

REGISTERED CHARITY NUMBER: 1118320

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 5 April 2023
for
The Eric Kay Charitable Trust

Anthony Marshall Ltd
Chartered Accountants
70 Market Street
Tottington
Bury
Greater Manchester
BL8 3LJ

The Eric Kay Charitable Trust

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for the Year Ended 5 April 2023

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The Eric Kay Charitable Trust

Report of the Trustees
for the Year Ended 5 April 2023

The Trustees have pleasure in presenting their annual report and financial statements for the year ended 5 April 2023.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1118320

Principal address

11 Watermead

Sale

Cheshire

M33 3UX

Trustees

Mrs S E Kettle

Ms J B Kay

Mrs M J Carr

Independent examiner

Anthony Marshall Ltd

Chartered Accountants

70 Market Street

Tottington

Bury

Greater Manchester

BL8 3LJ

Solicitors

Kuit Steinart Levy LLP

3 St Mary's Parsonage

Manchester

M3 2RD

Advisers

Close Asset Management Limited

10 Crown Place

London

EC2A 4FT

The Eric Kay Charitable Trust

Report of the Trustees for the Year Ended 5 April 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Eric Kay Charitable Trust was established by a Declaration of Trust dated 16 February 2007 as an unincorporated organisation. The registered charity number is 1118320.

The original endowment to the Charity was made by Mr Eric Kay. In September 2007, Mr Eric Kay passed away, and by his Will he left various properties to the Trustees of this Charity.

The trust deed requires a minimum of three Trustees. New Trustees are appointed by a resolution of the existing Trustees at a special meeting.

New Trustees receive information on the obligations of holding office and training and development activities are offered as required.

The Trustees are legally responsible for the overall management and control of the Charity, and meetings of the Trustees are held during the year at regular intervals.

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are satisfied that systems are in place to mitigate exposure to the major risks.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the Charity as set out in the Trust Deed are:

"The Trustees shall hold the Trust Fund and its income upon trust to pay or apply such income and the whole or any part of the Trust Fund at such time or times as the Trustees in their absolute discretion shall think fit to, or for the charitable purposes of such Bodies, Associations, or Organisations as shall at the date of payment or application be established for charitable purposes only according to the law of England and Wales (such Bodies, Associations or Organisations being hereinafter defined as the "Charities") and whose principal objects shall be:

a) the relief of sickness of children and young people with terminal or life-limiting illness.

b) the relief of need, hardship, and distress of the families of those young people and children.

c) the relief of financial hardship, sickness and poor health amongst elderly and vulnerable people and people suffering from terminal or chronic sickness and disability.

d) to pay or apply the same to or for the charitable purposes for such other Charities or to pay or apply the same for such other objects as shall be charitable in accordance with the law of England and Wales, as the Trustees shall think fit upon such conditions (if any) and in such manner in all respects as the Trustees in their absolute discretion think fit provided always that nothing shall authorise any payment or application of any part of the capital or income of the Trust Fund to or for any purposes or objects not being exclusively charitable.

Significant activities

The main activity undertaken in achieving the above objects is the donation of funds to appropriate charitable organisations.

The Eric Kay Charitable Trust

Report of the Trustees for the Year Ended 5 April 2023

OBJECTIVES AND ACTIVITIES

Grantmaking

The Trustees will meet at least twice a year, on a formal basis, to discuss how they want to further the Objects of the Charity by means of making grants available to such charitable objects or bodies as they consider appropriate.

The Trustees will consider the following (although this is not an exhaustive list) when deciding on what basis a grant will be made available to an individual or organisation:

- The type of organisation who is applying for the grant;
- Whether a grant or other funds have already been made available to this organisation, either in the current year or previously;
- How any grant is to be spent;
- The objects of the organisation who wishes to be in receipt of a grant;
- What other grants the Trustees have made in the current year and the objects of the recipients of those grants;
- The other sources of income the organisation receives and the amount of funding from other sources;
- Any other information which is made available to the Trustees or which the Trustees consider relevant.

