

# THE MICHAEL AND BETTY LITTLE TRUST

England & Wales · Charity number 1107412

## Details

---

**Other names** MBL TRUST

**Status** Registered

**Legal form** Trust

**Registered** 2004-12-22

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

## Contact

---

**Address** 12 Stanton Drive  
Chichester  
West Sussex  
West Sussex  
PO19 5QN

**Phone** 01428

## Activities

---

**Objects:** THE TRUSTEES MUST APPLY THE INCOME OF THE CHARITY IN FURTHERING THE FOLLOWING OBJECTS ('THE OBJECTS'): TO FURTHER SUCH CHARITABLE PURPOSES IN THE UNITED KINGDOM OR OVERSEAS AS THE TRUSTEES SEE FIT FROM TIME TO TIME IN PARTICULAR BUT NOT EXCLUSIVELY BY: (I) RELIEVING THOSE IN FINANCIAL NEED, HARDSHIP OR DISTRESS; (II) RELIEVING THE SICK AND PROTECTING AND PRESERVING PUBLIC HEALTH; (III) ADVANCING EDUCATION; (IV) PROMOTING HUMAN RIGHTS IN PARTICULAR BY PROMOTING THE SOUND ENFORCEMENT OF HUMAN RIGHTS LEGISLATION IN INDIVIDUAL CASES; PROMOTING THE SOUND ADMINISTRATION OF HUMAN RIGHTS LAW; THE RELIEF OF NEED AMONG THE VICTIMS OF HUMAN RIGHTS ABUSE; EDUCATION AND RESEARCH; MORAL IMPROVEMENT AND RAISING AWARENESS OF HUMAN RIGHTS ISSUES, AND CULTIVATING A PUBLIC SENTIMENT IN FAVOUR OF HUMAN RIGHTS; AND (V) ADVANCING SUCH OF THE WORLD'S RELIGIONS AS ARE RECOGNISED AS CHARITABLE UNDER ENGLISH CHARITY LAW.

**Activities:** See page 2 of Trustees' Report and Accounts for the year ended 31st March 2010

## Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Sponsors Or Undertakes Research
- **What:** General Charitable Purposes, Education/training, The Prevention Or Relief Of Poverty, Religious Activities
- **Who:** Other Charities Or Voluntary Bodies, The General Public/mankind

## Geography

- **Area of benefit:** NOT DEFINED, IN PRACTICE NATIONAL AND OVERSEAS
- Australia
- South Africa
- Zimbabwe
- Throughout England And Wales

## Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£32,435	£532,127	-	-
2024-03-31	£38,127	£897,927	-	-
2023-03-31	£658,837	£1,760,625	£7,086,040	0
2022-03-31	£103,587	£1,220,278	-	-
2021-03-31	£197,586	£691,894	-	-

## Trustees

Name	Role	Appointed
Christopher Little-Savage		2020-12-08
Dr Helen Skillern-Little		2018-10-01
Elizabeth Ann Moore		2018-10-01
Hilary Graham		2007-10-10
Katherine Shipton		2021-06-28
Lucy Blackgrove		2020-01-19
Martin Little		2020-12-08
Olivia Little		2025-05-20

**THE MICHAEL AND BETTY LITTLE TRUST**

England & Wales - Charity number 1107412

---

# Accounts

---

REGISTERED CHARITY NUMBER: 1107412

**Report of the Trustees and  
Unaudited Financial Statements for the Year Ended 31 March 2025  
for  
THE MICHAEL AND BETTY LITTLE TRUST**

Knox Cropper LLP  
Chartered Accountants  
Office Suite 1  
Haslemere House  
Lower Street  
Haslemere  
Surrey  
GU27 2PE

**THE MICHAEL AND BETTY LITTLE TRUST**

**Contents of the Financial Statements  
for the Year Ended 31 March 2025**

---

	<b>Page</b>
<b>Reference and Administrative Details</b>	1
<b>Report of the Trustees</b>	2 to 6
<b>Independent Examiner's Report</b>	7
<b>Statement of Financial Activities</b>	8
<b>Statement of Financial Position</b>	9
<b>Notes to the Financial Statements</b>	10 to 18
<b>Detailed Statement of Financial Activities</b>	19

---

**THE MICHAEL AND BETTY LITTLE TRUST**

**Reference and Administrative Details  
for the Year Ended 31 March 2025**

---

<b>TRUSTEES</b>	Lucy Blackgrove Hilary Graham Christopher Little Dr Helen Little Martin Little Peter Little Elizabeth Moore Katherine Shipton
<b>PRINCIPAL ADDRESS</b>	12 Stanton Drive Chichester West Sussex PO19 5QN
<b>REGISTERED CHARITY NUMBER</b>	1107412
<b>INDEPENDENT EXAMINER</b>	Knox Cropper LLP Chartered Accountants Office Suite 1 Haslemere House Lower Street Haslemere Surrey GU27 2PE
<b>BANKERS</b>	C. Hoare & Co. 37 Fleet Street London EC4P 4DQ
<b>FINANCE ADVISERS</b>	Cadro Technologies Limited Berkeley Square House Berkeley Square London W1J 6BD  IQ Capital Partners LLP 95 Regent Street Cambridge CB2 1BQ

## **THE MICHAEL AND BETTY LITTLE TRUST**

### **Report of the Trustees for the Year Ended 31 March 2025**

---

The trustees present their report with the financial statements of the charity for the year ended 31 March 2025. The trustees have adopted the provisions of 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).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

##### **Aims**

The aims of The Michael and Betty Little Trust are under the discretion of the Trustees to make grants for charitable purposes to individuals, other charities or voluntary bodies with an emphasis on sickness, distress, education, human rights and religion.

##### **Objects**

The objects of the charity are:

To further such charitable purposes in the UK or overseas by

Relieving those in financial need, hardship or distress;  
Relieving the sick and protecting and preserving public health;  
Advancing education;  
Promoting human rights;  
Advancing such of the world's religions as are recognised under English Charity law.

The long term aims of the charity are to expend its resources in the pursuit of these objects.

##### **Public benefit**

The Trustees confirm that they have considered the general guidance issued by the Charity Commission in connection with public benefit in setting the objectives of the charity and in particular they have considered how planned activities further the charity's objects.

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2025

---

#### OBJECTIVES AND ACTIVITIES

##### Grant Making Policy

The Trust has established its grant making policy to achieve its objects for the public benefit. The trustees recognise that the Trust's objectives will often require the provision of health, education, basic needs and other related provision to those in need. The grant making policy will be reviewed annually by the trustees and may be changed in accordance with the trustees' views of the most effective application of available funds to ensure that it reflects the charity's objects and advances public benefit.

##### Approach

The Michael & Betty Little Trust delivers its key objectives through the following grant-making vehicles:

**Major Grants** The trustees acknowledge the value of working with trusted third parties to deliver projects in line with its priorities to maximise the impact of its support and where other organisations have greater expertise.

**Small Grants** The trustees will, from time to time, choose to make small grants - normally one-off - to trusted third parties by which to further the Trust's Objects.

Proposals for support from the Trust are made via the Trustees at their meetings. Trustees must be in agreement that the grant meets one or more of the Trust's objectives.

##### Geographical Area

The trustees wish to support causes in both the UK and overseas. During the year, overseas donations were made to Sant Just Solidari in Spain.

##### Due Diligence

All grants will be subject to the Trust's Due Diligence Policy having been undertaken.

Recognising their duty to safeguard charitable assets, trustees confirm that any third party organisation receiving support from the Trust must be:

- a UK registered charity; or,
- an organisation that carries out activities that are consistent with charity objectives.

In respect of organisations outside of the UK, the Trust will ensure that such organisations are either registered with the appropriate local regulator or public authorities and/or have in place appropriate governance and financial handling policies and procedures to ensure the appropriate safeguarding and use of the Trust's charitable funds.

#### ACHIEVEMENTS AND PERFORMANCE

##### Achievement and Performance

The Michael and Betty Little Trust commenced operations in 2004, as the residual beneficiary of the estate of Michael Little. A further £19,459 in residual balances was received in 2025, and additional donations from Trustees in 2015, 2018, 2020, 2021 and 2023. During the year, the Trustees made various grants in accordance with the objects of the Charity. Details of these grants are provided in note 5 to the Financial Statements.

The Trust will monitor the performance of its grants programme using reports from grant recipients. These reports, including the Financial Statements of recipient institutions, will influence whether or not further grants will be made to that body.

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2025

---

#### ACHIEVEMENTS AND PERFORMANCE

##### Investment policy and performance

**Listed investments** were managed under the terms of an investment management agreement with CADRO. The investment manager is required to make investments on behalf of the Trust in line with benchmarks that have been set and against which performance is measured.

Investment performance is reviewed by the Trustees, who receive periodic reports on matters pertinent to its investment policy. Trustees have adopted a strategy of generating income from investing in a range of assets with a low/medium risk profile. This should typically provide modest capital growth, with a predominant focus on income generating assets.

The following illustrates the current weightings expressed in percentages of the Trust's investment funds:

Overseas Equities 4.37% (2024: 1.16%)  
UK Equities 23.94% (2024:38.20%)  
North American Equities 23.99% (2024: NIL)  
Cash and absolute return 2.96% (2024:20.79%)  
Fixed income 21.17% (2024: 20.37%)  
Sustainable Equities 14.35% (2024: 10.89%)  
Liquid Alternatives 6.36% (2024: 6.52%)  
Tactical Opportunity 2.84% (2024: 2.07%)

At year end, the portfolio total return amounted to 5.55% (2024: 3.48%).

**Unlisted investments** are managed by IQ Capital Growth Fund I LP which focuses on investments into growth-stage companies.

The Michael and Betty Little Trust has committed £3m to the Fund, representing 3% of the total fund. As of 31st March 2024 the total contribution is £2.35m (2023:£2.18m).

#### Social Investments

##### Century-Tech Ltd.

The Trust holds 162886 A Ordinary Shares and 202684 Ordinary Shares at a cost of £2m ( 2023: £1m; 2022: £1m). These investments are a mixed motive investment as it has the objective of supporting education, in line with the Charity's objectives, as well as investment return with a Nil Fair Value as of 31st March 2024.

##### Time to Spare Limited

The Trust invested £50,000 to acquire 320,202 Ordinary Shares.

Time to Spare Limited is a new company building the operating system for the charity sector. The Trust's decision to invest is to: 1) support other charities and 2) increase the impact of charitable giving belief.

##### The DaCapo Music Foundation Limited

The Trust invested £40,000 to acquire 4,000,000 new ordinary shares of £0.1 each. The Trust's agreement to invest is to aid the provision to train teachers to teach music to students on a non selective and inclusive basis, promoting and advancing education and as such falls within the stated objective of the Charity.

#### Programme Related Investment

##### Keep me posted - Yurtle

The Trust acquired 3,336 Seed Preference Shares at a cost of £30,000 during the year. This investment reflects the Trust's commitment to supporting individuals, aligning with Keep Me Posted Ltd's mission to promote independent living in an ageing world, while also helping families provide care in a way that minimises financial strain.

##### Mission Housing Limited

The Trust invested in an equity loan linked to a property in London acquired for £460,000. The Loan is interest free and the terms are for 5 years with a maturity repayment date 09th June 2027.

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2025

---

#### ACHIEVEMENTS AND PERFORMANCE

##### London Reclaimed

In line with our commitment to supporting social enterprises and charitable initiatives, the charity provided a £120,000 interest-free loan to London Reclaimed in 2023. London Reclaimed is a charity dedicated to helping young people gain the skills and opportunities needed to step into employment. The loan, structured as a social investment, aligns with our mission to create lasting social impact. It is repayable over a period of seven years and is expected to contribute to the charity's long-term sustainability while supporting vulnerable young people in their transition into the workforce.

##### Digital Identity Net U.K Limited

The Trust holds 200,000 shares under the EIS fundraising scheme launched October 2022 at £5 per share = £1m invested in the year.

#### FINANCIAL REVIEW

##### Financial position

The Trust's work is entirely reliant on donated income and investment returns. Investment income in the year amounted to £4,127 (2024: £37,420). £28,307 donations were made to the Trust in the year (2024: Nil).

The Charity's total income for the year amounted to £32,437 (2024: £38,127). Resources expended amounted to £532,126 (2024: £897,927 ) and in addition there were unrealised losses of £602,515 (2024: £163,944) and realised gains of £40,455 (2024: losses £215,538).

The Balance Sheet records unrestricted funds of £4,905,004 (2024: £5,966,757). The Assets comprised the 587,093 Investment Portfolio amounting to £4,778,617 (2024: £5,379,664) and Net Current Assets of £126,387 (2024: £587,093).

##### Reserves policy

The Charity seeks to maintain an investment portfolio capable of producing a total return to support Trustees' objectives in grant making in line with the Charity's objects.

In January 2025, the trustees reviewed the charity's investment policy to ensure that the charity's reserves are managed prudently. The review considered the balance between achieving a reasonable return on investments and maintaining the security and liquidity of the funds, in line with the charity's long-term financial objectives and risk appetite.

Total funds held by the Charity at 31st March 2025 amounted to £4,905,004 All funds are unrestricted.

##### Going concern

The Trustees have a reasonable expectation that the charity has adequate resources to continue operations for the foreseeable future. The going concern basis has therefore continued to be used in preparing the financial statements. The Board has considered the short and long term health of the charity and is content that the measures taken by the charity, together with a robust investment portfolio, provides assurance that the going concern basis is appropriate in preparing the financial statements.

#### FUTURE PLANS

The Trustees will be focusing on:

- Continuing to support the charities and causes identified by Trustees;
- Monitoring the investment monies and considering opportunities for increased returns;
- Keep administration expenditure to a minimum.

#### STRUCTURE, GOVERNANCE AND MANAGEMENT

##### Governing document

The Michael and Betty Little Trust is an Unincorporated Charity governed by a Trust Deed dated 20th December 2004.

##### Recruitment and appointment of new trustees

The Michael and Betty Little Trust is governed by a Board of Trustees whose members are elected as the need arises. The Trustees who have served during the period are set out above.

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2025

---

#### STRUCTURE, GOVERNANCE AND MANAGEMENT

##### Organisational structure

The Board of Trustees administers the charity. The Board meets on a regular basis. The day to day operations of the charity are administered by the Trustees. To facilitate effective operations, individual Trustees have delegated authority, within terms of delegation approved by the Trustees, for operational matters including finance.

##### Induction and training of new trustees

New Trustees will be provided with detailed information on their legal obligations under charity law and what the role will entail. Their training needs will be assessed, and training provided if required. In addition, new Trustees will be provided with copies of:

- the Deed of the Charity
- Board papers from the last year including the accounts

Where necessary Trustees will be encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

##### Key management remuneration

No remuneration, directly or indirectly, was paid or is payable for the period to any Trustee. There are no other key management personnel.

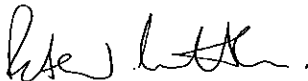
##### Risk management

Consideration is given to the major risks to which the charity is exposed, as identified by the Trustees.

The Trustees consider variability of investment returns to constitute the charity's major financial risk. This risk is mitigated as far as is possible through regular reviews with the Investment Management advisors.

The risk of bank failure following the financial crisis was considered by the Trustees and upon review it was considered that the banking and investment services are secure, but the situation should be monitored regularly.

Approved by order of the board of trustees on 28 January 2026 and signed on its behalf by:



Peter Little - Trustee

**Independent Examiner's Report to the Trustees of  
The Michael and Betty Little Trust**

---

**Independent examiner's report to the trustees of The Michael and Betty Little Trust**

I report to the charity trustees on my examination of the accounts of The Michael and Betty Little Trust (the Trust) for the year ended 31 March 2025.

**Responsibilities and basis of report**

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

**Independent examiner's statement**

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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



James Holland-Leader FCA

Knox Cropper LLP  
Chartered Accountants  
Office Suite 1  
Haslemere House  
Lower Street  
Haslemere  
Surrey  
GU27 2PE

28 January 2026

**THE MICHAEL AND BETTY LITTLE TRUST**

**Statement of Financial Activities  
for the Year Ended 31 March 2025**

	Notes	2025 Unrestricted fund £	2024 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies		19,459	-
Investment income	2	12,976	37,420
Other income		-	707
<b>Total</b>		<b>32,435</b>	<b>38,127</b>
<b>EXPENDITURE ON</b>			
Raising funds	3	36,168	28,903
<b>Charitable activities</b>	4		
Grants		410,398	859,820
Charitable Activities		79,712	4,101
Governance Costs		5,849	5,103
<b>Total</b>		<b>532,127</b>	<b>897,927</b>
Net gains/(losses) on investments		(562,061)	(379,483)
<b>NET INCOME/(EXPENDITURE)</b>		<b>(1,061,753)</b>	<b>(1,239,283)</b>
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward		5,966,757	7,206,040
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>4,905,004</b>	<b>5,966,757</b>

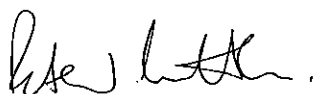
The notes form part of these financial statements

THE MICHAEL AND BETTY LITTLE TRUST

Statement of Financial Position  
31 March 2025

	Notes	2025 Unrestricted fund £	2024 Total funds £
<b>FIXED ASSETS</b>			
<b>Investments</b>			
Investments	8	4,673,669	5,196,453
Social investments	9	104,948	183,211
		<u>4,778,617</u>	<u>5,379,664</u>
<b>CURRENT ASSETS</b>			
Debtors	10	93,000	376,736
Cash in hand		42,183	224,277
		<u>135,183</u>	<u>601,013</u>
<b>CREDITORS</b>			
Amounts falling due within one year	11	(8,796)	(13,920)
		<u>126,387</u>	<u>587,093</u>
<b>NET CURRENT ASSETS</b>			
		<u>126,387</u>	<u>587,093</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
		<u>4,905,004</u>	<u>5,966,757</u>
<b>NET ASSETS</b>			
		<u>4,905,004</u>	<u>5,966,757</u>
<b>FUNDS</b>			
Unrestricted funds		<u>4,905,004</u>	<u>5,966,757</u>
<b>TOTAL FUNDS</b>			
		<u>4,905,004</u>	<u>5,966,757</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 28 January 2026 and were signed on its behalf by:



Peter Little - Trustee

The notes form part of these financial statements

## THE MICHAEL AND BETTY LITTLE TRUST

### Notes to the Financial Statements for the Year Ended 31 March 2025

---

#### 1. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The Trustees consider that there are no uncertainties about the Charity's ability to continue as a going concern.

