

THE CHARLES DUNSTONE CHARITABLE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

THE CHARLES DUNSTONE CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Denis Dunstone Adrian Bott John Gordon Robert Clarkson
Charity number	1085955
Registered office	Acre House 11-15 William Road London NW1 3ER United Kingdom
Independent examiner	Andrew Rich c/o HW Fisher LLP Chartered Accountant Acre House 11-15 William Road London NW1 3ER
Bankers	HSBC Private Bank (UK) Limited 8 Cork Street London W1S 3LJ

THE CHARLES DUNSTONE CHARITABLE TRUST

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THE CHARLES DUNSTONE CHARITABLE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2021

The Trustees present their report and financial statements for the year ended 5 April 2021.

The financial statements have been prepared in accordance with the Foundation's governing document, 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" (effective from 1 January 2019).

Objectives and activities

The Trust's objects are to benefit charitable causes for all purposes which are charitable according to English law.

The Trust is currently supporting a small number of charities with whom it has an existing relationship. The trustees continue to respond to solicited applications only and strongly advise against submitting unsolicited applications.

Achievements and performance

Financial review

The net assets of the Trust as at 5 April 2021 amounted to £495,845 (2020 : net liabilities £327,383). The net increase in funds for the year was £823,228 (2020 : net decrease of £442,953).

During the year, the Trust received donations of £925,340 (2020 : £653,260) and made grants of £169,100 (2020 : £916,852). The Trust received dividend and interest income of £6,302 (2020 : 10,503).

It is the policy of the Trust to maintain unrestricted funds (free reserves), at a level which will enable the Trust to meet grant commitments over the long term. Grants paid during the year are disclosed in note 6 of the accounts and in the appendix.

The Trust have considered the effect of the Covid-19 pandemic on the Trust's activities. The Trustees are of the view that the pandemic will have little impact on the ability of the Trust to continue its work. Therefore at the time of approving the accounts, the trustees have a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continues to adopt the going concern basis of accounting in preparing the accounts.

Structure, governance and management

The Trust is registered with the Charity Commission (No. 1085955) and established by a charitable trust deed dated 10 November 2000.

The Trustees who served during the year and up to the date of signature of the financial statements were:

Denis Dunstone

Adrian Bott

John Gordon

Robert Clarkson

Key management personnel comprise only the trustees. The Trust does not employ any staff but takes external advice as necessary. All decisions are taken by the trustees collectively.

The power of appointing new or additional trustees is vested with the existing trustees. The trustees meet regularly to review and approve grant application.

Details of related party transactions are included in note 13 to the accounts.

The trustees maintain a risk register which is reviewed annually in order to assess the major risks to which the Charity is exposed. They are satisfied that systems are in place to manage exposure to risks. The main risk is considered to be the exposure to fluctuations in investment values.

THE CHARLES DUNSTONE CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

Investment policy and investment performance

During the year, the gain on revaluation of investments was £56,929 (2020 : loss of £145,158) and the gain on sale of investments was £22,046 (2020 : loss of £21,726) resulting in a gain shown in the SOFA of £78,975 (2020 : loss of £166,884).

In accordance with the trust deed, the trustees have the power to invest in stocks, shares, investments and property as they see fit. The trustees' objective is to achieve returns above both inflation and those obtainable on bank deposits. Investment returns are to be achieved at an acceptance level of risk in order to fulfill the Trust's objects.

The Investments should be sufficiently liquid to meet any expenditure as determined by the trustees from time to time. The Trustees meet regularly during the year to review investments.

The Trustees' report was approved by the Board of Trustees.



Robert Clarkson

Trustee

Dated: 24 Nov 2021

THE CHARLES DUNSTONE CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE CHARLES DUNSTONE CHARITABLE TRUST

I report to the Trustees on my examination of the financial statements of The Charles Dunstone Charitable Trust (the Trust) for the year ended 5 April 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

Since the Trust's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

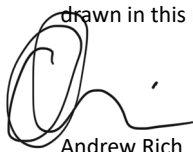
Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting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

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

I have completed my examination. I confirm that no 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 Trust as required by section 130 of the 2011 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 financial statements to be reached.