The Trustees have so far supported charities whose principal objectives are:

- The relief of sick children and young people with terminal, life-limiting illness.
- The relief of need, hardship and distress of the families of those young people and children.
- A variety of cancer hospices, as well as other cancer charities.
- The relief of financial hardship, sickness and poor health amongst the elderly, vulnerable people and people suffering from terminal or chronic sickness and disability.
- Other charities, such as emergency response and rescue charities.

They expect to continue supporting such charities, as well as others.

Public benefit

The Charity has made donations during the year to various charitable organisations which support those in need. In particular, the Trust made substantial donations to CITC, Four Noble Truths Yoga Ltd, Reside Manchester and BHF. In addition, the Trust also made donations to Teenage Cancer, A.C.E., BHSU and other charities.

The Trustees of the Eric Kay Charitable Trust believe they have complied with the duties in section 17 (5) of the Charities Act and the Charities (Accounts and Reports) Regulations 2008, to have due regard to the public benefit when exercising any powers or duties.

ACHIEVEMENT AND PERFORMANCE

Investment performance

The total resources of the Charity have reduced to £795,366 during the year. The Trustees have identified some principal charities which they wish to continue supporting for the coming year. They will continue to support A.C.E which is a charity that supports mental health, and Four Noble Truths Yoga Ltd, which helps individuals with various problems such as trauma in childhood, eating disorders, family bereavement and partial sightedness. The Charity is also continuing to support charitable projects in Ghana and sheltered housing projects in the UK.

FINANCIAL REVIEW

Reserves policy

The Trustees wish to preserve the current level of reserves, to invest in various stocks and shares. The income generated from these investments, will be distributed to the charitable organisations the Trustees decide to support.

The Eric Kay Charitable Trust

Report of the Trustees
for the Year Ended 5 April 2023

FINANCIAL REVIEW

Investment policy and objectives

Close Asset Management Limited, of 10 Crown Place, London, EC2A 4FT acts on a discretionary basis as the Charity's investment manager.

The aim of the investment portfolio is to provide an above average income yield at the outset, whilst also allowing the opportunity for some capital growth, as well as growth in the income receivable in the years ahead. The Trustees recognise that if no capital growth or growth in income is achieved then inflation may gradually erode both the capital value as well as the income distributed to Charities in real terms in the years ahead.

The Trustees recognise the risk associated in investment in mainstream financial markets and accept this risk in return for the prospect of additional returns over longer periods of time. The Trustees wish to invest on a lower risk basis.

The investment manager is required to avoid exposure to investments which are deemed to be unsuitable in the context of the Trustees' objectives when considering the portfolio as a whole. The investment manager is also to have regard to the standard investment criteria and need for diversification.

During the year the asset allocation was as follows:

Fixed Interest Securities	26%	Range 20-30%
UK Equities	45%	Range 37-47%
Overseas Equities	20%	Range 18-28%
Alternatives	6%	Range 5-20%
Cash	3%	Range 0-5%

The asset allocation will continue to be reviewed by the Trustees in conjunction with Close Asset Management Limited on an annual basis, to ensure the investment strategy remains appropriate. Due to the current volatility in the financial markets, the cash asset weighting has increased.

Performance will be measured against the following indices:

FTSE Government All Stock Index
FTSE All Share Index
FTSE World Index
FTSE WMA Income Index
FTSE WMA Balanced Index
FTSE WMA Growth Index

The investment manager will provide half-yearly reports, which will include a statement confirming adherence to the Policy Statement or providing details of exceptions. The report will also include a comparison of the portfolio return in relation to the benchmark above. Major deviations will be examined and explained. The investment manager will also provide details of all management and administration charges paid out of Trust assets during the relevant period.

The Trustees will inform the investment manager of any relevant changes to the Trust objectives, and of any other developments that result in a required change to this document.

