Sheet 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2021 and of its incoming resources and application of resources, 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 Charities Act 2011.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF DEREK WILLIAMS TRUST

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Extent to which the audit was considered capable of detecting irregularities, including fraud

We identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, and then, design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

We discussed our audit independence complying with the Revised Ethical Standard 2019 with the engagement team members whilst planning the audit and continually monitored our independence throughout the process.

Identifying and assessing potential risks related to irregularities.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- enquiring of management, including obtaining and reviewing supporting documentation, concerning the Charity's policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations;
- discussing among the engagement team how and where fraud might occur in the financial statements and any potential indicators of fraud.
- obtaining an understanding of the legal and regulatory frameworks that the Charity operates in, focusing on those laws and regulations that had a direct effect on the financial statements or that had a fundamental effect on the operations of the Charity. The key laws and regulations we considered in this context included the UK Companies Act and relevant tax legislation.

Audit response to risks identified

In addition to the above, our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with relevant laws and regulations;
- enquiring of management concerning actual and potential litigation and claims; performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance;
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments;
- assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and
- evaluating the operational rationale of any significant transactions that are unusual or outside the normal course of operations.

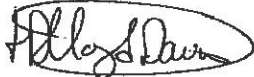
We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

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 Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
DEREK WILLIAMS TRUST**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. 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 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Bevan Buckland LLP
Ground Floor
Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

Date: 25th January 2022

DEREK WILLIAMS TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2021

	Notes	2021 Unrestricted funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM			
Investment income	3	283,077	334,411
EXPENDITURE ON			
Cost of generating funds	4	25,228	100,934
Charitable activities			
Charitable Activities		49,604	140,028
Total		74,832	240,962
Net gains/(losses) on investments		269,861	(1,534,563)
NET INCOME/(EXPENDITURE)		478,106	(1,441,114)
RECONCILIATION OF FUNDS			
Total funds brought forward		12,026,571	13,467,685
TOTAL FUNDS CARRIED FORWARD		12,504,677	12,026,571

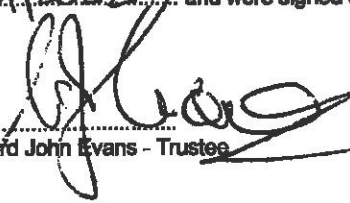
The notes form part of these financial statements

DEREK WILLIAMS TRUST

**BALANCE SHEET
5 APRIL 2021**

	Notes	2021 Unrestricted funds £	2020 Total funds £
FIXED ASSETS			
Heritage assets	7	7,952,381	7,712,381
Investments			
Investments	8	1,292,483	1,053,839
Investment property	9	2,924,500	2,924,500
		<u>12,169,364</u>	<u>11,690,720</u>
CURRENT ASSETS			
Stocks	10	4,323	4,323
Debtors	11	109,275	35,897
Cash at bank		333,943	540,594
		<u>447,541</u>	<u>580,814</u>
CREDITORS			
Amounts falling due within one year	12	(112,228)	(244,963)
NET CURRENT ASSETS		<u>335,313</u>	<u>335,851</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>12,504,677</u>	<u>12,026,571</u>
NET ASSETS		<u>12,504,677</u>	<u>12,026,571</u>
FUNDS	13		
Unrestricted funds		12,504,677	12,026,571
TOTAL FUNDS		<u>12,504,677</u>	<u>12,026,571</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 25/01/2022 and were signed on its behalf by:


.....
Mr Howard John Evans - Trustee


.....
Mr Adrian Myles Davies - Trustee

DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2021

Principal address
4 Ynys Bridge Court
Gwaelod-y-Garth
Cardiff
CF15 9SS

Trustees
Mrs Joan Winter
Mr John Thomas-Ferrand
Mr Adrian Myles Davies
Mr James Donald Seaton
Mr William Wilkins
Ms Sian Llinos Williams
Mr Brendan Edward James Sadka
Mr Howard John Evans (Executive Trustee)

Auditors
Bevan Buckland LLP
Ground Floor
Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

Bankers
HSBC Bank plc, 16 Ely Valley Road, Talbot Green, CF72 8AP

Legal advisers
Messrs Gabb & Co. Solicitors, 32 Monk Street, Abergavenny, NP7 5NW