Andrew Rich

c/o HW Fisher LLP
Chartered Accountant
Acre House
11-15 William Road
London
NW1 3ER

Dated: ..25./11./21.....

THE CHARLES DUNSTONE CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2021

	Notes	2021 £	2020 £
<u>Income from:</u>			
Donations	3	925,340	653,260
Investment income	4	6,302	10,503
		<u>931,642</u>	<u>663,763</u>
Total income			
<u>Expenditure on:</u>			
Charitable activities	5	187,389	939,832
		<u>187,389</u>	<u>939,832</u>
Net gains/(losses) on investments	9	78,975	(166,884)
		<u>78,975</u>	<u>(166,884)</u>
Net movement in funds		823,228	(442,953)
Fund balances at 6 April 2020		(327,383)	115,570
		<u>(327,383)</u>	<u>115,570</u>
Fund balances at 5 April 2021		495,845	(327,383)
		<u><u>495,845</u></u>	<u><u>(327,383)</u></u>

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

All income and expenditure derive from continuing activities.

THE CHARLES DUNSTONE CHARITABLE TRUST

BALANCE SHEET

AS AT 5 APRIL 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Investments	10		407,535		350,606
Current assets					
Cash at bank and in hand		793,630		22,011	
Creditors: amounts falling due within one year	12	(705,320)		(700,000)	
Net current assets/(liabilities)			88,310		(677,989)
Total assets less current liabilities			495,845		(327,383)
Income funds					
Unrestricted funds			495,845		(327,383)
			495,845		(327,383)

The financial statements were approved by the Trustees on 24 Nov 2021


 Robert Clarkson
 Trustee

THE CHARLES DUNSTONE CHARITABLE TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 5 APRIL 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	14		743,271		(286,572)
Investing activities					
Acquisition of investments by donation		(925,340)		(653,260)	
Proceeds on disposal of investments		947,386		768,942	
Interest received		6,302		10,503	
Net cash generated from investing activities			28,348		126,185
Net cash used in financing activities			-		-
Net increase/(decrease) in cash and cash equivalents			771,619		(160,387)
Cash and cash equivalents at beginning of year			22,011		182,398
Cash and cash equivalents at end of year			793,630		22,011

THE CHARLES DUNSTONE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2021

1 Accounting policies

Charity information

The Charles Dunstone Charitable Trust is a grant making trust with the objective of providing support to a range of charitable causes.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Trust'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)" (effective from 1 January 2019). The Trust is a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of investments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

The Trustees have considered the effect of the Covid-19 pandemic on the Trust's activities. The Trustees are of the view that the pandemic will have little impact on the ability of the Trust to continue its work. The Trust has net assets as at 5th April 2021 and has no outstanding commitments. The Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

1.4 Incoming resources

Income is recognised when the Trust is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash and share donations are recognised on receipt. Other donations are recognised once the Trust has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Dividend income from investments is recognised when the charity's right to receive payment is established.

1.5 Resources expended

Resources expended are recognised in the period to which they relate.

All costs which can be directly attributed to charitable activities are allocated to the relevant activity. 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 settlement will be required and the amount of the obligation can be measured reliably.

Costs of charitable activities include grants made, governance costs and support costs.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the independent examination fees and costs linked to the strategic management of the charity.

THE CHARLES DUNSTONE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

(Continued)

1 Accounting policies

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

2 Critical accounting estimates and judgements

In the application of the Trust'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. There were no critical accounting estimates and judgements in the accounting period.