The charity has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

##### **Critical accounting judgements and key sources of estimation uncertainty**

The application of accounting standards and policies requires the Trustees to make estimates and assumptions about future events that directly affect the charity's reported financial condition and operating performance. The accounting estimates and assumptions discussed are those that the Trustees consider to be most critical to the financial statements. An accounting estimate is considered critical if both (a) the nature of estimates or assumptions is material due to the level of subjectivity and judgement involved, and (b) the impact within a reasonable range of outcomes of the estimates and assumptions is material to the charity's financial condition or operating performance.

The Trustees have considered the risk of estimation uncertainty causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, and consider there to be no significant judgements or estimates in the accounts.

##### **Income**

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

Donations are recognised when the Trust has been notified in writing of both the amount and settlement date. If a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of these conditions is wholly within the control of the charity, and it is probable that those conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case-by-case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash, or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor of the dividend yield of the investment portfolio.

##### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

## THE MICHAEL AND BETTY LITTLE TRUST

### Notes to the Financial Statements - continued for the Year Ended 31 March 2025

---

#### 1. ACCOUNTING POLICIES - continued

##### **Expenditure**

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. In the case of an unconditional grant offer this is accrued once the recipient has been notified on the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Trust.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable.

The provision for a multi-year grant is recognised at its present value where settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the Trust that would permit the Trust to avoid making the future payment(s), settlement is probable, and the effect of discounting is material. The discount rate used is the average rate of investment yield in the year in which the grant award is made. The discount rate is regarded by the trustees as providing the most current available estimate of the opportunity cost of money reflecting the time value of money to the Trust.

##### **Raising funds**

The costs of generating funds consist of investment management costs and certain legal fees.

##### **Charitable activities**

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

##### **Allocation and apportionment of costs**

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

##### **Investments**

###### **LISTED INVESTMENTS**

Listed Investments are a form of basic financial investment and are initially recognised at their transaction value and subsequently measured at fair value (FV) as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluations and disposals throughout the year.

Realised gains and losses on listed investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

Listed Investments are managed under the terms of an investment management agreement with . CADRO. The investment manager is required to make investments on behalf of the Trust in line with benchmarks that have been set and against which performance is measured.

Investment performance is reviewed by the trustees, who receive periodic reports on matters pertinent to its investment policy. Trustees have adopted a strategy of generating income from investing in a range of assets with a low/medium risk profile. This should typically provide modest capital growth, with a predominant focus on income generating assets.

###### **UNLISTED INVESTMENTS**

Unlisted Investments are initially recognised at their transaction value and subsequently measured at FV as at the balance sheet date using the investment management valuation.

Unlisted Investments are managed by IQ Capital Growth Fund | LP which focuses on investments into growth-stage investees.

## THE MICHAEL AND BETTY LITTLE TRUST

### Notes to the Financial Statements - continued for the Year Ended 31 March 2025

---

#### 1. ACCOUNTING POLICIES - continued

##### Investments

##### **SOCIAL INVESTMENT**

Social Investments are investments made with the primary aim to furthering the charitable objectives of the Trust, while also generating a financial return.

Social investments are measured at cost less any impairment, unless reliable fair value information becomes available, in which case they are measured at fair value.

##### **Unlisted mixed motive investments**

Losses are recognised as an investment impairment in the "gain/(losses)" on investments' line in the SOFA.

##### **Unlisted programme related investments**

An impairment loss arising on a programme related investment is recognised as a cost within "expenditure on charitable activities" in the SoFA.

The Trust does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

##### **Taxation**

The charity is exempt from tax on its charitable activities.

##### **Fund accounting**

Unrestricted funds consist of those funds which the charity may use in furtherance of its charitable objects at the discretion of the Trustees. Restricted funds exist for situations where a donor requires that a donation must be spent on a particular purpose or where funds have been raised for a specific purpose.

##### **Debtors**

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

##### **Cash at bank and in hand**

Cash bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

##### **Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

##### **Financial instruments**

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

THE MICHAEL AND BETTY LITTLE TRUST

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2025

2. INVESTMENT INCOME

	2025	2024
	£	£
Income from listed investment	1,016	33,399
Deposit account interest	970	2,300
Interest receivable	10,990	1,721
	<u>12,976</u>	<u>37,420</u>

3. RAISING FUNDS

Investment management costs

	2025	2024
	£	£
Investment Managers Fees	36,168	28,903
	<u>36,168</u>	<u>28,903</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 5) £	Support costs (see note 6) £	Totals £
Grants	-	410,398	-	410,398
Charitable Activities	79,712	-	-	79,712
Governance Costs	-	-	5,849	5,849
	<u>79,712</u>	<u>410,398</u>	<u>5,849</u>	<u>495,959</u>

5. GRANTS PAYABLE

	2025	2024
	£	£
Grants	410,398	859,820
	<u>410,398</u>	<u>859,820</u>

THE MICHAEL AND BETTY LITTLE TRUST

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2025

5. GRANTS PAYABLE - continued

The total grants paid to institutions during the year was as follows:

	2025	2024
	£	£
Alder Trust	28,000	30,000
Doctors in Distress	-	25,000
Crossover Youth Centre	6,000	15,000
Easebourne School	7,500	10,000
First Give	5,000	40,000
Girl's Network, The	-	45,000
Home Start	12,000	80,000
King's Arms	21,000	35,000
London Reclaimed	-	35,000
Mummy's Star	6,000	30,000
PACSO	30,000	-
Refugees at Home	-	42,500
Regenerate UK	42,000	42,000
Shannon Trust	120,000	-
Wells Trust	6,000	-
Imagine If Trust	25,000	25,000
West London Welcome	43,800	73,000
Sexpresion:UK	1,000	-
Furnishing Futures	15,000	40,000
Pedal People	10,000	10,000
Prison Family Support	1,000	-
Voices of Children	-	50,007
Law for Change	-	25,000
Buddy Up	6,000	-
Rain Edge International Centre	-	50,000
Sant Just Solidari	5,098	14,313
The perfect place	-	28,000
Jewish care	20,000	20,000
Lily Foundation, The	-	20,000
Detention action	-	50,000
Chefs in schools	-	10,000
Ealing + Acton	-	15,000
	<u>410,398</u>	<u>859,820</u>

THE MICHAEL AND BETTY LITTLE TRUST

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2025

6. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Governance Costs	<u>413</u>	<u>5,436</u>	<u>5,849</u>

£4,536 Governance costs relate to Independent Examination cost for the year (2024: £4,320).

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2025 nor for the year ended 31 March 2024.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2025 nor for the year ended 31 March 2024.

8. FIXED ASSET INVESTMENTS

	Listed investments £	Unlisted investments £	Cash and settlements pending £	Totals £
<b>MARKET VALUE</b>				
At 1 April 2024	1,738,334	3,455,857	2,262	5,196,453
Additions	283,625	375,000	33,944	692,569
Disposals	(901,828)	-	-	(901,828)
Revaluations	68,209	(381,734)	-	(313,525)
At 31 March 2025	<u>1,188,340</u>	<u>3,449,123</u>	<u>36,206</u>	<u>4,673,669</u>
<b>NET BOOK VALUE</b>				
At 31 March 2025	<u>1,188,340</u>	<u>3,449,123</u>	<u>36,206</u>	<u>4,673,669</u>
At 31 March 2024	<u>1,738,334</u>	<u>3,455,857</u>	<u>2,262</u>	<u>5,196,453</u>

There were investment assets outside the UK in 2025.

The Trust held the following foreign-listed investments with CADRO in 2025, comprising equity securities traded on stock exchanges across UK and Europe primarily.

The listed investments were valued at their closing market price on the reporting date. Comparative figures for the prior year are shown below:

LISTED INVESTMENTS	2025 £	2024 £
<b>Bonds / Fixed Interest</b>		
UK Sovereign	141,259	107,147
Overseas Corporate	118,008	247,478
<b>Total Bonds / Fixed Interest</b>	<u>259,267</u>	<u>354,625</u>
<b>Equities</b>		
UK	293,212	664,850
North America	293,808	-
Europe	53,523	20,113
<b>Total Equities</b>	<u>640,543</u>	<u>684,963</u>

THE MICHAEL AND BETTY LITTLE TRUST

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2025

8. FIXED ASSET INVESTMENTS - continued

**Alternatives / Cash Products**

UK Cash Products	-	182,129
Europe Cash Products	-	179,802

<b>Total Alternatives / Cash Products</b>	-	361,931
---	---	---------

**Other**

UK Sustainable Equivalent	117,351	189,627
Global Sustainable Equivalent	58,430	
UK Liquid Alternative	25,229	36,873
Europe Liquid Alternative	52,694	76,668
UK Tactical Opportunity	17,402	9,780
Europe Tactical Opportunity	17,424	26,129

<b>Total Other</b>	288,530	339,077
--------------------	---------	---------

Capital Account	36,206	2,262
-----------------	--------	-------

<b>TOTAL LISTED INVESTMENTS</b>	1,224,546	1,740,596
---------------------------------	-----------	-----------

**UNLISTED INVESTMENTS**

IQ Capital Growth Fund I L.P.		
UK	3,449,124	3,455,857

The Trust total commitment to IQ Capital Growth Fund I L.P. (IQGF1) is £3m. As of 31st March 2025 the Trust has invested £2,689,414 to IQGF1.

IQ Capital Growth Fund I L.P. (IQGF1) is focused on investments into growth-stage investees of IQ Capital Fund II L.P and IQ Capital Fund III L.P. The final close was completed on 29th October 2020, with the fund reaching its £100m cap size.

As of 31st March 2025 IQ Capital Growth Fund I L.P FMV stands at £114.8m of which the Trusts holds a 3% share

The historical cost of investment as at 31st March 2025:

Listed investments £1,122,776  
Unlisted investments £2,689,414

**THE MICHAEL AND BETTY LITTLE TRUST**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2025**

**9. SOCIAL INVESTMENTS**

	Programme related investments equity £	Mixed motive investments £	Totals £
<b>MARKET VALUE</b>			
At 1 April 2024	133,499	49,712	183,211
Additions	1,449	-	1,449
Impairments	(30,000)	(49,712)	(79,712)
At 31 March 2025	104,948	-	104,948
<b>NET BOOK VALUE</b>			
At 31 March 2025	104,948	-	104,948
At 31 March 2024	133,499	49,712	183,211

Cost or valuation at 31 March 2025 is represented by:

	Equity £	Mixed motive investments £	Totals £
Valuation in 2021	-	1,060,712	1,060,712
Valuation in 2022	-	(1,060,712)	(1,060,712)
Valuation in 2023	107,600	90,000	197,600
Valuation in 2024	25,899	(40,288)	(14,389)
Valuation in 2025	(28,551)	(49,712)	(78,263)
	104,948	-	104,948

**10. DEBTORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2025 £	2024 £
London Reclaimed Loan	93,000	101,000
IQ Capital interest accrued	-	275,736

**THE MICHAEL AND BETTY LITTLE TRUST**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2025**

---

**11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2025</b>	<b>2024</b>
	<b>£</b>	<b>£</b>
Accrued expenses	<b><u>8,796</u></b>	<b><u>13,920</u></b>

**12. CONTINGENT LIABILITIES**

As set out in Note 10, the charity has invested in a number of unquoted entities as part of its social investments strategy. The Trustees are satisfied that these social investments are qualifying investments for tax purposes and therefore no provision has been made in the accounts for tax payable. However, should HMRC determine that they are non-qualifying investments, a tax liability amounting to approximately £110,583.20 would be payable. This amount is disclosed as a contingent liability on the basis that, in the judgment of the Trustees, although not probable, the possibility of a liability arising is not remote.

**13. CAPITAL COMMITMENTS**

The Michael and Betty Little Trust total commitment to IQ Capital Growth Fund I LP is £3m. As of 31st March 2025 the total contribution amounts to £2,699,700 with a remaining commitment of £300,300.

**14. RELATED PARTY DISCLOSURES**

**UNLISTED INVESTMENTS**

Richard Little (former Trustee to 22nd June 2020) and member of the Little family, which comprise the majority of the Board of Trustees, is on the advisory board of The IQ Capital Growth Fund I L P (Note 8)..

**SOCIAL INVESTMENTS**

Richard Little is a Director at Century-Tech Limited in which the Trust has invested £2m to date.

No income was received in 2025, 2024 or 2023 in respect of these investments.

THE MICHAEL AND BETTY LITTLE TRUST

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2025

	2025 £	2024 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Legacies	19,459	-
<b>Investment income</b>		
Income from listed investment	1,016	33,399
Deposit account interest	970	2,300
Interest receivable	10,990	1,721
	<u>12,976</u>	<u>37,420</u>
<b>Other income</b>		
Foreign Exchange Gains	-	707
<b>Total incoming resources</b>	<u>32,435</u>	<u>38,127</u>
<b>EXPENDITURE</b>		
<b>Investment management costs</b>		
Investment Managers Fees	36,168	28,903
<b>Charitable activities</b>		
Impairment losses for tangible fixed assets	79,712	4,101
Grants to institutions	410,398	859,820
	<u>490,110</u>	<u>863,921</u>
<b>Support costs</b>		
<b>Finance</b>		
Sundries	-	100
Bank charges	413	683
	<u>413</u>	<u>783</u>
<b>Governance costs</b>		
Independent ex. remn	4,536	4,320
Accountancy and legal fees	900	-
	<u>5,436</u>	<u>4,320</u>
Total resources expended	<u>532,127</u>	<u>897,927</u>
<b>Net expenditure before gains and losses</b>	<u>(499,692)</u>	<u>(859,800)</u>
<b>Realised recognised gains and losses</b>		
Realised gains/(losses) on fixed asset investments	40,455	(121,405)
<b>Net expenditure</b>	<u>(459,237)</u>	<u>(981,205)</u>

This page does not form part of the statutory financial statements

**THE MICHAEL AND BETTY LITTLE TRUST**

England & Wales - Charity number 1107412

---

# Accounts

---

**Report of the Trustees and  
Unaudited Financial Statements for the Year Ended 31 March 2024  
for  
THE MICHAEL AND BETTY LITTLE TRUST**

**THE MICHAEL AND BETTY LITTLE TRUST**

**Contents of the Financial Statements  
for the Year Ended 31 March 2024**

---

	<b>Page</b>
<b>Reference and Administrative Details</b>	1
<b>Report of the Trustees</b>	2 to 6
<b>Independent Examiner's Report</b>	7
<b>Statement of Financial Activities</b>	8
<b>Statement of Financial Position</b>	9
<b>Notes to the Financial Statements</b>	10 to 20

---

**THE MICHAEL AND BETTY LITTLE TRUST**

**Reference and Administrative Details  
for the Year Ended 31 March 2024**

---

<b>TRUSTEES</b>	Lucy Blackgrove Hilary Graham Christopher Little Dr Helen Little Martin Little Peter Little Elizabeth Moore Katherine Shipton
<b>PRINCIPAL ADDRESS</b>	12 Stanton Drive Chichester West Sussex PO19 5QN
<b>REGISTERED CHARITY NUMBER</b>	1107412
<b>INDEPENDENT EXAMINER</b>	Knox Cropper LLP Chartered Accountants Office Suite 1 Haslemere House Lower Street Haslemere Surrey GU27 2PE
<b>BANKERS</b>	C. Hoare & Co. 37 Fleet Street London EC4P 4DQ
<b>FINANCE ADVISERS</b>	Cadro Technologies Limited Berkeley Square House Berkeley Square London W1J 6BD  IQ Capital Partners LLP 95 Regent Street Cambridge CB2 1BQ

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2024

---

The trustees present their report with the financial statements of the charity for the year ended 31 March 2024. The trustees have adopted the provisions of 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).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

###### **Aims**

The aims of The Michael and Betty Little Trust are under the discretion of the Trustees to make grants for charitable purposes to individuals, other charities or voluntary bodies with an emphasis on sickness, distress, education, human rights and religion.

###### **Objects**

The objects of the charity are:

To further such charitable purposes in the UK or overseas by

Relieving those in financial need, hardship or distress;  
Relieving the sick and protecting and preserving public health;  
Advancing education;  
Promoting human rights;  
Advancing such of the world's religions as are recognised under English Charity law.

The long term aims of the charity are to expend its resources in the pursuit of these objects.

###### **Public benefit**

The Trustees confirm that they have considered the general guidance issued by the Charity Commission in connection with public benefit in setting the objectives of the charity and in particular they have considered how planned activities further the charity's objects.

## OBJECTIVES AND ACTIVITIES

### Grant Making Policy

The Trust has established its grant making policy to achieve its objects for the public benefit. The trustees recognise that the Trust's objectives will often require the provision of health, education, basic needs and other related provision to those in need. The grant making policy will be reviewed annually by the trustees and may be changed in accordance with the trustees' views of the most effective application of available funds to ensure that it reflects the charity's objects and advances public benefit.

### Approach

The Michael & Betty Little Trust delivers its key objectives through the following grant-making vehicles:

**Major Grants** The trustees acknowledge the value of working with trusted third parties to deliver projects in line with its priorities to maximise the impact of its support and where other organisations have greater expertise.

**Small Grants** The trustees will, from time to time, choose to make small grants - normally one-off - to trusted third parties by which to further the Trust's Objects.

Proposals for support from the Trust are made via the Trustees at their meetings. Trustees must be in agreement that the grant meets one or more of the Trust's objectives.

### Geographical Area

The trustees wish to support causes in both the UK and overseas. In respect of overseas projects.

### Due Diligence

All grants will be subject to the Trust's Due Diligence Policy having been undertaken.

Recognising their duty to safeguard charitable assets, trustees confirm that any third party organisation receiving support from the Trust must be:

- a UK registered charity; or,
- an organisation that carries out activities that are consistent with charity objectives.

In respect of organisations outside of the UK, the Trust will ensure that such organisations are either registered with the appropriate local regulator or public authorities and/or have in place appropriate governance and financial handling policies and procedures to ensure the appropriate safeguarding and use of the Trust's charitable funds.

## ACHIEVEMENT AND PERFORMANCE

### Achievement and Performance

The Michael and Betty Little Trust commenced operations in 2004, as the residual beneficiary of the estate of Michael Little, and received further donations from Trustees in 2015, 2018, 2020, 2021 and 2023. The Trustees have made various grants in line with the objects of the Charity during the year. These are detailed in note 5 to the Financial Statements.

The Trust will monitor the performance of its grants programme using reports from grant recipients. These reports, including the Financial Statements of recipient institutions, will influence whether or not further grants will be made to that body.

