

Handelsbanken

Wealth Management

THE HOTSPUR TRUST

REPORT AND ACCOUNTS

YEAR ENDED 5 April 2022

Version: 26/07/2022

No.1 Kingsway, London, WC2B 6AN
77 Mount Ephraim, Tunbridge Wells, Kent, TN4 8BS

handelsbanken.co.uk/wealthmanagement

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Registered Head Office: London address above. Registered in England No: 4132340.

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THE HOTSPUR TRUST

GENERAL INFORMATION

Year ended 5 April 2022

Trustees

Evan Mervyn Davies
Jeanne Marie Davies
Thomas Gwyn Thomas
Laura Jane Wade

Address

77 Mount Ephraim
Tunbridge Wells
Kent
TN4 8BS

Independent examiner

Mrs K Whiley
BKM Accounting Services
5 Ashdown Chase
Nutley
East Sussex
TN22 3LY

Registered charity number

1114442

THE HOTSPUR TRUST

REPORT OF THE TRUSTEES

Year ended 5 April 2022

The trustees present their report with the financial statements of the charity for the year to 5 April 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).

Object and activities for the public benefit

The object of the charity, under the terms of the trust deed;

- From the donations received from individuals, to provide aid and assistance to people.

The trustees paid a further sum of £5,000 to Ensemble Cymru in the year to 5 April 2022 bringing the total sums donated to £20,000.

The trustees confirm that they referred to the guidance contained in the Charity Commission's general guidance on the public benefit when reviewing the trust's aims and objectives and in planning future activities and setting grant making policy for the year.

Financial Review

Unrestricted funds

Incoming resources for the year amounted to £2,120 compared to £55,000 for the year to 5 April 2021. Grants of £367,784 were made and support costs amounted to £3,218. This compares to grants of £302,750 plus future commitments of £140,000 and support costs of £4,241 for the previous period.

Expendable endowment

Expendable endowment stood at £827,089 (2021: £1,233,863) at the balance sheet date and constitutes the free reserves.

Principal funding source

The principal funding source comprises gifts from the trustees of the charity and from investment income.

Investment policy and objectives

The trustees have agreed a medium to high risk profile.

Reserves policy

The trustees aim to maintain the endowment fund at a level to provide a sufficient capital base to generate an income level sufficient to maintain the level of grant making planned in the future. The trustees are satisfied with the current level of reserves.

THE HOTSPUR TRUST

REPORT OF THE TRUSTEES

Year ended 5 April 2022

Structure, governance and management

The Hotspur Trust is constituted by Deed of Trust dated 2 May 2006 and is a registered charity, Number 1114442.

Trustees

New trustees may be appointed by the existing trustees by virtue of a power contained within the trust deed. The trust deed provides for a minimum of three trustees.

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Recruitment and appointment of new trustee

New trustees may be appointed by the existing trustees by virtue of a power contained within the trust deed. A minimum of three trustees is required by the trust deed.

Organisation structure

The trustees must hold at least two ordinary meetings each year. At those meetings, the trustees agree broad strategy and activity for the trust, including consideration of grant making, investments and reserves.

Induction and training of new trustees

On appointment, new trustees must expressly acknowledge his or her acceptance of office of trustee of the charity. In selecting new trustees, the trustees must have regard to the skills, knowledge and experience needed for effective administration of the charity. New trustees are provided with a copy of the trust deed and a copy of the charity's latest report and accounts.

Risk management

The trustees have assessed the risks to which the charity might be exposed and consider them to be minimal. The trustees have addressed such risks that exist.

Approved by order of the trustees on..... *8 September 2022*and signed on its behalf by:

.....
Evan Mervyn Davies - Trustee



THE HOTSPUR TRUST

Independent Examiner's Report to the Trustees of The Hotspur Trust - Charity Number:

1114442

Year ended 5 April 2022

I report on the accounts of the Trust for the year ended 5 April 2022.