3 Donations

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	925,340	653,260

4 Investment income

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Dividends received	6,302	10,503

THE CHARLES DUNSTONE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

5 Charitable activities

	Grants payable 2021 £	Grants payable 2020 £
Arts and Culture	-	100,000
Children and youth	160,000	251,750
Community care and ethnic organisations	100	3,500
Education and training	-	36,602
Medical and disability	8,000	-
Social welfare	-	25,000
Heritage and Restoration	-	500,000
Other	1,000	-
	<u>169,100</u>	<u>916,852</u>
Share of support costs (see note 6)	5,280	8,580
Share of governance costs (see note 6)	13,009	14,400
	<u>187,389</u>	<u>939,832</u>

Grants payable includes £150,000 to the Princes Trust for "One Million Lives" and £8,000 to The Mix / YouthNet UK.

6 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Support costs	5,280	-	5,280	8,580	-	8,580
Accountancy	-	12,960	12,960	-	10,680	10,680
Legal and professional	-	-	-	-	3,620	3,620
Bank charges	-	49	49	-	100	100
	<u>5,280</u>	<u>13,009</u>	<u>18,289</u>	<u>8,580</u>	<u>14,400</u>	<u>22,980</u>
Analysed between						
Charitable activities	<u>5,280</u>	<u>13,009</u>	<u>18,289</u>	<u>8,580</u>	<u>14,400</u>	<u>22,980</u>

Accountancy fees includes payments to the Independent Examiner of £12,960 (2020- £10,680) for independent examination fees, the preparation of the statutory accounts and general advice.

Support and governance costs are allocated to grant making activities. (See note 6).

7 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Trust during the year.

THE CHARLES DUNSTONE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

8 Employees

There were no employees during the year.

9 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Revaluation of investments	56,929	(145,158)
Gain/(loss) on sale of investments	22,046	(21,726)
	<u>78,975</u>	<u>(166,884)</u>

THE CHARLES DUNSTONE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

10 Fixed asset investments

	Listed investments £
Cost or valuation	
At 6 April 2020	350,606
Additions	925,340
Valuation changes	56,929
Disposals	(925,340)
	<hr/>
At 5 April 2021	407,535
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Carrying amount	
At 05 April 2021	407,535
	<hr/>
At 05 April 2020	350,606
	<hr/>

The investments comprise a holding of 420,139 shares in TalkTalk Telecom Group plc valued at £0.97 per share. On 25th February 2021, the Trust received a donation of 200,000 shares in Dixons Carphone plc valued at £247,140 and on 11th March 2021, a donation of 500,000 shares in Dixons Carphone plc valued at £678,200 from Sir Charles Dunstone.

11 Financial instruments	2021 £	2020 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	407,535	350,606
	<hr/>	<hr/>
12 Creditors: amounts falling due within one year	2021 £	2020 £
Other creditors	700,000	700,000
Accruals and deferred income	5,320	-
	<hr/>	<hr/>
	705,320	700,000
	<hr/>	<hr/>

THE CHARLES DUNSTONE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

13 Related party transactions

The Founder of the Trust, Sir Charles Dunstone CVO is a Director of the Dunstone Education Trust, a UK school funding Trust, whose first Academy is the Fulwood Academy which was granted £nil (2020: £ 2,152) during the year

The Founder of the Trust, Sir Charles Dunstone CVO, is the Chairman of the Board of Trustees of Royal Museums Greenwich, which was granted £nil (2020: £100,000) during the year.

The Founder of the Trust, Sir Charles Dunstone CVO provided the Charity with a loan of £700,000 during the period ended 5 April 2017. The loan is non-interest bearing and is repayable on demand. At the balance sheet date the amount due to Sir Charles Dunstone CVO was £700,000 (2020: £700,000).

14	Cash generated from operations	2021 £	2020 £
	Surplus/(deficit) for the year	823,228	(442,953)
	Adjustments for:		
	Investment income recognised in statement of financial activities	(6,302)	(10,503)
	(Gain)/loss on disposal of investments	(22,046)	21,726
	Fair value gains and losses on investments	(56,929)	145,158
	Movements in working capital:		
	Increase in creditors	5,320	-
	Cash generated from/(absorbed by) operations	743,271	(286,572)
15	Analysis of changes in net funds		
	The Trust had no debt during the year.		