

AMENDED

Company Registration Number: 05249160
England and Wales

The Hargrave Foundation

Registered Charity Number: 1106524

Annual Report and Financial Statements

31 March 2022



The Hargrave Foundation

Annual Report and Financial Statements for the Year Ended 31 March 2022

Trustees	S T Hargrave D R S Moseley M A Parkin
Charity number	1106524
Company number	05249160
Principal address	Flat 2, 47 Lambs Conduit Street London WC1N 3NG
Registered office	Alexandra House St. Johns Street Salisbury Wiltshire SP1 2SB
Independent Examiner	TT Midlands Services Limited t/a TT Chartered Certified Accountants First Floor, 2 Hampton Court Road Birmingham B17 9AE
Solicitors	Wilsons Alexandra House St. Johns Street Salisbury Wiltshire SP1 2SB

The Hargrave Foundation

Annual Report and Financial Statements for the Year Ended 31 March 2022

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The Hargrave Foundation

Trustees Annual Report for the year ended 31 March 2022

The Trustees present their Report and Accounts for the year ended 31 March 2022.

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 The Foundation's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Structure, governance and management

The Foundation is a charitable company limited by guarantee, incorporated on 4 October 2004 and registered as a charity on 1 November 2004. It was established under a Memorandum of Association which specifies the objects and powers of the charitable company, and is governed under its Articles of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

S T Hargrave
D R S Moseley
M A Parkin

The trustees named above are its first trustees. Trustees may be appointed in future as the company sees fit. Decisions are made by the trustees in board meetings which may or may not involve the attendance of certain trustees from time to time by telephone. The Foundation has no employees.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The major risks to which the charity is exposed have been reviewed and in the opinion of the trustees procedures are in place to manage those risks, particularly as regards to the investment of the charity's assets.

Objectives and activities

The objective of the Foundation is to make charitable and philanthropic donations as the trustees see fit. Generating income from the Foundation's endowment funds and making donations remains its primary concern.

The trustees have paid due regard to guidance issued by the Charity Commission including the guidance on Public Benefit, in deciding what activities the Foundation should undertake. The Foundation does not itself carry out hands-on charitable activities, but restricts itself to funding those who do. In rare cases the trustees may make grants to individuals. The trustees intend that the bulk of the Foundation's grants for the foreseeable future will be directed towards charitable organisations promoting (1) the health and psychological wellbeing of men, and (2) freedom of speech and of the Press.

Use of volunteers

The Foundation does not make use of any volunteers.

Achievements and performance

The trustees consider that in the year under review the Foundation has succeeded in its aim of generating income from its endowment while broadly maintaining the investment base of the Foundation. The trustees intend that by pursuing this policy the Foundation will be able to support deserving causes for years to come. In the year ended 31 March 2022 the Foundation made donations totalling £126,000. The largest donation was £30,000 to University of East Anglia to help fund research into treatment for prostate cancer. During the year the Charity derived income of £121,730 from investments (2021: £113,009) and received a gift of £500,000 (including associated Gift Aid) from one of its trustees intended to increase the endowment of the Foundation.

Applying for funding from the Foundation

The trustees do not normally consider unsolicited requests for funding, and to preserve resources the Foundation does not reply to unsolicited correspondence. We do not employ any staff, nor do the trustees claim personal expenses.

Financial review

The investment policy of the trustees is to generate income and to preserve and if possible increase the value of the Foundation's endowment. Most of the Company's funds are invested in collective investment vehicles. The value of these investments increased during the course of the year as the world economy continued its recovery from the Covid-19 epidemic. We hold investments in a number of collective investment vehicles with a broad underlying spread of equities and (to a lesser extent) real estate. Since inception the Foundation has made total grants of £1.75 million.

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Foundation has adequate resources to continue its operational existence for the foreseeable future. The financial statements have therefore been prepared on a going concern basis.

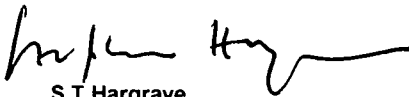
Independent Examiner

TT Midlands Services Limited t/a TT Chartered Certified Accountants were appointed accountants of the company and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting.

