

THE HAMILTON DAVIES TRUST

England & Wales · Charity number 1106123

Details

Status Registered

Legal form Other

Registered 2004-09-30

Register [View on the Charity Commission register](#)

Contact

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117c Liverpool Road
Cadishead
Manchester
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Activities

Objects: FOR THE BENEFIT OF SUCH EXCLUSIVELY CHARITABLE OBJECTS AND PURPOSES IN ANY PART OF THE WORLD AS THE TRUSTEES MAY IN THEIR DISCRETION THINK FIT

Activities: Supports sustainable projects which in the main benefit the communities of Irlam, Cadishead and Rixton-with-Glazebrook

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Other Finance, Provides Buildings/facilities/open Space, Provides Services
- **What:** General Charitable Purposes
- **Who:** Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- **Area of benefit:** ANY PART OF THE WORLD
- Salford City
- Warrington

Finances

Period end	Income	Expenditure	Assets	Employees
2025-04-05	£252,612	£379,135	-	-
2024-04-05	£62,695	£443,886	-	-
2023-04-05	£107,163	£455,427	-	-
2022-04-05	£120,708	£796,941	-	-
2021-04-05	£210,603	£456,056	-	-

Trustees

Name	Role	Appointed
NEIL MCARTHUR	Chair	2004-06-29
Michael Francis Mazurkiewicz		2025-09-11
Philip William Atkinson		2025-09-11

THE HAMILTON DAVIES TRUST

England & Wales - Charity number 1106123

Accounts

Charity registration number 1106123 (England and Wales)

THE HAMILTON DAVIES TRUST
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2025

THE HAMILTON DAVIES TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	N McArthur MBE G Chisnall F Cocker
Charity number	1106123
Principal office	Hamilton Davies House 117c Liverpool Road Cadishead Manchester M44 5BG
Auditor	Champion Accountants LLP 1 Worsley Court High Street Worsley Manchester M28 3NJ
Bankers	National Westminster Bank Plc 11 Spring Gardens Manchester M60 2DB

THE HAMILTON DAVIES TRUST

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THE HAMILTON DAVIES TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2025

The Trustees present their annual report and financial statements for the year ended 5 April 2025.

The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the financial statements and comply with 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 Hamilton Davies Trust (HDT) is a non-exempt charity governed by a Declaration of Trust dated 29 June 2004. All HDT investments were managed by Brown Shipley during the year and have been reviewed with regards to the associated risks, and recommendations have been made, and are being implemented, to reduce those risks where appropriate. The Trustees have due regard to the guidance published by the Charities Commission regarding public benefit.

The three Trustees for HDT are responsible for the investment and distribution of funds. All grant applications are presented to the Trustees at regular meetings. Due regard to the aims and objectives of the charity is considered by the Trustees each time a grant of £500 or more is received and grants are awarded only once approval has been obtained from the Trustees' meeting.

This year saw the Trust celebrate 20 years of existence which provided the Trustees with a timely opportunity to review past achievements and agree the focus for future delivery. During the year, HDT employed a staff team of six and continued to receive support from two consultant staff. Due to the change in activity focus towards heritage and sustainability, three members of staff left the Trust during the year. These three have made an outstanding contribution to the Trust, having a combined service of over 36 years between them, and we wish them well for the future.

Objectives and activities

HDT was established in 2004 and although there are no restrictions in terms of how funds can be gifted, funds tend to be gifted to support projects with a main area of focus in one or more of the following categories: Regeneration, Heritage and Arts, Community, Education, Recreation and Youth, primarily within Irlam & Cadishead and Rixton-with-Glazebrook.

Achievements and performance

It is a privilege to present the twentieth annual report for HDT, in what has been another diverse year for the charity. The staff team continued to work primarily from the HDT offices, with the invaluable support of Julie Thompson as Consultant General Manager and HDT continues to be funded through our investment portfolio.

We were pleased to continue to support many community groups and projects through funding grants within our local area. Whilst some of these funding requests were small, the impact of this funding is wide-reaching within our community. In addition to financial contributions, we have also continued to support many local groups and organisations with administrative support, using the technical skills of the HDT team, and by offering continued access to our facilities and meeting rooms.

We also continued to directly deliver on some community-based projects including in and around the thriving heritage hub at Irlam Station and Station Park, with special gratitude to the Friends of Irlam Station (FIRST), who, with support from HDT, have continued to look after the Station heritage attractions and to educate and inform visitors through organised station tours for school groups. We are also delighted to have been involved in the installation of step-free access lifts at Irlam Station, opening up the heritage offering to a wider audience, whilst retaining the heritage look of the site.

We have also prioritised the ongoing maintenance of the many heritage items on display through the district, to ensure they continue to give an informative visual representation of the local history for many years to come.

During the year, the cost of our charitable activities was £111,001 which included 41 grants totalling £101,416 to community groups and projects in the areas of Regeneration, Arts and Heritage, Community, Education and Recreation:

THE HAMILTON DAVIES TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2025

Regeneration

The Chat Moss Heritage Partnership group, led by HDT has continued to progress the action plan from the Feasibility Study, identifying how access and awareness can be increased locally, regionally, nationally and internationally to this local landscape, showcasing the unique ecological, heritage and leisure opportunities available across the wide expanse of Chat Moss and its environs. The HDT team are continuing to support the Partnership as the next phase of delivery begins.

We have continued to support other regeneration initiatives through direct grants and HDT-led projects including the installation of a Pump Track in Cadishead Park which will open in 2025, landscaping and gardening around the heritage hub at Irlam Station, and the maintenance of existing arts and heritage displays.

Heritage and Arts

As the Trust moves towards a focus on Heritage, we have continued to make heritage accessible via maintaining and enhancing our heritage assets, hosting community events/workshops, attendance at regional heritage meetings and events and offering a bookable programme of tours to schools and social groups. Highlights this year have included:

- A new heritage board on Cadishead Bypass celebrating the Manchester Ship Canal
- Regional: Attendance and presentations at Rocket 2030 meetings, Manchester Histories Festival and Salford History Festival, Salford
- Holding numerous adult and family craft skill workshops in the community
- Hosting a weekly Family History Course

Community, Recreation and Education

We continued to receive grant applications from local community groups and organisations, with many for £500 or less, demonstrating that a small amount can make a big difference. Some of the larger grants included:

- Early years improvements at 4 primary schools
- Support for the Irlam & Cadishead Volunteer Drivers who support cancer patients getting to their hospital appointments
- Funding towards the annual community festival in Irlam and a refugee family fun day
- School holiday youth club provision in partnership with the Jamie Horrocks Trust and Salford Youth Service
- Ongoing project in partnership with Manchester United Foundation to deliver health and wellness sessions at all of the local schools

In addition to direct funding, we have also continued to support some major projects in the district through staff time and facilitation, including the Salford Health Improvement team's bereavement, dementia and menopause support groups, the Youth Service and other partners to revitalise two underused buildings for youth provision, and the set-up and support for a Community Rail Partnership covering both Liverpool to Manchester rail lines.

Plans for future periods

As the Trust turned 20 this year, we have taken the opportunity to revisit our main priorities and will now have an increased focus on heritage and sustainability, but we still look forward to continuing to support the communities of Irlam, Cadishead and Rixton-with-Glazebrook through funding grants, administration support and with the use of our in-house facilities. By promoting match funding for community grants, we will be able to leverage value from other funders.

With increased partnership working, access to additional funding streams will be of paramount importance for us to deliver some of the projects we will be working on, some of which include:

- The continued promotion of the industrial heritage of the district
- Leading the Chat Moss Heritage project
- Expanding the Heritage & Arts programme to wider community participation

THE HAMILTON DAVIES TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2025

Finally, we want to extend our heartfelt gratitude once again to everyone who has supported HDT over the last year. Special thanks go to all our staff, volunteers and partners as the charity could not continue to deliver without them.

Financial review

The Trustees have followed the objectives of the Trust by awarding 41 grants to the value of £101,416 to local community projects.

The Trustees report was approved by the Board of Trustees.

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N McArthur MBE

Trustee

Dated: 11/8/25.

THE HAMILTON DAVIES TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 5 APRIL 2025

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 and 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 the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 sufficient accounting records that 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.

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

Opinion

We have audited the financial statements of The Hamilton Davies Trust (the 'charity') for the year ended 5 April 2025 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including 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).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2025 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 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 *Auditor's 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 UK, including the FRC'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.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's 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 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 in relation to which the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

Responsibilities of Trustees

As explained more fully in the statement of trustees' responsibilities, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they 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 cease operations, or have no realistic alternative but to do so.

Auditor's 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 auditor's 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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

As part of our planning process:

- We enquired of management the systems and controls the trust has in place, the areas of the financial statements that are mostly susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud. The trust did not inform us of any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the trust. We determined that the following were most relevant to the financial statements: Companies Act 2006, FRS 102 & guidance given by the Charity Commission for England & Wales.
- We considered the incentives and opportunities that exist in the trust, including the extent of management bias, which present a potential for irregularities and fraud to be perpetuated, and tailored our risk assessment accordingly.
- Using our knowledge of the trust, together with the discussions held with the trust at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities including fraud and tailored our procedures according to this risk assessment.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

There are inherent limitations in the audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Other matters

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with "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) 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.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

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 auditor's 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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Mark Turner FCA (Senior Statutory Auditor)

For and on behalf of Champion Accountants LLP, Statutory Auditor

Chartered Accountants

1 Worsley Court

High Street

Worsley

Manchester

M28 3NJ

Date:

Champion Accountants LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

THE HAMILTON DAVIES TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2025

	Notes	Unrestricted funds 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Income from:					
Donations and legacies	3	225,997	5,936	-	5,936
Charitable activities	4	16,873	43,134	-	43,134
Investments	5	9,742	13,625	-	13,625
Total income		252,612	62,695	-	62,695
Expenditure on:					
Charitable activities	6	379,135	418,203	25,683	443,886
Total expenditure		379,135	418,203	25,683	443,886
Net gains/(losses) on investments	12	(805,743)	79,352	-	79,352
Net expenditure and movement in funds		(932,266)	(276,156)	(25,683)	(301,839)
Reconciliation of funds:					
Fund balances at 6 April 2024		1,807,292	2,083,448	25,683	2,109,131
Fund balances at 5 April 2025		875,026	1,807,292	-	1,807,292

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

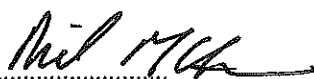
THE HAMILTON DAVIES TRUST

BALANCE SHEET

AS AT 5 APRIL 2025

	Notes	2025 £	£	2024 £	£
Fixed assets					
Tangible assets	14		1,556		5,345
Investments	15		1,158,489		1,997,651
			<u>1,160,045</u>		<u>2,002,996</u>
Current assets					
Stocks	16	184		197	
Debtors	17	45,674		54,122	
Cash at bank and in hand		90,809		39,973	
		<u>136,667</u>		<u>94,292</u>	
Creditors: amounts falling due within one year	19	(421,686)		(289,996)	
Net current liabilities			<u>(285,019)</u>		<u>(195,704)</u>
Total assets less current liabilities			<u>875,026</u>		<u>1,807,292</u>
Net assets excluding pension liability			<u>875,026</u>		<u>1,807,292</u>
			<u><u>875,026</u></u>		<u><u>1,807,292</u></u>
The funds of the charity					
Unrestricted funds	22		875,026		1,807,292
			<u>875,026</u>		<u>1,807,292</u>

The financial statements were approved by the Trustees on



N McArthur MBE
Trustee

THE HAMILTON DAVIES TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 5 APRIL 2025

	Notes	2025 £	£	2024 £	£
Cash flows from operating activities					
Cash absorbed by operations	24		(124,015)		(386,703)
Investing activities					
Purchase of investments		(610,225)		(307,668)	
Proceeds from disposal of investments		643,644		654,549	
Investment income received		9,742		13,625	
Net cash generated from investing activities			43,161		360,506
Net cash generated from financing activities			-		-
Net decrease in cash and cash equivalents			(80,854)		(26,197)
Cash and cash equivalents at beginning of year			(250,023)		(223,826)
Cash and cash equivalents at end of year			(330,877)		(250,023)
Relating to:					
Cash at bank and in hand			90,809		39,973
Bank overdrafts included in creditors payable within one year			(421,686)		(289,996)

THE HAMILTON DAVIES TRUST

STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2025

1 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.

