

Charity registration number: 1061857

The Philip Nicholas Charitable Trust

Unaudited Financial Statements

5 April 2021

The Philip Nicholas Charitable Trust

Financial Statements

Year ended 5 April 2021

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The Philip Nicholas Charitable Trust

Trustees' Annual Report

Year ended 5 April 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 5 April 2021.

Reference and administrative details

Registered charity name	The Philip Nicholas Charitable Trust		
Charity registration number	1061857		
Principal office	104 High Street Sidmouth Devon EX10 8EF		
The trustees	Mrs E Butler		
	Dr S Willis		
	Mrs J M Creeke		
	Mr J McCarthy	(Appointed 17 August 2020)	
	Mr R N Woodard KVCO	(Resigned 17 August 2020)	
	Mr D P Steele-Perkins	(Resigned 17 August 2020)	
Independent examiner	Mr M Marsh ACA Queens House New Street Honiton Devon EX14 1BJ		

Structure, governance and management

The trust is a charitable trust governed by a deed dated 28 October 1996. The rules for the appointment of trustees are set out in the trust document dated 28 May 2007 and the original trustees have full power to appoint new trustees as they deem appropriate.

Objectives and activities

The trust was set up with the funds given by Mrs Nicholas amounting to £500,000. The objective is to support maritime studies, particularly at Hull University, but also for other charitable purposes connected at sea.

The Philip Nicholas Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 5 April 2021

Achievements and performance

During the year the trustees made donations of £30,200 to Hull University, £30,000 to Plymouth University and £5,000 to Helford River Trust.

As in previous years, the majority of capital of the trust is invested in the stock market. Investment income and deposit interest amounted to £39,074.

The value of the trust investments as at 5 April 2021 was £966,625. This value was up by £213,202 on the previous year.

Public benefit

In planning our activities for the year, we kept in mind the charity commission guidance on public benefit.

Financial review

Reserves policy

Unspent reserves at 5 April 2021 were £514,236 and are considered adequate for the charity's objectives.

Risk management

The trustees have assessed the major risks facing the charity and developed appropriate procedures to mitigate and control those risks.

The trustees' annual report was approved on 14 Aug 21 and signed on behalf of the board of trustees by:



Dr S Willis
Trustee

The Philip Nicholas Charitable Trust

Independent Examiner's Report to the Trustees of The Philip Nicholas Charitable Trust

Year ended 5 April 2021

I report to the trustees on my examination of the financial statements of The Philip Nicholas Charitable Trust ('the charity') for the year ended 5 April 2021.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

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

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



Mr M Marsh ACA
Independent Examiner
For and on behalf of Thomas Westcott
Queens House
New Street
Honiton
Devon
EX14 1BJ

Date: 31 Aug 21

The Philip Nicholas Charitable Trust

Statement of Financial Activities

Year ended 5 April 2021

		Unrestricted funds £	2021 Endowment funds £	Total funds £	2020 Total funds £
	Note				
Income and endowments					
Investment income	4	39,074	—	39,074	47,326
Total income		<u>39,074</u>	<u>—</u>	<u>39,074</u>	<u>47,326</u>
Expenditure					
Expenditure on charitable activities	5,6	72,725	—	72,725	68,268
Total expenditure		<u>72,725</u>	<u>—</u>	<u>72,725</u>	<u>68,268</u>
Net gains/(losses) on investments	8	243,910	—	243,910	(214,426)
Net income/(expenditure) and net movement in funds		<u>210,259</u>	<u>—</u>	<u>210,259</u>	<u>(235,368)</u>
Reconciliation of funds					
Total funds brought forward		303,977	500,000	803,977	1,039,345
Total funds carried forward		<u>514,236</u>	<u>500,000</u>	<u>1,014,236</u>	<u>803,977</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 6 to 11 form part of these financial statements.

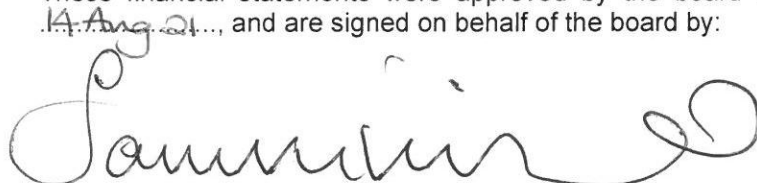
The Philip Nicholas Charitable Trust

Statement of Financial Position

5 April 2021

	Note	2021 £	2020 £
Fixed assets			
Investments	11	966,625	753,423
Current assets			
Debtors	12	504	521
Cash at bank and in hand		48,595	51,467
		49,099	51,988
Creditors: amounts falling due within one year	13	1,488	1,434
Net current assets		47,611	50,554
Total assets less current liabilities		1,014,236	803,977
Net assets		1,014,236	803,977
Funds of the charity			
Endowment funds		500,000	500,000
Unrestricted funds		514,236	303,977
Total charity funds	14	1,014,236	803,977

These financial statements were approved by the board of trustees and authorised for issue on 14 Aug 21, and are signed on behalf of the board by:



Dr S Willis
Trustee

The notes on pages 6 to 11 form part of these financial statements.

