

**THE HENRY STARNES CHARITABLE SETTLEMENT**  
**TRUSTEES' REPORT AND UNAUDITED ACCOUNTS**  
**FOR THE YEAR ENDED 28 FEBRUARY 2021**

Prepared by: Brachers LLP  
Somerfield House  
59 London Road  
Maidstone  
Kent  
ME16 8JH

57/PHS0159.1

# THE HENRY STARNES CHARITABLE SETTLEMENT

## LEGAL AND ADMINISTRATIVE INFORMATION

<b>Settlor</b>	Peter Henry Starnes
<b>Trustees</b>	Peter Henry Starnes Anthony Simon Palmer Brachers Trust Corporation Limited (Christopher Eriksson-Lee representing)
<b>Charity number</b>	1130264
<b>Principal address</b>	Somerfield House 59 London Road Maidstone Kent ME16 8JH
<b>Solicitors and accountants</b>	Brachers LLP Somerfield House 59 London Road Maidstone Kent ME16 8JH
<b>Investment advisors</b>	Walker Crips Stockbrokers Limited Old Change House 128 Queen Victoria Street London EC4V 4BJ
<b>Independent examiner</b>	M Wilkes FCA Azets Audit Services Globe House Eclipse Park Sittingbourne Road Maidstone Kent ME14 3EN

THE HENRY STARNES CHARITABLE SETTLEMENT

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## **THE HENRY STARNES CHARITABLE SETTLEMENT**

### **TRUSTEES' REPORT**

#### ***FOR THE YEAR ENDED 28 FEBRUARY 2021***

The Trustees present their report and the unaudited financial statements of the charity for the year ended 28 February 2021. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and 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 published in October 2019.

#### **Objects and activities for the public benefit**

The charity's objects are to make donations as the trustees in their discretion think fit to organisations regarded as charitable by the laws of England and Wales, in particular to charities that deal with the health and care of animals. The policies adopted in furtherance of these objects are in making donations to charities involved in this area.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the trust's aims and objectives and in planning future activities and in the planning of future donations and grants.

#### **Achievements and performance**

The charity was successful in maintaining an appropriate level of investments to continue to generate sufficient investment income to maintain current grant making policies.

#### **Review of financial position and activities**

The results for the year are set out on page 5.

Total income for the year amounted to £74,148 (2020: £56,658), which included an unrestricted donation of £45,000 (2020: £20,000).

During the year the trust committed £19,000 between the 19 charities it supports in respect of the year ended 28 February 2021 (2020: £18,000). As at 28 February 2021, a total of £19,000 remained unpaid.

After accounting for other costs, which amounted to £10,903 for the year (2020: £14,552) and portfolio management fees of £14,290 (2020: £13,950), the fund held a net income of £29,955 before investment portfolio gains and losses. Realised gains and unrealised losses on the investment portfolio of £179,554 and (£2,693) respectively, meant that unrestricted funds increased by £206,816 in total during the year.

## **THE HENRY STARNES CHARITABLE SETTLEMENT**

### **TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2021**

#### **Reserves (including Reserves Policy)**

At 28 February 2021, the charity's unrestricted reserves amounted to £1,849,043 (2020: £1,642,227). The unrestricted fund represents the amount available for general charitable purposes at the discretion of the trustees. The trustees' intention is to keep reserves at levels sufficient to continue to provide income which will enable them to provide donations to approved applications, having regard to unforeseen volatility in investment market values. They believe the reserves position at 28 February 2021 was satisfactory.

It is the policy of the charity to ultimately maintain 'free' reserves (being that element of the unrestricted revenue reserve which is not funding investments) of approximately one year's running costs.

As at 28 February the free reserves of the charity amounted to £98,551 (2020: £75,704). The trustees consider the closing level as sufficient to support their anticipated grant making expenditure in the following twelve months, including any unforeseen urgent charitable applications.

Designated funds at 28 February 2021 total £1,750,492 (2020: £1,566,523) - see note 10 for details.

#### **Investment policy**

The trustees have wide powers of investment in accordance with the governing instrument (the charitable trust deed) and the provisions of the Charities Acts. In conjunction with the charity's investment advisors, the trustees approach the investment of funds in a cautious manner with the intention of maintaining the real value of the capital of the fund where possible, thus producing a realistic income from the capital which can then be distributed. Where appropriate, the trustees may distribute capital in furtherance of the objects of the charity.