2 Accounting policies

Charity information

The Hamilton Davies Trust is a unincorporated charity.

2.1 Accounting convention

The financial statements have been prepared in accordance with the charity'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)" (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 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 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, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies adopted are set out below.

2.2 Going concern

At the time of approving the 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.

2.3 Charitable funds

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

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

2.4 Incoming resources

Income is recognised when the charity 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 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. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2025

2 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

2.5 Resources expended

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 are allocated on the portion of the asset's use.

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

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

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

2.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and equipment	20% Straight line
Fixtures and fittings	33% Straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

2.7 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.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2025

2 Accounting policies

(Continued)

2.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

2.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

2.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

2.11 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 costs 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.

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.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2025

2 Accounting policies

(Continued)

2.12 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

3 Income from donations and legacies

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Donations and gifts	225,997	5,936
Donations and gifts		
Donations	9,565	5,881
Gifts	214,807	-
Other	1,625	55
	225,997	5,936

4 Income from charitable activities

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Sale of goods	3	-
Charitable rental income	16,870	43,134
	16,873	43,134

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2025

5 Investments

	2025	2024
	£	£
Income from listed investments	8,463	12,364
Interest receivable	1,279	1,261
	<u>9,742</u>	<u>13,625</u>

6 Charitable activities

	Grant Funding	Charitable Expenditure	Share of governance costs	Total 2025	Total 2024
	£	£	£	£	£
Grant funding of activities (see note 7)	101,416	9,585		111,001	187,821
Share of governance costs (see note 9)			268,134	268,134	256,065
	<u>101,416</u>	<u>9,585</u>	<u>268,134</u>	<u>379,135</u>	<u>443,886</u>

7 Grants payable

	Grant Funding	Charitable Expenditure	Total	2024
	£	£	£	£
Grants to institutions:				
Other	101,416	9,585	111,001	162,138
Grants to individuals	-	-	-	25,683
	<u>101,416</u>	<u>9,585</u>	<u>111,001</u>	<u>187,821</u>

8 Net movement in funds

	2025	2024
	£	£
The net movement in funds is stated after charging/(crediting):		
Fees payable for the audit of the charity's financial statements	6,240	6,240
Depreciation of owned tangible fixed assets	3,789	5,873
	<u>6,240</u>	<u>5,873</u>

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2025

9 Support costs

	Governance costs £	2025 £	2024 £
Staff costs	123,173	123,173	118,946
Depreciation	3,789	3,789	5,873
Audit fees	6,240	6,240	6,240
Legal and professional	6,060	6,060	6,543
General office	10,928	10,928	11,655
Subcontractors	50,670	50,670	44,523
Interest paid	25,690	25,690	21,230
Premises costs	41,584	41,584	41,055
	<u>268,134</u>	<u>268,134</u>	<u>256,065</u>
Analysed between Charitable activities	<u>268,134</u>	<u>268,134</u>	<u>256,065</u>

Governance costs includes payments to the auditors of £6,240 (2024: £6,240) for audit fees.

10 Trustees

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

11 Employees

The average monthly number of employees during the year was:

	2025 Number	2024 Number
	<u>5</u>	<u>6</u>
Employment costs	2025 £	2024 £
Wages and salaries	110,628	104,071
Social security costs	1,405	1,771
Other pension costs	11,140	13,104
	<u>123,173</u>	<u>118,946</u>

There were no employees whose annual remuneration was more than £60,000.

Remuneration of key management personnel

The remuneration of key management personnel was £Nil (2024: £Nil):

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2025

12 Gains and losses on investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Gains/(losses) arising on:		
Revaluation of investments	(884,635)	76,289
Sale of investments	78,892	3,063
	<u>(805,743)</u>	<u>79,352</u>

13 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

14 Tangible fixed assets

	Plant and equipment £	Fixtures and fittings £	Total £
Cost			
At 6 April 2024	36,734	15,003	51,737
At 5 April 2025	36,734	15,003	51,737
Depreciation and impairment			
At 6 April 2024	31,859	14,533	46,392
Depreciation charged in the year	3,609	180	3,789
At 5 April 2025	35,468	14,713	50,181
Carrying amount			
At 5 April 2025	1,266	290	1,556
At 5 April 2024	4,875	470	5,345

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2025

15 Fixed asset investments

	Listed investments £	Unlisted investments £	Cash in portfolio £	Total £
Cost or valuation				
At 6 April 2024	994,152	970,000	33,499	1,997,651
Additions	610,225	-	-	610,225
Valuation changes	(157,135)	-	(9,092)	(166,227)
Disposals	(555,660)	-	-	(555,660)
At 5 April 2025	891,582	970,000	24,407	1,885,989
Impairment				
At 6 April 2024	-	-	-	-
Impairment losses	-	727,500	-	727,500
At 5 April 2025	-	727,500	-	727,500
Carrying amount				
At 05 April 2025	891,582	242,500	24,407	1,158,489
At 05 April 2024	994,152	970,000	33,499	1,997,651

16 Stocks

	2025 £	2024 £
Raw materials and consumables	184	197

17 Debtors

	2025 £	2024 £
Amounts falling due within one year:		
Other debtors	41,479	49,827
Prepayments and accrued income	4,195	4,295
	45,674	54,122

18 Loans and overdrafts

	2025 £	2024 £
Bank overdrafts	421,686	289,996
Payable within one year	421,686	289,996

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2025

18 Loans and overdrafts

(Continued)

The short-term loans are secured by fixed charges over the charities listed investments.

19 Creditors: amounts falling due within one year

	Notes	2025 £	2024 £
Bank overdrafts	18	421,686	289,996

20 Retirement benefit schemes

	2025 £	2024 £
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	11,140	13,104

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

21 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 6 April 2024 £	Incoming resources £	Resources expended £	Gains and losses £	At 5 April 2025 £
General funds	1,807,292	252,612	(379,135)	(805,743)	875,026
Previous year:	At 6 April 2023 £	Incoming resources £	Resources expended £	Gains and losses £	At 5 April 2024 £
General funds	2,083,448	62,695	(418,203)	79,352	1,807,292

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2025

22 Operating lease commitments

Lessee

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2025 £	2024 £
Within one year	39,210	39,210
Between two and five years	42,478	81,688
	<u>81,688</u>	<u>120,898</u>

Operating leases represent rent, utility charges and service charges payable to North Cheshire Developments Limited, a company of which N McArthur MBE is a director.

23 Related party transactions

During the year N McArthur MBE, a member of the board of Trustees, gifted £214,807 (2024: £Nil) to the trust.

N McArthur MBE is a director of North Cheshire Developments Limited.

During the year, the trust was charged rent and maintenance of £42,942 (2024: £59,844) by North Cheshire Developments Limited.

Also during the year, the trust was charged insurance of £2,809 (2024: £2,920) by North Cheshire Developments Limited.

N McArthur MBE is the sole shareholder and a director of Thurnall Taverns Limited.

During the year, the trust charged rent of £16,870 (2024: £43,135) to Thurnall Taverns Limited. Also during the year, the trust purchased goods and services of £3,290 (2024: £3,317) from Thurnall Taverns Limited.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2025

24	Cash absorbed by operations	2025 £	2024 £
	Deficit for the year	(932,266)	(301,839)
	Adjustments for:		
	Investment income recognised in statement of financial activities	(9,742)	(13,625)
	Gain on disposal of investments	(78,892)	(3,063)
	Fair value gains and losses on investments	884,635	(76,289)
	Depreciation and impairment of tangible fixed assets	3,789	5,873
	Movements in working capital:		
	Decrease in stocks	13	-
	Decrease in debtors	8,448	2,240
	Cash absorbed by operations	<u>(124,015)</u>	<u>(386,703)</u>

THE HAMILTON DAVIES TRUST

England & Wales - Charity number 1106123

Accounts

Charity registration number 1106123

THE HAMILTON DAVIES TRUST
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2024

THE HAMILTON DAVIES TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	N McArthur MBE G Chisnall F Cocker
Charity number	1106123
Principal office	Hamilton Davies House 117c Liverpool Road Cadishead Manchester M44 5BG
Auditor	Champion Accountants LLP 1 Worsley Court High Street Worsley Manchester M28 3NJ
Bankers	National Westminster Bank Plc 11 Spring Gardens Manchester M60 2DB

THE HAMILTON DAVIES TRUST

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THE HAMILTON DAVIES TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2024

The Trustees present their annual report and financial statements for the year ended 5 April 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the financial statements and comply with 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 Hamilton Davies Trust (HDT) is a non-exempt charity governed by a Declaration of Trust dated 29 June 2004. All HDT investments were managed by Brown Shipley during the year and have been reviewed with regards to the associated risks, and recommendations have been made, and are being implemented, to reduce those risks where appropriate. The Trustees have due regard to the guidance published by the Charities Commission regarding public benefit.

The three Trustees for HDT are responsible for the investment and distribution of funds. All grant applications are presented to the Trustees at regular meetings. Due regard to the aims and objectives of the charity is considered by the Trustees each time a grant of £500 or more is received and grants are awarded only once approval has been obtained from the Trustees' meeting.

During the year, HDT employed a staff team including Mandy Eccles (Marketing Assistant), David Taylor (Operations support), Sharon Piggitt (Admin Assistant), Alison Blackwell (Finance Officer), Tony Prescott (Operations Manager) and Sarah Murray (Marketing Assistant). Kirsty Martin (Project Manager for Arts and Heritage), left the team during the year.

HDT also continued to receive support from one consultant, Julie Thompson to provide General Manager type services and regeneration project advice, and also, Suzanne Hindle to lead on Arts and Heritage Projects.

Objectives and activities

HDT was established in 2004 and although there are no restrictions in terms of how funds can be gifted, funds tend to be gifted to support projects with a main area of focus in one or more of the following categories: Regeneration, Community, Education, Recreation and Youth, within Irlam & Cadishead and Rixton-with-Glazebrook.

Achievements and performance

It is a privilege to present the nineteenth annual report for HDT, in what has been another diverse year for the charity.

The staff team continued to work primarily from the HDT offices, with the invaluable support of Julie Thompson as Consultant General Manager. Suzanne Hindle joined the team as Arts and Heritage Co-ordinator as we continue to diversify and deliver informative activities directly to the local community with a focus on the area's industrial heritage.

HDT continues to be funded through our investment portfolio.

The number of funding grant requests received during the year increased and we were pleased to support a wide range of activities and projects within our local area. Whilst some of these funding requests were small, the impact of this funding is wide-reaching within our community.

In addition to financial contributions to community groups, we have been able to assist new and existing groups with administrative support, using the technical skills of the HDT team, and by offering continued access to our facilities and meeting rooms.

We also continued to directly deliver on some community-based projects including in and around the thriving heritage hub at Irlam Station and Station Park, with special gratitude to the Friends of Irlam Station (FIRST), who, with support from HDT, have continued to look after the Station heritage attractions and to educate and inform visitors through organised station tours. We have also implemented a full maintenance programme to ensure the

THE HAMILTON DAVIES TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

unique art and heritage installations we have added to the district continue to give a visual representation of the local history for many years to come.

During the year, the cost of our charitable activities was £187,821 which included 48 grants totalling £151,578 to community groups and projects in the areas of Regeneration, Community, Education and Recreation:

Regeneration

The Chat Moss Heritage Partnership group, led by HDT has continued to progress the action plan from the Feasibility Study, identifying how access and awareness can be increased locally, regionally, nationally and internationally to this local landscape, showcasing the unique ecological, heritage and leisure opportunities available across the wide expanse of Chat Moss and its environs. The HDT team are continuing to support the Partnership as the next phase of delivery begins.

We have continued to support various other regeneration initiatives through direct grants and HDT-led projects including the installation of a Pump Track in Cadishead Park, and a slide in a local children's playground, landscaping and gardening and the maintenance of existing arts and heritage displays.

Community, Recreation and Education

The number of grant requests under these workstreams increased considerably in the year and we were pleased to support a large number of them through match-funding.