Investment advisers
Investec Wealth & Investment Limited, Quatermile One, 15 Lauriston Place, Edinburgh, EH3 9EN

Property advisers
Gerald Eva & Co Chartered Surveyors, 72 Welbeck Street, London, W1G 0AY
Herbert R Thomas, 59 High Street, Cowbridge, CF71 7YL

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DEREK WILLIAMS TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2021

FUTURE PLANS

The Trustees have already allocated a sum of £121,000 for purchases and grants since 5th April 2021. Further purchases and grants in satisfying the Trust's main objects continue to be explored, as will the desire to expand the Exhibition programme to several venues throughout the U.K. Regard will also be had to the need for conserving the Trust's resources in to 2021/22.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

The Trust is a registered charity, number 1015251, and is constituted under a trust deed dated 21 October 1992. By his Will dated 2nd June 1983, Derek Mathias Tudor Williams provided that his collection of art be the subject of charitable disposition with emphasis on securing actual display to the public and that the residue of his estate should be used to enhance the collection. He gave his Trustees absolute discretion to either transfer the collection and his residuary estate to the National Museum of Wales, or to any other charitable organisation which his Trustees considered would most nearly fulfil the objects which he intended to benefit.

Induction and training of new trustees

New trustees are appointed in accordance with the original Trust Deed and are revolving members of the Derek Williams Committee. New trustees may only be appointed by the existing Trustees.

At the trustees' meetings, the trustees agree the broad strategy and areas of activity for the Trust, including consideration of grant making, investment, reserves and risk management policies and performance. The Charity has no employees, and the day to day administration of the Trust and all management and administrative facilities and services are provided through Williams Ross Limited, Chartered Accountants, a firm for whom Mr. H.J. Evans acts as a consultant. As executive trustee, Mr. H.J. Evans is responsible for the regular management of the Trust through Williams Ross Limited.

On appointment, new trustees are encouraged to immerse themselves in the history of the Trust, copy trustee board and sub committee minutes, a copy of the last three years' of annual reports and accounts, they are provided with a copy of the governing trust deed and a copy of the Charity Commission's guidance 'The Essential Trustee: What You Need to Know' and 'Public Benefit: running a charity'.

The Trustees have also put in place the necessary insurance cover to protect their responsibilities as Trustees, as agreed with the Charity Commissioners and they consider that they have adequately covered the risks likely to be faced by the Charity through the use of properly qualified professionals in the above areas.

Risk management

The principal risks faced by the Trust lie in the performance of investments, operational risks from ineffective art work purchases and grant awards, and deterioration and damage to works of art.

The trustees consider variability of investment returns constitute the charity's major financial risk. This is mitigated by retaining expert investment managers and having a diversified investment portfolio.

The operational risk from art purchases and grant awards that are ineffective in the advancing public education in and appreciation of the Arts is managed by firstly retaining trustees of sufficient skill and expertise to chair the Derek Williams Committee and secondly through the Trust's partnership with Angueddfa Cymru/National Museum of Wales. By retaining experts active in the field the trustees are assured that their technical knowledge is up to date and that they have the depth of insight to effectively evaluate the grant proposals and requests for assistance in art work purchases and display options.

The risk of deterioration and damage to works of art is mitigated by the partnership with Angueddfa Cymru/National Museum of Wales who maintain and store a large proportion of the works of art and insurance in relation to those works of art held at NMW is covered by the Government Indemnity Scheme. Separate insurance is obtained for other works of art. Those other works of art out on loan are covered by the borrower's own insurance policies in accordance with an appropriate loan agreement.

Property held by trustees

All titles for the properties which belong to the Trust are jointly held in trust by two or more trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number
1015251

DEREK WILLIAMS TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

1. STATUTORY INFORMATION

Derek Williams Trust is a unincorporated charity registered in England and Wales. The charity's registered number and registered office address can be found in the Reference and Administrative Details section on page 4.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received, the amount can be measured reliably and is recognised in the period to which it relates.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Heritage assets

The works of art donated by the late Derek Williams and depreciation made by the trustees prior to 5 April 2017 have been included in the Balance Sheet at deemed cost under the transitional provisions of FRS 102. Additions after this date are included at cost. Additions or disposals of these assets are made on the advice of the Derek Williams Committee, which coordinates the Trust policy with National Museum guidelines for acquisitions and disposals.

