

Charity number: 1046214

**INNER LONDON MAGISTRATES' COURTS' POOR BOX AND
FEEDER CHARITY**

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

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INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Reference and administrative details of the charity, its Trustees and advisers for the year ended 31 March 2023

Trustees	Richard Kozak JP Jane Richardson JP (resigned 5 December 2022) Jane Smith JP (appointed 5 January 2023) Miss Louise Moloney Judge Tanweer Ikram Senior District Judge Paul Goldspring District Judge Nina Tempia
Charity registered number	1046214
Principal office	Ealing Magistrates Court The Court House Green Man Lane London W13 0SD
Independent auditor	Sayers Butterworth LLP Chartered Accountants & Statutory Auditor 3rd Floor 12 Gough Square London EC4A 3DW
Bankers	Barclays Bank plc 2 Victoria Street London SW1H 0ND
Investment advisors	Sarasin & Partners LLP Juxon House 100 St Paul's Churchyard London EC4M 8BU

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Trustees' report for the year ended 31 March 2023

The Trustees present their annual report together with the audited financial statements of the charity for the year 1 April 2022 to 31 March 2023.

Objectives and activities

a. Objectives

The objectives of the Charity continue to be the relief of need, hardship and distress of those persons who have been concerned directly or indirectly in any proceedings at Magistrates Courts in the London region including Family and Youth Courts. These are met through relief payments directed by the Trustees, through donations to appropriate organisations or institutions having similar charitable objectives.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Grant-making policies

The Charity has established its grant making policy to achieve its objects for the public benefit. The Trustees invite applications for grants from the courts themselves, the probation services and organisations involved in identifying and relieving need and hardship suffered in prison. The Trustees are also aware that the needs and hardship of those who come into contact with the courts are often associated with homelessness, substance misuse, domestic violence and poverty and applications are invited from organisations which provide relief in those areas specifically to beneficiaries in the London region. The Trustees do not commit to repeat or renew a relief grant on any occasion.

Achievements and performance

a. Achievements of the charity

The Charity has achieved its main objective for the year which was to maintain the level of funds available for grant giving. Grants were made to 21 (2022: 23) different organisations during the year and the total value of grants given was similar to that of 2021-22. This was achieved following the review of investment management and setting clear investment and income objectives.

While the Trustees are satisfied with the level of applications from appropriate charities, applications from courts and the probation services have been more difficult to achieve following reorganisation in recent years. More work is needed to encourage applications from courts and the probation service as both are well placed to identify how those most in need of the Charity's help can be assisted.

b. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Trustees' report (continued) for the year ended 31 March 2023

Achievements and performance (continued)

c. Investment policy and performance

Under the Charity scheme, the Trustees are permitted to apply the income, and, at their discretion, the whole or part of the assets for charitable purposes. The investment objective of the Charity is to at least maintain the real value of assets within a moderate level of risk whilst generating a stable and sustainable return to fund relief payments. In order to achieve this, the Trustees have appointed an independent investment manager, as their agent, to manage the investment portfolio which is invested in Sarasin's Charity Authorised Investment Funds covering a broad range of suitable asset classes. The investment objective set at 1 April 2015 is to generate a total return over the long term of inflation plus 4% per annum after investment management fees which are charged to the funds.

The Trustees adopt a total return approach to withdrawals subject to advice provided to them by the Charity's investment managers, Sarasin and Partners LLP, on income or investment allocation. However, the portfolio has generated sufficient investment income this year in order to cover the outgoings of the Charity for the year.

For the year to 31 March 2023 the total return for the portfolio was -3.2% (2022: +4.9%) (net of fees), as investment markets continued to recover from the pandemic but also navigated heightened economic uncertainty and geopolitical challenges. This return was behind the composite benchmark (which is gross of fees) at -2.4% but ahead of the ARC Steady Growth Charity Index (the most relevant peer group) of -4.1%. Over the last 5 years, the portfolio has generated an annualised return of 5.7% (net of fees) with UK CPI measuring 4.0% per annum over the same period. As a result, the portfolio hasn't grown ahead of the Charity's overall target of inflation plus 4% over the medium to long term, but is ahead of the ARC Steady Growth Charity Index which returned 4.3% per annum over the same period.

