

The Cayo Foundation

Trustees' Report and Consolidated Financial Statements

For the year ended

30 September 2023

The Cayo Foundation

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The Cayo Foundation

TRUSTEES, OFFICERS AND ADVISORS

Trustees:

A. E. McCarville
S. A. Harris

Principal Address:

59 Loampit Vale
London
SE13 7FR

Bankers:

The Royal Bank of Scotland plc
30 Nicolson Street
Edinburgh
EH8 9DL

Butterfield Bank (Guernsey) Limited
P.O. Box 25
Regency Court
St Peter Port
Guernsey
GY1 3AP

British Caribbean Bank
Government Road
PO Box 270
Providenciales
Turks & Caicos

Accountants:

HB Accountants
Plumpton House
Plumpton Road
Hoddesdon
Hertfordshire
EN11 0LB

Solicitors:

Allen & Overy
One New Change
London
EC4M 9QQ

Charities Registration Number: 1080607

The Cayo Foundation
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2023

The trustees present their report along with the financial statements of the Charity and its subsidiaries for the year ended 30 September 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

Structure, governance and management

The Charity was set up under a trust deed dated 29 November 1999.

The trustees who have served during the year and since the year end are set out on page 2. Trustees are appointed by the board of trustees' and serve for five years after which period they may put themselves forward for re-appointment. The trustees meet quarterly or if necessary on a more frequent basis to assess grant applications from registered charities.

The Chair of the trustees is responsible for the induction of any new trustees. This involves awareness of trustees' responsibilities, the governing document, administrative procedures, the history and philosophical approach of the charity. A new trustee would receive copies of the previous year's annual report and accounts and a copy of the Charity Commission's guidance 'The Essential Trustee: What You Need to Know'.

The trustees have assessed the major risks to which the Charity is exposed, in particular those relating to the operations and finances of the Charity, and are satisfied that systems are in place to mitigate exposure to the major risks.

The trustees have had due regard to guidance published by the Charity Commission on public benefit.

Objectives and activities

The Charity was established in order to benefit qualified charities as defined in the trust deed. Its principle activities during the year were supporting other bodies qualifying as charities under English law.

The Charity considers applications for grants and loans from registered charities in the areas that the Charity has decided to support based on recommendations. All applications are reviewed against specific criteria set by the trustees. Where grants are made for specific purposes the Charity requests a report on how the grant was spent.

The Cayo Foundation

TRUSTEES' ANNUAL REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2023

Achievements & Performance

The Charity's policy has been to give support to other charities, rather than directly carrying out any significant activities of its own and this still remains a substantial proportion of the Charity's expenditure. However, when the charity is approached to fund directly the expenses of a project, consideration is given by the Trustees as to whether it is worthy of their support.

During the year, charitable spending on education projects amounted to £13,120.

Other types of charities that benefited during the year included those involved in the areas of education, medical research and training, children's and performing arts charities. The charity also received requests for donations and financial support to benefit other charities.

Financial review

The general fund of the Charity represents the funds that are not subject to any restriction regarding their use and are available for application to the general purposes of the Charity.

Donations amounting to £231,000 were made to 8 charities and educational institutions.

The designated fund consists of fixed assets which by their nature are not available for use for the general purposes of the Charity.

Total income for the year amounted £142,159 and after charitable expenditure of £244,120 and other expenditure of £22,766 the net movement in funds was £124,727 which was deducted from the general fund.

The Trustees have decided that funds held in the general fund should remain on deposit until such time as submissions for funding are received from other charities in the areas that the Charity has decided to support. These submissions are vetted by the Trustees and if agreed a donation is made based on the level of need and the reserves available for distribution at the time.

The Cayo Foundation

TRUSTEES' ANNUAL REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2023

It is the policy of the Charity to maintain the general fund, which is the free reserves of the Charity, at a level which provides sufficient funds to cover any expenses and to respond to grant applications which may arise. Funds were maintained on this basis throughout the year.

Plans for the Future

The trustees intend to continue providing grants in a similar way to the recent past continuing the emphasis on the main areas of giving but retaining flexibility as to the timing, and scale of grant making.

