

**The Marcia and Andrew Brown
Charitable Trust
Gresham House
5-7 St Pauls Street
Leeds
LS1 2JG**

**Sagars Accountants Ltd
Chartered Accountants
Gresham House
5-7 St Pauls Street
Leeds
LS1 2JG**

Dear Sirs

**The Marcia and Andrew Brown Charitable Trust
Accounts for the year ended 31 May 2021**

We confirm that the following representations are made on the basis of sufficient enquiries of trustees, executive management and staff with relevant knowledge and experience and, where appropriate, of inspection of supporting documentation and that, to the best of our knowledge and belief, we can properly make each of these representations to you for the purpose of your independent examination of the financial statements of The Marcia and Andrew Brown Charitable Trust for the year ended 31 May 2021 under the Charities Act 2011.

1. We acknowledge that the work carried out by you is substantially less in scope than an audit performed in accordance with Auditing Standards and that you do not express an audit opinion.
2. We acknowledge our legal responsibility for the preparation of the financial statements to show a true and fair view as required by law and therefore confirm for your particular purposes that in our view these comply with the methods and principles set out in the Charities Act 2011, the regulations made under it and the Charities SORP: "Accounting and Reporting by Charities: Statement of Recommended Practice".
3. We acknowledge our management responsibility for the maintenance of adequate internal control systems and procedures designed to prevent and detect fraud and error. We have no knowledge of any fraud, suspected fraud or allegations of fraud which could affect the charity.
4. All the financial transactions of the charitable company for the year as recorded in the accounting records and any other related information has been made available to you for your inspection.
5. The financial statements are free of material misstatements, including omissions, to the best of our knowledge and belief.
6. There are no material liabilities or contingent liabilities known to us other than those disclosed in the financial statements, including any guarantees to third parties.
7. No claims in connection with litigation have been or are expected to be received to the best of our knowledge and belief.
8. There have been no events to our knowledge since the balance sheet date which require disclosure or which would materially affect the amounts in the financial statements other than those already disclosed or included in the financial statements. Should any material events occur which may necessitate revision of the figures in the financial statements, or inclusion in a note thereto, we will advise you accordingly.
9. We confirm that we are not aware of any possible or actual instance of non-compliance with those laws and regulations which provide a legal framework within which the charitable company conducts its activities.

10. We confirm the completeness of the information provided regarding the identification of related parties, and the adequacy of related party disclosures in the financial statements.
11. We confirm that, having considered our expectations and intentions for at least the next twelve months and the availability of working capital, the charitable company is a going concern. We are unaware of any events, conditions, or risks beyond the period of assessment that may cast significant doubt on the charitable company's ability to continue as a going concern.
12. All grants, donations and other voluntary incoming resources, the receipt of which is subject to specific terms and conditions, have been notified to you. There have been no breaches of terms or conditions in the application of such voluntary incoming resources.
13. We confirm that the loan to Donisthorpe Hall of £1,650,023 may not be recoverable so has been treated as fully provided for in these accounts.
14. We confirm that we are not aware of any breach of our charitable trusts and that we have advised you of the existence of any endowments and restricted income funds maintained by us.

Yours faithfully,

The block contains two handwritten signatures in blue ink. The first signature is 'Andrew' with a stylized flourish. The second signature is 'Marcia H. Brown' written in a clear, cursive hand.

.....
Trustee

Signed on behalf of the Marcia and Andrew Brown Charitable Trust

On 11 / 1 / 2022

The Marcia and Andrew Brown Charitable Trust
Unaudited Financial Statements
31 May 2021

The Marcia and Andrew Brown Charitable Trust

Financial Statements

Year ended 31 May 2021

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The Marcia and Andrew Brown Charitable Trust

Trustees' Annual Report

Year ended 31 May 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 May 2021.