Public access is arranged through National Museum Wales.

No provision is made for depreciation.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Investments are initially recognised at their transactional value and subsequently measured at their fair value as at the Balance Sheet date using the closing quoted market price. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Other investments are accounted for at cost.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021**

2. ACCOUNTING POLICIES - continued

Taxation

The charity is exempt from tax on its charitable activities.

Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

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.

Debtors

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

Cash at bank and in hand

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

Creditors and provisions

Creditors and provisions are recognised where the company has a present obligation (legal and constructive) 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.

3. INVESTMENT INCOME

	2021	2020
	£	£
Rent receivable	220,831	266,986
Insurance recharged	5,028	6,435
Income from other investments	18,404	16,200
Dividends received	38,811	44,733
Deposit account interest	3	57
	<u>283,077</u>	<u>334,411</u>

DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021**

4. COST OF GENERATING FUNDS

Investment management costs

	2021	2020
	£	£
Portfolio fees	10,876	4,581
Property insurance	5,877	6,097
General management fees	14,668	15,598
Property expenses	(19,425)	64,096
Sundries	2,432	1,082
Bad debts	11,000	9,500
	<u>25,228</u>	<u>100,934</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 5 April 2021 nor for the year ended 5 April 2020.

Trustees' expenses

	2021	2020
	£	£
Trustees' expenses	<u>655</u>	<u>4,579</u>

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £
INCOME AND ENDOWMENTS FROM	
Investment income	334,411
EXPENDITURE ON	
Cost of generating funds	100,934
Charitable activities	
Charitable Activities	140,028
Total	<u>240,962</u>
Net gains/(losses) on investments	(1,534,563)
NET INCOME/(EXPENDITURE)	<u>(1,441,114)</u>
RECONCILIATION OF FUNDS	
Total funds brought forward	13,467,685
TOTAL FUNDS CARRIED FORWARD	<u><u>12,026,571</u></u>

DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021**

7. HERITAGE ASSETS

	Total £
MARKET VALUE	
At 6 April 2020	7,712,381
Additions	<u>240,000</u>
At 5 April 2021	<u>7,952,381</u>
NET BOOK VALUE	
At 5 April 2021	<u>7,952,381</u>
At 5 April 2020	<u>7,712,381</u>

8. FIXED ASSET INVESTMENTS

	2021 £	2020 £
Shares	1,285,717	1,047,073
Other	<u>6,766</u>	<u>6,766</u>
	<u>1,292,483</u>	<u>1,053,839</u>

Additional information as follows:

	Listed investments £
MARKET VALUE	
At 6 April 2020	1,047,073
Additions	53,102
Disposals	(84,319)
Revaluations	<u>269,861</u>
At 5 April 2021	<u>1,285,717</u>
NET BOOK VALUE	
At 5 April 2021	<u>1,285,717</u>
At 5 April 2020	<u>1,047,073</u>

There were no investment assets outside the UK.

Investments (neither listed nor unlisted) were as follows:

	2021 £	2020 £
W H Mathias Bare Trust	<u>6,766</u>	<u>6,766</u>

DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021**

9. INVESTMENT PROPERTY

FAIR VALUE	£
At 6 April 2020	
and 5 April 2021	2,924,500
NET BOOK VALUE	
At 5 April 2021	2,924,500
At 5 April 2020	2,924,500
Fair value at 5 April 2021 is represented by:	
Valuation in 2019	£
Valuation in 2020	(90,630)
Cost	(1,279,500)
	4,294,630
	2,924,500

10. STOCKS

	2021	2020
	£	£
Stocks	4,323	4,323

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade debtors	119,371	37,297
Bad debt provision	(20,500)	(9,500)
Other debtors	10,404	3,000
Prepayments	-	5,100
	109,275	35,897

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Taxation and social security	11,503	-
Other creditors	100,725	244,963
	112,228	244,963