## ACHIEVEMENT AND PERFORMANCE

### Investment policy and performance

**Listed investments** were managed under the terms of an investment management agreement with LGT Vestra LLP. The portfolio was transferred to the management of CADRO in January 2024. The investment manager is required to make investments on behalf of the Trust in line with benchmarks that have been set and against which performance is measured.

Investment performance is reviewed by the Trustees, who receive periodic reports on matters pertinent to its investment policy. Trustees have adopted a strategy of generating income from investing in a range of assets with a low/medium risk profile. This should typically provide modest capital growth, with a predominant focus on income generating assets.

The following illustrates the current weightings expressed in percentages of the Trust's investment funds:

Overseas Equities 1.16% (2023: 77.97%)  
UK Equities 38.20% (2023:2.42%)  
UK Sovereign NIL (2023: 3.01%)  
Overseas Bonds NIL (2023: 11.02%)  
Cash and absolute return 20.79% (2023:5.58%)  
Fixed income 20.37% (2023: NIL)  
Sustainable Equities 10.89% (2023: NIL)  
Liquid Alternatives 6.52% (2023: NIL)  
Tactical Opportunity 2.07% (2023: NIL)

For the period from 1st January 2024 to 31st March 2024, the portfolio total return amounted to 3.48% (2023: -176.95%).

**Unlisted investments** are managed by IQ Capital Growth Fund I LP which focuses on investments into growth-stage companies.

The Michael and Betty Little Trust has committed £3m to the Fund, representing 3% of the total fund. As of 31st March 2024 the total contribution is £2.35m (2023:£2.18m).

### Social Investments

#### Century-Tech Ltd.

The Trust holds 162886 A Ordinary Shares and 202684 Ordinary Shares at a cost of £2m ( 2023: £1m; 2022: £1m).

These investments are a mixed motive investment as it has the objective of supporting education, in line with the Charity's objectives, as well as investment return with a Nil Fair Value as of 31st March 2024.

#### Time to Spare Limited

The Trust invested £50,000 to acquire 320,202 Ordinary Shares.

Time to Spare Limited is a new company building the operating system for the charity sector. The Trust's decision to invest is to: 1) support other charities and 2) increase the impact of charitable giving belief.

#### The DaCapo Music Foundation Limited

The Trust invested £40,000 to acquire 4,000,000 new ordinary shares of £0.1 each. The Trust's agreement to invest is to aid the provision to train teachers to teach music to students on a non selective and inclusive basis, promoting and advancing education and as such falls within the stated objective of the Charity.

### Programme Related Investment

#### Keep me posted - Yurtle

The Trust acquired 3,336 Seed Preference Shares at a cost of £30,000 during the year. This investment reflects the Trust's commitment to supporting individuals, aligning with Keep Me Posted Ltd's mission to promote independent living in an ageing world, while also helping families provide care in a way that minimises financial strain.

## ACHIEVEMENT AND PERFORMANCE

### Mission Housing Limited

The Trust invested in an equity loan linked to a property in London acquired for £460,000. The Loan is interest free and the terms are for 5 years with a maturity repayment date 09th June 2027.

### London Reclaim

In line with our commitment to supporting social enterprises and charitable initiatives, the charity provided a £120,000 interest-free loan to London Reclaim in 2023. London Reclaim is a charity dedicated to helping young people gain the skills and opportunities needed to step into employment. The loan, structured as a social investment, aligns with our mission to create lasting social impact. It is repayable over a period of seven years and is expected to contribute to the charity's long-term sustainability while supporting vulnerable young people in their transition into the workforce.

### Digital Identity Net U.K Limited

The Trust holds 200,000 shares under the EIS fundraising scheme launched October 2022 at £5 per share = £1m invested in the year.

## FINANCIAL REVIEW

### Financial position

The Trust's work is entirely reliant on donated income and investment returns. Investment income in the year amounted to £37,420 (2023: £63,392). No donations were made to the Trust in the year (2023: 576,332).

The Charity's total income for the year amounted to £38,127 (2023: £658,837). Resources expended amounted to £897,927 (2023: £1,760,625 before PYA £1,640,625 after PYA ) and in addition there were unrealised losses of £163,944 (2023: £1,930,016) and realised losses of £215,539 (2023: £706,730).

The Balance Sheet records unrestricted funds of £5,966,757 (2023: £7,206,040 as restated). The Assets comprised the Investment Portfolio amounting to £5,379,664 (2023: £6,985,584) and Net Current Assets of £587,093 (2023: £220,456 as restated).

### Reserves policy

The Charity seeks to maintain an investment portfolio capable of producing a total return to support Trustees' objectives in grant making in line with the Charity's objects.

Total funds held by the Charity at 31st March 2024 amounted to £5,966,757 All funds are unrestricted.

### Going concern

The Trustees have a reasonable expectation that the charity has adequate resources to continue operations for the foreseeable future. The going concern basis has therefore continued to be used in preparing the financial statements. The Board has considered the short and long term health of the charity and is content that the measures taken by the charity, together with a robust investment portfolio, provides assurance that the going concern basis is appropriate in preparing the financial statements.

## FUTURE PLANS

The Trustees will be focusing on:

- Continuing to support the charities and causes identified by Trustees;
- Monitoring the investment monies and considering opportunities for increased returns;
- Keep administration expenditure to a minimum.

## STRUCTURE, GOVERNANCE AND MANAGEMENT

### Governing document

The Michael and Betty Little Trust is an Unincorporated Charity governed by a Trust Deed dated 20th December 2004.

## **STRUCTURE, GOVERNANCE AND MANAGEMENT**

### **Recruitment and appointment of new trustees**

The Michael and Betty Little Trust is governed by a Board of Trustees whose members are elected as the need arises. The Trustees who have served during the period are set out above.

### **Organisational structure**

The Board of Trustees administers the charity. The Board meets on a regular basis. The day to day operations of the charity are administered by the Trustees. To facilitate effective operations, individual Trustees have delegated authority, within terms of delegation approved by the Trustees, for operational matters including finance.

### **Induction and training of new trustees**

New Trustees will be provided with detailed information on their legal obligations under charity law and what the role will entail. Their training needs will be assessed, and training provided if required. In addition, new Trustees will be provided with copies of:

- the Deed of the Charity
- Board papers from the last year including the accounts

Where necessary Trustees will be encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

### **Key management remuneration**

No remuneration, directly or indirectly, was paid or is payable for the period to any Trustee. There are no other key management personnel.

### **Risk management**

Consideration is given to the major risks to which the charity is exposed, as identified by the Trustees.

The Trustees consider variability of investment returns to constitute the charity's major financial risk. This risk is mitigated as far as is possible through regular reviews with the Investment Management advisors.

The risk of bank failure following the financial crisis was considered by the Trustees and upon review it was considered that the banking and investment services are secure, but the situation should be monitored regularly.

Approved by order of the board of trustees on 29 January 2025 and signed on its behalf by:

Peter Little - Trustee

**Independent examiner's report to the trustees of The Michael and Betty Little Trust**

I report to the charity trustees on my examination of the accounts of The Michael and Betty Little Trust (the Trust) for the year ended 31 March 2024.

This report is made to the Trustees, as a body, in accordance with the terms of my engagement. Our work has been undertaken so that we might carry out an Independent Examination of the financial statements in accordance with the General Directions given by the Charity Commissioners. 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 work or for this report.

**Responsibilities and basis of report**

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

**Independent examiner's statement**

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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

James Holland-Leader FCA

Knox Cropper LLP  
Chartered Accountants  
Office Suite 1  
Haslemere House  
Lower Street  
Haslemere  
Surrey  
GU27 2PE

29 January 2025

THE MICHAEL AND BETTY LITTLE TRUST

Statement of Financial Activities  
for the Year Ended 31 March 2024

	Notes	2024 Unrestricted fund £	2023 Total funds as restated £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies		-	573,832
Investment income	2	37,420	63,392
Other income		707	21,613
<b>Total</b>		<b>38,127</b>	<b>658,837</b>
<b>EXPENDITURE ON</b>			
Raising funds	3	28,903	63,136
<b>Charitable activities</b>			
Grants	4	859,820	1,567,040
Governance Costs		5,103	10,449
Other		4,101	-
<b>Total</b>		<b>897,927</b>	<b>1,640,625</b>
Net gains/(losses) on investments		(379,483)	(2,636,746)
<b>NET INCOME/(EXPENDITURE)</b>		<b>(1,239,283)</b>	<b>(3,618,534)</b>
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>			
As previously reported		7,086,040	10,824,574
Prior year adjustment	8	120,000	-
<b>As restated</b>		<b>7,206,040</b>	<b>10,824,574</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>5,966,757</b>	<b>7,206,040</b>

The notes form part of these financial statements

THE MICHAEL AND BETTY LITTLE TRUST

Statement of Financial Position  
31 March 2024

	Notes	2024 Unrestricted fund £	2023 Total funds as restated £
<b>FIXED ASSETS</b>			
<b>Investments</b>			
Investments	9	5,196,453	6,787,984
Social investments	10	<u>183,211</u>	<u>197,600</u>
		<b>5,379,664</b>	6,985,584
<b>CURRENT ASSETS</b>			
Debtors	11	376,736	205,444
Cash in hand		<u>224,277</u>	<u>24,612</u>
		<b>601,013</b>	230,056
<b>CREDITORS</b>			
Amounts falling due within one year	12	<b>(13,920)</b>	(9,600)
		<u>587,093</u>	<u>220,456</u>
<b>NET CURRENT ASSETS</b>			
		<b>5,966,757</b>	7,206,040
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
		<u>5,966,757</u>	<u>7,206,040</u>
<b>NET ASSETS</b>			
		<u>5,966,757</u>	<u>7,206,040</u>
<b>FUNDS</b>			
Unrestricted funds		<u>5,966,757</u>	<u>7,206,040</u>
<b>TOTAL FUNDS</b>			
		<u>5,966,757</u>	<u>7,206,040</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 29 January 2025 and were signed on its behalf by:

Peter Little - Trustee

The notes form part of these financial statements

## 1. ACCOUNTING POLICIES

### **Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The Trustees consider that there are no uncertainties about the Charity's ability to continue as a going concern.

The charity has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

### **Critical accounting judgements and key sources of estimation uncertainty**

The application of accounting standards and policies requires the Trustees to make estimates and assumptions about future events that directly affect the charity's reported financial condition and operating performance. The accounting estimates and assumptions discussed are those that the Trustees consider to be most critical to the financial statements. An accounting estimate is considered critical if both (a) the nature of estimates or assumptions is material due to the level of subjectivity and judgement involved, and (b) the impact within a reasonable range of outcomes of the estimates and assumptions is material to the charity's financial condition or operating performance.

The Trustees have considered the risk of estimation uncertainty causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, and consider there to be no significant judgements or estimates in the accounts.

### **Income**

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

Donations are recognised when the Trust has been notified in writing of both the amount and settlement date. If a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of these conditions is wholly within the control of the charity, and it is probable that those conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case-by-case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash, or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor of the dividend yield of the investment portfolio.

1. **ACCOUNTING POLICIES - continued**

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. In the case of an unconditional grant offer this is accrued once the recipient has been notified on the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Trust.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable.

The provision for a multi-year grant is recognised at its present value where settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the Trust that would permit the Trust to avoid making the future payment(s), settlement is probable, and the effect of discounting is material. The discount rate used is the average rate of investment yield in the year in which the grant award is made. The discount rate is regarded by the trustees as providing the most current available estimate of the opportunity cost of money reflecting the time value of money to the Trust.

**Raising funds**

The costs of generating funds consist of investment management costs and certain legal fees.

**Charitable activities**

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

**Allocation and apportionment of costs**

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

**Investments**

**LISTED INVESTMENTS**

Listed Investments are a form of basic financial investment and are initially recognised at their transaction value and subsequently measured at fair value (FV) as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluations and disposals throughout the year.

Realised gains and losses on listed investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

Listed Investments are managed under the terms of an investment management agreement with . CADRO. The investment manager is required to make investments on behalf of the Trust in line with benchmarks that have been set and against which performance is measured.

1. **ACCOUNTING POLICIES - continued**

**Investments**

Investment performance is reviewed by the trustees', who receive periodic reports on matters pertinent to its investment policy. Trustees have adopted a strategy of generating income from investing in a range of assets with a low/medium risk profile. This should typically provide modest capital growth, with a predominant focus on income generating assets.

**UNLISTED INVESTMENTS**

Unlisted Investments are initially recognised at their transaction value and subsequently measured at FV as at the balance sheet date using the investment management valuation.

Unlisted Investments are managed by IQ Capital Growth Fund I LP which focuses on investments into growth-stage investees.

**SOCIAL INVESTMENT**

Social Investments are investments made with the primary aim to furthering the charitable objectives of the Trust, while also generating a financial return.

Social investments are measured at cost less any impairment, unless reliable fair value information becomes available, in which case they are measured at fair value.

**Unlisted mixed motive investments**

Losses are recognised as an investment impairment in the "gain/(losses)" on investments' line in the SOFA.

**Unlisted programme related investments**

An impairment loss arising on a programme related investment is recognised as a cost within "expenditure on charitable activities" in the SoFA.

The Trust does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

**Taxation**

The charity is exempt from tax on its charitable activities.

**Fund accounting**

Unrestricted funds consist of those funds which the charity may use in furtherance of its charitable objects at the discretion of the Trustees. Restricted funds exist for situations where a donor requires that a donation must be spent on a particular purpose or where funds have been raised for a specific purpose.

**Debtors**

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**Cash at bank and in hand**

Cash bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1. ACCOUNTING POLICIES - continued

**Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settled the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

**Financial instruments**

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2. INVESTMENT INCOME

	2024	2023 as restated
	£	£
Income from listed investment	33,399	62,399
Deposit account interest	2,300	993
Interest receivable	<u>1,721</u>	<u>-</u>
	<u><b>37,420</b></u>	<u><b>63,392</b></u>

3. RAISING FUNDS

**Investment management costs**

	2024	2023 as restated
	£	£
Investment Managers Fees	<u>28,903</u>	<u>63,136</u>

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 5) £	Support costs (see note 6) £	Totals £
Grants	859,820	-	859,820
Governance Costs	<u>-</u>	<u>5,103</u>	<u>5,103</u>
	<u><b>859,820</b></u>	<u><b>5,103</b></u>	<u><b>864,923</b></u>

THE MICHAEL AND BETTY LITTLE TRUST

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2024

---

5. GRANTS PAYABLE

	2024	2023 as restated
	£	£
Grants	<u>859,820</u>	<u>1,567,040</u>

THE MICHAEL AND BETTY LITTLE TRUST

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2024

5. GRANTS PAYABLE - continued

The total grants paid to institutions during the year was as follows:

	2024	2023 as restated
	£	£
Alder Trust	30,000	94,500
Doctors in Distress	25,000	-
Crossover Youth Centre	15,000	15,000
Easebourne School	10,000	-
First Give	40,000	25,000
Girl's Network, The	45,000	-
Home Start	80,000	100,000
King's Arms	35,000	30,000
Life Centre	-	50,000
London Reclaimed	35,000	35,000
Mummy's Star	30,000	30,000
Over the Moon	-	100,000
PACSO	-	50,000
Rosemary Foundation	-	30,000
Refugees at Home	42,500	42,500
Regenerate UK	42,000	-
SJP Charity	-	15,000
Sussex Snowdrop Trust, The	-	50,000
Wells Trust	-	49,600
Imagine If Trust	25,000	25,000
Sebbys Space	-	7,500
West London Welcome	73,000	73,000
Breastfeeding Network (UK), The	-	22,000
Wave Cafe	-	21,000
BIGKID Foundation	-	53,000
Together with Migrant Children	-	10,000
The Blue Thread	-	100,000
Sexpression:UK	-	21,000
Furnishing Futures	40,000	35,000
Service Dogs UK	-	15,000
Ameca Trust	-	5,000
Pedal People	10,000	-
Pedal People	-	10,000
Ahoy Centre	-	46,000
Fair Shot	-	37,000
Bike Project, The	-	40,000
Selsey Community	-	15,000
Prison Family Support	-	30,000
Love the One	-	120,000
Micro Rainbow	-	50,000
Voices of Children	50,007	44,940
Law for Change	25,000	25,000
Buddy Up	-	30,000
Family First Ghana	-	15,000
Rain Edge International Centre	50,000	-
Sant Just Solidari	14,313	-
The perfect place	28,000	-
Jewish care	20,000	-
Lily Foundation, The	20,000	-
Detention action	50,000	-
Chefs in schools	10,000	-

THE MICHAEL AND BETTY LITTLE TRUST

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2024

---

5. GRANTS PAYABLE - continued			
Ealing + Acton		<u>15,000</u>	<u>-</u>
		<u>859,820</u>	<u>1,567,040</u>

6. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Governance Costs	<u>783</u>	<u>4,320</u>	<u>5,103</u>

£4,320 Governance costs relate to Independent Examination cost for the year (2023: £7,200 Audit fee and £2,400 Non-audit remuneration).

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2024 nor for the year ended 31 March 2023.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2024 nor for the year ended 31 March 2023.

8. PRIOR YEAR ADJUSTMENT

During the year ended 31 March 2024, it was identified that a £120,000 transaction originally reported as a donation in the financial statements for the year ended 31 March 2023 should instead have been classified as an interest free loan. The loan is repayable over a term of 5 to 7 years.

This misclassification constituted an error under the requirements of FRS 102 and has been corrected through a prior year adjustment.

The impact of the adjustment is as follows:

- 2023 Financial Statements: Income from donations has been reduced by £120,000, and the amount has been reclassified as a loan under debtors.
- 2024 Financial Statement: The loan is now correctly recognised within the financial statements as an interest-free loan, adjusted to reflect a reduction of £19,000 paid during the year.

This adjustment has been made to ensure compliance with the requirements of FRS 102 and to present a true and fair view of the organisation's financial position.

THE MICHAEL AND BETTY LITTLE TRUST

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2024

9. FIXED ASSET INVESTMENTS

	Listed investments £	Unlisted investments £	Cash and settlements pending £	Totals £
<b>MARKET VALUE</b>				
At 1 April 2023	2,769,940	3,983,762	34,282	6,787,984
Additions	3,574,548	134,606	2,262	3,711,416
Disposals	(4,723,239)	-	(34,282)	(4,757,521)
Revaluations	117,085	(662,511)	-	(545,426)
At 31 March 2024	<u>1,738,334</u>	<u>3,455,857</u>	<u>2,262</u>	<u>5,196,453</u>
<b>NET BOOK VALUE</b>				
At 31 March 2024	<u>1,738,334</u>	<u>3,455,857</u>	<u>2,262</u>	<u>5,196,453</u>
At 31 March 2023	<u>2,769,940</u>	<u>3,983,762</u>	<u>34,282</u>	<u>6,787,984</u>

There were investment assets outside the UK in 2024.