Reference and administrative details

Registered charity name	The Marcia and Andrew Brown Charitable Trust
Charity registration number	1103709
Principal office	Gresham House 5-7 St Pauls Street Leeds LS1 2JG

The trustees

A Brown MBE
M Brown

Independent examiner	Susan Seaman, BA FCA, CIOT Gresham House 5-7 St Pauls Street Leeds LS1 2JG
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Structure, governance and management

The Marcia and Andrew Brown Charitable Trust is a registered charity, number 1103709, the governing instrument being the trust deed dated 10 February 2004.

The trustees, who served throughout the year, are summarised on page I. Appeals are considered as they are received and the trustees will make donations throughout the year. Appointment of new trustees is at the discretion of the existing trustees. New trustees are briefed about the charity's objectives and how they have been achieved in the past.

The Marcia and Andrew Brown Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 31 May 2021

Objectives and activities

The charity's objects are to make donations and grants for the benefit of such exclusively charitable objects and purposes or such registered charities for their work in any part of the world as the trustees may in their discretion think fit.

Public benefit

The trustees have had regard to the guidance contained in the Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

In particular the trustees consider how planned activities will contribute to the charity's aims and the objectives they have set.

They consider that they have complied with their duty under section 17(5) of the Charities Act 2011.

The charity's main activities, achievements and benefits are described below.

Achievements and performance (incorporating financial review)

The trustees made donations totalling £53,155 during the year (2020 - £30,630).

There was a positive net movement in funds for the year of £336,825 (2019 - £167,526) which has been transferred to the unrestricted fund.

Going concern

In accordance with their responsibilities, the trustees have considered the appropriateness of the going concern basis for the preparation of the financial statements. After making enquiries, the trustees have reasonable expectation that the Charity has adequate resources to continue in operational existence for a minimum of twelve months from the date of approval of these accounts and that adequate resources are available to meet all obligations. For this reason, the trustees continue to adopt the going concern basis in preparing the financial statements.

The trustees' annual report was approved on 11 January 2022 and signed on behalf of the board of trustees by:



A Brown MBE
Trustee

The Marcia and Andrew Brown Charitable Trust

Independent Examiner's Report to the Trustees of The Marcia and Andrew Brown Charitable Trust

Year ended 31 May 2021

I report to the trustees on my examination of the financial statements of The Marcia and Andrew Brown Charitable Trust ('the charity') for the year ended 31 May 2021.

This report is made solely to the charity's trustees, as a body, in accordance with section 154 of the Charities Act 2011. My independent examiner's work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity, the charity's members as a body and the charity's trustees as a body for my independent examiner's work, for this report, or for the opinions I have formed.

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

Since the charity'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 the Institute of Chartered Accountants in England and Wales (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 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.



Susan Seaman, BA FCA, CIOT
Independent Examiner

Gresham House
5-7 St Pauls Street
Leeds
LS1 2JG

14 January 2022

The Marcia and Andrew Brown Charitable Trust

Statement of Financial Activities

Year ended 31 May 2021

		2021		2020
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
Income and endowments				
Donations and legacies	4	400,000	400,000	200,000
Investment income	5	20	20	1,144
Total income		<u>400,020</u>	<u>400,020</u>	<u>201,144</u>
Expenditure				
Expenditure on charitable activities	6,7	63,195	63,195	33,618
Total expenditure		<u>63,195</u>	<u>63,195</u>	<u>33,618</u>
Net income and net movement in funds		<u>336,825</u>	<u>336,825</u>	<u>167,526</u>
Reconciliation of funds				
Total funds brought forward		438,199	438,199	270,673
Total funds carried forward		<u>775,024</u>	<u>775,024</u>	<u>438,199</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 9 form part of these financial statements.

