

Charity number: 1098540

TRUSTEES' REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
5 APRIL 2022

THE ALBERT DAWSON
EDUCATIONAL TRUST

MENZIES
BRIGHTER THINKING

THE ALBERT DAWSON EDUCATIONAL TRUST

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THE ALBERT DAWSON EDUCATIONAL TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 5 APRIL 2022

Trustees Peter Miall
Robert Wilson
Lesley Scott
Mark Eastment (appointed 11 May 2022)
Judith Rudoe (appointed 11 May 2022)
David Beevers (appointed 11 October 2022)

Charity registered number 1098540

Principal office 23 Clifton Terrace
Brighton
BN1 3HA

Independent auditors Menzies LLP
Chartered Accountants
Centrum House
36 Station Road
Egham
Surrey
TW20 9LF

Bankers Barclays Bank UK PLC
139/142 North Sreet
Brighton
BN1 1RU

CCLA Investment Management Limited
One Angel Lane
London
EC4R 3AB

THE ALBERT DAWSON EDUCATIONAL TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 5 APRIL 2022

The trustees present their annual report and financial statements of the charity for the year ended 5 April, 2022. 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 1993 and the Statement of Recommended Practice: Accounting and Reporting by Charities published in 2005.

Structure, governance and management

The Trust is a registered charity, number 1098540, and is constituted under a trust deed dated 18 June, 2003. The Trust was established by an initial gift from Mr Peter Dawson Rose in June 2003. On his death in November, 2020, the bulk of his estate was given by his Will to the Trustees to hold on the existing terms of the Trust Deed. The Trust does not actively fundraise, and seeks to continue the charitable work desired by the donor through careful use of its existing resources. The Trust does not own any real property.

New trustees are appointed by the existing trustees, there is no time limit to the period a trustee may serve. The Trust Deed provides for a minimum of three trustees.

Until this year when the trustees received the large bequest under the Will of Mr Rose, the trustees only had a small amount of capital and a vanishingly small income from that capital, so they were restricted in the scale of their grant making activity, and therefore did not need more than one, or sometimes two meetings a year.

In future four meetings will be held every year unless it becomes clear that more frequent meetings are needed. The Trust has no employees, and no ongoing activity that requires management. It is solely concerned with considering the suitability of applications for grants. If in future a sub-committee should be required to oversee the progress of any project funded by the Trust, that could be arranged when necessary, but the need for this is not envisaged at present.

In 2022 three new trustees were appointed, all with specialist knowledge in relevant fields and also with wide-ranging contacts in the museum and arts worlds. This adds welcome expertise to the existing trustees, and enables the Trust to become more widely known among a larger pool of prospective beneficiaries.

All trustees give their time freely and no trustee remuneration was paid in the year, or in the past. No trustee expenses have ever been claimed. All trustees are required to disclose all relevant interests prior to being appointed, and withdraw from decisions when a conflict of interest arises.

Risk Management

The trustees are concerned to protect as far as possible the financial security of the Trust fund. The fund is not sufficiently large to warrant a specific managed portfolio of investments. Funds are invested in suitable vehicles specifically designed for charities, with the aim of spreading the fund over different providers. The Trust Deed does not require a permanent endowment to be set up, and the trustees prefer to keep the flexibility of access to both capital and income, though the aim is to invest half the fund for long term appreciation. There are no on-going programmes that require future budget protection, and funds can be applied for any worthwhile application within the constraints of what money the trustees consider is sensibly available at the time.

Objectives and activities for the public benefit

The objects of the Trust are to promote and advance the education of the public in the appreciation of 19th century English decorative arts and artefacts. The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit and apply it when considering the relevance of applications for grants to the aims and objects of the Trust.

The Trust carries out these objects by:

Funding the publication of books about artists, craftsmen and designers of the period. Funding costs of public exhibitions of art and decorative objectives of the period, to assist publication costs of exhibition catalogues and costs in support of physical requirements of mounting exhibitions;

Furthermore, the Trust is empowered to support students with educational grants and to support centres of teaching including the provision of scholarships and bursaries, and research into the period.

With the increased funding recently available to the Trust the trustees hope to be able to do this if they receive a suitable application.

THE ALBERT DAWSON EDUCATIONAL TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

Grant making policy

The Trust has established its grant making policy to support applications that will expand public appreciation and knowledge of the artists and craftsmen of the period and bring their work and achievements better public recognition. The period was a rich one, when design was in the forefront of daily and commercial life, and many talented designers and artists are in danger of being overlooked today by the wider public. The trustees hope to do what they can to preserve this rich legacy.