Trustees' Responsibilities

Under the Charities Act 2011 the trustees are required to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity as at the balance sheet date and of the surplus or deficit for the financial year. In preparing those financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently.
- 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 operation.

The Trustees are responsible for keeping proper accounting records which 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 2012. 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.

On Behalf of the Trustees



S. A. Harris

Date: 2024

The Cayo Foundation
INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF THE CAYO FOUNDATION

I report to the charity trustees on my examination of the accounts of the charity for the year ended 30th September 2023 which are set out on pages 7 to 15.

Responsibilities and basis of report

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

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

Independent examiner's statement

I confirm that I am qualified to undertake the examination because I am a member of the ICAEW, which is one of the listed bodies.

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

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

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

HB Accountants
Chartered Accountants

Plumpton House
Plumpton Road
Hoddesdon
Hertfordshire
EN11 0LB

Date 2024

The Cayo Foundation

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30 SEPTEMBER 2023

		2023			2022		
		Unrestricted Funds		Total	Unrestricted Funds		Total
	Notes	General	Designated	Funds	General	Designated	Funds
		£	£	£	£	£	£
Incoming Resources							
Donations		83,500		83,500	102,245		102,245
Gift Aid		9,875		9,875	8,425		8,425
Interest		859		859	83		83
Other Income	3	47,925		47,925	23,158		23,158
		<u>142,159</u>	<u>0</u>	<u>142,159</u>	<u>133,911</u>	<u>0</u>	<u>133,911</u>
Resources Expended							
Charitable expenditure	4	244,120		244,120	297,733		297,733
Support costs	5	22,766		22,766	13,936		13,936
		<u>266,886</u>	<u>0</u>	<u>266,886</u>	<u>311,669</u>	<u>0</u>	<u>311,669</u>
(Deficit) surplus for the year		(124,727)	0	(124,727)	(177,758)	0	(177,758)
Net movement in funds		<u>(124,727)</u>	<u>0</u>	<u>(124,727)</u>	<u>(177,758)</u>	<u>0</u>	<u>(177,758)</u>
Total funds brought forward		317,722	2,591,288	2,909,010	495,480	2,591,288	3,086,768
Total funds carried forward		<u>192,995</u>	<u>2,591,288</u>	<u>2,784,283</u>	<u>317,722</u>	<u>2,591,288</u>	<u>2,909,010</u>

The Cayo Foundation
BALANCE SHEETS
AS AT 30 SEPTEMBER 2023

	Notes	Consolidated		Charity	
		2023	2022	2023	2022
		£	£	£	£
Fixed Assets					
Total tangible assets	7	<u>2,591,288</u>	<u>2,591,288</u>	<u>2</u>	<u>2</u>
Current Assets					
Debtors	8	25,535	18,489	0	0
Cash at bank		<u>189,160</u>	<u>315,680</u>	<u>165,294</u>	<u>304,334</u>
Total current assets		<u>214,695</u>	<u>334,169</u>	<u>165,294</u>	<u>304,334</u>
Liabilities					
Creditors: amounts falling due within one year	9	21,700	16,447	16,720	11,467
Net current assets		<u>192,995</u>	<u>317,722</u>	<u>148,574</u>	<u>292,867</u>
Total assets less current liabilities		<u>2,784,283</u>	<u>2,909,010</u>	<u>148,576</u>	<u>292,869</u>
Unrestricted funds					
General	10	192,995	317,722	148,576	292,869
Designated	10	2,591,288	2,591,288	0	0
Total funds		<u>2,784,283</u>	<u>2,909,010</u>	<u>148,576</u>	<u>292,869</u>

The financial statements were approved by the Trustees on



S. A. Harris (Trustee)

The Cayo Foundation

CONSOLIDATED STATEMENT OF CASHFLOW

FOR THE YEAR ENDED 30 SEPTEMBER 2023

	2023	2022
	£	£
Net deficit for the year	(124,727)	(177,758)
Net movement in funds		
Increase/(decrease) in creditors	5,253	(4,033)
Increase in debtors	(7,046)	(10,971)
Net cash outflow/inflow from operating activities	(126,520)	(192,762)
Cash at bank brought forward	315,680	508,442
Cash at bank at year end	189,160	315,680

The Cayo Foundation

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2023

1 Accounting policies

Charity information

The Cayo Foundation is a Trust. The group consists of the Trust and its two subsidiaries.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's trust deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Basis of consolidation

The consolidated financial statements consist of the financial statements of the Trust together with those of the two subsidiaries made up to 30 September 2023.