Method of preparation of accounts - Small company provisions

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

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



S T Hargrave

Trustee

Dated: 11 August 2022

The Hargrave Foundation

Statement of Trustees' Responsibilities for the Year Ended 31 March 2022

The trustees, who are also the directors of The Hargrave Foundation for the purpose of company law, 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).

Company Law 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 The Foundation and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 UK 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 The Foundation will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the The Foundation and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the The Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Hargrave Foundation

Report of the Independent Examiner to the Trustees of the charitable company on the accounts for the year ended 31 March 2022

I report to the Trustees on my examination of the financial statements of the charitable company for the year ended 31 March 2022 which have been prepared in accordance with the Charities Act 2011 (the Act) and with the Financial Reporting Standard 102, (effective 1st January 2016) as modified by FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), published by the Charity Commission in England & Wales (CCEW), and under the historical cost convention and the accounting policies set out in the notes to the accounts.

Respective responsibilities of the Trustees and the Independent Examiner and the basis of the report

As described on page 3 you, the charitable company's Trustees, who are also the Directors of the Company for the purposes of Company law, are responsible for the preparation of the financial statements in accordance with the Companies Act 2006, the Charities Act 2011 and all other applicable law and with United Kingdom Generally Accepted Accounting Practice, applicable to smaller entities, and for being satisfied that the financial statements give a true and fair view.

The Trustees consider that the audit requirement of Section 144(1) of the Charities Act 2011 (the Act) does not apply, and that there is no requirement in the memorandum and articles of the charity for the conducting of an audit, and that the accounts do not require an audit in accordance with Part 16 of the Companies Act 2006 and that no member or members have requested an audit pursuant to Section 476 of the Companies Act 2006. As a consequence, the Trustees have elected that the financial statements be subject to independent examination.

Having satisfied myself that the financial statements are not required to be audited under any legal provision, or otherwise, and are eligible for independent examination, it is my responsibility to:

- a) I have examined the financial statements of the charity under Section 145 of the Act;
- b) I have followed the applicable procedures in the Directions given by the Charity Commission under section 145(5)(b) of the Act.

Basis of Independent Examiner's Statement and scope of work undertaken

I report in respect of my examination of the charity's financial statements carried out under s145 of the Act. In carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act setting out the duties of an independent examiner in relation to the conducting of an independent examination. An independent examination includes a review of the accounting records kept by the charitable company and of the accounting systems employed by the charitable company and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you, as Trustees, concerning such matters. The purpose of the examination is to establish as far as possible that there have been no breaches of charity legislation and that, on a test basis of evidence relevant to the amounts and disclosures made, the financial statements comply with the SORP.

The procedures undertaken do not provide all the evidence that would be required in an audit, and information supplied by the Trustees in the course of the examination is not subjected to audit tests or enquiries and does not cover all the matters that an auditor would consider in arriving at an opinion. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide.

Consequently, I do not express an audit opinion on the view given by the financial statements, and in particular, I express no opinion as to whether the financial statements give a true and fair view of the affairs of the charity, and my report is limited to the matters set out in the statement below.

I planned and performed my examination so as to satisfy myself that the objectives of the independent examination are achieved and before finalising the report I obtained written assurances from the Trustees of all material matters.

Independent Examiner's Statement, Report and Opinion

Subject to the limitations upon the scope of my work as detailed above, I have completed my examination and can confirm that:

The accounts of this charitable company are not required to be audited under Part 16 of the Companies Act 2006; and that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- accounting records were not kept in respect of the charity as required by Section 386 of the Companies Act 2006 and Section 130 of The Charities Act 2011;
- the financial statements do not accord with those records; or
- the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in section 396 of the Companies Act 2006 other than any requirement that the accounts give a 'true and fair' view, which is not a matter considered as part of an independent examination; '
- have not been prepared in accordance with the methods and principles set out in the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP).