Many of our grant requests were for £500 or less, demonstrating that a small amount can make a big difference. Some of the larger grants included:

- Playground improvements at 3 primary schools
- Uniforms and accessories to support 3 dance troupes
- Support for a village carnival in Rixton, community festival in Irlam and a refugee family fun day
- Funding support for community groups across all ages, including carers, pensioners and children's Playstreets sessions

In addition to direct funding, we have also continued to support some major projects in the district through staff time and facilitation, including Irlam & Cadishead Academy's mentoring and careers programme, the Salford Health Improvement team's bereavement, dementia and menopause support groups, and the Youth Service through their RESPECT programme amongst others.

Plans for future periods

As we look to celebrate 20 years of support for the communities of Irlam, Cadishead and Rixton-with-Glazebrook we will continue to be available to support community groups through funding grants, administration support or with the use of our in-house facilities. By promoting match funding, we will be able to leverage value from other funders.

With increased partnership working, access to additional funding streams will be of paramount importance for us to deliver some of the projects we will be working on, some of which include:

- The continued promotion of the industrial heritage of the district
- Leading the Chat Moss Heritage project
- Expanding the Arts & Heritage programme to wider community participation

Finally, we want to extend our heartfelt gratitude once again to everyone who has supported HDT over the last year. Special thanks go to all our staff, volunteers and partners as the charity could not continue to deliver without them.

THE HAMILTON DAVIES TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

Financial review

The Trustees have followed the objectives of the Trust by awarding 48 grants to the value of £151,578 to local community groups

The Trustees report was approved by the Board of Trustees.



N McArthur MBE

Trustee

Dated: 19 November 2024

THE HAMILTON DAVIES TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 5 APRIL 2024

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 and 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 the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 sufficient accounting records that 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.

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

Opinion

We have audited the financial statements of The Hamilton Davies Trust (the 'charity') for the year ended 5 April 2024 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including 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).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2024 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 *Auditor's 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 UK, including the FRC'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.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's 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 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 in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

Responsibilities of Trustees

As explained more fully in the statement of trustees' responsibilities, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they 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 cease operations, or have no realistic alternative but to do so.

Auditor's 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 auditor's 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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

As part of our planning process:

- We enquired of management the systems and controls the trust has in place, the areas of the financial statements that are mostly susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud. The trust did not inform us of any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the trust. We determined that the following were most relevant to the financial statements: Companies Act 2006, FRS 102 & guidance given by the Charity Commission for England & Wales.
- We considered the incentives and opportunities that exist in the trust, including the extent of management bias, which present a potential for irregularities and fraud to be perpetuated, and tailored our risk assessment accordingly.
- Using our knowledge of the trust, together with the discussions held with the trust at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities including fraud and tailored our procedures according to this risk assessment.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

There are inherent limitations in the audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Other matters

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with "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) 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.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

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 auditor's 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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Mark Turner FCA (Senior Statutory Auditor)
for and on behalf of **Champion Accountants LLP**

19 November 2024

Chartered Accountants
Statutory Auditor

1 Worsley Court
High Street
Worsley
Manchester
M28 3NJ

Champion Accountants LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

THE HAMILTON DAVIES TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2024

	Notes	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Income from:							
Donations and legacies	3	5,936	-	5,936	30,034	-	30,034
Charitable activities	4	43,134	-	43,134	56,439	-	56,439
Investments	5	13,625	-	13,625	20,690	-	20,690
Total income		62,695	-	62,695	107,163	-	107,163
Expenditure on:							
Charitable activities	6	418,203	25,683	443,886	450,711	4,716	455,427
Total expenditure		418,203	25,683	443,886	450,711	4,716	455,427
Net gains/(losses) on investments	12	79,352	-	79,352	(173,158)	-	(173,158)
Net expenditure and movement in funds		(276,156)	(25,683)	(301,839)	(516,706)	(4,716)	(521,422)
Reconciliation of funds:							
Fund balances at 6 April 2023		2,083,448	25,683	2,109,131	2,600,154	30,399	2,630,553
Fund balances at 5 April 2024		1,807,292	-	1,807,292	2,083,448	25,683	2,109,131

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

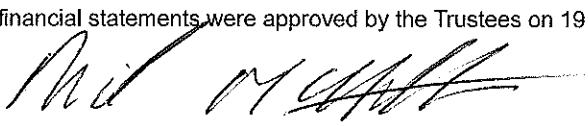
THE HAMILTON DAVIES TRUST

BALANCE SHEET

AS AT 5 APRIL 2024

	Notes	2024		2023	
		£	£	£	£
Fixed assets					
Tangible assets	14		5,345		11,218
Investments	15		1,997,651		2,265,180
			<u>2,002,996</u>		<u>2,276,398</u>
Current assets					
Stocks	16	197		197	
Debtors	17	54,122		56,362	
Cash at bank and in hand		39,973		164,940	
		<u>94,292</u>		<u>221,499</u>	
Creditors: amounts falling due within one year	19	(289,996)		(388,766)	
Net current liabilities			<u>(195,704)</u>		<u>(167,267)</u>
Total assets less current liabilities			<u>1,807,292</u>		<u>2,109,131</u>
Net assets excluding pension liability			<u>1,807,292</u>		<u>2,109,131</u>
			<u><u>1,807,292</u></u>		<u><u>2,109,131</u></u>
The funds of the charity					
Restricted income funds	21		-		25,683
Unrestricted funds	22		1,807,292		2,083,448
			<u>1,807,292</u>		<u>2,109,131</u>

The financial statements were approved by the Trustees on 19 November 2024


N McArthur MBE
Trustee

THE HAMILTON DAVIES TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 5 APRIL 2024

	Notes	2024 £	£	2023 £	£
Cash flows from operating activities					
Cash absorbed by operations	25		(386,703)		(355,041)
Investing activities					
Purchase of tangible fixed assets		-		(5,354)	
Purchase of investments		(307,668)		(240,368)	
Proceeds from disposal of investments		654,549		551,394	
Investment income received		13,625		20,690	
Net cash generated from investing activities			360,506		326,362
Net cash used in financing activities			-		-
Net decrease in cash and cash equivalents			(26,197)		(28,679)
Cash and cash equivalents at beginning of year			(223,826)		(195,147)
Cash and cash equivalents at end of year			(250,023)		(223,826)
Relating to:					
Cash at bank and in hand			39,973		164,940
Bank overdrafts included in creditors payable within one year			(289,996)		(388,766)

THE HAMILTON DAVIES TRUST

STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

1 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.

2 Accounting policies

Charity information

The Hamilton Davies Trust is a unincorporated charity.

2.1 Accounting convention

The financial statements have been prepared in accordance with the charity'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)" (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 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 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, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies adopted are set out below.

2.2 Going concern

At the time of approving the 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.

2.3 Charitable funds

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

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

2.4 Incoming resources

Income is recognised when the charity 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 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. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2024

2 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

2.5 Resources expended

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 are allocated on the portion of the asset's use.

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

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

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

2.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and equipment	20% Straight line
Fixtures and fittings	33% Straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

2.7 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.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

2 Accounting policies

(Continued)

2.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

2.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

2.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

2.11 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 costs 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.

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.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

2 Accounting policies

(Continued)

2.12 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

3 Income from donations and legacies

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Donations and gifts	5,936	30,034
Donations and gifts		
Donations	-	30,034
Other	5,936	-
	5,936	30,034

4 Charitable activities

	2024 £	2023 £
Sale of goods	-	19
Charitable rental income	43,134	56,420
	43,134	56,439

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

5 Investments

	2024	2023
	£	£
Income from listed investments	12,364	20,296
Interest receivable	1,261	394
	<u>13,625</u>	<u>20,690</u>

6 Charitable activities

	Grant Funding	Charitable Expenditure	Share of governance costs	Total 2024	Total 2023
	£	£	£	£	£
Grant funding of activities (see note 7)	177,261	10,560	-	187,821	200,445
Share of governance costs (see note 9)	-	-	256,065	256,065	254,982
	<u>177,261</u>	<u>10,560</u>	<u>256,065</u>	<u>443,886</u>	<u>455,427</u>

7 Grants payable

	Grant Funding	Charitable Expenditure	Total	2023
	£	£	£	£
Grants to institutions:				
Other	151,578	10,560	162,138	195,729
Grants to individuals	25,683	-	25,683	4,716
	<u>177,261</u>	<u>10,560</u>	<u>187,821</u>	<u>200,445</u>

8 Net movement in funds

	2024	2023
	£	£
The net movement in funds is stated after charging/(crediting):		
Fees payable for the audit of the charity's financial statements	6,240	5,700
Depreciation of owned tangible fixed assets	<u>5,873</u>	<u>4,570</u>

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

9 Support costs

	Governance costs	2024	2023
	£	£	£
Staff costs	118,946	118,946	140,853
Depreciation	5,873	5,873	4,570
Audit fees	6,240	6,240	5,700
Legal and professional	6,543	6,543	8,345
General office	11,655	11,655	11,821
Subcontractors	44,523	44,523	31,263
Interest paid	21,230	21,230	11,346
Premises costs	41,055	41,055	41,084
	<u>256,065</u>	<u>256,065</u>	<u>254,982</u>
Analysed between			
Charitable activities	<u>256,065</u>	<u>256,065</u>	<u>254,982</u>

Governance costs includes payments to the auditors of £6,240 (£5,700) for audit fees.

10 Trustees

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

11 Employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
	<u>6</u>	<u>7</u>
Employment costs	2024 £	2023 £
Wages and salaries	104,071	123,296
Social security costs	1,771	3,772
Other pension costs	13,104	13,785
	<u>118,946</u>	<u>140,853</u>

There were no employees whose annual remuneration was more than £60,000.

Remuneration of key management personnel

The remuneration of key management personnel was £Nil (2023 £Nil):

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2024

12 Gains and losses on investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Gains/(losses) arising on:		
Revaluation of investments	76,289	(87,966)
Sale of investments	3,063	(85,192)
	<u>79,352</u>	<u>(173,158)</u>

13 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

14 Tangible fixed assets

	Plant and equipment £	Fixtures and fittings £	Total £
Cost			
At 6 April 2023	36,734	15,003	51,737
At 5 April 2024	<u>36,734</u>	<u>15,003</u>	<u>51,737</u>
Depreciation and impairment			
At 6 April 2023	26,166	14,353	40,519
Depreciation charged in the year	5,693	180	5,873
At 5 April 2024	<u>31,859</u>	<u>14,533</u>	<u>46,392</u>
Carrying amount			
At 5 April 2024	<u>4,875</u>	<u>470</u>	<u>5,345</u>
At 5 April 2023	<u>10,568</u>	<u>650</u>	<u>11,218</u>

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

15 Fixed asset investments

	Investments portfolio £	Unlisted investments £	Cash in portfolio	Total £
Cost or valuation				
At 6 April 2023	1,276,921	970,000	18,259	2,265,180
Additions	307,668	-	-	307,668
Valuation changes	76,289	-	-	76,289
Disposals	(666,726)	-	15,240	(651,486)
At 5 April 2024	994,152	970,000	33,499	1,997,651
Carrying amount				
At 05 April 2024	994,152	970,000	33,499	1,997,651
At 05 April 2023	1,276,921	970,000	18,259	2,265,180

16 Stocks

	2024 £	2023 £
Raw materials and consumables	197	197

17 Debtors

	2024 £	2023 £
Amounts falling due within one year:		
Other debtors	49,827	52,245
Prepayments and accrued income	4,295	4,117
	54,122	56,362

18 Loans and overdrafts

	2024 £	2023 £
Bank overdrafts	289,996	388,766
Payable within one year	289,996	388,766

The short-term loans are secured by fixed charges over the charities listed investments.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

19 Creditors: amounts falling due within one year

	Notes	2024 £	2023 £
Bank overdrafts	18	289,996	388,766

20 Retirement benefit schemes

	2024 £	2023 £
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	13,104	13,785

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

21 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 6 April 2023 £	Resources expended £	At 5 April 2024 £
	25,683	(25,683)	-
Previous year:	At 6 April 2022 £	Resources expended £	At 5 April 2023 £
	30,399	(4,716)	25,683

22 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 6 April 2023 £	Incoming resources £	Resources expended £	Gains and losses £	At 5 April 2024 £
General funds	2,083,448	62,695	(418,203)	79,352	1,807,292
Previous year:	At 6 April 2022 £	Incoming resources £	Resources expended £	Gains and losses £	At 5 April 2023 £
General funds	2,600,154	107,163	(450,711)	(173,158)	2,083,448

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

23 Operating lease commitments

Lessee

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2024 £	2023 £
Within one year	82,423	55,774
Between two and five years	236,534	115,502
	<u>318,957</u>	<u>171,276</u>

Operating leases represent rent, utility charges and service charges payable to North Cheshire Developments Limited, a company of which N McArthur MBE is a director and sole shareholder.