#### **Risk management**

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks. The funds invested and those held on deposit are subject to the compliance procedures of both the charity's investment advisors and Brachers LLP.

The Trustees have considered the impact of the Covid Pandemic on the charity's funds and operations. They believe they have taken adequate steps to mitigate the extent of any adverse impact and have no reason to believe that committed grant funding obligations at 28 February 2021 will not be fulfilled.

#### **Going concern**

The Trustees have no reason to believe that the charity will be unable to continue operating as a going concern (able to pay its debts and grant commitments as they fall due) for a period of at least 12 months from the date of approving these accounts.

## THE HENRY STARNES CHARITABLE SETTLEMENT

### TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2021

#### Structure, governance and management

The charitable settlement is a registered charity, number 1130264, and was established by a charitable trust deed dated 5 November 1996. It was registered as a charity with the Charity Commission on 22 June 2009.

There are currently three trustees. The trustees consider charitable donations on the basis of the objects of the charity and taking into account appeals received by the trustees during the year.

The trustees who served during the year were:

Peter Henry Starnes  
Anthony Simon Palmer  
Brachers Trust Corporation Limited

The trustees include professionals with appropriate skills to properly manage the trust assets and apply those assets in accordance with the trust deed. Brachers Trust Corporation Limited was appointed trustee, with Christopher Eriksson-Lee taking an active role as assigned trustee representative in his capacity as director of Brachers Trust Corporation Limited.

The original settlor has the power to appoint additional or new trustees during his lifetime. After the settlor's death, additional or new trustees are appointed by the existing trustees. The trust deed provides for a maximum of five trustees.

Approved by the trustees and signed on their behalf:



**Mr A S Palmer**  
Trustee

Dated: 11/9/2021

## THE HENRY STARNES CHARITABLE SETTLEMENT

### INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE HENRY STARNES CHARITABLE SETTLEMENT

I report to the trustees on my examination of the accounts of the Henry Starnes Charitable Settlement for the year ended 28 February 2021, which are set out on pages 5 to 12.

#### **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 2011 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**

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.

.....

M Wilkes FCA  
Azets Audit Services  
Globe House  
Eclipse Park  
Sittingbourne Road  
Maidstone  
Kent  
ME14 3EN

Dated: 11 November 2021

# THE HENRY STARNES CHARITABLE SETTLEMENT

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 28 FEBRUARY 2021

		Year ended 28 February 2021 £	Year ended 29 February 2020 £
	Notes		
<b>Income from</b>			
Legacies & donations	2	45,000	20,000
Dividends & interest	3	29,148	36,658
<b>Total income</b>		<u>74,148</u>	<u>56,658</u>
<b>Expenditure on</b>	4		
Charitable activities		19,000	18,000
Costs of raising funds		14,290	13,950
Other costs		10,903	14,552
<b>Total expenditure</b>		<u>44,193</u>	<u>46,502</u>
<b>Net income</b>		29,955	10,156
<b>Other recognised gains and losses</b>			
Net gains on investments	7	176,861	62,533
<b>Net movement in funds</b>		<u>206,816</u>	<u>72,689</u>
Total funds brought forward		<u>1,642,227</u>	<u>1,569,538</u>
<b>Total funds carried forward</b>		<u><u>1,849,043</u></u>	<u><u>1,642,227</u></u>



# THE HENRY STARNES CHARITABLE SETTLEMENT

## BALANCE SHEET

AS AT 28 FEBRUARY 2021

		28 February 2021	29 February 2020
	Notes	£	£
<b>Fixed assets</b>			
Investments	7	1,750,492	1,566,523
<b>Current assets</b>			
Debtors	8	45,000	20,632
Cash at bank and in hand		75,864	77,258
		<u>120,864</u>	<u>97,890</u>
<b>Creditors: amounts falling due within one year</b>	9	<u>(22,313)</u>	<u>(22,186)</u>
<b>Net current assets</b>		<u>98,551</u>	<u>75,704</u>
<b>Total assets less current liabilities</b>		<u><u>1,849,043</u></u>	<u><u>1,642,227</u></u>
<b>Represented by</b>			
<u>Unrestricted funds</u>			
Designated funds	10	1,750,492	1,566,523
General funds		98,551	75,704
<b>Total unrestricted funds</b>		<u><u>1,849,043</u></u>	<u><u>1,642,227</u></u>