Activities and Achievements

Following on the death of Mr Peter Rose, the founder of the Trust, and the necessity of handling the large bequest it received under his Will, the past year has been an active one for the trustees. His large and valuable collection of decorative objects, furniture and fine art had to be valued and consigned for sale. Various auction houses were involved in this process. The major items were sold by Christie's at a dedicated one-day sale, with the excess items going to another one-day sale by Lyon & Turnbull. Subsequently, remaining objects were consigned to more local auction houses to be entered into specialist sales. The funds realised have been invested with COIF Charities Investment Fund for income and capital growth. Finally, his house was marketed, and the proceeds of sale await investment.

Three new Trustees were recruited and appointed, all with valuable experience in the museum and art world to assist in the expansion of the Trust now that funds permit a wider range of activity.

During the year grants have been given to the Decorative Arts Society to support the publication of their Journal, and to the Leamington Spa Art Gallery and Museum to assist their expenses in putting on the exhibition "Pre-Raphaelite Visionaries". Another two grants have been given, one to The Furniture History Society to support BIFMO's work putting on-line their paper records of furniture makers for wider student use, and another to Unicorn Press to assist publishing costs of a biography of Frederick Sandys.

Financial Review

It has been a busy year financially for the charity. The large inheritance of a collection and house from Mr Peter Rose has transformed the financial health of the charity. Total income for the year was £4,255,634 (2021: £97). Total expenditure for the year was £366,420 (2021: £1,000), including auction costs and commission on the sale of the property. The surplus for the year is £3,852,940 (2021: (£903)) and total unrestricted funds carried forward are £3,969,524 (2021: £116,584).

Reserves Policy

The charity does not have any commitment to ongoing expenses for employment of staff or upkeep of buildings, and the Trustees do not envisage at present entering into any commitment for regular major financial support that will need to be ringfenced for future security. Their only concern is to keep the Trust's annual grant giving in sensible proportion to the available funds so as to protect the future activity of the Trust.

The Trustees consider the capital of the Trust as the reserve against future requests for grants, and aim to maintain a yearly balance between giving and retaining funds for future use. At present the capital of the Trust is £3,955,104 after making payment of all grants that have been agreed to date.

It is only in the current year that the Trust has contained such a sizeable amount of capital, and it does not seem practical to set a minimum reserve amount at present. The need for this is no doubt something that will become clear in future as activity increases.

Principal risks and uncertainties

The charity operates very simply with no fund-raising organisation or paid staff to manage and plan for. The Trustees' only responsibility is to safeguard the capital and ensure that support is given to worthwhile causes that fall within the aims of the Trust Deed.

The Trust income comes from investment, and until recently the capital was just over £100,000, and in recent years yielded a very low rate of return, invested in a COIF deposit account. The few small grants came out of accumulated income from previous years of higher returns. Following the sale of the collection of Mr Peter Rose, the major proceeds of sale amounting to £1,500,000 were invested in two COIF holdings, half for income and half for capital growth. This provides a safe home for the capital of the Trust and gives a reasonable return. The future aim is to spread the Trust investments among diverse investment managers, in order to spread the risks involved.

THE ALBERT DAWSON EDUCATIONAL TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

Future Plans

In the coming year the Trustees plan to set up a simple website for the Charity, explaining the purpose of the charity, and giving details of how applications may be made. There is no intention to advertise widely, but to let it be known through personal channels that the Trust is now in a position to give a greater level of support than has previously been possible. The Trustees consider that this will be sufficient to attract a level of sustainable applications for this charity with its comparatively modest resources, and limited field of activity.

There are no outstanding applications waiting for consideration, but there are indications of some suitable future requests that the Trustees expect to receive in the coming year.

There is further capital to invest, and in the new year it is intended to decide on two new and different investment managers to vary the holdings of the Trust and spread the financial risk.

Going Concern

At the present time the Trustees have no concern for the financial security of the Trust. The Trust has a substantial capital reserve and no commitment to regular outgoings. Therefore, the Trustees are confident that the charity has adequate resources to continue operational existence for the foreseeable future. For these reasons the Trustees adopt a going concern basis of accounting in preparing the annual financial statements.

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.

Disclosure of information to auditors

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 auditors are 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 auditors are aware of that information.