The Eric Kay Charitable Trust

Report of the Trustees
for the Year Ended 5 April 2023

FUTURE DEVELOPMENTS

The policy is to continue to invest the capital and distribute the income gained.

The Trustees are intending to adopt a cautious policy given the way the financial markets have performed in the last few years. They have consulted with their advisers Close Asset Management Limited to produce the appropriate policy. A discretionary service is offered by Close Asset Management Limited in this regard with the investment objective being balanced and level of risk, low.

The Trustees have no plans at present to expend large amounts of capital.

Approved by order of the board of trustees on 19 December 2023 and signed on its behalf by:

Mrs S E Kettle - Trustee



The Eric Kay Charitable Trust

Statement of Trustees Responsibilities
for the Year Ended 5 April 2023

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 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;
- 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.

Independent Examiner's Report to the Trustees of
The Eric Kay Charitable Trust

I report on the accounts for the year ended 5 April 2023, which are set out on pages eight to fifteen.

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 have examined your charity's accounts as required under section 145 of the Charities Act 2011 ('the Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

My role is to state whether any material matters have come to my attention giving me cause to believe:

1. that accounting records were not kept as required by section 130 of the Act; or
2. that the accounts do not accord with those records; or
3. that the accounts do not comply with the accounting requirements of the Act; or
4. that there is further information needed for a proper understanding of the accounts.

Independent examiner's statement

I have completed my examination and have no concerns in respect of the matters (1) to (4) listed above and, in connection with following the Directions of the Charity Commission I have found no matters that require drawing to your attention.

ANTHONY MARSHALL

Anthony Marshall
FCA, CTA
Anthony Marshall Ltd
Chartered Accountants
70 Market Street
Tottington
Bury
Greater Manchester
BL8 3LJ

19 December 2023

The Eric Kay Charitable Trust

Statement of Financial Activities
for the Year Ended 5 April 2023

		5.4.23 Unrestricted fund £	5.4.22 Total funds £
	Notes		
INCOMING RESOURCES			
Incoming resources from generated funds			
Investment income	2	26,378	22,903
Other incoming resources		-	10,450
RESOURCES EXPENDED			
Costs of generating funds			
Costs of generating voluntary income		23,506	157
Investment management costs	3	7,045	6,913
		<hr/>	<hr/>
		30,551	7,070
Net incoming/(outgoing) resources available for charitable application		(4,173)	26,283
Charitable activities			
Grants to institutions		22,606	46,773
Postage and stationery		22	89
Trustee travel expenses		706	1,895
Accountancy		3,240	3,000
Independent examiner's fee		1,260	1,200
Computer expenses		99	90
Telephone		500	330
Legal fees		600	1,170
Bank charges		74	-
Sundry expenses		45	-
		<hr/>	<hr/>
Total resources expended		59,703	61,617
NET INCOMING/(OUTGOING) RESOURCES		<hr/>	<hr/>
		(33,325)	(28,264)
Realised (losses)/gains on revaluation of investments		(40,524)	6,402
Net income/(expenditure)		<hr/>	<hr/>
		(73,849)	(21,862)
RECONCILIATION OF FUNDS			
Total funds brought forward		869,215	891,077
TOTAL FUNDS CARRIED FORWARD		<hr/>	<hr/>
		795,366	869,215

The notes form part of these financial statements

The Eric Kay Charitable Trust

Statement of Financial Activities - continued
for the Year Ended 5 April 2023

CONTINUING OPERATIONS

All incoming resources and resources expended arise from continuing activities.