The accounts were approved by the Trustees on



**Mr A S Palmer**

Trustee

11/9/2021

# THE HENRY STARNES CHARITABLE SETTLEMENT

## NOTES TO THE ACCOUNTS

**FOR THE YEAR ENDED 29 FEBRUARY 2021**

### **1 Accounting policies**

#### **1.1 Basis of preparation**

The Henry Starnes Charitable Settlement is a charity registered with the Charity Commission in the United Kingdom (N° 1130264). The address of the registered office is Somerfield House, 59 London Road, Maidstone, Kent, ME16 8JH.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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 (FRS102) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102), the Charities Act 2011 and UK Generally Accepted Practice. The charity constitutes a public benefit entity as defined by the SORP.

The charity has opted not to prepare a cash flow statement for the financial period, as permitted by the 2019 Statement of Recommended Practice.

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 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) issued in October 2019.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

#### **1.2 Income recognition**

Donations, legacies and other forms of voluntary income are recognised as income when receivable, except insofar as they are incapable of financial measurement.

Income from investments is recognised when receivable.

#### **1.3 Expenditure recognition**

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Grant expenditure is recognised when awarded to the recipient. The expense is included on an accruals basis in the year in which a legal or constructive obligation to pay the grant arises.

Costs of raising funds are those investment management fees for both income generation and capital maintenance.

Charitable activities include expenditure associated with the making of grants and donations and include both the direct costs and indirect costs relating to these activities, on an accruals basis.

## THE HENRY STARNES CHARITABLE SETTLEMENT

### NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 29 FEBRUARY 2021

#### 1.3 Expenditure recognition (continued)

Irrecoverable VAT is charged against the category of resource expended for which it was incurred.

#### 1.4 Investments

Investments are recognised at fair value which is normally the transaction price excluding transaction costs. Subsequently they are measured at fair value with changes recognised in 'net gains/(losses) on investments' in the SoFA if shares are public ally traded or their fair value can otherwise be measured reliably.

Realised gains or losses arising on disposal are recognised in the Statement of Financial Activities (SoFA) when the proceeds are receivable.

#### 1.5 Fund accounting

The funds held by the charity are unrestricted funds which can be used in accordance with the charitable objectives at the discretion of the trustees.

Designated funds comprise funds which have been set aside at the discretion of the trustee for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

#### 1.6 Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

#### 1.7 Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010.

#### 1.8 Going Concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. They believe the anticipated expenditure will be adequately funded given the existing level of reserves for the charity to be able to continue as a going concern.

#### 1.9 Judgements and key sources of estimation uncertainty

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The trustees believe the impact of the Covid Pandemic has not been significant on the charity's operations at the time of approving these accounts. No other judgements or key assumptions were made in the preparation of these accounts.

# THE HENRY STARNES CHARITABLE SETTLEMENT

## NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2021

### 2 Legacies and donations

	2021	2020
	£	£
Unrestricted funds:		
Donations	45,000	20,000

### 3 Dividends and interest

	2021	2020
	£	£
Income from listed investments	29,111	36,214
Interest receivable	37	444
	29,148	36,658

### 4 Expenditure

	2021	2020
	£	£
<b>Charitable activities</b>		
Grants to institutions:		
Blue Cross	1,000	1,000
Greenpeace Charitable Trust	1,000	1,000
Hearing Dogs for the Deaf	1,000	1,000
Kent Wildlife Trust	1,000	1,000
League Against Cruel Sports	1,000	1,000
PACT Animal Sanctuary	1,000	1,000
PDSA	1,000	1,000
RSPB	1,000	1,000
RSPCA	1,000	1,000
Royal Veterinary College Animal Care Trust	1,000	1,000
SPANAs (Society for the protection of animals abroad)	1,000	1,000
Sight Savers International	1,000	1,000
The Brooke Hospital for Animals	1,000	1,000
The Dogs' Trust	1,000	1,000
World Society for the Protection of Animals	1,000	1,000
WWF - UK	1,000	1,000
CamVet	1,000	1,000
Dogs for Good	1,000	1,000
PETA Foundation	1,000	-
	19,000	18,000