The Trust held the following foreign-listed investments in 2024, comprising equity securities traded on stock exchanges across UK and Europe primarily. In January 2024 the Trust transferred the LGT Vestra LLP investment to Cadro Technologies Limited.

The listed investments were valued at their closing market price on the reporting date. Comparative figures for the prior year are shown below:

	2024 £	2023 £
<b>LISTED INVESTMENTS</b>		
<b>Bonds / Fixed Interest</b>		
UK Sovereign	107,147	83,438
Overseas Corporate	247,478	305,164
<b>Total Bonds / Fixed Interest</b>	<u>354,625</u>	<u>388,602</u>
<b>Equities</b>		
UK	664,850	67,069
North America	-	1,116,475
Europe	20,113	494,922
Asia Pacific ex. Japan	-	344,974
Global	-	203,312
<b>Total Equities</b>	<u>684,963</u>	<u>2,226,752</u>
<b>Alternatives / Cash Products</b>		
Absolute Return	-	119,577
UK Cash Products	182,129	35,009
Europe Cash Products	179,802	-
<b>Total Alternatives / Cash Products</b>	<u>361,931</u>	<u>154,586</u>
<b>Other</b>		
UK Sustainable Equivalent	189,627	-
UK Liquid Alternative	36,873	-
Europe Liquid Alternative	76,668	-
UK Tactical Opportunity	9,780	-
Europe Tactical Opportunity	26,129	-

9. FIXED ASSET INVESTMENTS - continued

	Total Other	<u>339,077</u>	<u>-</u>
<b>TOTAL LISTED INVESTMENTS</b>		<u><b>1,740,596</b></u>	<u>2,769,940</u>
<b>UNLISTED INVESTMENTS</b>			
IQ Capital Growth Fund I L.P.			
UK		<u><b>3,455,857</b></u>	<u>3,983,762</u>

The Trust total commitment to IQ Capital Growth Fund I L.P. (IQGF1) is £3m. As of 31st March 2024 the Trust has invested £2,324,700 to IQGF1.

IQ Capital Growth Fund I L.P. (IQGF1) is focused on investments into growth-stage investees of IQ Capital Fund II L.P and IQ Capital Fund III L.P. The final close was completed on 29th October 2020, with the fund reaching its £100m cap size.

As of 31st March 2024 IQ Capital Growth Fund I L.P FMV stands at £124.4m of which the Trusts holds a 3% share

The historical cost of investment as at 31st March 2024:

Listed investments £1,681,292  
Unlisted investments £2,354,700

10. SOCIAL INVESTMENTS

	Programme related investments equity £	Mixed motive investments £	Totals £
<b>MARKET VALUE</b>			
At 1 April 2023	<b>107,600</b>	<b>90,000</b>	<b>197,600</b>
Additions	<b>30,000</b>	<b>-</b>	<b>30,000</b>
Revaluations	<b>(4,101)</b>	<b>(40,288)</b>	<b>(44,389)</b>
	<u><b>133,499</b></u>	<u><b>49,712</b></u>	<u><b>183,211</b></u>
At 31 March 2024	<u><b>133,499</b></u>	<u><b>49,712</b></u>	<u><b>183,211</b></u>
<b>NET BOOK VALUE</b>			
At 31 March 2024	<u><b>133,499</b></u>	<u><b>49,712</b></u>	<u><b>183,211</b></u>
At 31 March 2023	<u>107,600</u>	<u>90,000</u>	<u>197,600</u>

**10. SOCIAL INVESTMENTS - continued**

Cost or valuation at 31 March 2024 is represented by:

	Equity £	Mixed motive investments £	Totals £
Valuation in 2021	-	1,060,712	1,060,712
Valuation in 2022	-	(1,060,712)	(1,060,712)
Valuation in 2023	107,600	90,000	197,600
Valuation in 2024	<u>25,899</u>	<u>(40,288)</u>	<u>(14,389)</u>
	<u>133,499</u>	<u>49,712</u>	<u>183,211</u>

**11. DEBTORS**

	2024 £	2023 as restated £
Amounts falling due within one year:		
GP Fund account	<u>-</u>	<u>85,444</u>
Amounts falling due after more than one year:		
London Reclaim Loan	101,000	120,000
IQ Capital interest accrued	<u>275,736</u>	<u>-</u>
Aggregate amounts	<u>376,736</u>	<u>205,444</u>

**12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2024 £	2023 as restated £
Accrued expenses	<u>13,920</u>	<u>9,600</u>

**13. CONTINGENT LIABILITIES**

As set out in Note 10, the charity has invested in a number of unquoted entities as part of its social investments strategy. The Trustees are satisfied that these social investments are qualifying investments for tax purposes and therefore no provision has been made in the accounts for tax payable. However, should HMRC determine that they are non-qualifying investments, a tax liability amounting to approximately £156,572 would be payable. This amount is disclosed as a contingent liability on the basis that, in the judgment of the Trustees, although not probable, the possibility of a liability arising is not remote.

## THE MICHAEL AND BETTY LITTLE TRUST

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2024

---

### 14. CAPITAL COMMITMENTS

The Michael and Betty Little Trust total commitment to IQ Capital Growth Fund I LP is £3m. As of 31st March 2024 the total contribution amounts to £2,324,700 with a remaining commitment of £645,300.

### 15. RELATED PARTY DISCLOSURES

#### UNLISTED INVESTMENTS

Richard Little (former Trustee to 22nd June 2020) and member of the Little family, which comprise the majority of the Board of Trustees, is on the advisory board of The IQ Capital Growth Fund I L P. As per note 9, as of 31st March 2024, the Trust has invested £2,324,700 in IQ Capital Growth Fund.

#### SOCIAL INVESTMENTS

Richard Little is a Director at Century-Tech Limited in which the Trust has invested £2m to date.

No income was received in 2024 or 2023 in respect of these investments.

**THE MICHAEL AND BETTY LITTLE TRUST**

England & Wales - Charity number 1107412

---

# Accounts

---

**REGISTERED CHARITY NUMBER: 1107412**

**Report of the Trustees and  
Financial Statements for the Year Ended 31 March 2023  
for  
THE MICHAEL AND BETTY LITTLE TRUST**

# THE MICHAEL AND BETTY LITTLE TRUST

## Contents of the Financial Statements for the Year Ended 31 March 2023

---

	<b>Page</b>
<b>Reference and Administrative Details</b>	1
<b>Report of the Trustees</b>	2 to 7
<b>Report of the Independent Auditors</b>	8 to 11
<b>Statement of Financial Activities</b>	12
<b>Statement of Financial Position</b>	13
<b>Statement of Cash Flows</b>	14
<b>Notes to the Statement of Cash Flows</b>	15
<b>Notes to the Financial Statements</b>	16 to 25

---

# THE MICHAEL AND BETTY LITTLE TRUST

Reference and Administrative Details  
for the Year Ended 31 March 2023

---

<b>TRUSTEES</b>	Peter Little Hilary Graham Dr Helen Little Lucy Blackgrove Martin Little Elizabeth Moore Christopher Little Katherine Shipton
<b>PRINCIPAL ADDRESS</b>	12 Stanton Drive Chichester West Sussex PO19 5QN
<b>REGISTERED CHARITY NUMBER</b>	1107412
<b>AUDITORS</b>	Knox Cropper LLP Chartered Accountants and Statutory Auditors Office Suite 1 Haslemere House Lower Street Haslemere Surrey GU27 2PE
<b>BANKERS</b>	C. Hoare & Co. 37 Fleet Street London EC4P 4DQ
<b>FINANCE ADVISERS</b>	LGT Vestra LLP 14 Cornhill London EC3V 3NR  IQ Capital Partners LLP 95 Regent Street Cambridge CB2 1BQ

# THE MICHAEL AND BETTY LITTLE TRUST

## Report of the Trustees for the Year Ended 31 March 2023

---

The trustees present their report with the financial statements of the charity for the year ended 31 March 2023. The trustees have adopted the provisions of 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).

### OBJECTIVES AND ACTIVITIES

#### Objectives and aims

##### AIMS

The aims of The Michael and Betty Little Trust are under the discretion of the Trustees to make grants for charitable purposes to individuals, other charities or voluntary bodies with an emphasis on sickness, distress, education, human rights and religion.

##### OBJECTS

The objects of the charity are:

To further such charitable purposes in the UK or overseas by

Relieving those in financial need, hardship or distress;  
Relieving the sick and protecting and preserving public health;  
Advancing education;  
Promoting human rights;  
Advancing such of the world's religions as are recognised under English Charity law.

The long term aims of the charity are to expend its resources in the pursuit of these objects.

##### PUBLIC BENEFIT

The Trustees confirm that they have considered the general guidance issued by the Charity Commission in connection with public benefit in setting the objectives of the charity and in particular they have considered how planned activities further the charity's objects.

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2023

---

#### OBJECTIVES AND ACTIVITIES

##### Grant Making Policy

The Trust has established its grant making policy to achieve its objects for the public benefit. The trustees recognise that the Trust's objectives will often require the provision of health, education, basic needs and other related provision to those in need. The grant making policy will be reviewed annually by the trustees and may be changed in accordance with the trustees' views of the most effective application of available funds to ensure that it reflects the charity's objects and advances public benefit.

##### Approach

The Michael & Betty Little Trust delivers its key objectives through the following grant-making vehicles:

**Major Grants** The trustees acknowledge the value of working with trusted third parties to deliver projects in line with its priorities to maximise the impact of its support and where other organisations have greater expertise.

**Small Grants** The trustees will, from time to time, choose to make small grants - normally one-off - to trusted third parties by which to further the Trust's Objects.

Proposals for support from the Trust are made via the Trustees at their meetings. Trustees must be in agreement that the grant meets one or more of the Trust's objectives.

##### Geographical Area

The trustees wish to support causes in both the UK and overseas. In respect of overseas projects.

##### Due Diligence

All grants will be subject to the Trust's Due Diligence Policy having been undertaken.

Recognising their duty to safeguard charitable assets, trustees confirm that any third party organisation receiving support from the Trust must be:

- a UK registered charity; or,
- an organisation that carries out activities that are consistent with charity objectives.

In respect of organisations outside of the UK, the Trust will ensure that such organisations are either registered with the appropriate local regulator or public authorities and/or have in place appropriate governance and financial handling policies and procedures to ensure the appropriate safeguarding and use of the Trust's charitable funds.

#### ACHIEVEMENT AND PERFORMANCE

##### Achievement and Performance

The Michael and Betty Little Trust commenced operations in 2004, as the residual beneficiary of the estate of Michael Little, and received further donations from Trustees in 2015, 2018, 2020, 2021 and 2023. The Trustees have made various grants in line with the objects of the Charity during the year. These are detailed in note 5 to the Financial Statements.

The Trust will monitor the performance of its grants programme using reports from grant recipients. These reports, including the Financial Statements of recipient institutions, will influence whether or not further grants will be made to that body.

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2023

---

#### ACHIEVEMENT AND PERFORMANCE

##### Investment policy and performance

Listed investments are managed under the terms of an investment management agreement with LGT Vestra LLP. The investment manager is required to make investments on behalf of the Trust in line with benchmarks that have been set and against which performance is measured. The portfolio was transferred to the management of LGT Vestra in January 2020.

Investment performance is reviewed by the Trustees, who receive periodic reports on matters pertinent to its investment policy. Trustees have adopted a strategy of generating income from investing in a range of assets with a low/medium risk profile. This should typically provide modest capital growth, with a predominant focus on income generating assets.

The following illustrates the current weightings expressed in percentages of the Trust's investment funds:

Overseas Equities 77.97% (2022: 77.30%)  
UK Equities 2.42% (2022: 7.20%)  
UK Sovereign 3.01% (2022: NIL)  
Overseas Bonds 11.02% (2022: 8.72%)  
Cash 5.58% (2022: 6.78%)

For the period from 1st January 2022 to 31st March 2023, the portfolio total return amounted to -175.95% (2022: -5.23%).

**Unlisted investments** are managed by IQ Capital Growth Fund I LP which focuses on investments into growth-stage investees.

The Michael and Betty Little Trust total commitment to the Fund is £3m. As of 31st March 2023 the total contribution is £2.18m (2022: £1.2m).

The Trust's total Fair Market Value (FMV) Capital Account at year end is £3,983,762 (2022: £3,323,628) (Note 9) of which:

£1,962,166 represents the share of Investments made by the Fund (at Cost) (2022: £1,348,325) and  
£1,936,153 represents the unrealised Gain of Investment (2022: £2,123,973) unrealised Investment  
FV

IQ Capital Growth Fund ILP total FMV stands at £129.94m at year end (2022: £115.7m), represented by: BMLL (FMV £10.08m), Speechmatics (FMV £10.01M), Thought Machine (FMV £92.2m), CausaLens (FMV £5m), Nyobolt ((FMV £5m), and Paragraf (FMV £7.3m).

#### Social Investments

##### Century-Tech Ltd.

The Trust holds 162886 A Ordinary Shares and 202684 Ordinary Shares at a cost of £2m ( 2023: £1m; 2022: £1m).

These investments are a mixed motive investment as it has the objective of supporting education, in line with the Charity's objectives, as well as investment return with a Nil Fair Value as of 31st March 2023.

##### Time to Spare Limited

The Trust invested £50,000 to acquire 320,202 Ordinary Shares in the enterprise investment scheme Time to Spare Limited used to raise £386,949 (1,781,531 total new Ordinary Shares).

Time to Spare Limited is a new company building the operating system for the charity sector. The trust decision to invest is to: 1) support other charities and 2) increase the impact of charitable giving belief.

##### The DaCapo Music Foundation Limited

The Trust invested £40,000 to acquire 4,000,000 new ordinary shares of £0.1 each. The trust's agreement to invest is to aid the provision to train teachers to teach music to students on a non selective an inclusive basis, promoting and advancing education and as such falls within the stated objective of the Charity.

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2023

---

#### ACHIEVEMENT AND PERFORMANCE

##### Programme Related Investment

##### Mission Housing Limited

The Trust acquired an equity loan linked to property "93 Mary Datchelor Close, London" acquired for £460,000. The Loan is interest free and the terms are for 5 years with a maturity repayment date 09th June 2027.

##### Loan

##### Digital Identity Net U.K Limited

The Trust holds 200,000 shares under the EIS fundraising scheme launched October 2022 at £5 per share = £1m invested in the year.

#### FINANCIAL REVIEW

##### Financial position

The Trust's work is entirely reliant on donated income and investment returns. Investment income in the year amounted to £63,392 (2022: £103,487). This enabled the charity to develop its grant making policy. £573,832 of donations were made to the Trust in the year (2022: NIL).

The Charity's total income for the year amounted to £658,837 (2022: £103,587). Resources expended amounted to £1,760,625 (2022: £1,220,278 ) and in addition there were unrealised losses of £1,930,016 (2022: £936,055) and realised losses of £706,730 (2022: realised gain £319,262).

The Balance Sheet records unrestricted funds of £7,086,040 (2022: £10,824,574). The Assets comprised the Investment Portfolio amounting to £6,985,584 (2022: £10,793,794) and Net Current Assets of £100,456 (2022: £30,780).

##### Reserves policy

The Charity seeks to maintain an investment portfolio capable of producing a total return to support Trustees' objectives in grant making in line with the Charity's objects.

Total funds held by the Charity at 31st March 2023 amounted to £7,086,040 All funds are unrestricted.

##### Going concern

The Trustees have a reasonable expectation that the charity has adequate resources to continue operations for the foreseeable future. The going concern basis has therefore continued to be used in preparing the financial statements. The Board has considered the impact of Covid-19 on the short and long term health of the charity and is content that the measures taken by the charity, together with a robust investment portfolio, provides assurance that the going concern basis is appropriate in preparing the financial statements.

#### FUTURE PLANS

The Trustees will be focusing on:

- Continuing to support the charities and causes identified by Trustees;
- Monitoring the investment monies and considering opportunities for increased returns;
- Keep administration expenditure to a minimum.

#### STRUCTURE, GOVERNANCE AND MANAGEMENT

##### Governing document

The Michael and Betty Little Trust is an Unincorporated Charity governed by a Trust Deed dated 20th December 2004.

##### Recruitment and appointment of new trustees

The Michael and Betty Little Trust is governed by a Board of Trustees whose members are elected as the need arises. The Trustees who have served during the period are set out above.

---

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2023

---

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Organisational structure**

The Board of Trustees administers the charity. The Board meets on a regular basis. The day to day operations of the charity are administered by the Trustees. To facilitate effective operations, individual Trustees have delegated authority, within terms of delegation approved by the Trustees, for operational matters including finance.

##### **Induction and training of new trustees**

New Trustees will be provided with detailed information on their legal obligations under charity law and what the role will entail. Their training needs will be assessed, and training provided if required. In addition, new Trustees will be provided with copies of:

- the Deed of the Charity
- Board papers from the last year including the accounts

Where necessary Trustees will be encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

##### **Key management remuneration**

No remuneration, directly or indirectly, was paid or is payable for the period to any Trustee. There are no other key management personnel.

##### **Risk management**

Consideration is given to the major risks to which the charity is exposed, as identified by the Trustees.

The Trustees consider variability of investment returns to constitute the charity's major financial risk. This risk is mitigated as far as is possible through regular reviews with the Investment Management advisors.

The risk of bank failure following the financial crisis was considered by the Trustees and upon review it was considered that the banking and investment services are secure, but the situation should be monitored regularly.

#### **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to 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 MICHAEL AND BETTY LITTLE TRUST**

**Report of the Trustees  
for the Year Ended 31 March 2023**

---

Approved by order of the board of trustees on 17 September 2024 and signed on its behalf by:

Peter Little - Trustee

## **Report of the Independent Auditors to the Trustees of The Michael and Betty Little Trust**

---

### **Opinion**

We have audited the financial statements of The Michael and Betty Little Trust (the 'charity') for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

### **Basis for opinion**

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

### **Emphasis of matter**

We draw attention to Note 14, which discloses a contingent tax liability relating to the treatment of the charity's social investments as qualifying investments for tax purposes. Our opinion is not modified in respect of this matter.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 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.