Respective responsibilities of the trustees and examiner

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirement 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 2011 Act and in carrying out my examination, I have followed all the applicable Directions give by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I am qualified to undertake the examination by being a qualified member of the Association of Accounting Technicians.

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

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of the 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.

Name: 
Karen Whitley

Date: 9.8.22

Relevant professional qualification or body: FMAAT

Address: 5 Ashdown Chase
Nutley
East Sussex
TN22 3LY

THE HOTSPUR TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

Year ended 5 April 2022

Trustees' responsibilities in relation to the financial statements

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).

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 require 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 these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP 2019 (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE HOTSPUR TRUST

STATEMENT OF FINANCIAL ACTIVITIES

Year ended 5 April 2022

	Note	Unrestricted Income Fund	Expendable endowment Fund	Total this year 2022	Total last year 2021 restated
		£	£	£	£
Income resources					
<i>Voluntary Income</i>					
Donations	1	-	-	-	593,526
Tax refund due on gift aid		-	-	-	10,000
<i>Investment income</i>	2	2,120		2,120	-
Total incoming resources		<u>2,120</u>	<u>-</u>	<u>2,120</u>	<u>603,526</u>
Resources expended					
<i>Cost of generating funds</i>					
Investment management costs			2,327	2,327	1,169
<i>Charitable activities</i>	3				
Grants made		367,784		367,784	442,750
<i>Other</i>	4				
Audit/independent examination fees		400		400	400
Trust accounting/tax claims fees		2,670		2,670	3,768
CAF bank charges	5	148		148	73
Total resources expended		<u>371,002</u>	<u>2,327</u>	<u>373,329</u>	<u>448,159</u>
Net incoming/(outgoing) resources before transfers		(368,882)	(2,327)	(371,210)	155,367
Gross transfers between funds		<u>361,245</u>	<u>(361,245)</u>		
		(7,637)	(363,572)	(371,210)	155,367
Net income/(outgoing) resources before other recognised gains and losses					
Other recognised gains and losses					
(Losses)/gains on investment assets			(33,201)	(33,201)	956,305
Net movements in funds		<u>(7,637)</u>	<u>(396,773)</u>	<u>(404,411)</u>	<u>1,111,672</u>
Fund balance brought forward at 5 April 2021 As previously reported)		(2,363)	1,223,863	1,221,500	119,828
Prior period adjustment		10,000	-	10,000	
Fund balance carried forward at 5 April 2022		<u>-</u>	<u>827,089</u>	<u>827,089</u>	<u>1,231,500</u>

THE HOTSPUR TRUST

BALANCE SHEET

As at 5 April 2022

	Note	Total this year 2022	Total last year 2021 (restated)
Fixed assets			
Investment at market value	6	<u>777,805</u>	<u>811,006</u>
Current assets			
Debtors	7	-	-
Cash at CAF		31,883	20,161
Cash at Heartwood		140,471	547,957
Creditors: amounts falling due within one year	8	18,070	27,624
Net current assets		<u>154,284</u>	<u>540,494</u>
Creditors: amounts falling due after one year	8	105,000	120,000
Total assets less current liabilities		<u>827,089</u>	<u>1,231,500</u>
Funds			
Expendable endowment fund (page 7)		827,089	1,233,863
Unrestricted income fund (page 7)		-	(2,363)
		<u>827,089</u>	<u>1,231,500</u>

Approved by order of the trustees on 8/September/2022 and signed on its behalf by:



Evan Mervyn Davies - Trustee

THE HOTSPUR TRUST

ACCOUNTING POLICIES

Year ended 5 April 2022

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 the 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 on a going concern basis and under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Going Concern

There are no material uncertainties about the charity's ability to continue.

Income

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

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 a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under the headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Taxation

The charity is exempt from tax on its charitable activities.

Fund Accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

The expendable endowment fund has been invested to primarily produce income although the trustees may use the fund for charitable purposes if required.

