

THE SOLE 2 SOUL FOUNDATION

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2023

THE SOLE 2 SOUL FOUNDATION

CONTENTS

	Page
Reference and administrative details of the charity, its Trustees and advisers	1
Trustees' report	2 - 3
Independent examiner's report	4
Statement of financial activities	5
Balance sheet	6
Notes to the financial statements	7 - 16

THE SOLE 2 SOUL FOUNDATION

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 5 APRIL 2023

Trustees	J C P Smith A S Smith
Charity registered number	1112911
Principal office	30 Nelson Street Leicester LE1 7BA
Accountants	Somerbys Limited 30 Nelson Street Leicester LE1 7BA

THE SOLE 2 SOUL FOUNDATION

TRUSTEES' REPORT FOR THE YEAR ENDED 5 APRIL 2023

The Trustees present their annual report together with the financial statements of the charity for the 6 April 2022 to 5 April 2023.

Objectives and activities

● Policies and objectives

The key objects of the Charity are:

- To relieve financial hardship and poverty
- The advancement of education of the Christian religion

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

● Activities for achieving objectives

In planning our activities we have kept in mind the Charities Commission guidance on Public Benefit. In fulfilling our principle objects, we provide benefit through providing relief of financial hardship and poverty, usually through other charities which have established infrastructures to get the funds to those most at need. Furthermore, in terms of advancing the Christian faith, the charity supports a local church, which enables ordinary people in the community to worship, pray, find out more about Jesus and help other people in the community.

Achievements and performance

● Review of activities

In the year under review the Trustees made grants to organisations and individuals, ranging from £10 to £125,000. The Trustees were satisfied they have supported a wide range of valuable activities for the purposes that they continue to support.

During the year the charity continued to provide accommodation for church missionaries. The charity benefits from the income generated by the investment properties, to the tune of £72,190 (2022: £69,815) in rental income, enhancing the ability to make charitable donations.

Going concern

● Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason the Trustees concluded that it is appropriate to continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

THE SOLE 2 SOUL FOUNDATION

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2023

Structure, governance and management

• Constitution

The Sole 2 Soul Foundation was established on 15 November 2005 and is governed by the Trust Deed of that date. The charity was registered with the Charity Commission on 2 February 2006 under the registration number 1112911.

• Structure, governance and management

The management of the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed. The Trustees who served during the year were:

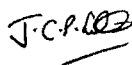
J C P Smith
A S Smith

The Trustees are responsible for the appointment and training of any new Trustee, including awareness of a Trustee's responsibilities, the trust deed, charitable objects and procedures.

The Trustees have conducted a review to identify the major risks to which the charity is exposed and systems have been established to mitigate those risks. The risk policy is reviewed annually by the Trustees and updated whenever necessary.

Trustee meetings are held quarterly and regular contact is maintained to determine the distribution of funds.

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



J C P Smith
Trustee

Date:

THE SOLE 2 SOUL FOUNDATION

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 5 APRIL 2023

Independent examiner's report to the Trustees of The Sole 2 Soul Foundation ('the charity')

I report to the charity Trustees on my examination of the financial statements of the The Sole 2 Soul Foundation 'the charity' for the year ended 5 April 2023 which comprise the Statement of Financial Activities, the Balance Sheet the Statement of Cash Flows and related notes.

This report is made solely to the charity's Trustees, as a body, in accordance with section 145 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state to them in this report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for my work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

As the Trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the financial statements. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently I express no opinion as to whether the financial statements present a 'true and fair' view and my report is limited to those specific matters set out in the independent examiner's statement.

Independent examiner's statement

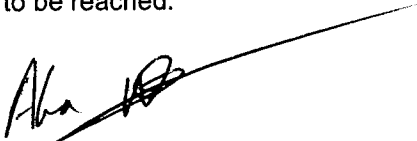
I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act;
or

2. the accounts do not accord with those records.

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.