**Report of the Independent Auditors to the Trustees of  
The Michael and Betty Little Trust**

---

**Matters on which we are required to report by exception**

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

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

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

## **Report of the Independent Auditors to the Trustees of The Michael and Betty Little Trust**

---

### **Our responsibilities for the audit of the financial statements**

We have been appointed as auditors 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 a Report of the Independent Auditors 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:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Charity and determined that the most significant are the Statement of Recommended Practice 'Accounting and Reporting by Charities' (SORP), in accordance with the Financial Reporting Standard applicable in the UK (FRS 102).
- The Charity is required to comply with charity law and, based on our knowledge of its activities, we identified that the legal requirement to accurately account for restricted funds was of key significance.
- We understood how the charity is complying with those frameworks via communication with those charged with governance, together with the review of the charity's documented policies and procedures.
- We assessed the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur by considering the key risks impacting the financial statements. These included risks associated with Revenue Recognition, and Management Override of Controls, which were discussed and agreed by the audit team.
- Our approach included agreeing the charity's recognition of income to the terms of the underlying licenses to occupy and associated correspondence, the review of journal entries processed in the accounting records and the investigation of significant and unusual transactions identified from our review of the accounting records.
- Our approach was also to check that all restricted income was properly identified and separately accounted for. This included reviewing journal adjustments and unusual transactions.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved review of the reporting to the trustees with respect to the application of the documented policies and procedures and review of the financial statements to ensure compliance with the reporting requirements of the charity.

There are inherent limitations in the audit procedures described above and, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Report of the Independent Auditors to the Trustees of  
The Michael and Betty Little Trust**

---

**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.

Knox Cropper LLP  
Chartered Accountants and Statutory Auditors  
Office Suite 1  
Haslemere House  
Lower Street  
Haslemere  
Surrey  
GU27 2PE

Date: 21<sup>st</sup> October 2024

**THE MICHAEL AND BETTY LITTLE TRUST**

**Statement of Financial Activities  
for the Year Ended 31 March 2023**

		2023 Unrestricted fund £	2022 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	Notes 2	573,832	-
Investment income	3	63,392	103,487
Other income		<u>21,613</u>	<u>100</u>
<b>Total</b>		<u>658,837</u>	<u>103,587</u>
<b>EXPENDITURE ON</b>			
Raising funds	4	63,136	70,762
<b>Charitable activities</b>	5		
Grants		1,687,040	1,145,217
Governance Costs		<u>10,449</u>	<u>4,299</u>
<b>Total</b>		<u>1,760,625</u>	<u>1,220,278</u>
Net gains/(losses) on investments		<u>(2,636,746)</u>	<u>1,255,317</u>
<b>NET INCOME/(EXPENDITURE)</b>		<b>(3,738,534)</b>	138,626
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward		<u>10,824,574</u>	10,685,948
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><b>7,086,040</b></u>	<u>10,824,574</u>

The notes form part of these financial statements

**THE MICHAEL AND BETTY LITTLE TRUST**

**Statement of Financial Position  
31 March 2023**

	Notes	2023 Unrestricted fund £	2022 Total funds £
<b>FIXED ASSETS</b>			
<b>Investments</b>			
Investments	9	6,787,984	10,793,794
Social investments	10	<u>197,600</u>	<u>-</u>
		<b>6,985,584</b>	<b>10,793,794</b>
<b>CURRENT ASSETS</b>			
Debtors	11	85,444	2,500
Cash at bank and in hand		<u>24,612</u>	<u>187,930</u>
		<b>110,056</b>	<b>190,430</b>
<b>CREDITORS</b>			
Amounts falling due within one year	12	(9,600)	(159,650)
		<u>100,456</u>	<u>30,780</u>
<b>NET CURRENT ASSETS</b>			
		<b>100,456</b>	<b>30,780</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
		<u>7,086,040</u>	<u>10,824,574</u>
<b>NET ASSETS</b>			
		<u><b>7,086,040</b></u>	<u><b>10,824,574</b></u>
<b>FUNDS</b>			
Unrestricted funds		<u>7,086,040</u>	<u>10,824,574</u>
<b>TOTAL FUNDS</b>			
		<u><b>7,086,040</b></u>	<u><b>10,824,574</b></u>

The financial statements were approved by the Board of Trustees and authorised for issue on 17 September 2024 and were signed on its behalf by:

Peter Little - Trustee

The notes form part of these financial statements

**THE MICHAEL AND BETTY LITTLE TRUST****Statement of Cash Flows  
for the Year Ended 31 March 2023**

---

	Notes	2023 £	2022 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	<u>(1,249,504)</u>	<u>(1,214,908)</u>
Net cash used in operating activities		<u>(1,249,504)</u>	<u>(1,214,908)</u>
<b>Cash flows from investing activities</b>			
Purchase of fixed asset investments		(2,731,025)	(2,738,044)
Purchase of social investments		(2,190,000)	-
Sale of fixed asset investments		6,177,933	3,593,650
Interest received		993	-
Dividends received		<u>62,399</u>	<u>103,487</u>
Net cash provided by investing activities		<u>1,320,300</u>	<u>959,093</u>
<b>Cash flows from financing activities</b>			
New loans in year		(85,444)	148,670
Loan repayments in year		<u>(148,670)</u>	<u>-</u>
Net cash (used in)/provided by financing activities		<u>(234,114)</u>	<u>148,670</u>
		<hr/>	<hr/>
<b>Change in cash and cash equivalents in the reporting period</b>		<b>(163,318)</b>	<b>(107,145)</b>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<b><u>187,930</u></b>	<b><u>295,075</u></b>
<b>Cash and cash equivalents at the end of the reporting period</b>		<b><u>24,612</u></b>	<b><u>187,930</u></b>

The notes form part of these financial statements

**THE MICHAEL AND BETTY LITTLE TRUST**

**Notes to the Statement of Cash Flows  
for the Year Ended 31 March 2023**

**1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2023 £	2022 £
<b>Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)</b>	<b>(3,738,534)</b>	<b>138,626</b>
<b>Adjustments for:</b>		
Losses/(gain) on investments	2,636,746	(1,255,317)
Interest received	(993)	-
Dividends received	(62,399)	(103,487)
(Increase)/decrease in debtors	(82,944)	1,490
(Decrease)/increase in creditors	<u>(1,380)</u>	<u>3,780</u>
<b>Net cash used in operations</b>	<b><u>(1,249,504)</u></b>	<b><u>(1,214,908)</u></b>

**2. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.4.22 £	Cash flow £	At 31.3.23 £
<b>Net cash</b>			
Cash at bank and in hand	<u>187,930</u>	<u>(163,318)</u>	<u>24,612</u>
	<u>187,930</u>	<u>(163,318)</u>	<u>24,612</u>
<b>Debt</b>			
Debts falling due within 1 year	<u>(148,670)</u>	<u>148,670</u>	<u>-</u>
	<u>(148,670)</u>	<u>148,670</u>	<u>-</u>
<b>Total</b>	<u>39,260</u>	<u>(14,648)</u>	<u>24,612</u>

The notes form part of these financial statements

## THE MICHAEL AND BETTY LITTLE TRUST

### Notes to the Financial Statements for the Year Ended 31 March 2023

---

#### 1. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The Trustees consider that there are no uncertainties about the Charity's ability to continue as a going concern.

##### **Critical accounting judgements and key sources of estimation uncertainty**

The application of accounting standards and policies requires the Trustees to make estimates and assumptions about future events that directly affect the charity's reported financial condition and operating performance. The accounting estimates and assumptions discussed are those that the Trustees consider to be most critical to the financial statements. An accounting estimate is considered critical if both (a) the nature of estimates or assumptions is material due to the level of subjectivity and judgement involved, and (b) the impact within a reasonable range of outcomes of the estimates and assumptions is material to the charity's financial condition or operating performance.

The Trustees have considered the risk of estimation uncertainty causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, and consider there to be no significant judgements or estimates in the accounts.

##### **Income**

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

Donations are recognised when the Trust has been notified in writing of both the amount and settlement date. If a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of these conditions is wholly within the control of the charity, and it is probable that those conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case-by-case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash, or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor of the dividend yield of the investment portfolio.

##### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

## THE MICHAEL AND BETTY LITTLE TRUST

### Notes to the Financial Statements - continued for the Year Ended 31 March 2023

---

#### 1. ACCOUNTING POLICIES - continued

##### **Expenditure**

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. In the case of an unconditional grant offer this is accrued once the recipient has been notified on the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Trust.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable.

The provision for a multi-year grant is recognised at its present value where settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the Trust that would permit the Trust to avoid making the future payment(s), settlement is probable, and the effect of discounting is material. The discount rate used is the average rate of investment yield in the year in which the grant award is made. The discount rate is regarded by the trustees as providing the most current available estimate of the opportunity cost of money reflecting the time value of money to the Trust.

##### **Raising funds**

The costs of generating funds consist of investment management costs and certain legal fees.

##### **Charitable activities**

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

##### **Allocation and apportionment of costs**

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

##### **Investments**

###### **LISTED INVESTMENTS**

Listed Investments are a form of basic financial investment and are initially recognised at their transaction value and subsequently measured at fair value (FV) as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluations and disposals throughout the year.

Realised gains and losses on listed investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

Listed Investments are managed under the terms of an investment management agreement with LGT Vestra LLP. The investment manager is required to make investments on behalf of the Trust in line with benchmarks that have been set and against which performance is measured.

Investment performance is reviewed by the trustees, who receive periodic reports on matters pertinent to its investment policy. Trustees have adopted a strategy of generating income from investing in a range of assets with a low/medium risk profile. This should typically provide modest capital growth, with a predominant focus on income generating assets.

## THE MICHAEL AND BETTY LITTLE TRUST

### Notes to the Financial Statements - continued for the Year Ended 31 March 2023

---

#### 1. ACCOUNTING POLICIES - continued UNLISTED INVESTMENTS

##### Investments

Unlisted Investments are initially recognised at their transaction value and subsequently measured at FV as at the balance sheet date using the investment management valuation.

Unlisted Investments are managed by IQ Capital Growth Fund I LP which focuses on investments into growth-stage investees.

##### SOCIAL INVESTMENT

The Social Investments comprise mixed motive investments which are valued at cost less impairment and a programme related Equity Loan.

##### Mixed motive investments

The Trust held a £1m + £60,712 (8% interest) Convertible Loan with Century-Tech Limited in 2021. The Convertible Loan was exercised in the form of shares after the year end (7th May 2021) and has invested a further £1m this reporting year.

This year the Trust has invested £50,000 in Time to Spare Limited and a further £40,000 in the Dacapo Music Foundation Limited.

##### Programme related Equity Loan

The Trust acquired in the year an equity loan linked to property: 93 Mary Datchelor Close in London. This is a five year term loan and represents a 21.739% share of the £460,000 purchase price of property.

The Trust does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

##### Taxation

The charity is exempt from tax on its charitable activities.

##### Fund accounting

Unrestricted funds consist of those funds which the charity may use in furtherance of its charitable objects at the discretion of the Trustees. Restricted funds exist for situations where a donor requires that a donation must be spent on a particular purpose or where funds have been raised for a specific purpose.

##### Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

##### Cash at bank and in hand

Cash bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

##### Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settled the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

**THE MICHAEL AND BETTY LITTLE TRUST**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023**

**1. ACCOUNTING POLICIES - continued**

**Financial Instruments**

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

**2. DONATIONS AND LEGACIES**

	2023 £	2022 £
Donations	<u>573,832</u>	<u>-</u>

**3. INVESTMENT INCOME**

	2023 £	2022 £
Income from listed investment	62,399	103,487
Deposit account interest	<u>993</u>	<u>-</u>
	<u>63,392</u>	<u>103,487</u>

**4. RAISING FUNDS**

**Investment management costs**

	2023 £	2022 £
Investment Managers Fees	63,136	66,097
Foreign Exchange Costs	<u>-</u>	<u>4,665</u>
	<u>63,136</u>	<u>70,762</u>

**5. CHARITABLE ACTIVITIES COSTS**

	Grant funding of activities (see note 6) £	Support costs (see note 7) £	Totals £
Grants	1,687,040	-	1,687,040
Governance Costs	<u>-</u>	<u>10,449</u>	<u>10,449</u>
	<u>1,687,040</u>	<u>10,449</u>	<u>1,697,489</u>

**THE MICHAEL AND BETTY LITTLE TRUST**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023**

---

**6. GRANTS PAYABLE**

	2023 £	2022 £
Grants	<u>1,687,040</u>	<u>1,145,217</u>

## THE MICHAEL AND BETTY LITTLE TRUST

### Notes to the Financial Statements - continued for the Year Ended 31 March 2023

#### 6. GRANTS PAYABLE - continued

The total grants paid to institutions during the year was as follows:

	2023	2022
	£	£
Alder Trust	94,500	25,500
Crossover Youth Centre	15,000	60,000
Easebourne School	-	15,000
First Give	25,000	25,000
Girl's Network, The	-	45,000
Home Start	100,000	60,000
King's Arms	30,000	50,000
Life Centre	50,000	30,000
London Reclaimed	155,000	70,000
Mummy's Star	30,000	25,000
Over the Moon	100,000	90,000
Pacific Dermatology	-	57,153
PACSO	50,000	50,000
Rosemary Foundation	30,000	30,000
Refugees at Home	42,500	40,000
Regenerate UK	-	50,000
SJP Charity	15,000	15,000
Sussex Snowdrop Trust, The	50,000	40,000
Turning Tides	-	40,000
Wells Trust	49,600	48,000
Imagine If Trust	25,000	24,000
Sebbys Space	7,500	30,000
West London Welcome	73,000	73,000
Breastfeeding Network (UK), The	22,000	13,000
Wave Cafe	21,000	30,000
Creative Options	-	20,000
BIGKID Foundation	53,000	10,000
Together with Migrant Children	10,000	59,564
Samaritans Bognor	-	20,000
The Blue Thread	100,000	-
Sexpresion:UK	21,000	-
Furnishing Futures	35,000	-
Service Dogs UK	15,000	-
Ameca Trust	5,000	-
Pedal People	10,000	-
Ahoy Centre	46,000	-
Fair Shot	37,000	-
Bike Project, The	40,000	-
Selsey Community	15,000	-
Prison Family Support	30,000	-
Love the One	120,000	-
Micro Rainbow	50,000	-
Voices of Children	44,940	-
Law for Change	25,000	-
Buddy Up	30,000	-
Family First Ghana	15,000	-
	<u>1,687,040</u>	<u>1,145,217</u>

**THE MICHAEL AND BETTY LITTLE TRUST**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023**

**7. SUPPORT COSTS**

	Finance £	Governance costs £	Totals £
Governance Costs	<u>849</u>	<u>9,600</u>	<u>10,449</u>

£7,200 Governance costs relate to Audit fees for the year (2022: £3,780 Independent Examination fee). Non-audit remuneration amounted to £2,400 (2022: £Nil).

**8. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2023 nor for the year ended 31 March 2022.

**9. FIXED ASSET INVESTMENTS**

	Listed investments £	Unlisted investments £	Cash and settlements pending £	Totals £
<b>MARKET VALUE</b>				
At 1 April 2022	7,124,950	3,323,628	345,216	10,793,794
Additions	2,543,045	980,154	-	3,523,199
Disposals	(6,306,027)	(267,702)	(310,934)	(6,884,663)
Revaluations	(592,028)	-	-	(592,028)
Impairments	-	(52,318)	-	(52,318)
	<u>2,769,940</u>	<u>3,983,762</u>	<u>34,282</u>	<u>6,787,984</u>
At 31 March 2023				
	<u>2,769,940</u>	<u>3,983,762</u>	<u>34,282</u>	<u>6,787,984</u>
<b>NET BOOK VALUE</b>				
At 31 March 2023				
	<u>2,769,940</u>	<u>3,983,762</u>	<u>34,282</u>	<u>6,787,984</u>
At 31 March 2022	<u>7,124,950</u>	<u>3,323,628</u>	<u>345,216</u>	<u>10,793,794</u>

There are investment assets outside the UK.

**LISTED INVESTMENTS**

	2023 £	2022 £
<b>Bonds / Fixed Interest</b>		
UK Sovereign	83,438	-
Overseas Corporate	<u>305,164</u>	<u>665,815</u>
<b>Total Bonds / Fixed Interest</b>	<u>388,602</u>	<u>665,815</u>
<b>Equities</b>		
UK	67,069	550,431
North America	1,116,475	3,532,907
Europe	494,922	1,071,694
Asia Pacific ex. Japan	344,974	950,110
Global	<u>203,312</u>	<u>353,993</u>

**THE MICHAEL AND BETTY LITTLE TRUST**

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023

**9. FIXED ASSET INVESTMENTS - continued**

	<b>Total Equities</b>	<b>2,226,752</b>	<b>6,459,135</b>
<b>Alternatives / Cash Products</b>			
Absolute Return		119,577	-
Cash Products		35,009	-
	<b>Total Alternatives / Cash Products</b>	<b>154,586</b>	<b>6,459,135</b>
		<b>2,769,940</b>	<b>7,124,950</b>
<b>TOTAL LISTED INVESTMENTS</b>			
<b>UNLISTED INVESTMENTS</b>			
IQ Capital Growth Fund I L.P.			
UK		<b>3,983,762</b>	<b>3,323,628</b>

The Trust total commitment to IQ Capital Growth Fund I L.P. (IQGF1) is £3m. As of 31st March 2023 the Trust has invested £2,220,000 to IQGF1.

IQ Capital Growth Fund I L.P. (IQGF1) is focused on investments into growth-stage investees of IQ Capital Fund II L.P and IQ Capital Fund III L.P. The final close was completed on 29th October 2020, with the fund reaching its £100m cap size.

As of 31st March 2023 IQ Capital Growth Fund I L.P FMV stands at £129.9m of which the Trusts holds a 3% share, represented by: ThoughtMachine (FMV £92.2m), Nyobolt (FMV £5m,) CausaLens (FMV £5m), Speechmatics (FMV £10.3m) and Paragraf (FMV £7.3m) and BBLL (FMV £10.1m).

The historical cost of investment as at 31st March 2022:

Listed investments £6,494,540

Unlisted investments £1,348,325

**10. SOCIAL INVESTMENTS**

	Programme related investments equity £	Mixed motive investments £	Totals £
<b>MARKET VALUE</b>			
Additions	100,000	2,090,000	2,190,000
Revaluations	7,600	-	7,600
Impairments	-	(2,000,000)	(2,000,000)
At 31 March 2023	<u>107,600</u>	<u>90,000</u>	<u>197,600</u>
<b>NET BOOK VALUE</b>			
At 31 March 2023	<u>107,600</u>	<u>90,000</u>	<u>197,600</u>
At 31 March 2022	<u>-</u>	<u>-</u>	<u>-</u>

**THE MICHAEL AND BETTY LITTLE TRUST**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023**

**10. SOCIAL INVESTMENTS - continued**

Cost or valuation at 31 March 2023 is represented by:

	Equity £	Mixed motive investments £	Totals £
Valuation in 2021	-	1,060,712	1,060,712
Valuation in 2022	-	(1,060,712)	(1,060,712)
Valuation in 2023	<u>107,600</u>	<u>90,000</u>	<u>197,600</u>
	<u>107,600</u>	<u>90,000</u>	<u>197,600</u>

If social investments had not been revalued they would have been included at the following historical cost:

	2023 £	2022 £
Cost	<u>3,150,712</u>	<u>1,060,712</u>

Social investments were valued on an open market basis on 31 March 2023 by the amount that would have been obtained.