Financial review

a. Financial review

The principal source of income for the Charity continues to be the income realised from the investment portfolio. The Trustees seek to obtain the best possible return from the portfolio whilst maintaining an appropriate level of safeguarding with regards to the value of the investments.

Expendable endowment funds at 31 March 2023 were £4.96 million (2022: £5.27 million), being the value of the investment portfolio at that date. Unrestricted funds at 31 March 2023 were £97,531 (2022: £82,943). A transfer of £3,112 (2022: £2,783) was made from unrestricted funds to expendable endowment funds in the year ended 31 March 2023 in relation to further additions in the investment fund from income generated.

In the year under review, grants totaling £120,500 have been made to the organisations and charities detailed in note 6.

b. Reserves policy

The Trustees aim to make charitable distributions in line with the level of income generated from the investment portfolio on an annual basis. However, they retain the right to make distributions from capital in line with their total return approach where income falls short of target levels of donation.

The Trustees intend to always retain unrestricted funds of a minimum of £20,000 to cover working capital to ensure continued running of the organisation for at least 12 months.

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Trustees' report (continued) for the year ended 31 March 2023

Structure, governance and management

a. Constitution

Inner London Magistrates' Courts' Poor Box and Feeder Charity is a registered charity, number 1046214, and is constituted under a Trust deed.

b. Methods of appointment or election of Trustees

The management of the charity is the responsibility of the Trustees, who are elected and co-opted under the terms of the Trust deed.

When a Trustee's term is about to end, they are invited to renew their term. If the Trustee is unable to, the matter is discussed at the next Trustees' meeting and alternative candidates are put forward. Candidates are chosen by The Chief Magistrate from the magistrates' listings, and whosoever is potentially available and interested in becoming a Trustee of the charity is invited to be nominated. A simple majority vote is taken at the next Trustees' meeting to elect the new Trustee.

Plans for future periods

The Trustees aim to at least maintain the current level of grant giving in future years dependent upon investment performance. Increasing inflation and the cost of living are likely to have an adverse impact on the funding of organisations which the Charity supports and as a result it is likely that applications for grants will increase. In uncertain times, the challenge for the Trustees will be to maintain the level of grant giving while maintaining the real value of the Charity's assets.

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' report 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 & Wales 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 its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and 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.

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Trustees' report (continued)
for the year ended 31 March 2023

Disclosure of information to auditor

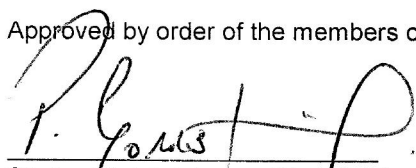
Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

Auditor

The auditor, Sayers Butterworth LLP, has indicated its willingness to continue in office. The designated Trustees will propose a motion reappointing the auditor at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Senior District Judge Paul Goldspring
Trustee

Date:

31/7/2023

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Independent auditor's report to the Members of Inner London Magistrates' Courts' Poor Box and Feeder Charity

Opinion

We have audited the financial statements of Inner London Magistrates' Courts' Poor Box and Feeder Charity (the 'charity') for the year ended 31 March 2023 which comprise the Statement of financial activities, the Balance sheet, the Statement of cash flows and the related notes, 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

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

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 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 Auditor's 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 United Kingdom, including the Financial Reporting Council'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.

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Independent auditor's report to the Members of Inner London Magistrates' Courts' Poor Box and Feeder Charity (continued)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditor's report thereon. The Trustees are responsible for the other information contained within the Annual report. 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. 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 course of 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 Trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, 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.

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Independent auditor's report to the Members of Inner London Magistrates' Courts' Poor Box and Feeder Charity (continued)

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 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 an Auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Discussions were held with, and enquiries made of the Trustees with a view to identifying those laws and regulations that could be expected to have a material impact on the financial statements. During the engagement team briefing, the outcome of these discussions and enquiries were shared with the team, as well as consideration as to where and how fraud may occur in the entity.

The following laws and regulations were identified as being of significance to the entity:

Those laws and regulations considered to have a direct effect on the financial statements include UK financial reporting standards and Charity Law.