24 Related party transactions

N McArthur MBE is the sole shareholder and a director of North Cheshire Developments Limited.

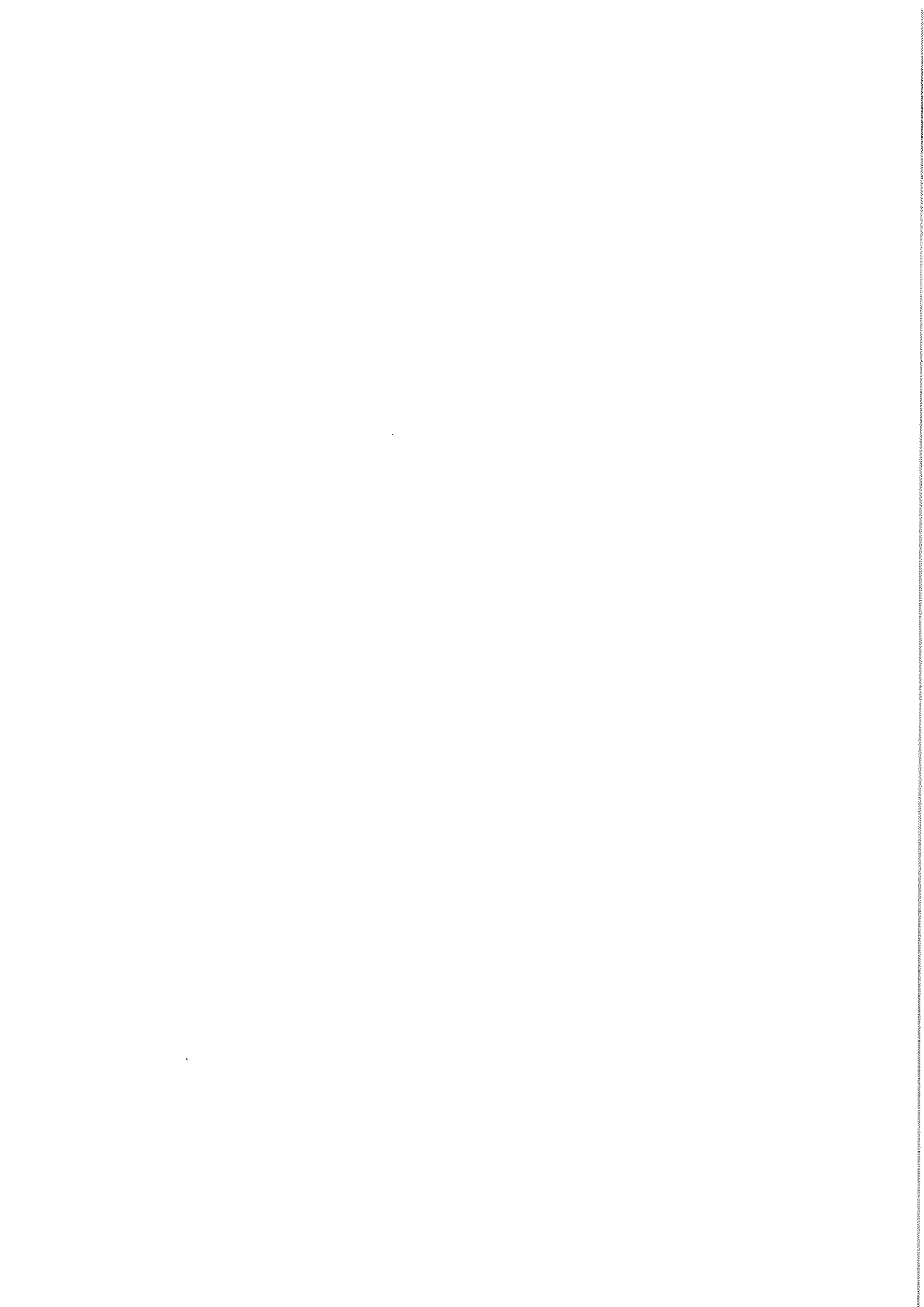
During the year, the trust was charged rent and maintenance of £59,844 (2023: £75,320) by North Cheshire Developments Limited.

Also during the year, the trust was charged insurance of £2,920 (2023: £3,006) by North Cheshire Developments Limited.

N McArthur MBE is the sole shareholder and a director of Thurnall Taverns Limited.

During the year, the trust charged rent of £43,135 (2023: £56,420) to Thurnall Taverns Limited. Also during the year, the trust purchased goods and services of £3,317 (2023: £2,123) from Thurnall Taverns Limited.

25 Cash generated from operations	2024 £	2023 £
Deficit for the year	(301,839)	(521,422)
Adjustments for:		
Investment income recognised in statement of financial activities	(13,625)	(20,690)
(Gain)/loss on disposal of investments	(3,063)	85,192
Fair value gains and losses on investments	(76,289)	87,966
Depreciation and impairment of tangible fixed assets	5,873	4,570
Movements in working capital:		
(Increase)/decrease in stocks	-	61
Decrease in debtors	2,240	9,282
Cash absorbed by operations	<u>(386,703)</u>	<u>(355,041)</u>



THE HAMILTON DAVIES TRUST

England & Wales - Charity number 1106123

Accounts

Charity registration number 1106123

THE HAMILTON DAVIES TRUST
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

THE HAMILTON DAVIES TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	N McArthur MBE G Chisnall F Cocker
Charity number	1106123
Principal office	Hamilton Davies House 117c Liverpool Road Cadishead Manchester M44 5BG
Auditor	Champion Accountants LLP 1 Worsley Court High Street Worsley Manchester M28 3NJ
Bankers	National Westminster Bank Plc 11 Spring Gardens Manchester M60 2DB

THE HAMILTON DAVIES TRUST

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THE HAMILTON DAVIES TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2023

The Trustees present their annual report and financial statements for the year ended 5 April 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with 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 Hamilton Davies Trust (HDT) is a non-exempt charity governed by a Declaration of Trust dated 29 June 2004. All HDT investments were managed by Brown Shipley during the year and have been reviewed with regards to the associated risks, and recommendations have been made, and are being implemented, to reduce those risks where appropriate. The Trustees have due regard to the guidance published by the Charities Commission regarding public benefit.

The three Trustees for HDT are responsible for the investment and distribution of funds. All grant applications are presented to the Trustees at regular meetings. Due regard to the aims and objectives of the charity is considered by the Trustees each time a grant of £500 or more is received and grants are awarded only once approval has been obtained from the Trustees' meeting.

During the year, HDT employed a team of seven members including Mandy Eccles (Marketing Assistant), David Taylor (Operations support), Sharon Piggitt (Admin Assistant), Alison Blackwell (Finance and Admin Assistant), Tony Prescott (Operations Manager), Sarah Murray (Marketing Assistant) and Kirsty Martin (Project Manager for Arts and Heritage).

HDT also continued to receive support from one consultant: Julie Thompson to provide General Manager type services and regeneration project advice.

Objectives and activities

HDT was established in 2004 and although there are no restrictions in terms of how funds can be gifted, funds tend to be gifted to support projects with a main area of focus in one or more of the following categories: Regeneration, Community, Education, Recreation and Youth, within Irlam & Cadishead and Rixton-with-Glazebrook.

Achievements and performance

It is a privilege to present the eighteenth annual report for HDT, in what has been another diverse year for the charity.

The effects of Covid have primarily run their course and operations have returned to pre-pandemic levels although with a slight change of focus. Whilst still primarily being a grant-giving charity we are now also working even more with third parties to facilitate larger projects and opportunities within our district.

The team of seven staff continued to work primarily from the HDT offices, with the invaluable support of Julie Thompson as Consultant General Manager.

HDT continues to be funded through our investment portfolio. The value of the portfolio continued to improve in line with the global financial situation.

Adjusting our priorities to the needs of the local community meant continuing to work in partnership with local community groups and organisations to help them recover and reinvigorate, and with wider partners and stakeholders on larger projects.

We continued to directly deliver on some community-based projects including the gardening and landscaping around Irlam Station and Station Park, which adds to the overall experience of visiting this thriving heritage hub, and the district was lit up once again at Christmastime and we were all pleased to bring festive cheer through our various activities once again. We have now implemented a full maintenance programme to ensure the unique art and heritage installations we have added to the district continue to give a visual representation of the local history for many years to come.

THE HAMILTON DAVIES TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

After many years of producing large pieces of public art, the IC Art programme began to move in a different direction this year, therefore the IC Art Studio was closed. Whilst still producing visual pieces which will primarily be displayed around Irlam Station, a wider programme of creative activities has begun which will be more accessible for community involvement.

As the local community groups have continued to re-emerge post-pandemic, we have seen an increase in the number of funding requests received and have been able to support other groups through administrative support and use of our facilities.

We are continuing to embrace and build on the willingness of community volunteers, with special gratitude to the Friends of Irlam Station (FIRST), who with support from HDT have continued to look after the Station heritage attractions and to educate and inform visitors through organised station tours.

During the year, the cost of our charitable activities was £200,445 which included 54 grants to community groups and projects in the areas of Regeneration, Community, Education and Recreation, and 6 grants to individuals through the Chris Stocks Fund which is managed by HDT, totalling £192,950.

Regeneration

The Chat Moss Heritage Partnership group, led by HDT has commissioned and received a full feasibility study identifying how access and awareness can be increased locally, regionally, nationally and internationally to this local landscape, showcasing the unique ecological, heritage and leisure opportunities available across the wide expanse of Chat Moss and its environs. The HDT team are continuing to support the Partnership as the next phase of delivery begins.

The largest individual grant in the Regeneration workstream was to Poorlots Allotment Society who are undertaking a major redevelopment of their site, adding additional plots for local residents in addition to increasing the wildlife habitat to enhance their educational offering.

We have continued to support various other regeneration initiatives through direct grants and HDT-led projects including Liverpool Road shop heritage shop signs installation, landscaping and gardening, maintenance of existing displays and the ongoing heritage displays around Irlam Station.

Community, Recreation and Education

The number of grant requests under these workstreams increased considerably in the year and we were pleased to support a large number of them through match-funding.

Many of our grant requests were for £500 or less, demonstrating that a small amount can make a big difference. Some of the larger grants included:

- * Technology upgrades at two primary schools
- * Security fencing upgrades and new mowing equipment at two sports clubs
- * Support for a Carnival and Festival which bring the local communities together
- * A new cabinet at the local library for the History Society to display some of their artifacts

We have also continued to support some major projects in the district through staff time and facilitation, rather than direct funding, including Irlam & Cadishead Academy's mentoring and careers programme; the Salford Health Improvement teams bereavement, dementia and menopause support groups, and the Youth Service through their RESPECT and Tackling Minds projects amongst others.

THE HAMILTON DAVIES TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

Plans for future periods

As we look ahead, we will be seeking even more opportunities to collaborate with organisations, groups and individuals to continue to deliver even more for the community. We will continue to embrace and build on the willingness of community volunteers to enhance our volunteer programme and engage with local businesses to enable them to support our schools and the wider community.

We will continue to be available to support community groups through funding grants, administration support or with the use of our in-house facilities. By promoting match funding, we will be able to leverage value from other funders.