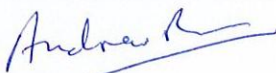
The Marcia and Andrew Brown Charitable Trust

Statement of Financial Position

31 May 2021

	Note	2021 £	2020 £
Current assets			
Cash at bank and in hand		780,004	438,199
Creditors: amounts falling due within one year	11	<u>4,980</u>	<u>—</u>
Net current assets		<u>775,024</u>	<u>438,199</u>
Total assets less current liabilities		<u>775,024</u>	<u>438,199</u>
Net assets		<u>775,024</u>	<u>438,199</u>
Funds of the charity			
Unrestricted funds		775,024	438,199
Total charity funds	12	<u>775,024</u>	<u>438,199</u>

These financial statements were approved by the board of trustees and authorised for issue on 11 January 2022, and are signed on behalf of the board by:


A Brown MBE
Trustee

The Marcia and Andrew Brown Charitable Trust

Notes to the Financial Statements

Year ended 31 May 2021

1. General information

The Marcia and Andrew Brown Charitable Trust is a registered charity, number 1103709, the governing instrument being the trust deed dated 10 February 2004. The registered office of the charity is Gresham House, 5-7 St Pauls Street, Leeds, LS1 2JG

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 for the year to 31 May 2021 have been prepared on an accruals basis due to the income being greater than £250,000. The prior year figures were prepared using receipts and payments accounting, as the income was below £250,000. We have reviewed the transactions of the previous year and there are no significant transactions that would need restating under the accruals basis and as such there has been no adjustment to comparative figures in these financial statements.

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.

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 for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. Details of these judgements are set out in the accounting policies.

Fund accounting

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

Incoming resources

All income is included in the statement of financial activities when received by the charity.

- income from donations or grants is recognised when received.

The Marcia and Andrew Brown Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

3. Accounting policies *(continued)*

Resources expended

Expenditure is recognised when paid. 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 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.

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.

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.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations received	400,000	400,000	200,000	200,000

5. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Bank interest received	20	20	1,144	1,144

The Marcia and Andrew Brown Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Charitable grants to various charities	53,155	53,155	30,360	30,360
Support costs	10,040	10,040	3,258	3,258
	<u>63,195</u>	<u>63,195</u>	<u>33,618</u>	<u>33,618</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2021 £	Total fund 2020 £
Charitable grants to various charities	<u>53,155</u>	<u>10,040</u>	<u>63,195</u>	<u>33,618</u>

8. Analysis of support costs

	Charitable grants to various charities £	Total 2021 £	Total 2020 £
Finance costs	9,960	9,960	3,180
Governance costs	80	80	78
	<u>10,040</u>	<u>10,040</u>	<u>3,258</u>

9. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	3,600	—
Other financial services	6,360	3,180
	<u>9,960</u>	<u>3,180</u>

10. Trustee remuneration and expenses

No remuneration or other benefits from the charity or a related entity were received by the trustees.

11. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	<u>4,980</u>	<u>—</u>

The Marcia and Andrew Brown Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

12. Analysis of charitable funds

Unrestricted funds

	At 1 June 2020	Income	Expenditure	At 31 May 2021
	£	£	£	£
General funds	438,199	400,020	(63,195)	775,024

	At 1 June 2019	Income	Expenditure	At 31 May 2020
	£	£	£	£
General funds	270,673	201,144	(33,618)	438,199

13. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	£
Current assets	780,004	780,004
Creditors less than 1 year	(4,980)	(4,980)
Net assets	775,024	775,024

	Unrestricted Funds	Total Funds
	£	£
Current assets	438,199	438,199
Creditors less than 1 year	—	—
Net assets	438,199	438,199

14. Related parties

Interest free loans of £1,650,000 have been provided by the Charitable Trust to a Charitable Company with which a Trustee is also a Trustee. Repayment of these loans is only triggered when certain events occur, none of these had occurred or appeared likely at the year end and therefore the loan has not been included as an asset in the statement of assets and liabilities. The loan is subject to a fixed and floating charge over the assets of the Charitable Company which has gone into Administration since the year end.

The Marcia and Andrew Brown Charitable Trust
Unaudited Financial Statements
31 May 2021

The Marcia and Andrew Brown Charitable Trust

Financial Statements

Year ended 31 May 2021

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The Marcia and Andrew Brown Charitable Trust

Trustees' Annual Report

Year ended 31 May 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 May 2021.