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

Signed:



Tony Tse

for and on behalf of TT Midlands Services Limited T/A TT Chartered Certified Accountants

Chartered Certified Accountant

First Floor, 2 Hampton Court Road
Harborne
Birmingham
B17 9AE

This report was signed on 11 August 2022

The Hargrave Foundation

Statement of Financial Activities for the year ended 31 March 2022

	Notes	Current year Unrestricted Funds 2022 £	Current year Endowment Funds 2022 £	Current year Total Funds 2022 £	Prior year Total Funds 2021 £
<u>Income from:</u>					
Donations and legacies	3	-	500,000	500,000	-
Investments	4	121,730	-	121,730	113,009
Total income		121,730	500,000	621,730	113,009
<u>Expenditure on:</u>					
Charitable activities	5	130,436	-	130,436	306,824
Net gains/(losses) on investments	11	-	334,683	334,683	648,887
Net incoming/(outgoing) resources before transfers		(8,706)	834,683	825,977	455,072
Gross transfers between funds		-	-	-	-
Net movement in funds		(8,706)	834,683	825,977	455,072
Reconciliation of funds:					
Total funds brought forward		403,955	3,564,521	3,968,476	3,513,404
Total funds carried forward		395,249	4,399,204	4,794,453	3,968,476

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

The Hargrave Foundation

Summary Income and Expenditure Account for the Year Ended 31 March 2022

	All income funds 2022 £	2021 £
Gross income	121,730	113,009
Total expenditure from income funds	<u>130,436</u>	<u>306,824</u>
Net (expenditure) for the year	<u>(8,706)</u>	<u>(193,815)</u>

The Hargrave Foundation

Balance Sheet as at 31 March 2022

	Notes	2022 £	2021 £
Fixed assets			
Investments	12	4,761,130	3,647,720
Current assets			
Cash at bank and in hand		34,763	324,896
Total current assets		<u>34,763</u>	<u>324,896</u>
Creditors: amounts falling due within one year	14	1,440	4,140
Net current assets		33,323	320,756
The total net assets of the charity		<u>4,794,453</u>	<u>3,968,476</u>

The total net assets of the charity are funded by the funds of the charity, as follows:

Capital funds		
Endowment funds - general	4,399,204	3,564,521
Income Funds		
Unrestricted funds	395,249	403,955
Total charity funds	<u>4,794,453</u>	<u>3,968,476</u>

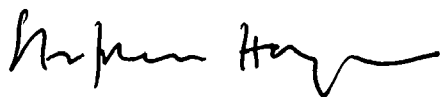
The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The charity is subject to Independent Examination under charity legislation, and the report of the Independent Examiner is on page 4.

The financial statements have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006, applicable to companies subject to the small companies regime.



S T Hargrave
Trustee

Approved by the board of trustees on 11 August 2022

The Hargrave Foundation

Statement of Cash Flows for the Year Ended 31 March 2022

	Notes	2022		2021	
		£	£	£	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	17		366,864		(306,824)
Investing activities					
Purchase of investments		(778,727)		-	
Interest and dividends received		121,730		113,009	
Net cash generated from investing activities			(656,997)		113,009
Net cash used in financing activities			-		-
Net decrease in cash and cash equivalents			(290,133)		(193,815)
Cash and cash equivalents at beginning of year			324,896		518,711
Cash and cash equivalents at end of year			<u>34,763</u>		<u>324,896</u>

The Hargrave Foundation

Notes to the Accounts for the year ended 31 March 2022

1 Accounting policies

Company information

The Hargrave Foundation is a private company limited by guarantee incorporated in England and Wales. The registered office is Alexandra House, St. Johns Street, Salisbury, Wiltshire, SP1 2SB.

1.1 Accounting convention

The financial statements have been prepared in accordance with the The Foundation's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Foundation 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 The Foundation. 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 freehold properties and to include investment properties and 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 Foundation 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.

Endowment funds are subject to specific conditions by that the capital must be maintained by The Foundation.

1.4 Incoming resources

Income is recognised when the The Foundation 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.

a) Voluntary income is received by way of grants, donations and gifts and is included in full in Statement of Financial Activities when receivable.

b) Donations receivable for the general purposes of the Charity are credited to Unrestricted Funds. Donations for purposes restricted by the wishes of the donor are taken to Restricted Funds where these wishes are legally binding on The Hargrave Foundation trustees, except that any amounts required to be retained as capital in accordance with the donors wishes are accounted for instead as Endowments - permanent or expendable according to the nature of the restriction.

c) Investment income is included when receivable.