**11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2023 £	2022 £
Trade debtors	-	2,500
GP Fund account	<u>85,444</u>	<u>-</u>
	<u>85,444</u>	<u>2,500</u>

**12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2023 £	2022 £
Other loans (see note 13)	-	148,670
Accrued expenses	<u>9,600</u>	<u>10,980</u>
	<u>9,600</u>	<u>159,650</u>

## THE MICHAEL AND BETTY LITTLE TRUST

### Notes to the Financial Statements - continued for the Year Ended 31 March 2023

---

#### 13. LOANS

An analysis of the maturity of loans is given below:

	2023	2022
	£	£
Amounts falling due within one year on demand:		
IQ Loan	<u>-</u>	<u>148,670</u>

#### 14. CONTINGENT LIABILITIES

As set out in Note 10, the charity has invested in a number of unquoted entities as part of its social investments strategy. The Trustees are satisfied that these social investments are qualifying investments for tax purposes and therefore no provision has been made in the accounts for tax payable. However, should HMRC determine that they are non-qualifying investments, a tax liability amounting to approximately £156,215 would be payable. This amount is disclosed as a contingent liability on the basis that, in the judgment of the Trustees, although not probable, the possibility of a liability arising is not remote.

#### 15. CAPITAL COMMITMENTS

The Michael and Betty Little Trust total commitment to IQ Capital Growth Fund I LP is £3m. As of 31st March 2023 the total contribution amounts to £2,220,000 with a remaining commitment of £780,000.

#### 16. RELATED PARTY DISCLOSURES

##### UNLISTED INVESTMENTS

Richard Little (former Trustee to 22nd June 2020) and member of the Little family, which comprise the majority of the Board of Trustees, is on the advisory board of The IQ Capital Growth Fund I L P. As per note 9, as of 31st March 2023, the Trust has invested £2,220,000 in IQ Capital Growth Fund.

##### SOCIAL INVESTMENTS

Richard Little is a Director at Century-Tech Limited in which the Trust has invested £2m to date.

No income was received in 2023 or 2022 in respect of these investments.

##### DONATIONS AND LEGACIES

The Charity received £576,331 from the estate of the late Michael Little during the year.

**THE MICHAEL AND BETTY LITTLE TRUST**

England & Wales - Charity number 1107412

---

# Accounts

---

**Report of the Trustees and  
Unaudited Financial Statements for the Year Ended 31 March 2022  
for  
THE MICHAEL AND BETTY LITTLE TRUST**

Knox Cropper LLP  
Chartered Accountants  
Office Suite 1  
Haslemere House  
Lower Street  
Haslemere  
Surrey  
GU27 2PE

# THE MICHAEL AND BETTY LITTLE TRUST

## Contents of the Financial Statements for the Year Ended 31 March 2022

---

	<b>Page</b>
<b>Reference and Administrative Details</b>	1
<b>Report of the Trustees</b>	2 to 6
<b>Independent Examiner's Report</b>	7
<b>Statement of Financial Activities</b>	8
<b>Statement of Financial Position</b>	9
<b>Notes to the Financial Statements</b>	10 to 17
<b>Detailed Statement of Financial Activities</b>	18 to 19

---

**THE MICHAEL AND BETTY LITTLE TRUST**

**Reference and Administrative Details  
for the Year Ended 31 March 2022**

---

<b>TRUSTEES</b>	Peter Little Hilary Graham Dr Helen Little Lucy Blackgrove Martin Little Elizabeth Moore Christopher Little Katherine Shipton (appointed 26.6.21)
<b>PRINCIPAL ADDRESS</b>	12 Stanton Drive Chichester West Sussex GU33 6NF
<b>REGISTERED CHARITY NUMBER</b>	1107412
<b>INDEPENDENT EXAMINER</b>	Knox Cropper LLP Chartered Accountants Office Suite 1 Haslemere House Lower Street Haslemere Surrey GU27 2PE
<b>BANKERS</b>	C. Hoare & Co. 37 Fleet Street London EC4P 4DQ
<b>FINANCE ADVISERS</b>	LGT Vestra LLP 14 Cornhill London EC3V 3NR  IQ Capital Partners LLP 95 Regent Street Cambridge CB2 1BQ

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2022

---

The trustees present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of 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).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

###### **Aims**

The aims of The Michael and Betty Little Trust are under the discretion of the Trustees to make grants for charitable purposes to individuals, other charities or voluntary bodies with an emphasis on sickness, distress, education, human rights and religion.

###### **Objects**

The objects of the charity are:

To further such charitable purposes in the UK or overseas by

Relieving those in financial need, hardship or distress;  
Relieving the sick and protecting and preserving public health;  
Advancing education;  
Promoting human rights;  
Advancing such of the world's religions as are recognised under English Charity law.

The long term aims of the charity are to expend its resources in the pursuit of these objects.

###### **Public benefit**

The Trustees confirm that they have considered the general guidance issued by the Charity Commission in connection with public benefit in setting the objectives of the charity and in particular they have considered how planned activities further the charity's objects.

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2022

---

#### OBJECTIVES AND ACTIVITIES

##### Grant Making Policy

The Trust has established its grant making policy to achieve its objects for the public benefit. The trustees recognise that the Trust's objectives will often require the provision of health, education, basic needs and other related provision to those in need. The grant making policy will be reviewed annually by the trustees and may be changed in accordance with the trustees' views of the most effective application of available funds to ensure that it reflects the charity's objects and advances public benefit.

##### Approach

The Michael & Betty Little Trust delivers its key objectives through the following grant-making vehicles:

**Major Grants** The trustees acknowledge the value of working with trusted third parties to deliver projects in line with its priorities to maximise the impact of its support and where other organisations have greater expertise.

**Small Grants** The trustees will, from time to time, choose to make small grants - normally one-off - to trusted third parties by which to further the Trust's Objects.

Proposals for support from the Trust are made via the Trustees at their meetings. Trustees must be in agreement that the grant meets one or more of the Trust's objectives.

##### Geographical Area

The trustees wish to support causes in both the UK and overseas. In respect of overseas projects.

##### Due Diligence

All grants will be subject to the Trust's Due Diligence Policy having been undertaken.

Recognising their duty to safeguard charitable assets, trustees confirm that any third party organisation receiving support from the Trust must be:

- a UK registered charity; or,
- an organisation that carries out activities that are consistent with charity objectives.

In respect of organisations outside of the UK, the Trust will ensure that such organisations are either registered with the appropriate local regulator or public authorities and/or have in place appropriate governance and financial handling policies and procedures to ensure the appropriate safeguarding and use of the Trust's charitable funds.

#### ACHIEVEMENT AND PERFORMANCE

##### Achievement and Performance

The Michael and Betty Little Trust commenced operations in 2004, as the residual beneficiary of the estate of Michael Little, and received further donations from Trustees in 2015, 2018, 2020 and 2021. The Trustees have made various grants in line with the objects of the Charity during the year. These are detailed in note 5 to the Financial Statements.

The Trust will monitor the performance of its grants programme using reports from grant recipients. These reports, including the Financial Statements of recipient institutions, will influence whether or not further grants will be made to that body.

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2022

---

#### ACHIEVEMENT AND PERFORMANCE

##### Investment policy and performance

**Listed investments** are managed under the terms of an investment management agreement with LGT Vestra LLP. The investment manager is required to make investments on behalf of the Trust in line with benchmarks that have been set and against which performance is measured. The portfolio was transferred to the management of LGT Vestra in January 2020.

Investment performance is reviewed by the Trustees, who receive periodic reports on matters pertinent to its investment policy. Trustees have adopted a strategy of generating income from investing in a range of assets with a low/medium risk profile. This should typically provide modest capital growth, with a predominant focus on income generating assets.

The following illustrates the current weightings expressed in percentages of the Trust's investment funds:

Overseas Equities 77.30% (2021: 78.63%)

UK Equities 7.20% (2021:7.28%)

Overseas Bonds 8.72% (2021:9.68%)

Cash 6.78% (2021:4.41%)

For the period from 1st January 2022 to 31st March 2022, the portfolio total return amounted to -5.23% (2021: 2.34%).

**Unlisted investments** are managed by IQ Capital Growth Fund I LP which focuses on investments into growth-stage investees.

The Michael and Betty Little Trust total commitment to the Fund is £3m. As of 31st March 2022 the total contribution is £1.2m (2021:£697,240).

The Trust's total Fair Market Value (FMV) Capital Account at year end is £3,323,628 (2021: £787,514) (Note 9) of which:

£1,348,325 represents the share of Investments made by the Fund (at Cost) (2021: £678,897) and

£2,123,973 represents the unrealised Gain of Investment (2021: £107,127) unrealised Investment at Fair

IQ Capital Growth Fund ILP total FMV stands at £115.7m at year end, represented by: Privitar (FMV £8.2m), Concirrus (FMV £3m), Thought Machine (FMV £92.2m), CausaLens (FMV £5m) and Paragraf (FMV £7.3m).

##### Social Investments

As of 31st March 2021 the Trust held a £1m Convertible Loan with Century-Tech Limited which was exercised in the form of shares on 7th May 2021. The investment is a mixed motive investment as it has the objective of supporting education, in line with the Charity's objectives, as well as investment return with a Nil Fair Value as of 31st March 2022.

#### FINANCIAL REVIEW

##### Financial position

The Trust's work is entirely reliant on donated income and investment returns. Investment income in the year amounted to £103,487 (2021: £185,086). This enabled the charity to develop its grant making policy. Nil Donations were made to the Trust in the year (2021: £12,500 inc. £2,500 gift aid).

The Charity's total income for the year amounted to £103,587 (2021: £197,586). Resources expended amounted to £1,220,278 (2021: £691,894 ) and in addition there were unrealised gains in the investment portfolio of £936,055 (2021: £1,639,774) and realised gains of £319,262 (2021: £681,485).

The Balance Sheet records unrestricted funds of £10,824,574 (2021: £10,685,948 ). The Assets comprised the Investment Portfolio amounting to £10,793,794 and Net Current Assets of £30,780.

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2022

---

#### FINANCIAL REVIEW

##### Reserves policy

The Charity seeks to maintain an investment portfolio capable of producing a total return to support Trustees' objectives in grant making in line with the Charity's objects.

Total funds held by the Charity at 31st March 2022 amounted to £10,824,574. All funds are unrestricted.

##### Going concern

The Trustees have a reasonable expectation that the charity has adequate resources to continue operations for the foreseeable future. The going concern basis has therefore continued to be used in preparing the financial statements. The Board has considered the impact of Covid-19 on the short and long term health of the charity and is content that the measures taken by the charity, together with a robust investment portfolio, provides assurance that the going concern basis is appropriate in preparing the financial statements.

#### FUTURE PLANS

The Trustees will be focusing on:

- Continuing to support the charities and causes identified by Trustees;
- Monitoring the investment monies and considering opportunities for increased returns;
- Keep administration expenditure to a minimum.

#### STRUCTURE, GOVERNANCE AND MANAGEMENT

##### Governing document

The Michael and Betty Little Trust is an Unincorporated Charity governed by a Trust Deed dated 20th December 2004.

##### Recruitment and appointment of new trustees

The Michael and Betty Little Trust is governed by a Board of Trustees whose members are elected as the need arises. The Trustees who have served during the period are set out above.

##### Organisational structure

The Board of Trustees administers the charity. The Board meets on a regular basis. The day to day operations of the charity are administered by the Trustees. To facilitate effective operations, individual Trustees have delegated authority, within terms of delegation approved by the Trustees, for operational matters including finance.

##### Induction and training of new trustees

New Trustees will be provided with detailed information on their legal obligations under charity law and what the role will entail. Their training needs will be assessed, and training provided if required. In addition, new Trustees will be provided with copies of:

- the Deed of the Charity
- Board papers from the last year including the accounts

Where necessary Trustees will be encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

##### Key management remuneration

No remuneration, directly or indirectly, was paid or is payable for the period to any Trustee. There are no other key management personnel.

## **THE MICHAEL AND BETTY LITTLE TRUST**

### **Report of the Trustees for the Year Ended 31 March 2022**

---

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Risk management**

Consideration is given to the major risks to which the charity is exposed, as identified by the Trustees.

The Trustees consider variability of investment returns to constitute the charity's major financial risk. This risk is mitigated as far as is possible through regular reviews with the Investment Management advisors.

The risk of bank failure following the financial crisis was considered by the Trustees and upon review it was considered that the banking and investment services are secure, but the situation should be monitored regularly.

Approved by order of the board of trustees on 23 January 2023 and signed on its behalf by:

Peter Little - Trustee

## **Independent Examiner's Report to the Trustees of The Michael and Betty Little Trust**

---

### **Independent examiner's report to the trustees of The Michael and Betty Little Trust**

I report to the charity trustees on my examination of the accounts of The Michael and Betty Little Trust (the Trust) for the year ended 31 March 2022.

### **Responsibilities and basis of report**

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

### **Independent examiner's statement**

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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

James Holland-Leader FCA  
ICAEW  
Knox Cropper LLP  
Chartered Accountants  
Office Suite 1  
Haslemere House  
Lower Street  
Haslemere  
Surrey  
GU27 2PE

23 January 2023

**THE MICHAEL AND BETTY LITTLE TRUST**

**Statement of Financial Activities  
for the Year Ended 31 March 2022**

	Notes	2022 Unrestricted fund £	2021 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies		-	12,500
Investment income	2	<b>103,487</b>	185,086
Other income		<b>100</b>	-
<b>Total</b>		<b>103,587</b>	197,586
<b>EXPENDITURE ON</b>			
Raising funds	3	<b>70,762</b>	55,880
<b>Charitable activities</b>			
Grants	4	<b>1,145,217</b>	631,875
Governance Costs		<b>4,299</b>	4,039
Other		-	100
<b>Total</b>		<b>1,220,278</b>	691,894
Net gains on investments		<b>1,255,317</b>	2,321,259
<b>NET INCOME</b>		<b>138,626</b>	1,826,951
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward		<b>10,685,948</b>	8,858,997
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>10,824,574</b>	10,685,948

The notes form part of these financial statements

**THE MICHAEL AND BETTY LITTLE TRUST**

**Statement of Financial Position  
31 March 2022**

	Notes	2022 Unrestricted fund £	2021 Total funds £
<b>FIXED ASSETS</b>			
<b>Investments</b>			
Investments	8	10,793,794	9,333,371
Social investments	9	-	1,060,712
		<u>10,793,794</u>	<u>10,394,083</u>
<b>CURRENT ASSETS</b>			
Debtors	10	2,500	3,990
Cash in hand		187,930	295,075
		<u>190,430</u>	<u>299,065</u>
<b>CREDITORS</b>			
Amounts falling due within one year	11	(159,650)	(7,200)
		<u>30,780</u>	<u>291,865</u>
<b>NET CURRENT ASSETS</b>			
		<u>30,780</u>	<u>291,865</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
		<u>10,824,574</u>	<u>10,685,948</u>
<b>NET ASSETS</b>			
		<u>10,824,574</u>	<u>10,685,948</u>
<b>FUNDS</b>			
Unrestricted funds		<u>10,824,574</u>	<u>10,685,948</u>
<b>TOTAL FUNDS</b>			
		<u>10,824,574</u>	<u>10,685,948</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 23 January 2023 and were signed on its behalf by:

Peter Little - Trustee

The notes form part of these financial statements

1. **ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The Trustees consider that there are no uncertainties about the Charity's ability to continue as a going concern.

**Critical accounting judgements and key sources of estimation uncertainty**

The application of accounting standards and policies requires the Trustees to make estimates and assumptions about future events that directly affect the charity's reported financial condition and operating performance. The accounting estimates and assumptions discussed are those that the Trustees consider to be most critical to the financial statements. An accounting estimate is considered critical if both (a) the nature of estimates or assumptions is material due to the level of subjectivity and judgement involved, and (b) the impact within a reasonable range of outcomes of the estimates and assumptions is material to the charity's financial condition or operating performance.

The Trustees have considered the risk of estimation uncertainty causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, and consider there to be no significant judgements or estimates in the accounts.

**Income**

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

Donations are recognised when the Trust has been notified in writing of both the amount and settlement date. If a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of these conditions is wholly within the control of the charity, and it is probable that those conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case-by-case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash, or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor of the dividend yield of the investment portfolio.

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

1. **ACCOUNTING POLICIES - continued**

**Expenditure**

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. In the case of an unconditional grant offer this is accrued once the recipient has been notified on the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Trust.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable.

The provision for a multi-year grant is recognised at its present value where settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the Trust that would permit the Trust to avoid making the future payment(s), settlement is probable, and the effect of discounting is material. The discount rate used is the average rate of investment yield in the year in which the grant award is made. The discount rate is regarded by the trustees as providing the most current available estimate of the opportunity cost of money reflecting the time value of money to the Trust.

**Raising funds**

The costs of generating funds consist of investment management costs and certain legal fees.

**Charitable activities**

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

**Allocation and apportionment of costs**

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

**Investments**

**LISTED INVESTMENTS**

Listed Investments are a form of basic financial investment and are initially recognised at their transaction value and subsequently measured at fair value (FV) as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluations and disposals throughout the year.

Realised gains and losses on listed investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

Listed Investments are managed under the terms of an investment management agreement with LGT Vestra LLP. The investment manager is required to make investments on behalf of the Trust in line with benchmarks that have been set and against which performance is measured.

Investment performance is reviewed by the Trustees, who receive periodic reports on matters pertinent to its investment policy. Trustees have adopted a strategy of generating income from investing in a range of assets with a low/medium risk profile. This should typically provide modest capital growth, with a predominant focus on income generating assets.

**UNLISTED INVESTMENTS**

1. **ACCOUNTING POLICIES - continued**

**Investments**

Unlisted Investments are initially recognised at their transaction value and subsequently measured at FV as at the balance sheet date using the investment management valuation.

Unlisted Investments are managed by IQ Capital Growth Fund I LP which focuses on investments into growth-stage investees.

