

Charity number: 1112972

THE SHOE ZONE TRUST

Unaudited annual report

Year ended 31 December 2022

THE SHOE ZONE TRUST

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The Shoe Zone Trust

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY

Trustees	Mr A Smith Mr C Smith
Registered office	The Shoe Zone Trust Haramead Business Centre Humberstone Road Leicester LE1 2LH
Registered charity number	1112972
Bankers	HSBC 2-6 Gallowtree Gate Leicester LE1 1DA NatWest 1 Granby Street Leicester LE1 9GT
Independent Examiner	Glen Bott FCA Cooper Parry Group Limited Cubo Birmingham Office 401 4 th Floor 2 Chamberlain Square Birmingham B3 3AX

THE SHOE ZONE TRUST

REPORT OF THE TRUSTEES

The Trustees have pleasure in presenting their report and the financial statements for the Charity for the year ended 31 December 2022. The Trustees confirm that the report and financial statements of the Trust comply with the Charities Act 2011, the requirements of the Foundation's governing documents and the provisions of the Statement of Recommended Practice ("**SORP**") "Accounting and Reporting by Charities", applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102).

Constitution of the Charity

The Shoe Zone Trust is registered with the Charity Commission for England and Wales as an Unincorporated Charity with the governing document of a declaration of trust dated 1 November 2005.

The Charity is administered by the Trustees listed on Page 1. All of them served throughout the year. The Trustees meet at least quarterly.

Method of appointment or election of Trustees

The management of the Trust is the responsibility of the Trustees, Charles Smith and Anthony Smith. It is intended that the Trust's board of trustees should consist of at least two, but no greater than three, members.

Objectives of the Charity

The objectives of the Charity are to make grants and donations to other charities to relieve financial hardship and poverty and/or advancement of education, mainly for children and young persons under age 18 particularly in Leicestershire and Rutland and for certain charities operating in the Philippines and other countries. This is reflected in the range of organisations that benefit from grants and donations given by the Trust, most of which have long standing relationships.

The Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit.

The Charity does not carry out any fundraising activities.

Achievements and Performance

In the year to 31 December 2022, the Trust made grants and donations totalling £314,208 (2021: £237,588). The largest donation of £61,080 was made to the Shepherd of the Hills in the Philippines, whose aim is to benefit underprivileged children who have been abandoned, neglected or abused. Other significant donations were made to the Ukraine war charities, Miracle Feet who aim to increase access to treatment for children born with clubfoot and Amantani who help young school leavers in Peru who don't have access to higher education.

Financial Review

Income of £671,869 (split unrestricted £648,020, restricted £23,849) was received. Grants and donations of £314,208 were paid. Funds carried forward are £810,996 (unrestricted £807,423, restricted £3,573). 2021 total funds carried forward £453,335 (unrestricted £449,762, restricted £3,573).

No salaries or expenses were paid to the Trustees.

Reserves Policy

The Trust does not currently have a reserves policy. As Shoe Zone Retail Limited provides the Trust with annual funding, and the Trustees regularly review the balance available to them, including any anticipated future grants to be considered and other costs, a reserves policy is not considered necessary.

The unrestricted funds are £807,423. These were retained for commitments for grants in 2023.

THE SHOE ZONE TRUST

REPORT OF THE TRUSTEES

Risk Factors

The Trustees regularly review the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems and procedures are in place to mitigate exposure. Major risks that the Trustees have considered and have taken steps to mitigate include having a robust assessment and monitoring policy, including regular updates with the charities, to ensure that grants made are for work which is considered charitable.

Plans for future periods

The Trustees continue to maintain the amount of funds it has available annually for grant distribution. The Trustees will continue to review the Trust's work during the coming year and continue to offer grants based on decisions made by the Trustees.