With increased partnership working, access to additional funding streams will be of paramount importance for us to deliver some of the projects we will be working on, some of which include:

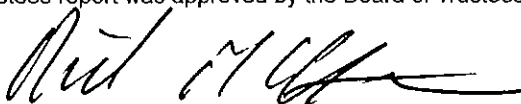
- * Raising awareness of the industrial heritage of the district
- * Driving the Chat Moss Heritage project
- * Building on the youth engagement with schools, the youth service and local partners
- * Expanding the IC Art programme to wider community participation

Finally, we want to extend our heartfelt gratitude once again to everyone who has supported HDT over the last 12 months. Special thanks go to all our staff, volunteers and partners as the charity could not continue to deliver without them.

Financial review

The Trustees have followed the objectives of the Trust by awarding 60 grants to the value of £192,950 to local community groups and individuals.

The Trustees report was approved by the Board of Trustees.



N McArthur MBE
Trustee

Dated: 11 September 2023

THE HAMILTON DAVIES TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 5 APRIL 2023

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 and 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 the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 sufficient accounting records that 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.

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

Opinion

We have audited the financial statements of The Hamilton Davies Trust (the 'charity') for the year ended 5 April 2023 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including 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).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2023 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 *Auditor's 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 UK, including the FRC'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.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's 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 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 in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

Responsibilities of Trustees

As explained more fully in the statement of trustees' responsibilities, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they 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 cease operations, or have no realistic alternative but to do so.

Auditor's 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 auditor's 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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

As part of our planning process:

- We enquired of management the systems and controls the trust has in place, the areas of the financial statements that are mostly susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud. The trust did not inform us of any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the trust. We determined that the following were most relevant to the financial statements: Companies Act 2006, FRS 102 & guidance given by the Charity Commission for England & Wales.
- We considered the incentives and opportunities that exist in the trust, including the extent of management bias, which present a potential for irregularities and fraud to be perpetuated, and tailored our risk assessment accordingly.
- Using our knowledge of the trust, together with the discussions held with the trust at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities including fraud and tailored our procedures according to this risk assessment.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

There are inherent limitations in the audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Other matters

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with "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) 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.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

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 auditor's 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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Mark Turner FCA (Senior Statutory Auditor)
for and on behalf of **Champion Accountants LLP**

11 September 2023

Chartered Accountants
Statutory Auditor

1 Worsley Court
High Street
Worsley
Manchester
M28 3NJ

Champion Accountants LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

THE HAMILTON DAVIES TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2023

	Notes	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Income and endowments from:							
Donations and legacies	3	30,034	-	30,034	24,477	-	24,477
Charitable activities	4	56,439	-	56,439	50,808	-	50,808
Investments	5	20,690	-	20,690	23,743	-	23,743
Other income	6	-	-	-	21,680	-	21,680
Total income		107,163	-	107,163	120,708	-	120,708
Expenditure on:							
Charitable activities	7	450,711	4,716	455,427	793,129	3,812	796,941
Net gains/(losses) on investments	12	(173,158)	-	(173,158)	26,319	-	26,319
Net movement in funds		(516,706)	(4,716)	(521,422)	(646,102)	(3,812)	(649,914)
Fund balances at 6 April 2022		2,600,154	30,399	2,630,553	3,246,256	34,211	3,280,467
Fund balances at 5 April 2023		2,083,448	25,683	2,109,131	2,600,154	30,399	2,630,553

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

All income and expenditure derive from continuing activities.

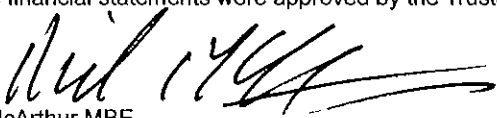
THE HAMILTON DAVIES TRUST

BALANCE SHEET

AS AT 5 APRIL 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	14		11,218		10,434
Investments	15		2,265,180		2,749,364
			<u>2,276,398</u>		<u>2,759,798</u>
Current assets					
Stocks	16	197		258	
Debtors	17	56,362		65,644	
Cash at bank and in hand		164,940		92,273	
		<u>221,499</u>		<u>158,175</u>	
Creditors: amounts falling due within one year	19	(388,766)		(287,420)	
Net current liabilities			<u>(167,267)</u>		<u>(129,245)</u>
Total assets less current liabilities			<u><u>2,109,131</u></u>		<u><u>2,630,553</u></u>
Income funds					
Restricted funds			25,683		30,399
Unrestricted funds			2,083,448		2,600,154
			<u><u>2,109,131</u></u>		<u><u>2,630,553</u></u>

The financial statements were approved by the Trustees on 11 September 2023


N McArthur MBE
Trustee

THE HAMILTON DAVIES TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 5 APRIL 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash absorbed by operations	23		(355,041)		(703,524)
Investing activities					
Purchase of tangible fixed assets		(5,354)		(8,380)	
Purchase of investments		(240,368)		(366,998)	
Proceeds from disposal of investments		551,394		1,271,416	
Investment income received		20,690		23,743	
Net cash generated from investing activities			326,362		919,781
Net cash used in financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(28,679)		216,257
Cash and cash equivalents at beginning of year			(195,147)		(411,404)
Cash and cash equivalents at end of year			(223,826)		(195,147)
Relating to:					
Cash at bank and in hand			164,940		92,273
Bank overdrafts included in creditors payable within one year			(388,766)		(287,420)

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2023

1 Accounting policies

Charity Information

The Hamilton Davies Trust is a unincorporated charity.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity'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)" (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 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 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, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the 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.

1.3 Charitable funds

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

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Incoming resources

Income is recognised when the charity 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 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. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

1 Accounting policies

(Continued)

1.5 Resources expended

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 are allocated on the portion of the asset's use.

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

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

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

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and equipment	20% Straight line
Fixtures and fittings	33% Straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 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.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

1 Accounting policies

(Continued)

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.11 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 costs 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.

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.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

1 Accounting policies

(Continued)

1.12 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

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 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Donations and gifts	30,034	24,477
	<u>30,034</u>	<u>24,477</u>
Donations and gifts		
Donations	30,034	24,477
	<u>30,034</u>	<u>24,477</u>

4 Charitable activities

	2023	2022
	£	£
Sales within charitable activities	19	87
Charitable rental income	56,420	50,721
	<u>56,439</u>	<u>50,808</u>

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

5 Investments

	2023	2022
	£	£
Income from listed investments	20,296	23,730
Interest receivable	394	13
	<u>20,690</u>	<u>23,743</u>

6 Other Income

	Total	Unrestricted funds
	2023	2022
	£	£
Coronavirus Job Retention Scheme	-	21,680
	<u>-</u>	<u>21,680</u>

7 Charitable activities

	Grant Funding	Charitable Expenditure	Share of governance costs	Total 2023	Total 2022
	£	£	£	£	£
Grant funding of activities (see note 8)	192,950	7,495	-	200,445	566,224
Share of governance costs (see note 9)	-	-	254,982	254,982	230,717
	<u>192,950</u>	<u>7,495</u>	<u>254,982</u>	<u>455,427</u>	<u>796,941</u>

8 Grants payable

	Grant Funding	Charitable Expenditure	Total	2022
	£	£	£	£
Grants to institutions:				
Other	188,234	7,495	195,729	562,412
Grants to individuals	4,716	-	4,716	3,812
	<u>192,950</u>	<u>7,495</u>	<u>200,445</u>	<u>566,224</u>

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

9 Support costs

	Governance costs	2023	2022
	£	£	£
Staff costs	140,853	140,853	116,390
Depreciation	4,570	4,570	2,440
Audit fees	5,700	5,700	5,160
Legal and professional	8,345	8,345	12,178
General office	11,821	11,821	13,981
Subcontractors	31,263	31,263	35,247
Interest paid	11,346	11,346	6,282
Premises costs	41,084	41,084	39,039
	<u>254,982</u>	<u>254,982</u>	<u>230,717</u>
Analysed between			
Charitable activities	<u>254,982</u>	<u>254,982</u>	<u>230,717</u>

Governance costs includes payments to the auditors of £5,700 (£5,160) for audit fees.

10 Trustees

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

11 Employees

The average monthly number of employees during the year was:

	2023	2022
	Number	Number
	<u>7</u>	<u>7</u>
Employment costs	2023	2022
	£	£
Wages and salaries	123,296	100,613
Social security costs	3,772	2,454
Other pension costs	13,785	13,323
	<u>140,853</u>	<u>116,390</u>

There were no employees whose annual remuneration was more than £60,000.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

12 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Revaluation of investments	(87,966)	(21,619)
Gain/(loss) on sale of investments	(85,192)	47,938
	<u>(173,158)</u>	<u>26,319</u>

13 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

14 Tangible fixed assets

	Plant and equipment	Fixtures and fittings	Total
	£	£	£
Cost			
At 6 April 2022	31,986	14,397	46,383
Additions	4,748	606	5,354
At 5 April 2023	<u>36,734</u>	<u>15,003</u>	<u>51,737</u>
Depreciation and Impairment			
At 6 April 2022	21,735	14,214	35,949
Depreciation charged in the year	4,431	139	4,570
At 5 April 2023	<u>26,166</u>	<u>14,353</u>	<u>40,519</u>
Carrying amount			
At 5 April 2023	<u>10,568</u>	<u>650</u>	<u>11,218</u>
At 5 April 2022	<u>10,251</u>	<u>183</u>	<u>10,434</u>

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

15 Fixed asset Investments

	Investments portfolio £	Cash in portfolio	Total £
Cost or valuation			
At 6 April 2022	2,685,146	64,218	2,749,364
Additions	240,368	-	240,368
Valuation changes	(87,966)	-	(87,966)
Disposals	(590,627)	(45,959)	(636,586)
	<u>2,246,921</u>	<u>18,259</u>	<u>2,265,180</u>
At 5 April 2023			
Carrying amount			
At 05 April 2023	<u>2,246,921</u>	<u>18,259</u>	<u>2,265,180</u>
At 05 April 2022	<u>2,685,146</u>	<u>64,218</u>	<u>2,749,364</u>

16 Stocks

	2023 £	2022 £
Raw materials and consumables	<u>197</u>	<u>258</u>

17 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Other debtors	52,245	61,599
Prepayments and accrued income	4,117	4,045
	<u>56,362</u>	<u>65,644</u>

18 Loans and overdrafts

	2023 £	2022 £
Bank overdrafts	<u>388,766</u>	<u>287,420</u>
Payable within one year	<u>388,766</u>	<u>287,420</u>

The short-term loans are secured by fixed charges over the charities listed investments.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

19 Creditors: amounts falling due within one year

	Notes	2023 £	2022 £
Bank overdrafts	18	388,766	287,420

20 Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total £
Fund balances at 5 April 2023 are represented by:			
Tangible assets	11,218	-	11,218
Investments	2,265,180	-	2,265,180
Current assets/(liabilities)	(192,950)	25,683	(167,267)
	2,083,448	25,683	2,109,131

21 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2023 £	2022 £
Within one year	55,774	72,719
Between two and five years	115,502	152,962
	171,276	225,681

Operating leases represent rent, utility charges and service charges payable to North Cheshire Developments Limited, a company of which N McArthur MBE is a director and sole shareholder.

22 Related party transactions

N McArthur MBE is the sole shareholder and a director of North Cheshire Developments Limited.

During the year, the trust was charged rent of £75,320 (2022: £75,876) by North Cheshire Developments Limited.

Also during the year, the trust was charged insurance of £3,006 (2022: £2,743) by North Cheshire Developments Limited.

N McArthur MBE is the sole shareholder and a director of Thurnall Taverns Limited.