Those laws and regulations for which non-compliance may be fundamental to the operating aspects of the charity and therefore may have a material effect on the financial statements include compliance with the charitable objectives, public benefit, fundraising regulations, safeguarding, and health and safety legislation.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of the Trustees as to whether the entity complies with such laws and regulations; inspection of relevant legal correspondence; review of Trustee meeting minutes; reviewing transactions around the end of the reporting period; and the performance of analytical procedures to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing, and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

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 Auditor's report.

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Independent auditor's report to the Members of Inner London Magistrates' Courts' Poor Box and Feeder Charity (continued)

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 Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Sayers Butterworth LLP

Sayers Butterworth LLP

Chartered Accountants & Statutory Auditor

3rd Floor

12 Gough Square

London

EC4A 3DW

Date: *2 AUGUST 2023*

Sayers Butterworth LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

**Statement of financial activities
for the year ended 31 March 2023**

	Note	Expendable endowment funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income and endowments from:					
Investments	3	-	179,851	179,851	182,201
Total income and endowments		-	179,851	179,851	182,201
Expenditure on:					
Investment management costs	4	-	33,713	33,713	36,094
Charitable activities	5	-	128,438	128,438	137,727
Total expenditure		-	162,151	162,151	173,821
Net income before net (losses)/gains on investments		-	17,700	17,700	8,380
Net (losses)/gains on investments		(316,289)	-	(316,289)	110,804
Net (expenditure)/income		(316,289)	17,700	(298,589)	119,184
Transfers between funds	12	3,112	(3,112)	-	-
Net movement in funds		(313,177)	14,588	(298,589)	119,184
Reconciliation of funds:					
Total funds brought forward		5,269,665	82,943	5,352,608	5,233,424
Net movement in funds		(313,177)	14,588	(298,589)	119,184
Total funds carried forward		4,956,488	97,531	5,054,019	5,352,608

The Statement of financial activities includes all gains and losses recognised in the year.


The notes on pages 13 to 25 form part of these financial statements.

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Balance sheet
as at 31 March 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	8	171	342
Investments	9	4,956,488	5,269,665
		<u>4,956,659</u>	<u>5,270,007</u>
Current assets			
Cash at bank and in hand		177,290	166,148
		<u>177,290</u>	<u>166,148</u>
Creditors: amounts falling due within one year	10	(79,930)	(83,547)
Net current assets		<u>97,360</u>	<u>82,601</u>
Total net assets		<u><u>5,054,019</u></u>	<u><u>5,352,608</u></u>
Charity funds			
Expendable endowment funds	12	4,956,488	5,269,665
Unrestricted funds	12	97,531	82,943
Total funds		<u><u>5,054,019</u></u>	<u><u>5,352,608</u></u>

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


Judge Tanweer Ikram
Trustee

Date: 31/7/2023

The notes on pages 13 to 25 form part of these financial statements.

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

**Statement of cash flows
for the year ended 31 March 2023**

	Note	2023 £	2022 £
Cash flows from operating activities			
Net cash used in operating activities	14	14,254	(4,717)
		<hr/>	<hr/>
Purchase of investments		(3,112)	(2,783)
		<hr/>	<hr/>
Net cash used in investing activities		(3,112)	(2,783)
		<hr/>	<hr/>
Change in cash and cash equivalents in the year		11,142	(7,500)
Cash and cash equivalents at the beginning of the year		166,148	173,648
		<hr/>	<hr/>
Cash and cash equivalents at the end of the year	15	177,290	166,148
		<hr/> <hr/>	<hr/> <hr/>

The notes on pages 13 to 25 form part of these financial statements

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Notes to the financial statements for the year ended 31 March 2023

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements 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) (Second Edition), and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2019.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following '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) (Second Edition) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2019'.

Inner London Magistrates' Courts' Poor Box and Feeder Charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 Going concern

The trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future, and for a minimum period of twelve months from the approval of these financial statements. There are no material uncertainties regarding going concern. For this reason they continue to adopt the going concern basis in preparing the financial statements.

1.3 Income

Income solely represents amounts earned from the Charity's investments and the portfolio held with the investment managers. Income is recognised once the charity has entitlement to that income, it is probable that the income will be received, and the amount of the income receivable can be measured reliably.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

1.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Notes to the financial statements for the year ended 31 March 2023

1. Accounting policies (continued)

1.4 Expenditure (continued)

Expenditure on raising funds includes all expenditure incurred by the charity to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the charity's objectives, as well as any associated support costs.