Restricted funds can only be used for a particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Foreign Currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

THE HOTSPUR TRUST

ACCOUNTING POLICIES

Year ended 5 April 2022

Investments

Investment are shown at market value at the balance sheet date. All gains or losses on the revaluation or on disposal are included in the Statement of Financial Activities

Investment income is recognised as receivable.

THE HOTSPUR TRUST

NOTES TO THE FINANCIAL STATEMENTS

As at 5 April 2022

	2022 £	2021 £ (restated)
1 Donations received		
Lord Davies	-	5,000
Lord Davies	-	10,000
Lord Davies	-	25,000
Ansor Services Limited	-	5,000
	<u>-</u>	<u>45,000</u>
Shares received		
5,052 Diageo Plc Ordinary	-	135,899
13,703.64 Jupiter European Fund I Accumulation	-	412,628
	<u>-</u>	<u>412,628</u>
2 Investment income		
UK Dividends	2,120	-
CAF interest	-	-
	<u>2,120</u>	<u>-</u>
3 Grants made	2022 £	2021 £
Menerbes Patrimoine	5,054	
Plas Glyn-Y-Weddw	50,000.00	
Royal Welsh College of Music and Drama	5,000.00	
Chatham House	1,000.00	
Lyn Maritime Museum	5,000.00	500
Leadership Through Sport	5,000.00	
Franham Youth Choir	3,000.00	
Will Pent Memorial Fund	5,000.00	
Glyndebourne	37,500.00	
FT FLIC (Financial Literacy and Inclusion Campaign)	10,000.00	
Will Pent Memorial Fund	5,000.00	
Maggie Cancer Care	10,000.00	
Amelie and Daniel Linsey Foundation	5,000.00	
Homeless Action	10,000.00	
The Housing Justice Bank	10,000.00	
Cherie Blaire Foundation	10,000.00	
Hope House Hospice	15,000.00	
NESst	25,000.00	
Cardiff Women's Aid	2,500.00	
Alzheimer's Research UK	250.00	

THE HOTSPUR TRUST

NOTES TO THE FINANCIAL STATEMENTS

As at 5 April 2022

3 Grants made (continued)

Together for Short Lives	5,000.00	5,600
Royal National Theatre	1,480.00	
Nicola Green Ltd	50,000.00	
Victoria & Albert Museum	4,500.00	4,500
De Paul International	50,000.00	50,000
The Mervyn Foundation - Kayunga Single Mothers Initiative	12,500.00	
Young Vic	25,000.00	
Amanda Waggott (food bank support)		1,000
Bees for Development		100
Bruno Sanchex		5,000
Chelsea Physic Garden		5,000
Friends of Aschiana (UK)		250
Glyndebourne		50,000
Hannah Hagan		2,500
Harringey		5,000
Helen & Douglas House		1,000
Jo Cox Foundation		5,000
Kayunsa Single Mothers in Uganda		500
Lunches for School Kinds		500
Macmillan (Brave the Shave)		250
Mimi Poskitt		1,000
Miss A Dyer		5,000
Moystn		1,000
Pancreatic Cancer UK		250
Rhondda Calendar Society		500
Roundhouse Trust		5,000
Royal Academy of Arts		50,000
Royal Academy of Arts - Grayson Perry Appeal		10,000
Royal College of Art		150,000
Royal College of Music		6,500
Royal Mencap		550
St Michael's Hospice		10,000
The Listening Place		250
The Listening Place		50,000
The Roundhouse Trust		15,000
The Royal Hospital for Nero-Disability		500
Wisley		500
	367,784	442,750