During the year, the trust charged rent of £56,420 (2022: £50,721) to Thurnall Taverns Limited. Also during the year, the trust purchased goods and services of £2,123 (2022: £973) from Thurnall Taverns Limited.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

23	Cash generated from operations	2023	2022
		£	£
	Deficit for the year	(521,422)	(649,914)
	Adjustments for:		
	Investment income recognised in statement of financial activities	(20,690)	(23,743)
	Loss/(gain) on disposal of investments	85,192	(47,938)
	Fair value gains and losses on investments	87,966	21,619
	Depreciation and impairment of tangible fixed assets	4,570	2,440
	Movements in working capital:		
	Decrease in stocks	61	87
	Decrease/(increase) in debtors	9,282	(6,075)
	Cash absorbed by operations	<u>(355,041)</u>	<u>(703,524)</u>

THE HAMILTON DAVIES TRUST

England & Wales - Charity number 1106123

Accounts

Charity registration number 1106123

THE HAMILTON DAVIES TRUST
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022

THE HAMILTON DAVIES TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	N McArthur MBE G Chisnall F Cocker
Charity number	1106123
Principal office	Hamilton Davies House 117c Liverpool Road Cadishead Manchester M44 5BG
Auditor	Champion Accountants LLP 1 Worsley Court High Street Worsley Manchester M28 3NJ
Bankers	National Westminster Bank Plc 11 Spring Gardens Manchester M60 2DB

THE HAMILTON DAVIES TRUST

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THE HAMILTON DAVIES TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2022

The Trustees present their annual report and financial statements for the year ended 5 April 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the financial statements and comply with 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 Hamilton Davies Trust (HDT) is a non-exempt charity governed by a Declaration of Trust dated 29 June 2004. All HDT investments were managed by Brown Shipley during the year and have been reviewed with regards to the associated risks, and recommendations have been made, and are being implemented, to reduce those risks where appropriate. The Trustees have due regard to the guidance published by the Charities Commission regarding public benefit.

The three Trustees for HDT are responsible for the investment and distribution of funds. All grant applications are presented to the Trustees at regular meetings. Due regard to the aims and objectives of the charity is considered by the Trustees each time a grant of £500 or more is received and grants are awarded only once approval has been obtained from the Trustees' meeting.

During the year, HDT employed a team of six members including Mandy Eccles (Marketing Assistant), David Taylor (Operations support), Sharon Piggitt (Admin Assistant), Alison Blackwell (Finance and Admin Assistant), Tony Prescott (Operations Manager) and Sarah Murray (Marketing Assistant).

HDT also continued to receive support from two Consultants: Julie Thompson to provide General Manager type services and regeneration project advice, and Mandy Coleman to provide financial advice.

Objectives and activities

HDT was established in 2004 and although there are no restrictions in terms of how funds can be gifted, funds tend to be gifted to support projects with a main area of focus in one or more of the following categories: Regeneration, Community, Education, Recreation and Youth, within Irlam & Cadishead and Rixton-with-Glazebrook.

Achievements and performance

It is a privilege to present the seventeenth annual report for HDT, in what has been an interesting year as the country and our local community strives to recover from the Covid-19 pandemic.

The year saw continued restrictions in place around facility management and direct community interaction, however the team continued to serve the local community through both financial and administrative support.

The furloughed staff returned initially to part-time, and as the office and function areas were able to open once again for community group use, to regular working hours. Mandy Coleman left HDT in May 2021 and the Trustees are indebted to her for her support for the last 8 years. Julie Thompson is managing the Trust alongside her regeneration role. Kirsty Martin joined the team in February 2022 as a Project Manager for Arts and Heritage with a remit to drive these areas of our community outreach.

HDT continues to be funded through our investment portfolio. The value of the portfolio was affected in the early part of the pandemic, however this improved in line with the global financial situation.

Adjusting our priorities to the needs of the local community meant continuing to work in partnership with local community groups and organisations to help them recover and reinvigorate, and with wider partners and stakeholders on larger projects.

THE HAMILTON DAVIES TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

We continued to directly deliver on some community-based projects including the gardening and landscaping around Irlam Station and Station Park, which adds to the overall experience of visiting this thriving heritage hub, and the district was lit up once again at Christmastime and we were all pleased to bring festive cheer through our various activities once again. As the IC Art programme has been delivering urban art to the community for a number of years, we are now undergoing a maintenance programme to ensure these unique installations continue to give a visual representation of the local history for many years to come.

As the local community groups have continued to re-emerge post-pandemic, we have seen an increase in the number of funding requests received and have been able to support other groups through administrative support and use of our facilities.

We are continuing to embrace and build on the willingness of community volunteers, with special gratitude to the Friends of Irlam Station (FIRST), who with support from HDT have continued to look after the Station heritage attractions and to educate and inform visitors through organised station tours.

During the year, the cost of our charitable activities was £796,941 which included 40 grants totalling £566,224 to community groups and projects in the areas of Regeneration, Community, Education and Recreation:

Regeneration

The largest regeneration project in the year has been the complete refurbishment of Rixton-with-Glazebrook Community Hall. HDT was the primary funder for this £267k project, donating £209k but also supported the Hall committee by managing the project on their behalf.

We have continued to support the Manchester Technology Trust to drive the development of information technology and digital industries across Greater Manchester, and the Manchester University Paterson redevelopment project with final financial contributions.

The Chat Moss Heritage Partnership group is now fully engaged, led by HDT. A heritage lottery grant of £10k and a £20k commitment from GMCA will fund a feasibility study to identify how access and awareness can be increased locally, regionally, nationally and internationally to this landscape, showcasing the unique ecological, heritage and leisure opportunities available across the wide expanse of Chat Moss and its environs.

We have continued to support various other regeneration initiatives through direct grants and HDT-led projects including Heritage Board installation, community Digital Information Board replacement, paving repairs, landscaping and gardening, and the ongoing heritage displays around Irlam Station.

Community, Recreation and Education

The number of community grant requests received during the year was once again reduced from pre-pandemic levels as a direct result of the Covid restrictions.

However, we continued to support some large community initiatives including partnerships with:

- Irlam & Cadishead Academy (ICA) to support their mentoring and careers programme
- Integrated Youth Support Services (IYSS) to facilitate the RESPECT programme delivery at all the local primary schools
- Manchester United Foundation to continue to deliver health and sports programmes within our local schools

We were also pleased to support a wide variety of funding requests in the year including ten for £500 or less, demonstrating that a small amount can go a long way. Some of the larger grants included:

- New uniforms for two dance troupes
- Outdoor improvements at two schools and one pre-school
- Improved irrigation system at Prince's Park Garden Centre who offer support for adults with learning disabilities
- Instrument replacement programme for Cadishead Band

THE HAMILTON DAVIES TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

Plans for future periods

As we look ahead to a fully post-Covid future we will be seeking even more opportunities to collaborate with organisations, groups and individuals to continue to deliver even more for the community.

We will continue to embrace and build on the willingness of community volunteers to enhance our volunteer programme.

We will continue to be available to support community groups through funding grants, administration support or with the use of our in-house facilities. By promoting match funding, we will be able to leverage value from other funders.

With increased partnership working, access to additional funding streams will be of paramount importance for us to deliver some of the projects we will be working on, some of which include:

- Continuing to produce urban art for the area
- Raising awareness of the industrial heritage of the district
- Driving the Chat Moss Heritage project
- Encouraging even more volunteering to take place, to again increase the amount we can deliver for the community

Finally, we want to extend our heartfelt gratitude once again to everyone who has supported HDT over the last 12 months. Special thanks go to all our staff, volunteers and partners as the charity could not continue to deliver without them.

Financial review

The Trustees have followed the objectives of the Trust by awarding 40 grants to the value of £566,224 to local community groups.

The Trustees report was approved by the Board of Trustees.



N McArthur MBE
Trustee

Dated: 1 September 2022

THE HAMILTON DAVIES TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 5 APRIL 2022

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 and 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 the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 sufficient accounting records that 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.

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

Opinion

We have audited the financial statements of The Hamilton Davies 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 notes to the financial statements, including 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).

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 *Auditor's 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 UK, including the FRC'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.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's 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 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.

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the statement of trustees' responsibilities, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they 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 cease operations, or have no realistic alternative but to do so.

Auditor's 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 auditor's 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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

As part of our planning process:

- We enquired of management the systems and controls the trust has in place, the areas of the financial statements that are mostly susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud. The trust did not inform us of any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the trust. We determined that the following were most relevant to the financial statements: Companies Act 2006, FRS 102 & guidance given by the Charity Commission for England & Wales.
- We considered the incentives and opportunities that exist in the trust, including the extent of management bias, which present a potential for irregularities and fraud to be perpetuated, and tailored our risk assessment accordingly.
- Using our knowledge of the trust, together with the discussions held with the trust at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities including fraud and tailored our procedures according to this risk assessment.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

There are inherent limitations in the audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Other matters

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with "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) 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.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Mark Turner FCA (Senior Statutory Auditor)
for and on behalf of Champion Accountants LLP

1 September 2022

Chartered Accountants
Statutory Auditor

1 Worsley Court
High Street
Worsley
Manchester
M28 3NJ

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

Champion Accountants LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

THE HAMILTON DAVIES TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total Unrestricted funds 2022 £	Restricted funds 2021 £	Total 2021 £
<u>Income and endowments from:</u>						
Donations and legacies	3	24,477	-	24,477	35,747	35,747
Charitable activities	4	50,808	-	50,808	21,992	21,992
Investments	5	23,743	-	23,743	56,649	56,649
Other income	6	21,680	-	21,680	96,215	96,215
Total income		120,708	-	120,708	210,603	210,603
<u>Expenditure on:</u>						
Charitable activities	7	793,129	3,812	796,941	454,170	456,056
Net gains/(losses) on investments	12	26,319	-	26,319	952,677	952,677
Net movement in funds		(646,102)	(3,812)	(649,914)	(1,886)	707,224
Fund balances at 6 April 2021		3,246,256	34,211	3,280,467	36,097	2,573,243
Fund balances at 5 April 2022		2,600,154	30,399	2,630,553	34,211	3,280,467

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

All income and expenditure derive from continuing activities.

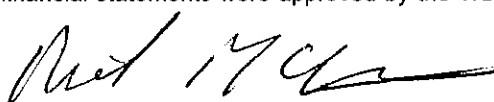
THE HAMILTON DAVIES TRUST

BALANCE SHEET

AS AT 5 APRIL 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	13		10,434		4,494
Investments	14		2,749,364		3,627,463
			<u>2,759,798</u>		<u>3,631,957</u>
Current assets					
Stocks	16	258		345	
Debtors	17	65,644		59,569	
Cash at bank and in hand		92,273		47,684	
		<u>158,175</u>		<u>107,598</u>	
Creditors: amounts falling due within one year	19	(287,420)		(459,088)	
Net current liabilities			<u>(129,245)</u>		<u>(351,490)</u>
Total assets less current liabilities			<u>2,630,553</u>		<u>3,280,467</u>
Income funds					
Restricted funds			30,399		34,211
Unrestricted funds			2,600,154		3,246,256
			<u>2,630,553</u>		<u>3,280,467</u>

The financial statements were approved by the Trustees on 1 September 2022


N McArthur MBE
Trustee

THE HAMILTON DAVIES TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 5 APRIL 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash absorbed by operations	23		(703,524)		(311,072)
Investing activities					
Purchase of tangible fixed assets		(8,380)		(4,261)	
Purchase of investments		(366,998)		(210,257)	
Proceeds on disposal of investments		1,271,416		383,533	
Investment income received		23,743		56,649	
Net cash generated from investing activities			919,781		225,664
Net cash used in financing activities			-		-
Net increase/(decrease) in cash and cash equivalents			216,257		(85,408)
Cash and cash equivalents at beginning of year			(411,404)		(325,996)
Cash and cash equivalents at end of year			(195,147)		(411,404)
Relating to:					
Cash at bank and in hand			92,273		47,684
Bank overdrafts included in creditors payable within one year			(287,420)		(459,088)

THE HAMILTON DAVIES TRUST

STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

1 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.

2 Accounting policies

Charity Information

The Hamilton Davies Trust is a unincorporated charity.

2.1 Accounting convention

The financial statements have been prepared in accordance with the charity'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)" (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 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 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, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies adopted are set out below.

2.2 Going concern

At the time of approving the 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.

2.3 Charitable funds

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

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

2.4 Incoming resources

Income is recognised when the charity 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.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2022

2 Accounting policies

(Continued)

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. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

2 Accounting policies

(Continued)

2.5 Resources expended

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 are allocated on the portion of the asset's use.

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

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

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

2.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and equipment	20% Straight line
Fixtures and fittings	33% Straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

2.7 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.

2.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

2 Accounting policies

(Continued)

2.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

2.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

2.11 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 costs 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.