Statement of Trustees Responsibilities

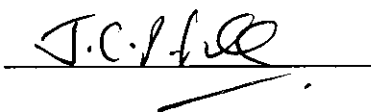
Trustees are responsible for preparing a Trustees' Annual Report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period. In preparing the financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures that must be disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Foundation and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the Trust and taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was reviewed and approved by the Trustees on 25 October 2023 and signed on their behalf by:

A handwritten signature in black ink, appearing to read 'J.C. Smith', is written over a horizontal line.

Charles Smith

THE SHOE ZONE TRUST

Statement of Financial Activities For the year ended 31 December 2022

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2022 which are set out on pages 5 to 11.

Responsibilities and basis of report

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

Independent examiner's statement

The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales (ICAEW).

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; 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.



GLEN BOTT FCA

Cooper Parry Group Limited
Cubo Birmingham
Office 401
4th Floor
2 Chamberlain Square
Birmingham
B3 3AX
Date: 27 October 2023

THE SHOE ZONE TRUST

Statement of Financial Activities For the year ended 31 December 2022

		2022 Unrestricted £	2022 Restricted £	2022 Total £	Restated 2021 Total £
	Notes				
INCOME FROM					
Shoe Zone Retail Ltd	3	646,880	-	646,880	433,776
Donations	2	-	23,849	23,849	2,490
Interest		1,140	-	1,140	13
TOTAL INCOME		648,020	23,849	671,869	436,279
EXPENDITURE ON					
Direct charitable giving	4	290,359	23,849	314,208	237,588
TOTAL EXPENDITURE		290,359	23,849	314,208	237,588
NET MOVEMENT IN FUNDS		357,661	-	357,661	198,691
FUNDS BROUGHT FORWARD		449,762	3,573	453,335	254,644
FUNDS CARRIED FORWARD		807,423	3,573	810,996	453,335

The notes on pages 8 to 11 form part of these financial statements.

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Balance Sheet As at 31 December 2022

	Note	2022 £	Restated 2021 £
CURRENT ASSETS			
Debtors	6	-	116,411
Cash at bank		810,996	336,924
NET AND CURRENT ASSETS		<u>810,996</u>	<u>453,335</u>
CHARITY FUNDS			
Unrestricted funds	8	807,423	449,762
Restricted funds	8	3,573	3,573
TOTAL FUNDS		<u>810,996</u>	<u>453,335</u>

The financial statements were approved by the Trustees on 25 October 2023 and signed on their behalf by:



Charles Smith

The notes on pages 8 to 11 form part of these financial statements.

THE SHOE ZONE TRUST

Statement of Cash Flows For the year ended 31 December 2022

	Notes	2022 £	2021 £
Cash flows from operating activities:			
Net cash provided by operating activities		474,072	82,280
Net cash provided by operating activities		<u>474,072</u>	<u>82,280</u>
Change in cash and cash equivalents in the year		474,072	82,280
Cash and cash equivalents at the beginning of the year		336,924	254,644
Cash and cash equivalents at the end of the year		<u>810,996</u>	<u>336,924</u>

1 RECONCILIATION OF NET INCOMING RESOURCES TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2022	2021
	£	£
Net incoming resources	357,661	198,691
Decrease in debtors	116,411	(116,411)
Net cash inflow from operating activities	<u>474,072</u>	<u>82,280</u>

2 ANALYSIS OF CHANGES IN NET FUNDS

	At 1 January 2022	Cash flow	At 31 December 2022
	£	£	£
Net cash			
Cash at bank	336,924	474,072	810,996
Total	<u>336,924</u>	<u>474,072</u>	<u>810,996</u>

THE SHOE ZONE TRUST

Notes to the Financial Statements For the year ended 31 December 2022

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statement

The financial statements have been prepared under the historical cost convention. The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities", applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and applicable regulations.

The accounts have been prepared under the historical cost convention with items recognised as cost or transaction value unless otherwise stated in the relevant note(s) to the accounts.

The trust constitutes a public benefit entity as defined by FRS 102.