Reference and administrative details

Registered charity name	The Marcia and Andrew Brown Charitable Trust
Charity registration number	1103709
Principal office	Gresham House 5-7 St Pauls Street Leeds LS1 2JG

The trustees

A Brown MBE
M Brown

Independent examiner	Susan Seaman, BA FCA, CIOT Gresham House 5-7 St Pauls Street Leeds LS1 2JG
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Structure, governance and management

The Marcia and Andrew Brown Charitable Trust is a registered charity, number 1103709, the governing instrument being the trust deed dated 10 February 2004.

The trustees, who served throughout the year, are summarised on page I. Appeals are considered as they are received and the trustees will make donations throughout the year. Appointment of new trustees is at the discretion of the existing trustees. New trustees are briefed about the charity's objectives and how they have been achieved in the past.

The Marcia and Andrew Brown Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 31 May 2021

Objectives and activities

The charity's objects are to make donations and grants for the benefit of such exclusively charitable objects and purposes or such registered charities for their work in any part of the world as the trustees may in their discretion think fit.

Public benefit

The trustees have had regard to the guidance contained in the Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

In particular the trustees consider how planned activities will contribute to the charity's aims and the objectives they have set.

They consider that they have complied with their duty under section 17(5) of the Charities Act 2011.

The charity's main activities, achievements and benefits are described below.

Achievements and performance (incorporating financial review)

The trustees made donations totalling £53,155 during the year (2020 - £30,630).

There was a positive net movement in funds for the year of £336,825 (2019 - £167,526) which has been transferred to the unrestricted fund.

Going concern

In accordance with their responsibilities, the trustees have considered the appropriateness of the going concern basis for the preparation of the financial statements. After making enquiries, the trustees have reasonable expectation that the Charity has adequate resources to continue in operational existence for a minimum of twelve months from the date of approval of these accounts and that adequate resources are available to meet all obligations. For this reason, the trustees continue to adopt the going concern basis in preparing the financial statements.

The trustees' annual report was approved on 11 January 2022 and signed on behalf of the board of trustees by:



A Brown MBE
Trustee

The Marcia and Andrew Brown Charitable Trust

Independent Examiner's Report to the Trustees of The Marcia and Andrew Brown Charitable Trust

Year ended 31 May 2021

I report to the trustees on my examination of the financial statements of The Marcia and Andrew Brown Charitable Trust ('the charity') for the year ended 31 May 2021.

This report is made solely to the charity's trustees, as a body, in accordance with section 154 of the Charities Act 2011. My independent examiner's work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity, the charity's members as a body and the charity's trustees as a body for my independent examiner's work, for this report, or for the opinions I have formed.

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

Since the charity'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 the Institute of Chartered Accountants in England and Wales (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 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.



Susan Seaman, BA FCA, CIOT
Independent Examiner

Gresham House
5-7 St Pauls Street
Leeds
LS1 2JG

14 January 2022

The Marcia and Andrew Brown Charitable Trust

Statement of Financial Activities

Year ended 31 May 2021

		2021		2020
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
Income and endowments				
Donations and legacies	4	400,000	400,000	200,000
Investment income	5	20	20	1,144
Total income		<u>400,020</u>	<u>400,020</u>	<u>201,144</u>
Expenditure				
Expenditure on charitable activities	6,7	63,195	63,195	33,618
Total expenditure		<u>63,195</u>	<u>63,195</u>	<u>33,618</u>
Net income and net movement in funds		<u>336,825</u>	<u>336,825</u>	<u>167,526</u>
Reconciliation of funds				
Total funds brought forward		438,199	438,199	270,673
Total funds carried forward		<u>775,024</u>	<u>775,024</u>	<u>438,199</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 9 form part of these financial statements.