**SOCIAL INVESTMENT**

The Social Investments comprise mixed motive investments which are valued at cost less impairment.

Trust held a £1m + £60,712 (8% interest) Convertible Loan with Century-Tech Limited in 2021. The Convertible Loan was exercised in the form of shares after the year end (7th May 2021).

The Trust does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

**Taxation**

The charity is exempt from tax on its charitable activities.

**Fund accounting**

Unrestricted funds consist of those funds which the charity may use in furtherance of its charitable objects at the discretion of the Trustees. Restricted funds exist for situations where a donor requires that a donation must be spent on a particular purpose or where funds have been raised for a specific purpose.

**Debtors**

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**Cash at bank and in hand**

Cash bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settled the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

**Financial instruments**

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

THE MICHAEL AND BETTY LITTLE TRUST

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2022

2. INVESTMENT INCOME

	2022 £	2021 £
Income from listed investment	103,487	124,374
Curr asset inv income	-	60,712
	<u>103,487</u>	<u>185,086</u>

3. RAISING FUNDS

Investment management costs

	2022 £	2021 £
Investment Managers Fees	66,097	46,027
Foreign Exchange Costs	4,665	4,922
Interest payable and similar charges	-	4,931
	<u>70,762</u>	<u>55,880</u>

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 5) £	Support costs (see note 6) £	Totals £
Grants	1,145,217	-	1,145,217
Governance Costs	-	4,299	4,299
	<u>1,145,217</u>	<u>4,299</u>	<u>1,149,516</u>

5. GRANTS PAYABLE

	2022 £	2021 £
Grants	1,145,217	631,875

**THE MICHAEL AND BETTY LITTLE TRUST**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2022**

**5. GRANTS PAYABLE - continued**

The total grants paid to institutions during the year was as follows:

	<b>2022</b>	2021
	£	£
Alder Trust	<b>25,500</b>	-
Bereavement Counselling Charity, The	-	6,199
Crimsham Farm CIC	-	10,000
Crossover Youth Centre	<b>60,000</b>	-
Easebourne School	<b>15,000</b>	15,000
First Give	<b>25,000</b>	25,000
Girl's Network, The	<b>45,000</b>	45,000
Home Start	<b>60,000</b>	-
Ishak Miah & Somirunnessa Foundation	-	20,000
King's Arms	<b>50,000</b>	30,000
Kingsham Primary School	-	20,000
Life Centre	<b>30,000</b>	30,000
London Reclaimed	<b>70,000</b>	20,000
MARDI: Medical Aid for Refugees and Displaced people	-	6,000
Myriad Centre, The	-	3,000
Mummy's Star	<b>25,000</b>	25,000
Off the Record	-	42,000
Over the Moon	<b>90,000</b>	60,001
Pacific Dermatology	<b>57,153</b>	84,675
PACSO	<b>50,000</b>	50,000
Rosemary Foundation	<b>30,000</b>	30,000
Refugees at Home	<b>40,000</b>	40,000
Regenerate UK	<b>50,000</b>	-
Releasing Potential	-	20,000
SJP Charity	<b>15,000</b>	10,000
Sussex Snowdrop Trust, The	<b>40,000</b>	15,000
Turning Tides	<b>40,000</b>	25,000
Wells Trust	<b>48,000</b>	-
Imagine If Trust	<b>24,000</b>	-
Sebbys Space	<b>30,000</b>	-
West London Welcome	<b>73,000</b>	-
Breastfeeding Network (UK), The	<b>13,000</b>	-
Wave Cafe	<b>30,000</b>	-
Creative Options	<b>20,000</b>	-
BIGKID Foundation	<b>10,000</b>	-
Together with Migrant Children	<b>59,564</b>	-
Samaritans Bognor	<b>20,000</b>	-
	<b>1,145,217</b>	<b>631,875</b>

**THE MICHAEL AND BETTY LITTLE TRUST**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2022**

**6. SUPPORT COSTS**

	Finance £	Governance costs £	Totals £
Governance Costs	<u>519</u>	<u>3,780</u>	<u>4,299</u>

£3,780 Governance costs relate to Independent Examination cost for the year (2021: £3,600).

**7. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

**8. FIXED ASSET INVESTMENTS**

	Listed investments £	Unlisted investments £	Cash and settlements pending £	Totals £
<b>MARKET VALUE</b>				
At 1 April 2021	<b>8,235,400</b>	<b>787,514</b>	<b>310,457</b>	<b>9,333,371</b>
Additions	<b>2,184,016</b>	<b>519,269</b>	<b>34,759</b>	<b>2,738,044</b>
Disposals	<b>(3,743,809)</b>	-	-	<b>(3,743,809)</b>
Revaluations	<b>449,343</b>	<b>2,016,845</b>	-	<b>2,466,188</b>
At 31 March 2022	<u><b>7,124,950</b></u>	<u><b>3,323,628</b></u>	<u><b>345,216</b></u>	<u><b>10,793,794</b></u>
<b>NET BOOK VALUE</b>				
At 31 March 2022	<u><b>7,124,950</b></u>	<u><b>3,323,628</b></u>	<u><b>345,216</b></u>	<u><b>10,793,794</b></u>
At 31 March 2021	<u>8,235,400</u>	<u>787,514</u>	<u>310,457</u>	<u>9,333,371</u>

There are investment assets outside the UK.

**LISTED INVESTMENTS**

	2022 £	2021 £
<b>Bonds / Fixed Interest</b>		
Overseas Sovereign	-	302,442
Overseas Corporate	<b>665,817</b>	531,940
<b>Total Bonds / Fixed Interest</b>	<u><b>665,817</b></u>	<u>834,382</u>
<b>Equities</b>		
UK	<b>550,431</b>	627,254
North America	<b>3,532,907</b>	3,485,356
Europe	<b>1,071,694</b>	1,313,147
Asia Pacific ex. Japan	<b>950,110</b>	1,245,995
Global	<b>353,993</b>	729,270
<b>Total Equities</b>	<u><b>6,459,135</b></u>	<u>7,401,022</u>

**THE MICHAEL AND BETTY LITTLE TRUST**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2022**

**8. FIXED ASSET INVESTMENTS - continued**

Cash	518,575	380,331
<b>TOTAL LISTED INVESTMENTS</b>	<b>7,643,527</b>	<b>8,615,735</b>
<b>UNLISTED INVESTMENTS</b>		
IQ Capital Growth Fund I L.P. UK	1,240,240	697,240
<b>Capital Commitments</b>		
IQ Capital Growth Fund I L.P. Contracted but not provided in the financial statements	1,759,760	2,302,760

The Trust total commitment to IQ Capital Growth Fund I L.P. (IQGF1) is £3m.

As of 31st March 2022 the Trust has paid £1,240,240 to IQGF1 (£1,348,325 has been invested into the three portfolio companies named below, £148,670 of which has been loaned by IQGF1 and £41,010 are the accumulated expenses from 2020 to date).

IQ Capital Growth Fund I L.P. (IQGF1) is focused on investments into growth-stage investees of IQ Capital Fund II L.P and IQ Capital Fund III L.P. The final close was completed on 29th October 2020, with the fund reaching its £100m cap size.

As of 31st March 2022 IQ Capital Growth Fund I L.P FMV stands at £115.7m of which the Trusts holds a 3% share, represented by: Privitar (FMV £8.2m), Concirrus (FMV £3m), ThoughtMachine (FMV £92.2m), CausaLens (FMV £5m) and Paragraf (FMV £7.3m).

The historical cost of investment as at 31st March 2022:

Listed investments £6,494,540  
Unlisted investments £1,348,325

**9. SOCIAL INVESTMENTS**

	Other investments £	Mixed motive investments £	Totals £
<b>MARKET VALUE</b>			
At 1 April 2021	1,060,712	-	1,060,712
Revaluations	-	(1,060,712)	(1,060,712)
At 31 March 2022	1,060,712	(1,060,712)	-
<b>NET BOOK VALUE</b>			
At 31 March 2022	1,060,712	(1,060,712)	-
At 31 March 2021	1,060,712	-	1,060,712

## THE MICHAEL AND BETTY LITTLE TRUST

### Notes to the Financial Statements - continued for the Year Ended 31 March 2022

#### 10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	2,500	2,500
GP Fund account	-	1,490
	<u>2,500</u>	<u>3,990</u>

#### 11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Other loans (see note 12)	148,670	-
Accrued expenses	10,980	7,200
	<u>159,650</u>	<u>7,200</u>

#### 12. LOANS

An analysis of the maturity of loans is given below:

	2022	2021
	£	£
Amounts falling due within one year on demand:		
IQ Loan	<u>148,670</u>	<u>-</u>

#### 13. CAPITAL COMMITMENTS

The Michael and Betty Little Trust total commitment to IQ Capital Growth Fund I LP is £3m. As of 31st March 2022 the total contribution amounts to £1,223,386 with a remaining commitment of £1,776,614.

#### 14. RELATED PARTY DISCLOSURES

##### UNLISTED INVESTMENTS

Richard Little (Trustee up to 22nd June 2020) and member of the Little family, which comprise the majority of the Board of Trustees, is on the advisory board of The IQ Capital Growth Fund I L.P.

The IQ Capital Growth Fund I L.P. has invested as of 31st March 2022 in:

- Privitar
- Concirrus Ltd in which Richard Little is the Chairman
- Thought Machine Ltd in which Richard Little is a Director
- CausaLens
- Paragraf

##### SOCIAL INVESTMENTS

Richard Little is one of the Directors of Century-Tech Limited in which the Trust invested £1m in 2021.

**THE MICHAEL AND BETTY LITTLE TRUST****Detailed Statement of Financial Activities  
for the Year Ended 31 March 2022**

---

	2022 £	2021 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	-	10,000
Gift aid	-	2,500
	<hr/>	<hr/>
	-	12,500
<b>Investment income</b>		
Income from listed investment	<b>103,487</b>	124,374
Curr asset inv income	-	60,712
	<hr/>	<hr/>
	<b>103,487</b>	185,086
<b>Other income</b>		
Other income	<b>100</b>	-
	<hr/>	<hr/>
<b>Total incoming resources</b>	<b>103,587</b>	197,586
<b>EXPENDITURE</b>		
<b>Investment management costs</b>		
Investment Managers Fees	<b>66,097</b>	46,027
Foreign Exchange Costs	<b>4,665</b>	4,922
Loan	-	4,931
	<hr/>	<hr/>
	<b>70,762</b>	55,880
<b>Charitable activities</b>		
Grants to institutions	<b>1,145,217</b>	631,875
<b>Support costs</b>		
<b>Management</b>		
Sundries	-	100
<b>Finance</b>		
Bank charges	<b>519</b>	439
<b>Governance costs</b>		
Independent ex. remn	<b>3,780</b>	3,600
	<hr/>	<hr/>
Total resources expended	<b>1,220,278</b>	691,894
	<hr/>	<hr/>
<b>Net expenditure before gains and losses</b>	<b>(1,116,691)</b>	(494,308)
<b>Realised recognised gains and losses</b>		
Carried forward	<b>(1,120,471)</b>	(497,908)

This page does not form part of the statutory financial statements

**THE MICHAEL AND BETTY LITTLE TRUST**

**Detailed Statement of Financial Activities  
for the Year Ended 31 March 2022**

---

	2022 £	2021 £
<b>Realised recognised gains and losses</b>		
Brought forward	<b>(1,120,471)</b>	(497,908)
Realised gains/(losses) on fixed asset investments	<b>319,262</b>	2,321,259
<b>Net (expenditure)/income</b>	<b><u>(797,429)</u></b>	<b><u>1,826,951</u></b>

This page does not form part of the statutory financial statements

**THE MICHAEL AND BETTY LITTLE TRUST**

England & Wales - Charity number 1107412

---

# Accounts

---

**Report of the Trustees and  
Unaudited Financial Statements for the Year Ended 31 March 2021  
for  
THE MICHAEL AND BETTY LITTLE TRUST**

**THE MICHAEL AND BETTY LITTLE TRUST**

**Contents of the Financial Statements  
for the Year Ended 31 March 2021**

---

	<b>Page</b>
<b>Reference and Administrative Details</b>	1
<b>Report of the Trustees</b>	2 to 6
<b>Independent Examiner's Report</b>	7
<b>Statement of Financial Activities</b>	8
<b>Statement of Financial Position</b>	9
<b>Notes to the Financial Statements</b>	10 to 18

---

# THE MICHAEL AND BETTY LITTLE TRUST

## Reference and Administrative Details for the Year Ended 31 March 2021

---

<b>TRUSTEES</b>	Peter Little Richard Patrick Little (resigned 22.6.20) Ewa Krystyna Little (resigned 22.6.20) Hilary Graham Dr Helen Little Lucy Blackgrove Martin Little (appointed 8.12.20) Elizabeth Moore - Appointed Chairperson 22.6.20 Christopher Little (appointed 8.12.20) Katherine Shipton (appointed 26.6.21)
<b>PRINCIPAL ADDRESS</b>	12 Stanton Drive Chichester West Sussex GU33 6NF
<b>REGISTERED CHARITY NUMBER</b>	1107412
<b>INDEPENDENT EXAMINER</b>	Knox Cropper LLP Chartered Accountants Office Suite 1 Haslemere House Lower Street Haslemere Surrey GU27 2PE
<b>BANKERS</b>	C. Hoare & Co. 37 Fleet Street London EC4P 4DQ
<b>ADVISERS</b>	_LGT Vestra LLP _14 Cornhill _London EC3V 3NR  _IQ Capital Partners LLP _95 Regent Street _Cambridge CB2 1BQ

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2021

---

The trustees present their report with the financial statements of the charity for the year ended 31 March 2021. The trustees have adopted the provisions of 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).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

###### **Aims**

The aims of The Michael and Betty Little Trust are under the discretion of the Trustees to make grants for charitable purposes to individuals, other charities or voluntary bodies with an emphasis on sickness, distress, education, human rights and religion.

###### **Objects**

The objects of the charity are:

To further such charitable purposes in the UK or overseas by

Relieving those in financial need, hardship or distress;  
Relieving the sick and protecting and preserving public health;  
Advancing education;  
Promoting human rights;  
Advancing such of the world's religions as are recognised under English Charity law.

The long terms aims of the charity are to expend its resources in the pursuit of these objects.

###### **Public benefit**

The Trustees confirm that they have considered the general guidance issued by the Charity Commission in connection with public benefit in setting the objectives of the charity and in particular they have considered how planned activities further the charity's objects.

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2021

---

#### OBJECTIVES AND ACTIVITIES

##### Grant Making Policy

The Trust has established its grant making policy to achieve its objects for the public benefit. The trustees recognise that the Trust's objectives will often require the provision of health, education, basic needs and other related provision to those in need. The grant making policy will be reviewed annually by the trustees and may be changed in accordance with the trustees' views of the most effective application of available funds to ensure that it reflects the charity's objects and advances public benefit.

##### Approach

The Michael & Betty Little Trust delivers its key objectives through the following grant-making vehicles:

**Major Grants** The trustees acknowledge the value of working with trusted third parties to deliver projects in line with its priorities to maximise the impact of its support and where other organisations have greater expertise.

**Small Grants** The trustees will, from time to time, choose to make small grants - normally one-off - to trusted third parties by which to further the Trust's Objects.

Proposals for support from the Trust are made via the Trustees at their meetings. Trustees must be in agreement that the grant meets one or more of the Trust's objectives.

##### Geographical Area

The trustees wish to support causes in both the UK and overseas.

##### Due Diligence

All grants will be subject to the Trust's Due Diligence Policy having been undertaken.

Recognising their duty to safeguard charitable assets, trustees confirm that any third party organisation receiving support from the Trust must be:

- a UK registered charity; or,
- an organisation that carries out activities that are charitable under UK law.

In respect of organisations outside of the UK, the Trust will ensure that such organisations are either registered with the appropriate local regulator or public authorities and/or have in place appropriate governance and financial handling policies and procedures to ensure the appropriate safeguarding and use of the Trust's charitable funds.

#### ACHIEVEMENT AND PERFORMANCE

##### Achievement and Performance

The Michael and Betty Little Trust commenced operations in 2004, as the residual beneficiary of the estate of Michael Little, and received further donations from Trustees in 2015, 2018, 2020 and 2021. The Trustees have made various grants in line with the objects of the Charity during the year. These are detailed in note 6 to the Financial Statements.

The Trust will monitor the performance of its grants programme using reports from grant recipients. These reports, including the Financial Statements of recipient institutions, will influence whether or not further grants will be made to that body.

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2021

---

#### ACHIEVEMENT AND PERFORMANCE

##### Investment policy and performance

**Listed investments** are managed under the terms of an investment management agreement with LGT Vestra LLP (2020 Rowan Dartington & Co. Ltd). The investment manager is required to make investments on behalf of the Trust in line with benchmarks that have been set and against which performance is measured. The portfolio was transferred to the management of LGT Vestra in January 2020.

Investment performance is reviewed by the Trustees, who receive periodic reports on matters pertinent to its investment policy. Trustees have adopted a strategy of generating income from investing in a range of assets with a low/medium risk profile. This should typically provide modest capital growth, with a predominant focus on income generating assets.

The following illustrates the current weightings expressed in percentages of the Trust's investment funds:

Overseas Equities 78.63%  
UK Equities 7.28%  
Overseas Bonds 9.68%  
Cash 4.41%

For the period from 1st January 2021 to 31st March 2021, the LGT Vestra portfolio total return amounted to 2.34%

**Unlisted investments** are managed by IQ Capital Growth Fund I LP which focuses on investments into growth-stage investees.

The Michael and Betty Little Trust total commitment to the Fund is £3m, and as of 31st March 2021 the total contribution is £697,240.

The Trust's unrealised Investment at Fair Market Value (FMV) totalled £786,024 at year end, which represents a 3% share of the total Fund with a FMV of £26.2m at year end, comprising three unrealised Investments: Privitar (FMV £8.2m), Concirrus (FMV £3m) and Thought Machine (FMV £15m).

##### Social Investments

As of 31st March 2021, the Trust holds a £1m Convertible Loan with Century-Tech Limited which was converted into shares after the year end, on 7th May 2021. The investment is a mixed motive investment as it has the objective of supporting education, in line with the Charity's objectives, as well as investment return.

#### FINANCIAL REVIEW

##### Financial position

The Trust's work is entirely reliant on donated income and investment returns. Investment income in the year amounted to £185,086 (2020: £128,135). This enabled the charity to develop its grant making policy. Donations of £12,500 (inc £2,500 gift aid) were made to the Trust in the year (2020: £623,825).