## THE HENRY STARNES CHARITABLE SETTLEMENT

### NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2021

4 Expenditure (continued)	2021 £	2020 £
<b>Reconciliation of grants payable</b>		
Commitments unpaid at 1 March 2020	18,000	100,000
Commitments made in the year (above)	19,000	18,000
Grants paid during the year	(18,000)	(100,000)
	<hr/>	<hr/>
Commitments unpaid at 28 February 2021 (Note 9)	19,000	18,000
	<hr/>	<hr/>
<b>Costs of raising funds</b>		
Investment managers' fees	14,290	13,950
	<hr/>	<hr/>
	14,290	13,950
	<hr/>	<hr/>
<b>Other costs</b>		
Management, administration and accountancy fees	8,589	11,778
Independent examination:		
Independent examination fees	2,240	2,100
Other services - accountancy	-	500
Irrecoverable withholding tax	74	174
	<hr/>	<hr/>
	10,903	14,552
	<hr/>	<hr/>

### 5 Trustees and related party transactions

None of the trustees (nor any persons connected with them) personally received any remuneration or expenses reimbursed during the year, in accordance with the trust deed.

In addition, the charity was charged management, administration and accountancy by Brachers LLP amounting to £8,589. During the year an associated undertaking of Brachers LLP, Brachers Trust Corporation Limited, was appointed a trustee of the charity. Fees are charged at commercial rates by Brachers.

During the year the charity received unconditional donations amounting to £45,000 from a trustee.

### 6 Employees

There were no employees during the year.

# THE HENRY STARNES CHARITABLE SETTLEMENT

## NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2021

7 Fixed asset investments	2021 £	2020 £
<b>Listed investments:</b>		
Market value at 1 March 2020	1,532,716	1,442,251
Additions at cost	178,217	85,969
Disposal proceeds	(291,493)	(58,037)
Realised losses on disposals	179,554	(13,264)
Unrealised gains/(losses) on revaluation	(2,693)	75,797
	<u>176,861</u>	<u>62,533</u>
	1,596,301	1,532,716
Cash	<u>154,191</u>	<u>33,807</u>
<b>Market value at 28 February 2021</b>	<u><u>1,750,492</u></u>	<u><u>1,566,523</u></u>
Historical cost of investments	<u><u>1,065,800</u></u>	<u><u>999,022</u></u>
The portfolio was composed as follows:		
Equities	1,058,897	1,154,101
Fixed Interest Securities	226,490	229,771
Alternative Assets	310,914	148,844
Cash	<u>154,191</u>	<u>33,807</u>
	<u><u>1,750,492</u></u>	<u><u>1,566,523</u></u>

Investments representing more than 5% of the total market value of the listed investments portfolio were as follows:

European Opportunities Trust Plc Ord GBO0.01	126,999
Link Fund Solutions Ltd Ruffer Total Return C Dis	108,452
Fidelity European Trust Plc Ord GBP0.025	108,182
ishares II Plc - GBP Idx-linked Gilts UCITS ETF GBP Dist	93,750
ishares Core S&P 500 UCITS ETF USD (Dist)	90,459
ishares Core FTSE100 UCITS ETF GBP Dis	<u><u>81,120</u></u>

# THE HENRY STARNES CHARITABLE SETTLEMENT

## NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2021

### 8 Debtors

	2021 £	2020 £
Other debtors	45,000	20,632
	<u>45,000</u>	<u>20,632</u>

### 9 Creditors: amounts falling due within one year

	2021 £	2020 £
Grants payable (note 4)	19,000	18,000
Other creditors	3,313	4,186
	<u>22,313</u>	<u>22,186</u>

### 10 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	1 March 2020 £	New designations £	Designations released £	28 February 2021 £
Investment fund	<u>1,566,523</u>	<u>475,462</u>	<u>(291,493)</u>	<u>1,750,492</u>

  

	1 March 2019 £	New designations £	Designations released £	29 February 2020 £
Investment fund	<u>1,485,835</u>	<u>148,492</u>	<u>(67,804)</u>	<u>1,566,523</u>

Investment fund - these funds are invested to maximise total return and generate income.