The notes form part of these financial statements

The Eric Kay Charitable Trust

Balance Sheet
At 5 April 2023

	Notes	5.4.23 Unrestricted fund £	5.4.22 Total funds £
FIXED ASSETS			
Tangible assets	5	1,039	1,411
Investments	6	771,055	857,879
		<u>772,094</u>	<u>859,290</u>
CURRENT ASSETS			
Cash at bank		30,572	16,925
CREDITORS			
Amounts falling due within one year	7	(7,300)	(7,000)
NET CURRENT ASSETS		<u>23,272</u>	<u>9,925</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		795,366	869,215
NET ASSETS		<u>795,366</u>	<u>869,215</u>
FUNDS	8		
Unrestricted funds		795,366	869,215
TOTAL FUNDS		<u>795,366</u>	<u>869,215</u>

The financial statements were approved by the Board of Trustees on 19 December 2023 and were signed on its behalf by:



Mrs S E Kettle -Trustee

The notes form part of these financial statements

The Eric Kay Charitable Trust

Notes to the Financial Statements
for the Year Ended 5 April 2023

1. ACCOUNTING POLICIES

Accounting convention

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, and in accordance with the Statement of Recommended Practice, 'Accounting and Reporting by Charities', the applicable UK Accounting Standards and the Charities Act 2011.

The financial statements have been prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

Changes in accounting policies

There has been no change to the accounting policies (valuation rules and methods of accounting) since last year.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under 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.

Charitable activities

During the year the Trust made donations totalling £2,000 to ACE Childrens Occupational Therapy Limited, £3,197 to Four Noble Truths Yoga Ltd, £3,000 to CITC, £2,200 to BHF and £5,850 to Reside Manchester.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Fixtures and equipment	- 25% on cost
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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.

Restricted funds can only be used for 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.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Going concern

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

The Eric Kay Charitable Trust

Notes to the Financial Statements - continued
for the Year Ended 5 April 2023

2. INVESTMENT INCOME

	5.4.23	5.4.22
	£	£
Dividends and distributions	17,992	16,073
Interest receivable	8,386	6,830
	<u>26,378</u>	<u>22,903</u>

3. INVESTMENT MANAGEMENT COSTS

	5.4.23	5.4.22
	£	£
Portfolio management	7,045	6,913
	<u>7,045</u>	<u>6,913</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 5 April 2023 nor for the year ended 5 April 2022.

Trustees' expenses

Expenses in respect of travelling costs amounting to £706 (2022 - £1,893) were reimbursed to one of the trustees (2022 - two trustees).

5. TANGIBLE FIXED ASSETS

	Fixtures and equipment £
COST	
At 6 April 2022 and 5 April 2023	<u>4,698</u>
DEPRECIATION	
At 6 April 2022	3,287
Charge for year	372
	<u>3,659</u>
At 5 April 2023	
NET BOOK VALUE	
At 5 April 2023	<u>1,039</u>
At 5 April 2022	<u>1,411</u>

The Eric Kay Charitable Trust

Notes to the Financial Statements - continued
for the Year Ended 5 April 2023

6. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 6 April 2022	857,879
Additions	78,900
Disposals	(125,200)
Revaluations	(40,524)
	<hr/>
At 5 April 2023	771,055
	<hr/>
NET BOOK VALUE	
At 5 April 2023	771,055
	<hr/>
At 5 April 2022	857,879
	<hr/>

UK investments held were valued at £439,739 as at 5 April 2023 and overseas investments held were valued at £356,259.

Significant investments held are as follows:

Investment Held	Market Value £
Aviva Investors UK SVCS Ltd (Quantity 38,000)	54,864
Royal London Sustnbl leaders Tst C (Quantity 21,966)	52,388
J O Hambro (Quantity 30,005)	54,309
L F Lindsell Train UK equity (Quantity 18,750)	65,946
HSBC FTSE 100 ETF (Quantity 779)	59,352

All fixed asset investments are either listed on a recognised stock exchange or are held in a common investment fund, open ended investment company, unit trust or other collective investment scheme. All investment income is derived from these investments.