13. MOVEMENT IN FUNDS

	At 6.4.20	Net	Transfers	At
	£	movement	between	5.4.21
		in funds	funds	£
		£	£	
Unrestricted funds				
General fund	11,594,535	508,062	(170,000)	11,932,597
Designated Funds	432,036	(29,956)	170,000	572,080
	12,026,571	478,106	-	12,504,677
TOTAL FUNDS	12,026,571	478,106	-	12,504,677

DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021**

13. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	283,077	(44,876)	289,881	508,082
Designated Funds	-	(29,956)	-	(29,956)
	<u>283,077</u>	<u>(74,832)</u>	<u>289,881</u>	<u>478,106</u>
TOTAL FUNDS	<u>283,077</u>	<u>(74,832)</u>	<u>289,881</u>	<u>478,106</u>

Comparatives for movement in funds

	At 6.4.19 £	Net movement in funds £	Transfers between funds £	At 5.4.20 £
Unrestricted funds				
General fund	12,951,359	(1,321,824)	(35,000)	11,594,535
Designated Funds	516,326	(119,290)	35,000	432,036
	<u>13,467,685</u>	<u>(1,441,114)</u>	<u>-</u>	<u>12,026,571</u>
TOTAL FUNDS	<u>13,467,685</u>	<u>(1,441,114)</u>	<u>-</u>	<u>12,026,571</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	334,411	(121,872)	(1,534,563)	(1,321,824)
Designated Funds	-	(119,290)	-	(119,290)
	<u>334,411</u>	<u>(240,962)</u>	<u>(1,534,563)</u>	<u>(1,441,114)</u>
TOTAL FUNDS	<u>334,411</u>	<u>(240,962)</u>	<u>(1,534,563)</u>	<u>(1,441,114)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 6.4.19 £	Net movement in funds £	Transfers between funds £	At 5.4.21 £
Unrestricted funds				
General fund	12,951,359	(813,762)	(205,000)	11,932,597
Designated Funds	516,326	(149,246)	205,000	572,080
	<u>13,467,685</u>	<u>(963,008)</u>	<u>-</u>	<u>12,504,677</u>
TOTAL FUNDS	<u>13,467,685</u>	<u>(963,008)</u>	<u>-</u>	<u>12,504,677</u>

DEREK WILLIAMS TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021**

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	617,488	(188,548)	(1,264,702)	(813,762)
Designated Funds	-	(149,246)	-	(149,246)
	<u>617,488</u>	<u>(315,794)</u>	<u>(1,264,702)</u>	<u>(963,008)</u>
TOTAL FUNDS	<u>617,488</u>	<u>(315,794)</u>	<u>(1,264,702)</u>	<u>(963,008)</u>

Designated Fund

These funds are available to finance future purchases of art work and/or the making of grants to further the Trust's objectives.

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 5 April 2021.

DEREK WILLIAMS TRUST
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2021

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Investment income		
Rent receivable	220,831	266,986
Insurance recharged	5,028	6,435
Income from other investments	18,404	16,200
Dividends received	38,811	44,733
Deposit account interest	3	57
	<u>283,077</u>	<u>334,411</u>
Total incoming resources	283,077	334,411
EXPENDITURE		
Investment management costs		
Portfolio fees	10,676	4,561
Property insurance	5,877	6,097
General management fees	14,668	15,598
Property expenses	(19,425)	64,096
Sundries	2,432	1,082
Bad debts	11,000	9,500
	<u>25,228</u>	<u>100,934</u>
Charitable activities		
Grants to institutions	29,956	119,290
Support costs		
Management		
Trustees' expenses	655	4,579
Management fees	4,996	5,315
	<u>5,651</u>	<u>9,894</u>
Finance		
Bank charges	10	-
Governance costs		
Auditors' remuneration	8,000	4,580
Insurance	991	969
Management Fees	4,996	5,315
	<u>13,987</u>	<u>10,844</u>
Total resources expended	74,832	240,962
Net Income before gains and losses	208,245	93,449
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	269,861	(255,063)
Realised gains/(losses) on investment property	-	(1,279,500)
Net income/(expenditure)	<u>478,106</u>	<u>(1,441,114)</u>

This page does not form part of the statutory financial statements