The Philip Nicholas Charitable Trust

Notes to the Financial Statements

Year ended 5 April 2021

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 104 High Street, Sidmouth, Devon, EX10 8EF.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

- (a) No cash flow statement has been presented for the charity.
- (b) Disclosures in respect of financial instruments have not been presented.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Philip Nicholas Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2021

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

The Philip Nicholas Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2021

3. Accounting policies *(continued)*

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

The Philip Nicholas Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2021

4. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Income from listed investments	31,254	31,254	37,739	37,739
Interest received	7,820	7,820	9,587	9,587
	<u>39,074</u>	<u>39,074</u>	<u>47,326</u>	<u>47,326</u>

5. Expenditure on charitable activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations	65,200	65,200	60,200	60,200
Governance costs	7,525	7,525	8,068	8,068
	<u>72,725</u>	<u>72,725</u>	<u>68,268</u>	<u>68,268</u>

6. Donations

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
University of Hull	30,200	30,200	30,200	30,200
Plymouth University	30,000	30,000	20,000	20,000
Helford River Trust	5,000	5,000	5,000	5,000
Horizons Plymouth	—	—	5,000	5,000
	<u>65,200</u>	<u>65,200</u>	<u>60,200</u>	<u>60,200</u>

7. Analysis of governance costs

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Accountancy fees	1,488	1,488	1,434	1,434
Administrative costs	6,037	6,037	6,634	6,634
	<u>7,525</u>	<u>7,525</u>	<u>8,068</u>	<u>8,068</u>

8. Net gains/(losses) on investments

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Gains/(losses) on other investment assets	243,910	243,910	(214,426)	(214,426)

The Philip Nicholas Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2021

9. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,488</u>	<u>1,434</u>

10. Trustee remuneration and expenses

No employees were employed during the current year or preceding year. The administration of the charity is undertaken by Every's solicitors. No remuneration has been paid to the trustees in either the current or the preceding year. Travelling expenses totalling £nil (2020 £245) were paid to none (2019: two) trustees.

11. Investments

	Listed investments £
Cost or valuation	
At 6 April 2020	753,423
Additions	75,818
Disposals	(106,526)
Fair value movements	<u>243,910</u>
At 5 April 2021	<u>966,625</u>
Impairment	
At 6 April 2020 and 5 April 2021	
Carrying amount	
At 5 April 2021	<u>966,625</u>
At 5 April 2020	<u>753,423</u>

The above carrying amounts are recognised as follows:

	Listed investments £
At 5 April 2021	
Held at fair value	966,625
Held at historical cost less impairments	<u>664,349</u>
At 5 April 2020	
Held at fair value	753,423
Held at historical cost less impairments	<u>688,213</u>

12. Debtors

	2021 £	2020 £
Other debtors	<u>504</u>	<u>521</u>

The Philip Nicholas Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 5 April 2021

13. Creditors: amounts falling due within one year

	2021	2020
	£	£
Accruals and deferred income	<u>1,488</u>	<u>1,434</u>

14. Analysis of charitable funds

Unrestricted funds

	At 6 April 2020	Income £	Expenditure £	Gains and losses £	At 5 April 2021
General funds	<u>303,977</u>	<u>39,074</u>	<u>(72,725)</u>	<u>243,910</u>	<u>514,236</u>

	At 6 April 2019	Income £	Expenditure £	Gains and losses £	At 5 April 2020
General funds	<u>539,345</u>	<u>47,326</u>	<u>(68,268)</u>	<u>(214,426)</u>	<u>303,977</u>

Endowment funds

	At 6 April 2020	Income £	Expenditure £	Gains and losses £	At 5 April 2021
Endowment Fund	<u>500,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>500,000</u>

	At 6 April 2019	Income £	Expenditure £	Gains and losses £	At 5 April 2020
Endowment Fund	<u>500,000</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>500,000</u>

15. Analysis of net assets between funds

2021	Unrestricted Funds £	Endowment Funds £	Total Funds 2021 £
Investments	466,625	500,000	966,625
Current assets	49,099	—	49,099
Creditors less than 1 year	<u>(1,488)</u>	<u>—</u>	<u>(1,488)</u>
Net assets	<u>514,236</u>	<u>500,000</u>	<u>1,014,236</u>

2020	Unrestricted Funds £	Endowment Funds £	Total Funds 2020 £
Investments	253,423	500,000	753,423
Current assets	51,988	—	51,988
Creditors less than 1 year	<u>(1,434)</u>	<u>—</u>	<u>(1,434)</u>
Net assets	<u>303,977</u>	<u>500,000</u>	<u>803,977</u>