All expenditure is inclusive of VAT.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Equipment	- 25% straight line
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1.6 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of financial activities.

1.7 Cash at bank and in hand

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

1.8 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Notes to the financial statements for the year ended 31 March 2023

1. Accounting policies (continued)

1.9 Financial instruments

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

1.10 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Expendable endowment funds are investments held by the charity for the purpose of generating income for application at the discretion of the Trustees to meet the charitable objectives.

Investment income, gains and losses are allocated to unrestricted funds in order to be available for distribution by the Trustees.

2. Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Critical areas of judgment:

(i) Impairment of fixed asset investments

The charity makes an assessment to determine whether there are indicators of impairment of the charity's fixed asset investments. Factors taken into consideration in reaching such a decision include potential prevailing economic conditions.

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

**Notes to the financial statements
for the year ended 31 March 2023**

3. Investment income

	Unrestricted funds 2023 £	Total funds 2023 £
Income from investment portfolio	179,851	179,851

	<i>Unrestricted funds 2022 £</i>	<i>Total funds 2022 £</i>
Income from investment portfolio	182,201	182,201

4. Investment management costs

	Unrestricted funds 2023 £	Total funds 2023 £
Investment management fees	33,713	33,713

	<i>Unrestricted funds 2022 £</i>	<i>Total funds 2022 £</i>
Investment management fees	36,094	36,094

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

**Notes to the financial statements
for the year ended 31 March 2023**

5. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2023 £	Total 2023 £
Grants and relief payments	120,500	120,500
Support costs	7,938	7,938
Total 2023	<u>128,438</u>	<u>128,438</u>
	<i>Unrestricted funds 2022 £</i>	<i>Total 2022 £</i>
Grants and relief payments	130,250	130,250
Support costs	7,477	7,477
<i>Total 2022</i>	<u>137,727</u>	<u>137,727</u>

6. Analysis of expenditure by activities

	Activities undertaken directly 2023 £	Support costs 2023 £	Total funds 2023 £
Grants and relief payments	120,500	-	120,500
Support costs	-	7,938	7,938
Total 2023	<u>120,500</u>	<u>7,938</u>	<u>128,438</u>

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Notes to the financial statements
for the year ended 31 March 2023

6. Analysis of expenditure by activities (continued)

	<i>Activities undertaken directly 2022 £</i>	<i>Support costs 2022 £</i>	<i>Total funds 2022 £</i>
Grants and relief payments	130,250	-	130,250
Support costs	-	7,477	7,477
Total 2022	130,250	7,477	137,727

Analysis of direct costs

	Total funds 2023 £	Total funds 2022 £
Grants and relief payments	120,500	130,250

Grants payable included in the above:

	2022 £	2021 £
999 Club	-	3,500
AET (Alcohol Education Trust)	-	5,000
Centrepont	5,000	5,000
Circle Community	5,000	-
Clean Break	7,500	7,500
East End CAB	5,000	-
Emmaus SLC	5,000	9,000
Frontline	5,000	-
Glass Door	5,000	5,000
Groundswell	5,000	-
Inner London Probation Service	-	1,250
Just for Kids	5,000	-
Subtotal	47,500	36,250

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

**Notes to the financial statements
for the year ended 31 March 2023**

6. Analysis of expenditure by activities (continued)

	2023	2022
	£	£
Subtotal brought forward	47,500	36,250
Key4Life	-	10,000
Little Angel Theatre	500	-
Only Connect	5,000	5,000
PACT	12,500	12,500
Prison Fellowship	-	5,000
Refuge	5,000	7,500
Spitalfields Crypt Trust	-	5,000
St Andrews	-	5,000
St Giles Trust	10,000	15,000
St Hilda's	5,000	-
St Mungo's	10,000	-
Support Through Court	-	5,000
Thames Reach	-	5,000
The Big Issue	5,000	5,000
The Felix Project	5,000	5,000
The Margins Society	-	5,000
The Marylebone Project	5,000	-
The Spires Centre	5,000	5,000
Tower Hamlets	5,000	5,000
Toynbee Hall	-	5,000
	120,500	141,250
Less: unclaimed grants	-	(6,000)
Total grants payable	120,500	136,250

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

**Notes to the financial statements
for the year ended 31 March 2023**

6. Analysis of expenditure by activities (continued)

Analysis of support costs

	2023 £	2022 £
Audit fee (including 20% VAT)	6,720	5,903
Administration costs	950	1,302
Depreciation	171	171
Bank charges	97	101
	<u>7,938</u>	<u>7,477</u>

7. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2022 - £NIL).