1.2 Fund accounting

The unrestricted funds are funds which can be used in accordance with the charitable objectives at the discretion of the Trustees. Restricted funds comprise unexpended balances of donations and grants held on trust for specific purposes.

1.3 Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity has an entitlement to the funds after any performance conditions have been met. Therefore, the amount can be measured reliably, and the income will probably be received.

1.4 Resources expended

Expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities, where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, these are accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grant. Where grants are conditional, the grant is only accrued where any unfulfilled conditions are outside the charity's control.

1.5 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees' continue to adopt the going concern basis of accounting in preparing the financial statements.

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Notes to the Financial Statements For the year ended 31 December 2022

2. Donations

	Total 2022 £	Total 2021 £
Rathbones Investment Management Ltd	20,000	-
Other donations	3,849	2,490
	<hr/>	<hr/>
	23,849	2,490
	<hr/>	<hr/>

Donations of £23,849 (2021: £2,490) were allocated to restricted funds. Other donations of £3,363 (2021: £nil) were from Shoe Zone Retail Ltd.

3. Shoe Zone Retail Ltd

	Total 2022 £	Restated Total 2021 £
Profit Contribution	270,000	189,000
Carrier Bag Income	360,142	209,761
Charity Change	16,738	35,015
	<hr/>	<hr/>
	646,880	433,776
	<hr/>	<hr/>

Donations from Shoe Zone Retail Ltd of £646,880 (2021: £433,776) were allocated to unrestricted funds.

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Notes to the Financial Statements For the year ended 31 December 2022

4. Direct Charitable Giving

	Total 2022 £	Total 2021 £
Shepherd of the Hills - Philippines	61,080	73,588
Ukraine	29,760	-
Miracle Feet	27,685	-
Amantani	26,110	17,242
Young Leicestershire	20,550	10,000
Leicester Charity Link	20,000	10,000
Wishes 4 Kids	20,000	10,000
500 Miles	20,000	-
Ministries Without Borders - Philippines	19,555	17,839
Warning Zone	15,000	-
The Menopause Charity	10,000	25,000
Love for Life	10,000	-
DEC-Pakistan Appeal	10,000	-
CORD	-	25,000
National Emergencies Trust	-	25,000
Other	24,468	23,919
	<hr/> 314,208	<hr/> 237,588

Grants of £23,849 (2021: £nil) were allocated to restricted funds. The remaining grants paid out are unrestricted.

5. Net Incoming Resources

During the year, no Trustees received any remuneration.
During the year, no Trustees received any benefits in kind.
During the year, no Trustees received any reimbursement of expenses.

6. Debtors

	Total 2022 £	Restated Total 2021 £
Accrued Income	-	116,411
	<hr/> -	<hr/> 116,411

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Notes to the Financial Statements For the year ended 31 December 2022

7. Prior Year Adjustment

The carrier bag income recognised in the prior financial year was materially understated by £116,411. This income should have been accrued at 31 December 2021 and was subsequently received in the 31 December 2022 financial year. The prior year income has been restated and a corresponding accrued income debtor included.

The restatement has resulted in an increase in the total funds of the charity at 31 December 2021 of £116,411.

	Restated Brought Forward £	Incoming resources £	Resources Expended £	Carried Forward £
8. STATEMENT OF FUNDS				
Unrestricted funds				
Charity funds	449,762	648,020	(290,359)	807,423
	<u>449,762</u>	<u>648,020</u>	<u>(290,359)</u>	<u>807,423</u>
Restricted funds				
Ukraine appeal	-	20,000	(20,000)	-
Other	3,573	3,849	(3,849)	3,573
	<u>3,573</u>	<u>23,849</u>	<u>(23,849)</u>	<u>3,573</u>

The £20,000 was received directly from Rathbones to support a Ukrainian family living in the United Kingdom.

9. Related Party Transactions

The Trustees are Directors of Shoe Zone Retail Limited, who made donations in the year of £650,243 (2021: £433,776).