The Marcia and Andrew Brown Charitable Trust

Statement of Financial Position

31 May 2021

	Note	2021 £	2020 £
Current assets			
Cash at bank and in hand		780,004	438,199
Creditors: amounts falling due within one year	11	<u>4,980</u>	<u>—</u>
Net current assets		<u>775,024</u>	<u>438,199</u>
Total assets less current liabilities		<u>775,024</u>	<u>438,199</u>
Net assets		<u>775,024</u>	<u>438,199</u>
Funds of the charity			
Unrestricted funds		<u>775,024</u>	<u>438,199</u>
Total charity funds	12	<u>775,024</u>	<u>438,199</u>

These financial statements were approved by the board of trustees and authorised for issue on 11 January 2022, and are signed on behalf of the board by:



A Brown MBE
Trustee

The Marcia and Andrew Brown Charitable Trust

Notes to the Financial Statements

Year ended 31 May 2021

1. General information

The Marcia and Andrew Brown Charitable Trust is a registered charity, number 1103709, the governing instrument being the trust deed dated 10 February 2004. The registered office of the charity is Gresham House, 5-7 St Pauls Street, Leeds, LS1 2JG

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 for the year to 31 May 2021 have been prepared on an accruals basis due to the income being greater than £250,000. The prior year figures were prepared using receipts and payments accounting, as the income was below £250,000. We have reviewed the transactions of the previous year and there are no significant transactions that would need restating under the accruals basis and as such there has been no adjustment to comparative figures in these financial statements.

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.

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 for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. Details of these judgements are set out in the accounting policies.

Fund accounting

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

Incoming resources

All income is included in the statement of financial activities when received by the charity.

- income from donations or grants is recognised when received.

The Marcia and Andrew Brown Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

3. Accounting policies *(continued)*

Resources expended

Expenditure is recognised when paid. 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 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.

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.

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.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations received	400,000	400,000	200,000	200,000

5. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Bank interest received	20	20	1,144	1,144

The Marcia and Andrew Brown Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Charitable grants to various charities	53,155	53,155	30,360	30,360
Support costs	10,040	10,040	3,258	3,258
	<u>63,195</u>	<u>63,195</u>	<u>33,618</u>	<u>33,618</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2021 £	Total fund 2020 £
Charitable grants to various charities	<u>53,155</u>	<u>10,040</u>	<u>63,195</u>	<u>33,618</u>

8. Analysis of support costs

	Charitable grants to various charities £	Total 2021 £	Total 2020 £
Finance costs	9,960	9,960	3,180
Governance costs	80	80	78
	<u>10,040</u>	<u>10,040</u>	<u>3,258</u>

9. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	3,600	—
Other financial services	6,360	3,180
	<u>9,960</u>	<u>3,180</u>

10. Trustee remuneration and expenses

No remuneration or other benefits from the charity or a related entity were received by the trustees.

11. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	<u>4,980</u>	<u>—</u>

The Marcia and Andrew Brown Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 May 2021

12. Analysis of charitable funds

Unrestricted funds

	At 1 June 2020	Income	Expenditure	At 31 May 2021
	£	£	£	£
General funds	438,199	400,020	(63,195)	775,024

	At 1 June 2019	Income	Expenditure	At 31 May 2020
	£	£	£	£
General funds	270,673	201,144	(33,618)	438,199

13. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	£
Current assets	780,004	780,004
Creditors less than 1 year	(4,980)	(4,980)
Net assets	775,024	775,024

	Unrestricted Funds	Total Funds
	£	£
Current assets	438,199	438,199
Creditors less than 1 year	—	—
Net assets	438,199	438,199

14. Related parties

Interest free loans of £1,650,000 have been provided by the Charitable Trust to a Charitable Company with which a Trustee is also a Trustee. Repayment of these loans is only triggered when certain events occur, none of these had occurred or appeared likely at the year end and therefore the loan has not been included as an asset in the statement of assets and liabilities. The loan is subject to a fixed and floating charge over the assets of the Charitable Company which has gone into Administration since the year end.