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.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

2 Accounting policies

(Continued)

2.12 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Donations and gifts	24,477	35,747
Donations and gifts		
Donations	24,477	35,747
	24,477	35,747

4 Charitable activities

	2022 £	2021 £
Sales within charitable activities	87	-
Charitable rental income	50,721	21,992
	50,808	21,992

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

5 Investments

	2022	2021
	£	£
Income from listed investments	23,730	56,614
Interest receivable	13	35
	<u>23,743</u>	<u>56,649</u>

6 Other Income

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Coronavirus Job Retention Scheme	<u>21,680</u>	<u>96,215</u>

7 Charitable activities

	Grant funding	Share of governance costs	Total 2022	Total 2021
	£	£	£	£
Grant funding of activities (see note 8)	566,224	-	566,224	230,625
Share of governance costs (see note 9)	-	230,717	230,717	225,431
	<u>566,224</u>	<u>230,717</u>	<u>796,941</u>	<u>456,056</u>

8 Grants payable

	2022	2021
	£	£
Grants to institutions:		
Other	562,412	228,739
Grants to individuals	3,812	1,886
	<u>566,224</u>	<u>230,625</u>

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

9 Support costs

	Governance costs	2022	2021
	£	£	£
Staff costs	116,390	116,390	100,723
Depreciation	2,440	2,440	480
Audit fees	5,160	5,160	4,800
Legal and professional	12,178	12,178	7,345
General office	13,981	13,981	9,435
Subcontractors	35,247	35,247	56,785
Interest paid	6,282	6,282	7,273
Premises costs	39,039	39,039	38,590
	<u>230,717</u>	<u>230,717</u>	<u>225,431</u>
Analysed between Charitable activities	<u>230,717</u>	<u>230,717</u>	<u>225,431</u>

Governance costs includes payments to the auditors of £5,160 (£4,800) for audit fees.

10 Trustees

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

11 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
	<u>7</u>	<u>6</u>
Employment costs	2022 £	2021 £
Wages and salaries	100,613	89,143
Social security costs	2,454	1,347
Other pension costs	13,323	10,233
	<u>116,390</u>	<u>100,723</u>

There were no employees whose annual remuneration was more than £60,000.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

12 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Revaluation of investments	(21,619)	667,991
Gain/(loss) on sale of investments	47,938	284,686
	<u>26,319</u>	<u>952,677</u>

13 Tangible fixed assets

	Plant and equipment	Fixtures and fittings	Total
	£	£	£
Cost			
At 6 April 2021	35,521	14,397	49,918
Additions	8,380	-	8,380
Disposals	(11,915)	-	(11,915)
At 5 April 2022	<u>31,986</u>	<u>14,397</u>	<u>46,383</u>
Depreciation and Impairment			
At 6 April 2021	31,268	14,156	45,424
Depreciation charged in the year	2,382	58	2,440
Eliminated in respect of disposals	(11,915)	-	(11,915)
At 5 April 2022	<u>21,735</u>	<u>14,214</u>	<u>35,949</u>
Carrying amount			
At 5 April 2022	<u>10,251</u>	<u>183</u>	<u>10,434</u>
At 5 April 2021	<u>4,253</u>	<u>241</u>	<u>4,494</u>

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

14 Fixed asset investments

	Listed Investments £	Cash in portfolio	Total £
Cost or valuation			
At 6 April 2021	2,495,114	1,132,349	3,627,463
Additions	366,998	-	366,998
Valuation changes	(21,619)	-	(21,619)
Disposals	(155,347)	(1,068,131)	(1,223,478)
At 5 April 2022	2,685,146	64,218	2,749,364
Carrying amount			
At 05 April 2022	2,685,146	64,218	2,749,364
At 05 April 2021	2,495,114	1,132,349	3,627,463

15 Financial Instruments

	2022 £	2021 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	2,685,146	2,495,114

16 Stocks

	2022 £	2021 £
Raw materials and consumables	258	345

17 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Other debtors	61,599	55,700
Prepayments and accrued income	4,045	3,869
	65,644	59,569

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

18 Loans and overdrafts

	2022 £	2021 £
Bank overdrafts	287,420	459,088
Payable within one year	287,420	459,088

The short-term loans are secured by fixed charges over the charities listed investments.

19 Creditors: amounts falling due within one year

	Notes	2022 £	2021 £
Bank overdrafts	18	287,420	459,088

20 Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total £
Fund balances at 5 April 2022 are represented by:			
Tangible assets	10,434	-	10,434
Investments	2,749,364	-	2,749,364
Current assets/(liabilities)	(129,245)	-	(129,245)
	2,630,553	-	2,630,553

21 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022 £	2021 £
Within one year	72,719	37,460
Between two and five years	152,962	190,422
	225,681	227,882

Operating leases represent rent, utility charges and service charges payable to North Cheshire Developments Limited, a company of which N McArthur MBE is a director and sole shareholder.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

22 Related party transactions

N McArthur MBE is the sole shareholder and a director of North Cheshire Developments Limited.

During the year, the trust was charged rent of £37,460 (2021: £37,460) by North Cheshire Developments Limited.

Also during the year, the trust purchased goods and services of £78,618 (2021: £105,132) from North Cheshire Developments Limited.

N McArthur MBE is the sole shareholder and a director of Thurnall Taverns Limited.

During the year, the trust charged rent of £50,721 (2021: £21,992) to Thurnall Taverns Limited. Also during the year, the trust purchased goods and services of £973 (2021: £117) from Thurnall Taverns Limited.

23 Cash generated from operations	2022 £	2021 £
(Deficit)/surplus for the year	(649,914)	707,224
Adjustments for:		
Investment income recognised in statement of financial activities	(23,743)	(56,649)
Gain on disposal of investments	(47,938)	(284,686)
Fair value gains and losses on investments	21,619	(667,991)
Depreciation and impairment of tangible fixed assets	2,440	480
Movements in working capital:		
Decrease in stocks	87	-
(Increase)/decrease in debtors	(6,075)	3,066
(Decrease) in creditors	-	(12,516)
Cash absorbed by operations	(703,524)	(311,072)

THE HAMILTON DAVIES TRUST

England & Wales - Charity number 1106123

Accounts

Charity Registration No. 1106123

THE HAMILTON DAVIES TRUST
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

THE HAMILTON DAVIES TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	N McArthur MBE G Chisnall F Cocker
Charity number	1106123
Principal office	Hamilton Davies House 117c Liverpool Road Cadishead Manchester M44 5BG
Auditor	Champion Accountants LLP 1 Worsley Court High Street Worsley Manchester M28 3NJ
Bankers	National Westminster Bank Plc 11 Spring Gardens Manchester M60 2DB

THE HAMILTON DAVIES TRUST

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THE HAMILTON DAVIES 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 accounting policies set out in note 1 to the financial statements and comply with 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 Hamilton Davies Trust (HDT) is a non-exempt charity governed by a Declaration of Trust dated 29 June 2004. All HDT investments were managed by Brown Shipley during the year and have been reviewed with regards to the associated risks, and recommendations have been made, and are being implemented, to reduce those risks where appropriate. The Trustees have due regard to the guidance published by the Charities Commission regarding public benefit.

The three Trustees for HDT are responsible for the investment and distribution of funds. All grant applications are presented to the Trustees at regular meetings. Due regard to the aims and objectives of the charity is considered by the Trustees each time a grant of £500 or more is received and grants are awarded only once approval has been obtained from the Trustees' meeting.

During the year, HDT employed a team of six members including Mandy Eccles (Marketing Assistant), David Taylor (Operations support), Sharon Piggin (Admin Assistant), Alison Blackwell (Finance and Admin Assistant), Tony Prescott (Operations Manager) and Sarah Murray (Marketing Assistant).

HDT also continued to receive support from two Consultants: Julie Thompson to provide General Manager type services and regeneration project advice, and Mandy Coleman to provide financial advice.

Objectives and activities

HDT was established in 2004 and although there are no restrictions in terms of how funds can be gifted, funds tend to be gifted to support projects with a main area of focus in one or more of the following categories: Regeneration, Community, Education, Recreation and Youth, within Irlam & Cadishead and Rixton-with-Glazebrook.

Achievements and performance

It is a privilege to present the sixteenth annual report for HDT, in what has been a very challenging year.

Whilst the Covid-19 pandemic was a global event with far-reaching consequences, the direct impact on local communities has been devastating, including in the areas of Salford served by HDT. The Trustees and HDT team agreed that the best interests of the local area would be served by continuing HDT operations albeit on a reduced scale. Two members of staff were furloughed during the year and the remaining team worked from home for most of this period.

From March 2020, Mandy Coleman stepped back from the General Manager's role but continued to manage the finances. Julie Thompson expanded her role within HDT to take on this position.

HDT continues to be funded through our investment portfolio. The value of the portfolio was dramatically affected in the early part of the year, however this improved significantly towards the end of the financial year in line with the global financial situation.

Adjusting to the needs of the local community meant working in a new and different way but through technology we were able to continue with on-going projects and begin new partnerships for the future.

The IC Art programme continued with the installation of new pieces for residents to explore during daily exercise and we were able to support the Lamppost Poppy Appeal once again. In addition, new Christmas Lights were installed, and the Elf Trailer once again delighted the local community at a particularly difficult time before Christmas.

THE HAMILTON DAVIES TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

The long periods of lockdown and restrictions on activities meant many community groups and organisations have been unable to function for the entire year, leading to significantly reduced fund-raising opportunities. This subsequently led to a reduction on the number and scale of grant applications received by HDT.

During the year, the cost of our charitable activities was £243,141 which included 31 grants totalling £195,583 to local community groups and projects in the areas of Regeneration, Community, Education and Recreation.

Whilst the financial commitment to the local community has been much reduced in the year, we were able to facilitate various projects within the community through staff resource. The biggest project was part of the national effort to provide more protective items for frontline workers. Partnering with Salford Royal Infirmary, local businesses, and an army of willing volunteers, over 35,000 protective visors were produced, 15,000 bags were labelled, and hundreds of sets of scrub suits were made.

HDT continues to support the local community through grants under four work-streams:

Regeneration

We have continued to support various regeneration initiatives through direct grants and HDT-led projects including Heritage Board installation, vintage shop sign display and landscaping and gardening to keep the area around Irlam Station looking pristine for people to enjoy on their daily exercise.

The Irlam Station Signal Box is nearly complete and ready for public viewings once restrictions allow. Station Park continued its transformation from overgrown embankment to outdoor heritage and art display park with the addition of a second hobbit-style house and various heritage-inspired art installations, completed in partnership with local schools.

We have continued to support the Manchester Technology Trust. This charitable organisation continues to drive the development of information technology and digital industries across Greater Manchester.

HDT were able to support two large-scale environmental projects in the year. Partnering with the Lancashire Wildlife Trust, Salford, and Wigan Councils, we were pleased to contribute to the £67k third-party funding required to release a £670k grant from Biffa towards the Mossland Connect project. We also partnered with the Lancashire Wildlife Trust and Peel Holdings to facilitate the Little Woollen Moss project.

We have also begun work to drive the Chat Moss Heritage Group, who's aim is to showcase the heritage and leisure opportunities available across the wide expanse of Chat Moss.

Community, Recreation and Education

The number of community grant requests received during the year was considerably reduced as a direct result of the Covid restrictions.

However, we continued to support some large community initiatives including partnerships with:

- Manchester United Foundation to deliver health and sports programmes within our local schools despite the constant changes to delivery arrangements

- Rotary Club of Irlam to assist with their In Bloom project which continued on a lesser-scale in the year

- Schools to assist with Covid support, including laptop provision to enable home-learning, rent contributions for early-year providers and facility improvements

- Integrated Youth Support Services (IYSS) to facilitate a youth engagement program through cycling

We were also pleased to support various community groups who were able to continue throughout the pandemic, including:

- National affiliation fees for a Brownie group

- Funding lunches for a school holiday Play-Streets scheme

- Activity packs for families with disabled children and local care-home residents

- Rixton-with-Glazebrook Community Hall refurbishment project

THE HAMILTON DAVIES TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

Plans for future periods

As we look ahead to a post-Covid future we will be looking for even more opportunities to collaborate with organisations, groups and individuals to continue to deliver even more for the community.