Auditors

The auditors, Menzies LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

THE ALBERT DAWSON EDUCATIONAL TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

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



.....
Robert Wilson

Trustee Date: 26 January 2023

THE ALBERT DAWSON EDUCATIONAL TRUST

MENZIES
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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE ALBERT DAWSON EDUCATIONAL TRUST

Opinion

We have audited the financial statements of The Albert Dawson Educational Trust (the 'charity') for the year ended 5 April 2022 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 5 April 2022 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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.

THE ALBERT DAWSON EDUCATIONAL TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE ALBERT DAWSON EDUCATIONAL TRUST (CONTINUED)

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' 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.

Auditors' responsibilities for the audit of the financial statements

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' 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:
- The charity is subject to laws and regulations that directly affect the financial statements including financial reporting legislation. We determined that the following laws and regulations were most significant including Charities Act 2011. We assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

THE ALBERT DAWSON EDUCATIONAL TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE ALBERT DAWSON EDUCATIONAL TRUST (CONTINUED)

- We understood how the charity is complying with those legal and regulatory frameworks by, making inquiries to management, those responsible for legal and compliance procedures and the company secretary. We corroborated our inquiries through our review of board minutes.
- The engagement partner assessed whether the engagement team collectively had the appropriate competence and capabilities to identify or recognize non-compliance with laws and regulations. The assessment did not identify any issues in this area.

We assessed the susceptibility of the charity financial statements to material misstatement, including how fraud might occur. We considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following areas; authorisation, processing, and payment of fraudulent expenses and payments, and timing of revenue recognition. Audit procedures performed by the engagement team include:

- Identifying and assessing the design effectiveness of controls management has in place to prevent and detect fraud;
- Understanding how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process;
- Challenging assumptions and judgments made by management in its significant accounting estimates;
- Identifying and testing journal entries, in particular any journal entries posted with unusual account combinations.

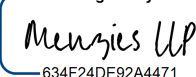
Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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 Auditors' Report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:


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Menzies LLP
Chartered Accountants
Statutory Auditor
Centrum House
36 Station Road
Egham
Surrey
TW20 9LF

Date: 03-Feb-2023

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

THE ALBERT DAWSON EDUCATIONAL TRUST

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2022

	Note	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:				
Donations and legacies	3	4,250,481	4,250,481	-
Investments	4	5,153	5,153	97
Total income		4,255,634	4,255,634	97
Expenditure on:				
Charitable activities	5,6	366,420	366,420	1,000
Total expenditure		366,420	366,420	1,000
Net movement in funds before other recognised gains/(losses)		3,889,214	3,889,214	(903)
Other recognised gains/(losses):				
Losses on revaluation of fixed assets	9	(36,274)	(36,274)	-
Net movement in funds		3,852,940	3,852,940	(903)
Reconciliation of funds:				
Total funds brought forward		116,584	116,584	117,487
Net movement in funds		3,852,940	3,852,940	(903)
Total funds carried forward		3,969,524	3,969,524	116,584

The Statement of Financial Activities includes all gains and losses recognised in the year.

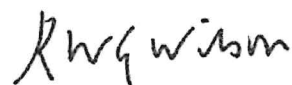
The notes on pages 12 to 17 form part of these financial statements.

THE ALBERT DAWSON EDUCATIONAL TRUST

BALANCE SHEET AS AT 5 APRIL 2022

	Note	2022 £	2021 £
Fixed assets			
Investments	9	1,463,726	-
		<u>1,463,726</u>	<u>-</u>
Current assets			
Stocks		127,874	-
Debtors	10	1,827,544	-
Cash at bank and in hand		637,446	116,584
		<u>2,592,864</u>	<u>116,584</u>
Creditors: amounts falling due within one year	11	(87,066)	-
Net current assets		<u>2,505,798</u>	<u>116,584</u>
Total assets less current liabilities		<u>3,969,524</u>	<u>116,584</u>
Total net assets		<u><u>3,969,524</u></u>	<u><u>116,584</u></u>
Charity funds			
Restricted funds		-	-
Unrestricted funds		3,969,524	116,584
Total funds		<u><u>3,969,524</u></u>	<u><u>116,584</u></u>

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



Robert Wilson
 Trustee

Date: 26 January 2023

The notes on pages 12 to 17 form part of these financial statements.

THE ALBERT DAWSON EDUCATIONAL TRUST

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 5 APRIL 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Net cash used in operating activities	13	2,020,862	(903)
Cash flows from investing activities			
Purchase of investments	9	(1,500,000)	-
Net cash (used in)/provided by investing activities		(1,500,000)	-
Cash flows from financing activities			
Change in cash and cash equivalents in the year		520,862	(903)
Cash and cash equivalents at the beginning of the year		116,584	117,487
Cash and cash equivalents at the end of the year	14	637,446	116,584

The notes on pages 12 to 17 form part of these financial statements

THE ALBERT DAWSON EDUCATIONAL TRUST

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

1. General information

The Albert Dawson Educational Trust is an unincorporated charity registered in England and Wales. The address of the registered office is disclosed on the administrative and reference details page page.