Signed:



Dated: 12/12/2023

A M West (FCA)
Chartered Accountant
30 Nelson Street
Leicester
LE1 7BA

THE SOLE 2 SOUL FOUNDATION

INDEPENDENT EXAMINER'S REPORT (CONTINUED)
FOR THE YEAR ENDED 5 APRIL 2023

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2023

	Note	Total funds 2023 £	Total funds 2022 £
Income from:			
Donations and legacies	2	56,609	265,613
Investments	3	72,190	69,815
Total income		<u>128,799</u>	<u>335,428</u>
Expenditure on:			
Charitable activities	4	265,622	100,057
Total expenditure		<u>265,622</u>	<u>100,057</u>
Net movement in funds before other recognised gains		(136,823)	235,371
Other recognised gains:			
Gains on revaluation of investment property	11	101,822	266,240
Net movement in funds		<u>(35,001)</u>	<u>501,611</u>
Reconciliation of funds:			
Total funds brought forward		2,135,752	1,634,141
Net movement in funds		(35,001)	501,611
Total funds carried forward	15	<u>2,100,751</u>	<u>2,135,752</u>

The notes on pages 7 to 16 form part of these financial statements.

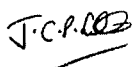
THE SOLE 2 SOUL FOUNDATION

BALANCE SHEET AS AT 5 APRIL 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	10	944,724	1,188,439
Investment property	11	1,650,000	1,325,000
		<u>2,594,724</u>	<u>2,513,439</u>
Current assets			
Debtors	12	11,767	33,597
Cash at bank and in hand		79,076	172,866
		<u>90,843</u>	<u>206,463</u>
Creditors: amounts falling due within one year	13	(2,340)	(1,674)
		<u>88,503</u>	<u>204,789</u>
Net current assets			
		<u>2,683,227</u>	<u>2,718,228</u>
Total assets less current liabilities			
Creditors: amounts falling due after more than one year	14	(582,476)	(582,476)
		<u>2,100,751</u>	<u>2,135,752</u>
Total net assets			
		<u>2,100,751</u>	<u>2,135,752</u>
Charity funds			
Restricted funds	15	-	-
Unrestricted funds	15	2,100,751	2,135,752
		<u>2,100,751</u>	<u>2,135,752</u>
Total funds			
		<u>2,100,751</u>	<u>2,135,752</u>

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

J C P Smith
Trustee



Date:

The notes on pages 7 to 16 form part of these financial statements.

THE SOLE 2 SOUL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Sole 2 Soul Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

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

1.3 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.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donated services or facilities are recognised when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of the Friends is not recognised and refer to the Trustees' report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

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

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

THE SOLE 2 SOUL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

1. Accounting policies (continued)

1.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Charitable activities and Governance costs are costs incurred on the charity's educational operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

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

1.5 Going concern

The Trustees assess whether the use of going concern is appropriate, ie whether there are any material uncertainties related to events or conditions that may cast significant doubt over the ability of the charity to continue as a going concern. The Trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that the charity has adequate resources to continue in operational existence.

1.6 Tangible fixed assets and depreciation

Tangible fixed assets costing £100 or more are capitalised.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, on a reducing balance basis.

Depreciation is provided on the following basis:

Freehold property	- 2% on cost
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1.7 Investment property

Investment properties are properties held by the charity to earn rentals or for capital appreciation, rather than for use in the supply of charitable activities or for sale in the ordinary course of charity operations. Investment properties are initially measured at cost and subsequently at fair value at the reporting date. The surplus or deficit on revaluation is recognised in the Statement of financial activities.

THE SOLE 2 SOUL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

1. Accounting policies (continued)

1.8 Debtors

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

1.9 Cash at bank and in hand

Cash at bank and 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.

1.10 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of financial activities as a finance cost.

1.11 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. Income from donations and legacies

	Total funds 2023 £	Total funds 2022 £
Donations	45,404	252,490
HMRC tax refunds	11,205	13,123
Total 2023	56,609	265,613

THE SOLE 2 SOUL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

3. Investment income

	Total funds 2023 £	Total funds 2022 £
Rent received	72,190	69,815

4. Analysis of expenditure by activities

	Direct costs 2023 £	Grants paid 2023 £	Support costs 2023 £	Total funds 2023 £	Total funds 2022 £
Charitable activities	72,479	189,553	3,590	265,622	100,057
Total 2022	44,577	51,468	4,012	100,057	

Analysis of direct costs

	Total funds 2023 £	Total funds 2022 £
Depreciation	20,537	25,263
Property maintenance	51,942	19,314
Total	72,479	44,577

THE SOLE 2 SOUL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

4. Analysis of expenditure by activities (continued)

Analysis of support costs

	Total funds 2023	Total funds 2022
	£	£
Governance costs (see note 5)	3,590	4,012

5. Governance costs

	2023 £	2022 £
Accountancy fees	3,240	2,766
Management fees	-	595
Legal and professional fees	350	651
	<u>3,590</u>	<u>4,012</u>