Income generated from Endowment funds in the form of bank interest and dividends received was classed as Unrestricted Funds.

1.5 Resources expended

Expenditure is recognised on an accrual basis as a liability in incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

a) Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It included both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

b) Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the Independent examiner fee/audit fees and costs linked to the strategic management of the charity.

1.6 Fixed assets investments

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

1.7 Cash and cash equivalents

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

1.8 Financial instruments

The company has elected to apply the provisions of Section 11 "Basic Financial instruments" to all its financial instruments.

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

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances are measured at transaction price less any provision for impairment. Loans receivable are measured initially at fair value, net of transaction costs and are subsequently carried at amortised costs using the effective interest method, less any provision for impairment.

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 Foundation's contractual obligations expire or are discharged or cancelled.

1.9 Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

2 Critical accounting estimates and judgements

In the application of the The Foundation'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
	2022	2021
	£	£
Donations and gifts, including Endowments	<u>500,000</u>	<u>-</u>

4 Investments

	Unrestricted Funds	Unrestricted Funds
	2022	2021
	£	£
Dividends	121,700	112,827
Interest on cash deposits	30	182
	<u>121,730</u>	<u>113,009</u>

5 Charitable activities

	Research and welfare 2022 £	Research and welfare 2021 £
Grant funding of activities (see note 6)	126,000	301,250
Share of governance costs (see note 7)	4,436	5,574
	<u>130,436</u>	<u>306,824</u>
Analysis by fund		
Unrestricted funds	130,436	106,824
Restricted funds	-	200,000
	<u>130,436</u>	<u>306,824</u>

6 Grants payable

	Research and welfare 2022 £	Research and welfare 2021 £
Grants to institutions:		
The Virtual Doctors	10,000	10,000
University of East Anglia	30,000	30,000
Other institutions	86,000	261,250
	<u>126,000</u>	<u>301,250</u>

The Charity undertook no direct charitable activities but awarded grant to 12 institutions in furtherance of its charitable aims.

7 Governance costs

	2022 £	2021 £
Audit fees	-	3,140
Non audit fees	1,440	1,000
Legal and professional fees	367	367
Bank and broker charges	2,629	1,067
	<u>4,436</u>	<u>5,574</u>

8 Trustees

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

9 Employees

	2022 Number	2021 Number
Total	-	-

10 Taxation

The company is a registered charity and no provision is considered necessary for taxation.

11 Net gains/(losses) on investments

	2022 £	2021 £
(Losses)/gains on listed investments	334,683	648,887

12 Fixed assets investments

	Listed investments £
Cost or valuation	
At 1 April 2021	3,647,720
Additions	778,727
Valuation changes	334,683
At 31 March 2022	4,761,130
Carrying amount	
At 31 March 2022	4,761,130
At 31 March 2021	3,647,720

Fixed asset investments revalued

The trustees consider that the carrying amounts of financial assets carried at amortised cost in the financial statements approximate to their fair values.

13 Financial instruments

	2022 £	2021 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	4,761,130	3,647,720

14 Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals and deferred income	1,440	4,140

The Hargrave Foundation

15 Analysis of net assets between funds

	Unrestricted fund 2022 £	Endowment funds 2022 £	Total funds 2022 £	Unrestricted fund 2021 £	Endowment funds 2021 £	Total funds 2021 £
Fund balances at 31 March 2022 are represented by:						
Investments	361,926	4,399,204	4,761,130	83,199	3,564,521	3,647,720
Current assets/(liabilities)	33,323	-	33,323	320,756	-	320,756
	<u>395,249</u>	<u>4,399,204</u>	<u>4,794,453</u>	<u>403,955</u>	<u>3,564,521</u>	<u>3,968,476</u>

16 Analysis of changes in net funds

The Foundation had no debt during the year.

17 Cash generated from operations

	2022 £	2021 £
Surplus for the year	825,977	455,072
Adjustments for:		
Investment income recognised in statement of financial activities	(121,730)	(113,009)
Fair value gains and losses on investments	(334,683)	(648,887)
Movements in working capital:		
Decrease in creditors	(2,700)	-
Cash generated from/(absorbed by) operations	<u>366,864</u>	<u>(306,824)</u>