2. Accounting policies

2.1 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) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

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 the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Albert Dawson Educational Trust 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.

2.2 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

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

2.3 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.

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

THE ALBERT DAWSON EDUCATIONAL TRUST

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

2. Accounting policies (continued)

2.3 Expenditure (continued)

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

2.4 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.5 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.

2.6 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.7 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.

2.8 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.

Investment income, gains and losses are allocated to the appropriate fund.

3. Income from donations and legacies

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Legacies	4,250,481	4,250,481	-

THE ALBERT DAWSON EDUCATIONAL TRUST

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

4. Investment income

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Dividends from investments	5,064	5,064	-
Interest	89	89	97
	<u>5,153</u>	<u>5,153</u>	<u>97</u>
<i>Total 2021</i>	<u>97</u>	<u>97</u>	

5. Analysis of grants

	Grants to Institutions 2022 £	Total funds 2022 £	Total funds 2021 £
Grants	2,000	2,000	1,000
<i>Total 2021</i>	<u>1,000</u>	<u>1,000</u>	

6. Analysis of expenditure by activities

	Grant funding of activities 2022 £	Support costs 2022 £	Total funds 2022 £	Total funds 2021 £
Charitable activities	2,000	364,420	366,420	1,000
<i>Total 2021</i>	<u>1,000</u>	<u>-</u>	<u>1,000</u>	

THE ALBERT DAWSON EDUCATIONAL TRUST

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

6. Analysis of expenditure by activities (continued)

Analysis of support costs

	Total funds 2022 £	Total funds 2021 £
Bank charges	50	-
Audit and accountancy fees	7,800	-
Auction costs	320,660	-
Property commission	35,910	-
	364,420	-
	364,420	-

7. Auditors' remuneration

The auditors' remuneration amounts to an auditor fee of £5,400 (2021 - £ -), and accountancy fee of £2,400 (2021 - £ -).

8. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2021 - £NIL).

During the year ended 5 April 2022, no Trustee expenses have been incurred (2021 - £NIL).

9. Fixed asset investments

	Unlisted investments £
Cost or valuation	
Additions	1,500,000
Revaluations	(36,274)
	1,463,726
At 5 April 2022	1,463,726
Net book value	
At 5 April 2022	1,463,726

THE ALBERT DAWSON EDUCATIONAL TRUST

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

10. Debtors

	2022 £	2021 £
Due within one year		
Trade debtors	1,822,480	-
Prepayments and accrued income	5,064	-
	<u>1,827,544</u>	<u>-</u>

11. Creditors: Amounts falling due within one year

	2022 £	2021 £
Trade creditors	79,266	-
Accruals and deferred income	7,800	-
	<u>87,066</u>	<u>-</u>

12. Summary of funds

Summary of funds - current year

	Balance at 6 April 2021 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2022 £
General funds	<u>116,584</u>	<u>4,255,634</u>	<u>(366,420)</u>	<u>(36,274)</u>	<u>3,969,524</u>

Summary of funds - prior year

	Balance at 1 April 2020 £	Income £	Expenditure £	Balance at 5 April 2021 £
General funds	<u>117,487</u>	<u>97</u>	<u>(1,000)</u>	<u>116,584</u>

THE ALBERT DAWSON EDUCATIONAL TRUST

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

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

	2022 £	2021 £
Net income/expenditure for the year (as per Statement of Financial Activities)	3,889,214	(903)
Adjustments for:		
Decrease/(increase) in stocks	(127,874)	-
Decrease/(increase) in debtors	(1,827,544)	-
Increase in creditors	87,066	-
Net cash provided by/(used in) operating activities	2,020,862	(903)

14. Analysis of cash and cash equivalents

	2022 £	2021 £
Cash in hand	637,446	116,584
Total cash and cash equivalents	637,446	116,584

15. Analysis of changes in net debt

	At 6 April 2021 £	Cash flows £	At 5 April 2022 £
Cash at bank and in hand	116,584	520,862	637,446
	116,584	520,862	637,446

16. Related party transactions

The Charity has not entered into any related party transaction during the year, nor are there any outstanding balances owing between related parties and the Charity at 5 April 2022.