1.3 Going concern

At the time of approving these financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.4 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objective unless the funds have been designated for other purposes.

1.5 Incoming resources

Income is recognised when the charity is legally entitled to it.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2023

1 Accounting policies

(Continued)

1.6 Resources expended

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.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations 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.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand and deposits held at call with banks.

1.8 Financial Instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction cost 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.

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.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2023

1.8 Financial Instruments

(Continued)

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 operations 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 charity's contractual obligations expire or are discharged or cancelled.

1.9 Foreign Exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in the consolidated statement of financial activities.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Other Income

	2023	2022
	£	£
Ticket Income	47,925	23,158

4 Charitable Expenditure

	£	£
Donations to other charities	231,000	273,100
Charitable expenditure	13,120	24,633
	244,120	297,733

The Cayo Foundation

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2023

5 Support costs

	2023	2022
	£	£
Bank charges	379	500
Independent Examination	1,800	1,800
Members levy costs	17,613	19,321
Currency variances	1,433	(9,275)
Other costs	1,541	1,590
	<u>22,766</u>	<u>13,936</u>

6 Trustee's Emoluments

No trustee received any emoluments or expenses in respect of their services as trustees.

7a Consolidated Fixed Assets

	Long Leasehold	Investments	Total
	£	£	£
At 30 September 2022 and 2023	<u>2,500,000</u>	<u>91,288</u>	<u>2,591,288</u>

7b Charity Fixed Assets

	Investments	Total
	£	£
At 30 September 2022 and 2023	<u>2</u>	<u>2</u>

8 Debtors

	Consolidated		Charity	
	2023	2022	2023	2022
	£	£	£	£
Debtors and prepayments	<u>25,533</u>	<u>18,489</u>	<u>-</u>	<u>-</u>

The Cayo Foundation

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2023

9 Creditors due within one year

	Consolidated		Charity	
	2023	2022	2023	2022
	£	£	£	£
Other Creditors	14,920	5,000	14,920	5,000
Accruals	6,780	11,447	1,800	6,467
	<u>21,700</u>	<u>16,447</u>	<u>16,720</u>	<u>11,467</u>

10 Fund balances at 30 September 2023

	Consolidated			The Charity
	General Fund	Designated Fund	Total	General Fund
	£	£	£	£
represented by:				
Fixed Assets	-	2,591,288	2,591,288	2
Debtors	25,535	-	25,535	-
Cash at bank	189,160	-	189,160	165,294
Creditors: amounts falling due within one year	(21,700)	-	(21,700)	(16,720)
	<u>192,995</u>	<u>2,591,288</u>	<u>2,784,283</u>	<u>148,576</u>

11 Subsidiary Companies

The Charity has two subsidiaries both of which are wholly owned and registered in the British Virgin Islands.

Deanland Investments Ltd

The Company holds 20% of the issued share capital of Miss World Holdings Limited a Company registered in England. Deanland's holding in this Company has been valued at £91,288 and is included in fixed assets.

The Cayo Foundation

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2023

11 Subsidiary Companies

(Continued)

Chesterlake Investments Ltd

Chesterlake owns a lease on a Box at the Royal Albert Hall. The lease has 842 years to run. The lease has been valued at £2.5million based on comparable sales of similar boxes. The Company receives ticket income and has to pay a members levy each year.

Income from ticket sales for the year ended 30 September 2023 amounted to £47,925 (2022 £23,158).

The results for the year are as follows:

	£
Income	47,925
Expenditure	28,359
Net income	<u>19,566</u>
Fixed Assets Debtors Cash at bank	2,500,000
Less: Creditors	25,533
	23,866
	<u>(4,980)</u>
	<u>2,544,419</u>

12 Related Party Transactions

There were no related Party Transactions during the year.