During the year ended 31 March 2023, no Trustee expenses have been incurred (2022 - £NIL).

8. Tangible fixed assets

	Computer equipment £
Cost or valuation	
At 1 April 2022	2,162
At 31 March 2023	<u>2,162</u>
Depreciation	
At 1 April 2022	1,820
Charge for the year	171
At 31 March 2023	<u>1,991</u>
Net book value	
At 31 March 2023	<u>171</u>
At 31 March 2022	<u>342</u>

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

**Notes to the financial statements
for the year ended 31 March 2023**

9. Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 April 2022	5,269,665
Additions	3,112
Revaluations	(316,289)
	<hr/>
At 31 March 2023	4,956,488
	<hr/>
Net book value	
At 31 March 2023	4,956,488
	<hr/>
At 31 March 2022	5,269,665
	<hr/>

All investments are carried at their fair value.

10. Creditors: Amounts falling due within one year

	2023 £	2022 £
Accruals	7,430	7,547
Grants payable	72,500	76,000
	<hr/>	<hr/>
	79,930	83,547
	<hr/>	<hr/>

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Notes to the financial statements
for the year ended 31 March 2023

11. Financial instruments

	2023 £	2022 £
Financial assets		
Financial assets measured at fair value through income and expenditure	4,956,488	5,269,665
Financial assets measured at amortised cost	177,290	166,148
	<u>5,133,778</u>	<u>5,435,813</u>
	2023 £	2022 £
Financial liabilities		
Financial liabilities measured at amortised cost	79,930	83,547

Financial assets measured at fair value through income and expenditure comprise fixed asset investments which are measured at market value.

Financial assets measured at amortised cost comprise cash at bank.

Financial liabilities measured at amortised cost comprise accruals.

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Notes to the financial statements
for the year ended 31 March 2023

12. Statement of funds

Statement of funds - current year

	Balance at 1 April 2022 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2023 £
Unrestricted funds						
General Funds - all funds	82,943	179,851	(162,151)	(3,112)	-	97,531
Endowment funds						
Endowment Funds - expendable	5,269,665	-	-	3,112	(316,289)	4,956,488
Total of funds	5,352,608	179,851	(162,151)	-	(316,289)	5,054,019

Statement of funds - prior year

	Balance at 1 April 2021 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2022 £
Unrestricted funds						
General Funds - all funds	77,346	182,201	(173,821)	(2,783)	-	82,943
Endowment funds						
Endowment Funds - expendable	5,156,078	-	-	2,783	110,804	5,269,665
Total of funds	5,233,424	182,201	(173,821)	-	110,804	5,352,608

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

**Notes to the financial statements
for the year ended 31 March 2023**

13. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Expendable endowment funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £
Tangible fixed assets	-	171	171
Fixed asset investments	4,956,488	-	4,956,488
Current assets	-	177,290	177,290
Creditors due within one year	-	(79,930)	(79,930)
Total	4,956,488	97,531	5,054,019

14. Reconciliation of net movement in funds to net cash flow from operating activities

	2023 £	2022 £
Net (expenditure)/income for the year (as per Statement of Financial Activities)	(298,589)	119,184
Adjustments for:		
Depreciation charges	171	171
Losses/(gains) on investments	316,289	(110,804)
Decrease in creditors	(3,617)	(13,268)
Net cash provided by/(used in) operating activities	14,254	(4,717)

15. Analysis of cash and cash equivalents

	2023 £	2022 £
Cash in hand	177,290	166,148
Total cash and cash equivalents	177,290	166,148

INNER LONDON MAGISTRATES' COURTS' POOR BOX AND FEEDER CHARITY

Notes to the financial statements
for the year ended 31 March 2023

16. Analysis of changes in net debt

	At 1 April 2022	Cash flows	At 31 March 2023
	£	£	£
Cash at bank and in hand	166,148	11,142	177,290

17. Related party transactions

In line with the requirements of the Charities SORP (FRS 102), there were no related party transactions during the current or prior year.