The Charity's total income for the year amounted to £197,586 (2020: £751,960). Resources expended amounted to £691,894 (2020: £1,797,414) and in addition there were unrealised gains in the investment portfolio of £1,639,774 (2020: (£1,349,660) losses) and realised gains of £681,485 (2020: £632,466).

The Balance Sheet records unrestricted funds of £10,685,948 (2020: £8,858,997). The Assets comprised the Investment Portfolio amounting to £10,394,083 and Net Current Assets of £291,865

##### Reserves policy

The Charity seeks to maintain an investment portfolio capable of producing a total return to support Trustees' objectives in grant making in line with the Charity's objects.

Total funds held by the Charity at 31st March 2021 amounted to £10,685,948 All funds are unrestricted.

## THE MICHAEL AND BETTY LITTLE TRUST

### Report of the Trustees for the Year Ended 31 March 2021

---

#### FINANCIAL REVIEW

##### Going concern

The Trustees have a reasonable expectation that the charity has adequate resources to continue operations for the foreseeable future. The going concern basis has therefore continued to be used in preparing the financial statements. The Board has considered the impact of Covid-19 on the short and long term health of the charity and is content that the measures taken by the charity, together with a robust investment portfolio, provides assurance that the going concern basis is appropriate in preparing the financial statements.

#### FUTURE PLANS

The Trustees will be focusing on:

- Continuing to support the charities and causes identified by Trustees;
- Monitoring the investment monies and considering opportunities for increased returns;
- Keep administration expenditure to a minimum.

#### STRUCTURE, GOVERNANCE AND MANAGEMENT

##### Governing document

The Michael and Betty Little Trust is an Unincorporated Charity governed by a Trust Deed dated 20th December 2004.

##### Recruitment and appointment of new trustees

The Michael and Betty Little Trust is governed by a Board of Trustees whose members are elected as the need arises. The Trustees who have served during the period are set out above.

##### Organisational structure

The Board of Trustees administers the charity. The Board attempts to meet on a regular basis. The day to day operations of the charity are administered by the Trustees. To facilitate effective operations, individual Trustees have delegated authority, within terms of delegation approved by the Trustees, for operational matters including finance.

##### Induction and training of new trustees

New Trustees will be provided with detailed information on their legal obligations under charity law and what the role will entail. Their training needs will be assessed, and training provided if required. In addition, new Trustees will be provided with copies of:

- the Deed of the Charity
- Board papers from the last year including the accounts

Where necessary Trustees will be encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

##### Key management remuneration

No remuneration, directly or indirectly, was paid or is payable for the period to any Trustee. There are no other key management personnel.

##### Risk management

Consideration is given to the major risks to which the charity is exposed, as identified by the Trustees.

The Trustees consider variability of investment returns to constitute the charity's major financial risk. This risk is mitigated as far as is possible through regular reviews with the Investment Management advisors.

**THE MICHAEL AND BETTY LITTLE TRUST**

**Report of the Trustees  
for the Year Ended 31 March 2021**

---

Approved by order of the board of trustees on 30<sup>th</sup> January 2022 and signed on its behalf by:

.....  
Peter Little - Trustee

## **Independent Examiner's Report to the Trustees of The Michael and Betty Little Trust**

---

### **Independent examiner's report to the trustees of The Michael and Betty Little Trust**

I report to the charity trustees on my examination of the accounts of The Michael and Betty Little Trust (the Trust) for the year ended 31 March 2021.

#### **Responsibilities and basis of report**

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

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

#### **Independent examiner's statement**

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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

James Holland-Leader FCA  
ICAEW  
Knox Cropper LLP  
Chartered Accountants  
Office Suite 1  
Haslemere House  
Lower Street  
Haslemere  
Surrey  
GU27 2PE

Date: 31<sup>st</sup> January 2022

## THE MICHAEL AND BETTY LITTLE TRUST

### Statement of Financial Activities for the Year Ended 31 March 2021

---

		<b>2021 Unrestricted fund £</b>	2020 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>	Notes		
Donations and legacies		<b>12,500</b>	623,825
Investment income	2	<u><b>185,086</b></u>	<u>128,135</u>
<b>Total</b>		<b>197,586</b>	751,960
<b>EXPENDITURE ON</b>			
Raising funds	3	<b>55,880</b>	93,490
<b>Charitable activities</b>	4		
Grants		<b>631,875</b>	1,700,050
Governance Costs		<b>4,039</b>	3,874
Other		<u><b>100</b></u>	<u>-</u>
<b>Total</b>		<b>691,894</b>	1,797,414
Net gains/(losses) on investments		<u><b>2,321,259</b></u>	<u>(717,194)</u>
<b>NET INCOME/(EXPENDITURE)</b>		<b>1,826,951</b>	(1,762,648)
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>		<b>8,858,997</b>	10,621,645
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><b>10,685,948</b></u>	<u>8,858,997</u>

The notes form part of these financial statements

# THE MICHAEL AND BETTY LITTLE TRUST

## Statement of Financial Position 31 March 2021

		<b>2021 Unrestricted fund £</b>	<b>2020 Total funds £</b>
<b>FIXED ASSETS</b>	Notes		
<b>Investments</b>			
Investments	9	<b>9,333,371</b>	8,009,540
Social investments	10	<b>1,060,712</b>	-
		<b>10,394,083</b>	8,009,540
<b>CURRENT ASSETS</b>			
Debtors	11	<b>3,990</b>	8,368
Cash in hand		<b>295,075</b>	1,214,542
		<b>299,065</b>	1,222,910
<b>CREDITORS</b>			
Amounts falling due within one year	12	<b>(7,200)</b>	(15,568)
<b>NET CURRENT ASSETS</b>		<b>291,865</b>	1,207,342
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>10,685,948</b>	9,216,882
<b>CREDITORS</b>			
Amounts falling due after more than one year	13	-	(357,885)
<b>NET ASSETS</b>		<b>10,685,948</b>	8,858,997
<b>FUNDS</b>			
Unrestricted funds		<b>10,685,948</b>	8,858,997
<b>TOTAL FUNDS</b>		<b>10,685,948</b>	8,858,997

The financial statements were approved by the Board of Trustees and authorised for issue on 30<sup>th</sup> January 2022 and were signed on its behalf by:

.....  
Peter Little - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

**Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The Trustees consider that there are no uncertainties about the Charity's ability to continue as a going concern.

**Critical accounting judgements and key sources of estimation uncertainty**

The application of accounting standards and policies requires the Trustees to make estimates and assumptions about future events that directly affect the charity's reported financial condition and operating performance. The accounting estimates and assumptions discussed are those that the Trustees consider to be most critical to the financial statements. An accounting estimate is considered critical if both (a) the nature of estimates or assumptions is material due to the level of subjectivity and judgement involved, and (b) the impact within a reasonable range of outcomes of the estimates and assumptions is material to the charity's financial condition or operating performance.

The Trustees have considered the risk of estimation uncertainty causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, and consider there to be no significant judgements or estimates in the accounts.

**Income**

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

Donations are recognised when the Trust has been notified in writing of both the amount and settlement date. If a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of these conditions is wholly within the control of the charity, and it is probable that those conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case-by-case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash, or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor of the dividend yield of the investment portfolio.

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

1. **ACCOUNTING POLICIES - continued**

**Expenditure**

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. In the case of an unconditional grant offer this is accrued once the recipient has been notified on the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Trust.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable.

The provision for a multi-year grant is recognised at its present value where settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the Trust that would permit the Trust to avoid making the future payment(s), settlement is probable, and the effect of discounting is material. The discount rate used is the average rate of investment yield in the year in which the grant award is made. The discount rate is regarded by the trustees as providing the most current available estimate of the opportunity cost of money reflecting the time value of money to the Trust.

**Raising funds**

The costs of generating funds consist of investment management costs and certain legal fees.

**Charitable activities**

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

**Allocation and apportionment of costs**

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

**Investments**

**LISTED INVESTMENTS**

Listed Investments are a form of basic financial investment and are initially recognised at their transaction value and subsequently measured at fair value (FV) as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluations and disposals throughout the year.

Realised gains and losses on listed investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

Listed Investments are managed under the terms of an investment management agreement with LGT Vestra LLP. The investment manager is required to make investments on behalf of the Trust in line with benchmarks that have been set and against which performance is measured.

Investment performance is reviewed by the Trustees, who receive periodic reports on matters pertinent to its investment policy. Trustees have adopted a strategy of generating income from investing in a range of assets with a low/medium risk profile. This should typically provide modest capital growth, with a predominant focus on income generating assets.

**1. ACCOUNTING POLICIES - continued**

**UNLISTED INVESTMENTS**

Unlisted Investments are initially recognised at their transaction value and subsequently measured at FV as at the balance sheet date using the investment management valuation.

Unlisted Investments are managed by IQ Capital Growth Fund I LP which focuses on investments into growth-stage investees.

**SOCIAL INVESTMENT**

The Social Investments comprise mixed motive investments which are valued at cost less impairment.

As of 31st March 2021 the Trust holds a £1m + £60,712 (8% interest) Convertible Loan with Century-Tech Limited . The Convertible Loan was exercised in the form of shares after the year end (7th May 2021).

The Trust does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

**Taxation**

The charity is exempt from tax on its charitable activities.

**Fund accounting**

Unrestricted funds consist of those funds which the charity may use in furtherance of its charitable objects at the discretion of the Trustees. Restricted funds exist for situations where a donor requires that a donation must be spent on a particular purpose or where funds have been raised for a specific purpose.

**Debtors**

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**Cash at bank and in hand**

Cash bank and cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settled the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

**Financial instruments**

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

**THE MICHAEL AND BETTY LITTLE TRUST**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2021**

**2. INVESTMENT INCOME**

	2021 £	2020 £
Income from listed investment	124,374	128,135
Curr asset inv income	<u>60,712</u>	<u>-</u>
	<u><b>185,086</b></u>	<u><b>128,135</b></u>

**3. RAISING FUNDS**

**Investment management costs**

	2021 £	2020 £
Investment Managers Fees	46,027	87,686
Foreign Exchange Costs	4,922	5,804
Interest payable and similar charges	<u>4,931</u>	<u>-</u>
	<u><b>55,880</b></u>	<u><b>93,490</b></u>

**4. CHARITABLE ACTIVITIES COSTS**

	Grant funding of activities (see note 5) £	Support costs (see note 6) £	Totals £
Grants	631,875	-	631,875
Governance Costs	<u>-</u>	<u>4,039</u>	<u>4,039</u>
	<u><b>631,875</b></u>	<u><b>4,039</b></u>	<u><b>635,914</b></u>

**5. GRANTS PAYABLE**

	2021 £	2020 £
Grants	<u>631,875</u>	<u>1,700,050</u>

## THE MICHAEL AND BETTY LITTLE TRUST

### Notes to the Financial Statements - continued for the Year Ended 31 March 2021

#### 5. GRANTS PAYABLE - continued

The total grants paid to institutions during the year was as follows:

	2021	2020
	£	£
Alder Trust	-	5,000
Arc Ltd	-	10,000
Beacon House	-	50,000
Bereavement Counselling Charity, The	6,199	1,000
Chris Girling	-	500
Crimsham Farm CIC	10,000	-
Crossover	-	20,000
Easebourne School	15,000	15,000
First Give	25,000	25,000
Footprint Trust	-	5,000
Girl's Network, The	45,000	-
Home Start	-	53,000
Ishak Miah & Somirunnessa Foundation	20,000	-
King's Arms	30,000	480,000
Kingsham Primary School	20,000	-
Life Centre	30,000	30,000
London Reclaimed	20,000	60,000
MARDI: Medical Aid for Refugees and Displaced people	6,000	-
Myriad Centre, The	3,000	-
Mummy Star	25,000	10,000
Off the Record	42,000	50,000
Over the Moon	60,001	30,000
Pacific Dermatology	84,675	80,550
PACSO	50,000	-
Partners in Medical Care	-	500,000
Portsmouth Down Syndrome Association	-	10,000
Rosemary Foundation	30,000	30,000
Refugees at Home	40,000	-
Regeneration	-	60,000
Releasing Potential	20,000	25,000
Revelation Church	-	100,000
SJP Charity	10,000	10,000
Sussex Snowdrop Trust, The	15,000	15,000
Turning Tides	25,000	-
Wells Trust	-	25,000
	<u>631,875</u>	<u>1,700,050</u>

## THE MICHAEL AND BETTY LITTLE TRUST

### Notes to the Financial Statements - continued for the Year Ended 31 March 2021

---

#### 6. SUPPORT COSTS

	Management £	Finance £	Governance costs £	Totals £
Other resources expended	100	-	-	100
Governance Costs	-	439	3,600	4,039
	<u>100</u>	<u>439</u>	<u>3,600</u>	<u>4,139</u>

#### 7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

##### Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2021 nor for the year ended 31 March 2020.

#### 8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
<b>INCOME AND ENDOWMENTS FROM</b>	
Donations and legacies	623,825
Investment income	<u>128,135</u>
<b>Total</b>	751,960
<b>EXPENDITURE ON</b>	
Raising funds	93,490
<b>Charitable activities</b>	
Grants	1,700,050
Governance Costs	3,874
<b>Total</b>	<u>1,797,414</u>
Net gains/(losses) on investments	<u>(717,194)</u>
<b>NET INCOME/(EXPENDITURE)</b>	(1,762,648)
<b>RECONCILIATION OF FUNDS</b>	
<b>Total funds brought forward</b>	<u>10,621,645</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>8,858,997</u>

---

THE MICHAEL AND BETTY LITTLE TRUST

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2021

9. FIXED ASSET INVESTMENTS

	Listed investments £	Unlisted investments £	Cash and settlements pending £	Totals £
<b>MARKET VALUE</b>				
At 1 April 2020	7,146,253	763,922	99,365	8,009,540
Additions	3,278,015	114,440	211,092	3,603,547
Disposals	(3,843,101)	-	-	(3,843,101)
Revaluations	1,654,233	(90,848)	-	1,563,385
	<u>8,235,400</u>	<u>787,514</u>	<u>310,457</u>	<u>9,333,371</u>
At 31 March 2021	<u>8,235,400</u>	<u>787,514</u>	<u>310,457</u>	<u>9,333,371</u>
<b>NET BOOK VALUE</b>				
At 31 March 2021	<u>8,235,400</u>	<u>787,514</u>	<u>310,457</u>	<u>9,333,371</u>
At 31 March 2020	<u>7,146,253</u>	<u>763,922</u>	<u>99,365</u>	<u>8,009,540</u>

There are investment assets outside the UK.

**LISTED INVESTMENTS**

	2021 £	2020 £
<b>Bonds / Fixed Interest</b>		
Overseas Sovereign	302,442	687,997
Overseas Corporate	531,940	516,566
	<u>834,382</u>	<u>1,204,563</u>
<b>Total Bonds / Fixed Interest</b>		
<b>Equities</b>		
UK	627,254	1,285,134
North America	3,485,356	2,440,068
Europe	1,313,147	1,210,547
Japan	-	134,485
Asia Pacific ex. Japan	1,245,995	575,071
Global	729,270	296,388
	<u>7,401,022</u>	<u>5,941,693</u>
<b>Total Equities</b>		
	<u>380,331</u>	<u>113,927</u>
<b>Cash</b>		
	<u>8,615,735</u>	<u>7,260,183</u>
<b>TOTAL LISTED INVESTMENTS</b>		
<b>UNLISTED INVESTMENTS</b>		
IQ Capital Growth Fund I L.P.		
UK	697,240	450,300
	<u>697,240</u>	<u>450,300</u>
<b>Capital Commitments</b>		
IQ Capital Growth Fund I L.P.		
Contracted but not provided in the financial statements	2,302,760	2,699,700
	<u>2,302,760</u>	<u>2,699,700</u>

The Trust total commitment to IQ Capital Growth Fund I L.P. (IQGF1) is £3m.

## THE MICHAEL AND BETTY LITTLE TRUST

### Notes to the Financial Statements - continued for the Year Ended 31 March 2021

---

#### 9. FIXED ASSET INVESTMENTS - continued

As of 31st March 2021 the Trust has paid £697,240 to IQGF1 (£678,897 has been invested into the three portfolio companies named below, £1,490 is held by IQGF1 for future investments and £16,852.89 is the accumulated expenses for 2020 and 2021).

IQ Capital Growth Fund I L.P. (IQGF1) is focused on investments into growth-stage investees of IQ Capital Fund II L.P and IQ Capital Fund III L.P. The final close was completed on 29th October 2020, with the fund reaching its £100m cap size.

The Trust's unrealised Investment at Fair Market Value (FMV) totalled £786,024 at year end, which represents a 3% share of the total unrealised Fund with FMV of £26.2m. Unrealised Investments: Privitar (FMV £8.2m), Concirrus (FMV £3m) and ThoughtMachine (FMV £15m).

The historical cost of investment as at 31st March 2021:

Listed investments £7,335,536

Unlisted investments £678,897

#### 10. SOCIAL INVESTMENTS

	Other investments £
<b>MARKET VALUE</b>	
Additions	<u>1,060,712</u>
<b>NET BOOK VALUE</b>	
At 31 March 2021	<u>1,060,712</u>
At 31 March 2020	<u>-</u>

#### 11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	2,500	-
GP Fund account	<u>1,490</u>	<u>8,368</u>
	<u>3,990</u>	<u>8,368</u>

## THE MICHAEL AND BETTY LITTLE TRUST

### Notes to the Financial Statements - continued for the Year Ended 31 March 2021

---

#### 12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Accrued expenses	<u>7,200</u>	<u>15,568</u>

#### 13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021	2020
	£	£
Loan from GP fund	-	349,517
Management fees provision (IQ)	<u>-</u>	<u>8,368</u>
	<u>-</u>	<u>357,885</u>

#### 14. RELATED PARTY DISCLOSURES

##### DONATIONS TO THE TRUST

David Little, brother of Peter Little (Trustee), donated the Trust £10,000 in the year.

##### UNLISTED INVESTMENTS

Richard Patrick Little (Trustee up to 22nd June 2020) and member of the Little family, which comprise the majority of the Board of Trustees, is on the advisory board of The IQ Capital Growth Fund I L.P.

The IQ Capital Growth Fund I L.P. has invested as of 31st March 2021 in:

- Privitar Ltd
- Concirrus Ltd in which Richard Patrick Little is the Chairman
- Thought Machine Ltd in which Richard Patrick Little is a Director.

##### SOCIAL INVESTMENTS

Patrick Richard Little is one of the Directors of Century-Tech Limited in which the Trust holds a £1m Convertible investment as at 31st March 2021.