We will continue to embrace and build on the willingness of community volunteers to enhance our volunteer programme.

We will be available to support community groups as they begin to re-start, whether through funding grants or administration support. By promoting match funding, we will be able to leverage value from other funders.

With increased partnership working, access to additional funding streams will be of paramount importance for us to deliver some of the projects we will be working on, some of which include:

- Mentoring and post-16 education support for high school leavers
- Continuing to produce urban art for the area
- Driving the Chat Moss Heritage project
- Continuing to apply for grants and source additional funding to help deliver even more to the community
- Encouraging even more volunteering to take place, to again increase the amount we can deliver for the community

Finally, in this year in particular, we want to extend our heartfelt gratitude once again to everyone who has supported HDT over the last 12 months. Special thanks go to all our staff, volunteers and partners as the charity could not continue to deliver without them.

Financial review

The Trustees have followed the objectives of the Trust by awarding 31 grants to the value of £243,139 to local community groups.

The Trustees report was approved by the Board of Trustees.



N McArthur MBE
Trustee

Dated: 6 September 2021

THE HAMILTON DAVIES TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 5 APRIL 2021

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 and 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 the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 sufficient accounting records that 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.

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

Opinion

We have audited the financial statements of The Hamilton Davies Trust (the 'charity') for the year ended 5 April 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2021 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 Auditor's 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 UK, including the FRC'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.

Other Information

The other information comprises the information included in the annual report other than the financial statements and our auditor's 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 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.

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the statement of trustees' responsibilities, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they 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 cease operations, or have no realistic alternative but to do so.

Auditor's 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 auditor's 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.

As part of our planning process:

- We enquired of management the systems and controls the trust has in place, the areas of the financial statements that are mostly susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud. The trust did not inform us of any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the trust. We determined that the following were most relevant to the financial statements: Companies Act 2006, FRS 102 & guidance given by the Charity Commission for England & Wales.
- We considered the incentives and opportunities that exist in the trust, including the extent of management bias, which present a potential for irregularities and fraud to be perpetuated, and tailored our risk assessment accordingly.
- Using our knowledge of the trust, together with the discussions held with the trust at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities including fraud and tailored our procedures according to this risk assessment.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

There are inherent limitations in the audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Other matters

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with "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) 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.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Mark Turner FCA (Senior Statutory Auditor)
for and on behalf of **Champion Accountants LLP**

6 September 2021

Chartered Accountants
Statutory Auditor

1 Worsley Court
High Street
Worsley
Manchester
M28 3NJ

THE HAMILTON DAVIES TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE HAMILTON DAVIES TRUST

Champion Accountants LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

THE HAMILTON DAVIES TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2021

		Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
	Notes						
<u>Income and endowments from:</u>							
Donations and legacies	3	35,747	-	35,747	549,533	-	549,533
Charitable activities	4	21,992	-	21,992	51,944	-	51,944
Investments	5	56,649	-	56,649	116,285	-	116,285
Other income	6	96,215	-	96,215	-	-	-
Total income		210,603	-	210,603	717,762	-	717,762
<u>Expenditure on:</u>							
Charitable activities	7	454,170	1,886	456,056	1,229,602	2,812	1,232,414
Net gains/(losses) on investments	12	952,677	-	952,677	(748,146)	-	(748,146)
Net movement in funds		709,110	(1,886)	707,224	(1,259,986)	(2,812)	(1,262,798)
Fund balances at 6 April 2020		2,537,146	36,097	2,573,243	3,797,132	38,909	3,836,041
Fund balances at 5 April 2021		3,246,256	34,211	3,280,467	2,537,146	36,097	2,573,243

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

All income and expenditure derive from continuing activities.

THE HAMILTON DAVIES TRUST

BALANCE SHEET

AS AT 5 APRIL 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	13		4,494		713
Investments	14		3,627,463		2,848,062
			<u>3,631,957</u>		<u>2,848,775</u>
Current assets					
Stocks	15	345		345	
Debtors	17	59,569		62,635	
Cash at bank and in hand		47,684		125,819	
			<u>107,598</u>	<u>188,799</u>	
Creditors: amounts falling due within one year	19	(459,088)		(464,331)	
Net current liabilities			(351,490)		(275,532)
Total assets less current liabilities			<u>3,280,467</u>		<u>2,573,243</u>
Income funds					
Restricted funds			34,211		36,097
Unrestricted funds			3,246,256		2,537,146
			<u>3,280,467</u>		<u>2,573,243</u>

The financial statements were approved by the Trustees on 6 September 2021


N McArthur MBE
Trustee

THE HAMILTON DAVIES TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 5 APRIL 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash absorbed by operations	23		(311,072)		(612,176)
Investing activities					
Purchase of tangible fixed assets		(4,261)		-	
Purchase of investments		(210,257)		(566,197)	
Proceeds on disposal of investments		383,533		633,441	
Dividends, interest and rents from investments		56,649		116,285	
Net cash generated from investing activities			225,664		183,529
Net cash used in financing activities			-		-
Net decrease in cash and cash equivalents			(85,408)		(428,647)
Cash and cash equivalents at beginning of year			(325,996)		102,651
Cash and cash equivalents at end of year			(411,404)		(325,996)
Relating to:					
Cash at bank and in hand			47,684		125,819
Short term deposits included in current asset investments			-		-
Bank overdrafts included in creditors payable within one year			(459,088)		(451,815)

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2021

1 Accounting policies

Charity Information

The Hamilton Davies Trust is a unincorporated charity.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity'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)" (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 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 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, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the 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.

1.3 Charitable funds

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

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Incoming resources

Income is recognised when the charity 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 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. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

1 Accounting policies

(Continued)

1.5 Resources expended

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

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

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

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and equipment	20% Straight line
Fixtures and fittings	33% Straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 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.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

1 Accounting policies

(Continued)

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.11 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 costs 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.

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.

1.12 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

1 Accounting policies

(Continued)

1.14 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

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 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	35,747	549,533
Donations and gifts		
Donations	35,747	34,233
Gifts	-	515,300
	35,747	549,533

4 Charitable activities

	2021	2020
	£	£
Sales within charitable activities	-	128
Charitable rental income	21,992	51,816
	21,992	51,944

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

5 Investments

	2021	2020
	£	£
Income from listed investments	56,614	115,784
Interest receivable	35	501
	<u>56,649</u>	<u>116,285</u>

6 Other income

	Unrestricted funds	Total
	2021	2020
	£	£
Coronavirus Job Retention Scheme	<u>96,215</u>	<u>-</u>

7 Charitable activities

	Grant funding	Share of governance costs	Total 2021	Total 2020
	£	£	£	£
Grant funding of activities (see note 8)	230,625	-	230,625	908,404
Share of governance costs (see note 9)	-	225,431	225,431	324,010
	<u>230,625</u>	<u>225,431</u>	<u>456,056</u>	<u>1,232,414</u>

8 Grants payable

	2021	2020
	£	£
Grants to institutions:		
Other	228,739	905,592
Grants to individuals	1,886	2,812
	<u>230,625</u>	<u>908,404</u>

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

9 Support costs

	Governance costs £	2021 £	2020 £
Staff costs	100,723	100,723	164,148
Depreciation	480	480	1,576
Audit fees	4,800	4,800	4,800
Legal and professional	7,345	7,345	11,151
General office	9,435	9,435	15,674
Subcontractors	56,785	56,785	76,847
Interest paid	7,273	7,273	9,370
Premises costs	38,590	38,590	40,444
	<u>225,431</u>	<u>225,431</u>	<u>324,010</u>
Analysed between Charitable activities	<u>225,431</u>	<u>225,431</u>	<u>324,010</u>

Governance costs includes payments to the auditors of £4,800 (£4,800) for audit fees.

10 Trustees

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

11 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
	<u>6</u>	<u>7</u>
Employment costs	2021 £	2020 £
Wages and salaries	89,143	143,313
Social security costs	1,347	7,150
Other pension costs	10,233	13,685
	<u>100,723</u>	<u>164,148</u>

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

12 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Revaluation of Investments	667,991	(749,660)
Gain/(loss) on sale of investments	284,686	1,514
	<u>952,677</u>	<u>(748,146)</u>

13 Tangible fixed assets

	Plant and equipment	Fixtures and fittings	Total
	£	£	£
Cost			
At 6 April 2020	33,133	14,105	47,238
Additions	3,969	292	4,261
Disposals	(1,581)	-	(1,581)
At 5 April 2021	<u>35,521</u>	<u>14,397</u>	<u>49,918</u>
Depreciation and impairment			
At 6 April 2020	32,421	14,104	46,525
Depreciation charged in the year	428	52	480
Eliminated in respect of disposals	(1,581)	-	(1,581)
At 5 April 2021	<u>31,268</u>	<u>14,156</u>	<u>45,424</u>
Carrying amount			
At 5 April 2021	<u>4,253</u>	<u>241</u>	<u>4,494</u>
At 5 April 2020	<u>712</u>	<u>1</u>	<u>713</u>

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

14 Fixed asset investments

	Listed investments £	Cash in portfolio	Total £
Cost or valuation			
At 6 April 2020	2,810,542	37,520	2,848,062
Additions	210,257	1,094,829	1,305,086
Valuation changes	667,991	-	667,991
Disposals	(1,193,676)	-	(1,193,676)
At 5 April 2021	2,495,114	1,132,349	3,627,463
Carrying amount			
At 05 April 2021	2,495,114	1,132,349	3,627,463
At 05 April 2020	2,810,542	37,520	2,848,062

15 Stocks

	2021 £	2020 £
Raw materials and consumables	345	345

16 Financial instruments

	2021 £	2020 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	2,495,114	2,810,542

17 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	55,700	59,000
Prepayments and accrued income	3,869	3,635
	59,569	62,635

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

18 Loans and overdrafts

	2021 £	2020 £
Bank overdrafts	459,088	451,815
Payable within one year	459,088	451,815

The short-term loans are secured by fixed charges over the charities listed investments.

19 Creditors: amounts falling due within one year

	Notes	2021 £	2020 £
Bank overdrafts	18	459,088	451,815
Trade creditors		-	12,516
		459,088	464,331

20 Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total £
Fund balances at 5 April 2021 are represented by:			
Tangible assets	4,494	-	4,494
Investments	3,627,463	-	3,627,463
Current assets/(liabilities)	(351,490)	-	(351,490)
	3,280,467	-	3,280,467

21 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021 £	2020 £
Within one year	37,460	37,460
Between two and five years	190,422	190,422
	227,882	227,882

THE HAMILTON DAVIES TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

21 Operating lease commitments

(Continued)

Operating leases represent rent, utility charges and service charges payable to North Cheshire Developments Limited, a company of which N McArthur MBE is a director and sole shareholder.

22 Related party transactions

During the year N McArthur MBE, a member of the board of Trustees, gifted £nil (2020: £515,300) to the trust.

N McArthur MBE is the sole shareholder and a director of North Cheshire Developments Limited.

During the year, the trust was charged rent of £37,460 (2020: £37,460) by North Cheshire Developments Limited.

Also during the year, the trust purchased goods and services of £105,132 (2020: £248,324) from North Cheshire Developments Limited. These costs are included in the charities activities. At the year end the trust owed North Cheshire Developments £Nil (2020: £12,516)

N McArthur MBE is the sole shareholder and a director of Thurnall Taverns Limited.

During the year, the trust charged rent of £21,992 (2020: £51,816) to Thurnall Taverns Limited. Also during the year, the trust purchased goods and services of £117 (2020: £6,667) from Thurnall Taverns Limited.

23 Cash generated from operations	2021 £	2020 £
Surplus/(deficit) for the year	707,224	(1,262,798)
Adjustments for:		
Investment income recognised in statement of financial activities	(56,649)	(116,285)
Gain on disposal of investments	(284,686)	(1,514)
Fair value gains and losses on investments	(667,991)	749,660
Depreciation and impairment of tangible fixed assets	480	1,576
Movements in working capital:		
(Increase)/decrease in stocks	-	98
Decrease in debtors	3,066	4,571
(Decrease)/increase in creditors	(12,516)	12,516
Cash absorbed by operations	(311,072)	(612,176)