THE HOTSPUR TRUST

NOTES TO THE FINANCIAL STATEMENTS

As at 5 April 2022

	2022 £	2021 £ (restated)
4 Other		
Independent examination fees for 2021/22 (2020/21)	400	400
General trust administration fee for 2019/20	-	732
Accountancy (Handelsbanken) for 2021/22 (2020/21)	1,872	1,800
HMRC tax claims and general administration	-	468
Charity Commission annual return and report	798	768
	<u>3,070</u>	<u>4,168</u>
5 Bank charges		
Monthly CAF fees	148	73
Bank charges	<u>148</u>	<u>73</u>
6 Investment asset investments		
Market value		
Carry (market) value at beginning of year	811,006	130,200
Add shares gifted at Market Value	-	548,526
Add additions at cost	-	749,529
Less disposals at carry value	-	(1,573,555)
Add/(deduct) net gain/(loss) on revaluation	(33,201)	956,305
Carry (market) value at end of year	<u>777,805</u>	<u>811,006</u>
Gains relating to share disposals	-	1,012,009
Gains/(Loss) on revaluation	(33,201)	(55,704)
	<u>(33,201)</u>	<u>956,305</u>
Analysis of Investments		
	Mkt Value at year end	Mkt Value at year end
<i>Investment Assets</i>		
13,321 HSBC Holdings Ord US\$0.50	70,294.92	56,374.47
18,124.09 HSBC Inv Fds UK FTSE 250 C Acc Nav	56,674.03	56,474.66
29,210 Inter'l Consolidated Airlines Group	40,800.53	61,209.56
55,276 ITV Ord	45,326.32	67,326.17
1,852 Whitbread Ord	53,152.40	64,634.80
391,098.248 LF Hb Adventurous Fd I Acc	511,556.51	504,986.06
Total	<u>777,805</u>	<u>811,006</u>

THE HOTSPUR TRUST

NOTES TO THE FINANCIAL STATEMENTS

As at 5 April 2022

		2022 £	2021 £ (restated)		
6 Investment asset investments continued					
Analysis of Funds					
	At 06-Apr-21 £	Income £	Expenditure £	Gains/losses & transfers £	At 06-Apr-22 £
Expendable endowment funds	1,223,862	-	(2,327)	(394,446)	827,089
Unrestricted funds	(2,363)	2,120	(371,002)	361,245	-
	<u>1,221,500</u>	<u>2,120</u>	<u>(373,329)</u>	<u>(33,201)</u>	<u>827,089</u>
	At 06-Apr-20	Income £	Expenditure £	Gains/losses & transfers £	At 05-Apr-21 (restated)
Expendable endowment funds	140,200	548,526	(1,169)	546,305	1,233,862
Unrestricted funds	(20,372)	55,000	(446,991)	410,000	(2,363)
	<u>119,828</u>	<u>603,526</u>	<u>(448,160)</u>	<u>956,305</u>	<u>1,231,500</u>
7 Debtors					
		-	-		
		-	-		
8 Creditors: amount falling due within one year					
Independent examination fees for 2021/22 (2020/21)		400	400		
General trust administration fee for 2019/20		-	732		
Accountancy (Handelabanken) for 2021/22 (2020/21)		1,872	3,564		
HMRC tax claims and general administration		-	1,404		
Charity Commission annual return and report		798	1,524		
Donation commitments		15,000	20,000		
		<u>18,070</u>	<u>27,624</u>		
Creditors: Amounts falling due after one year					
Donation commitments		<u>105,000</u>	<u>120,000</u>		

THE HOTSPUR TRUST

NOTES TO THE FINANCIAL STATEMENTS

As at 5 April 2022

Unrestricted funds are available for use at the discretion of the trustees in the furtherance of the general charitable objectives.

Expendable endowment funds are primarily invested to produce income but may be used to fund charitable purposes.

8 Related Party Disclosures

During the year Lord E M Davies did not make any cash donations to the charity (in 2021 he donated - £50,000 including Gift Aid, and shares with a market value of £548,526)

9 Staff costs and Trustees' Remuneration and Benefits

There were no employees of the charity during the year. The trustees received no remuneration and were not reimbursed for any of the expenses in the year.

10 Prior year adjustment

A prior year adjustment has been put through to decrease expenditure (grant commitments made) by £10,000 in the prior year. The reserves at 5 April 2021 have therefore increased by £10,000 to £1,231,500.