6. Analysis of grants

	Grants to Institutions 2023 £	Grants to Individuals 2023 £	Total funds 2023 £	Total funds 2022 £
Grants paid	<u>175,553</u>	<u>14,000</u>	<u>189,553</u>	<u>51,468</u>
Total 2022	<u>36,735</u>	<u>14,733</u>	<u>51,468</u>	

7. Grants to institutions

	2023 £	2022 £
Ministries without Borders International	125,120	120
Living Rock Trust	34,000	-
Hesed Trust	-	22,440
Other	16,433	14,175
	<u>175,553</u>	<u>36,735</u>

THE SOLE 2 SOUL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

8. Independent examiner's remuneration

	2023 £	2022 £
Fees payable to the charity's independent examiner for the independent examination of the charity's annual accounts	2,340	1,674
Fees payable to the charity's independent examiner in respect of: All other services not included above	<u>900</u>	<u>1,092</u>

9. Trustees

The charity has no employees other than the Trustees. None of the Trustees (or any of the persons connected with them) received any remuneration or benefits during the year or previous year.

No Trustees received any reimbursement of expenses during the year or previous year.

THE SOLE 2 SOUL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

10. Tangible fixed assets

	Freehold property £
Cost or valuation	
At 6 April 2022	1,263,170
Additions	-
Transfer to Investment property	(236,299)
	<hr/>
At 5 April 2023	1,026,871
	<hr/>
Depreciation	
At 6 April 2022	74,731
Charge for the year	20,537
Eliminated in respect Transfer	(13,121)
	<hr/>
At 5 April 2023	82,147
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Net book value	
At 5 April 2023	944,724
	<hr/>
At 5 April 2022	1,188,438
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11. Investment property

	Freehold investment property £
Valuation	
At 6 April 2022	1,325,000
Transfer from freehold property	223,178
Revaluation	101,822
	<hr/>
At 5 April 2023	1,650,000
	<hr/>

The freehold investment properties were valued by the Trustees, on an open market value for existing use basis.

THE SOLE 2 SOUL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

12. Debtors

	2023 £	2022 £
Due after more than one year		
Other debtor	-	2,519
	<u>-</u>	<u>2,519</u>
Due within one year		
Income tax recoverable	10,911	31,078
Other Debtors	856	-
	<u>11,767</u>	<u>33,597</u>

13. Creditors: Amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	<u>2,340</u>	<u>1,674</u>

14. Creditors: Amounts falling due after more than one year

	2023 £	2022 £
Other creditors	<u>582,476</u>	<u>582,476</u>

The aggregate amount of liabilities payable or repayable wholly or in part more than five years after the reporting date is:

	2023 £	2022 £
Payable or repayable by instalments	<u>582,476</u>	<u>582,476</u>
	<u>582,476</u>	<u>582,476</u>

THE SOLE 2 SOUL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

15. Statement of funds

Statement of funds - current year

	Balance at 6 April 2022 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2023 £
Unrestricted funds					
General funds	2,135,752	230,621	(265,622)	-	2,100,751
	<u>2,135,752</u>	<u>230,621</u>	<u>(265,622)</u>	<u>-</u>	<u>2,100,751</u>

Statement of funds - prior year

	Balance at 6 April 2021 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2022 £
Unrestricted funds					
General funds	1,634,141	335,428	(100,057)	266,240	2,135,752
	<u>1,634,141</u>	<u>335,428</u>	<u>(100,057)</u>	<u>266,240</u>	<u>2,135,752</u>

16. Analysis of net assets between funds

Analysis of net assets between funds - current year & prior year

	Total funds 2023 £	Total funds 2022 £
Tangible fixed assets	944,724	1,188,439
Investment property	1,650,000	1,325,000
Debtors due after more than one year	-	2,519
Current assets	90,843	203,944
Creditors due within one year	(2,340)	(1,674)
Creditors due in more than one year	(582,476)	(582,476)
Total	<u>2,100,751</u>	<u>2,135,752</u>

THE SOLE 2 SOUL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

19. Related party transactions

Included in other creditors is £582,476 (2022: £582,476) loaned by J C P Smith a Trustee. The loan was to enable the charity to purchase the freehold and investment property.

During the year £125,120 (2022: £120) was paid to Ministries Without Borders International, a charity in which J C P Smith is a Trustee.

During the year £nil (2022: £22,440) was paid to Hesed Trust, a charity in which both J C P Smith and A S Smith are Trustees.

All transactions with related parties are at arm's length and in accordance with the Charity's objectives.