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	5.4.23 £	5.4.22 £
Other creditors	7,300	7,000
	<hr/>	<hr/>

The Eric Kay Charitable Trust

Notes to the Financial Statements - continued
for the Year Ended 5 April 2023

8. MOVEMENT IN FUNDS

	At 6.4.22 £	Net movement in funds £	At 5.4.23 £
Unrestricted funds			
General fund	869,215	(73,849)	795,366
TOTAL FUNDS	<u>869,215</u>	<u>(73,849)</u>	<u>795,366</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	26,378	(59,703)	(40,524)	(73,849)
TOTAL FUNDS	<u>26,378</u>	<u>(59,703)</u>	<u>(40,524)</u>	<u>(73,849)</u>

Comparatives for movement in funds

	At 6.4.21 £	Net movement in funds £	At 5.4.22 £
Unrestricted Funds			
General fund	891,077	(21,862)	869,215
TOTAL FUNDS	<u>891,077</u>	<u>(21,862)</u>	<u>869,215</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	33,353	(61,617)	6,402	(21,862)
TOTAL FUNDS	<u>33,353</u>	<u>(61,617)</u>	<u>6,402</u>	<u>(21,862)</u>

The Eric Kay Charitable Trust

Notes to the Financial Statements - continued
for the Year Ended 5 April 2023

8. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 6.4.21 £	Net movement in funds £	At 5.4.23 £
Unrestricted funds			
General fund	891,077	(95,711)	795,366
	<u>891,077</u>	<u>(95,711)</u>	<u>795,366</u>
TOTAL FUNDS	<u>891,077</u>	<u>(95,711)</u>	<u>795,366</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	59,731	(121,320)	(34,122)	(95,711)
	<u>59,731</u>	<u>(121,320)</u>	<u>(34,122)</u>	<u>(95,711)</u>
TOTAL FUNDS	<u>59,731</u>	<u>(121,320)</u>	<u>(34,122)</u>	<u>(95,711)</u>

9. RELATED PARTY DISCLOSURES

During the year, the Charity made donations totalling £3,197 (2022: £12,050) to Four Noble Truths Yoga Ltd, a not-for-profit organisation in which S. Kettle held directorship until 19 October 2021.

10. ULTIMATE CONTROLLING PARTY

There is no ultimate controlling party.

The Eric Kay Charitable Trust

Detailed Statement of Financial Activities
for the Year Ended 5 April 2023

	5.4.23 £	5.4.22 £
INCOMING RESOURCES		
Investment income		
Dividends and distributions	17,992	16,073
Interest receivable	8,386	6,830
	<hr/> 26,378	<hr/> 22,903
Other incoming resources		
Profit on sale of investments	-	10,450
	<hr/>	<hr/>
Total incoming resources	26,378	33,353
RESOURCES EXPENDED		
Costs of generating voluntary income		
Depn of fixtures & equipment	372	157
Loss on sale of investments	23,134	-
	<hr/> 23,506	<hr/> 157
Investment management costs		
Portfolio management	7,045	6,913
Charitable activities		
Telephone	500	330
Postage and stationery	22	89
Sundry expenses	45	-
Trustee travel expenses	706	1,893
Accountancy	3,240	3,000
Independent examiner's fee	1,260	1,200
Legal fees	600	1,170
Computer expenses	99	90
Grants to institutions	22,606	46,775
	<hr/> 29,078	<hr/> 54,547
Support costs		
Finance		
Bank charges	74	-
	<hr/>	<hr/>
Total resources expended	59,703	61,617
	<hr/>	<hr/>
Net expenditure before gains and losses	(33,325)	(28,264)

This page does not form part of the statutory financial statements

The Eric Kay Charitable Trust

Detailed Statement of Financial Activities
for the Year Ended 5 April 2023

	5.4.23 £	5.4.22 £
Realised recognised gains and losses		
Realised (losses)/gains on revaluation of investments	(40,524)	6,402
Net expenditure	<u>(73,849)</u>	<u>(21,862)</u>

This page does not form part of the statutory financial statements