

# FOWLER SMITH AND JONES TRUST

England & Wales · Charity number 1132249

## Details

|                |                                                         |
|----------------|---------------------------------------------------------|
| Status         | Registered                                              |
| Legal form     | Charitable company                                      |
| Company number | <a href="#">06924825</a>                                |
| Registered     | 2009-10-22                                              |
| Register       | <a href="#">View on the Charity Commission register</a> |

## Contact

|         |                                                                                           |
|---------|-------------------------------------------------------------------------------------------|
| Address | Third Floor<br>Marlborough House<br>Victoria Road South<br>Chelmsford<br>Essex<br>CM1 1LN |
| Phone   | 01245809899                                                                               |
| Email   | <a href="mailto:amason@fsjtrust.org.uk">amason@fsjtrust.org.uk</a>                        |
| Website | <a href="http://www.fsjtrust.org.uk">www.fsjtrust.org.uk</a>                              |

## Activities

**Objects:** (A) TO CARRY OUT SUCH CHARITABLE PURPOSES AS THE TRUSTEES SHALL IN THEIR ABSOLUTE DISCRETION THINK FIT (B) WITHOUT PREJUDICE TO THE GENERALITY OF THE PRECEDING SUB-CLAUSE THE INCOME FROM THE TRUST FUND SHALL BE APPLIED PRIMARILY IN GRANTS IN AID OF SUCH CHARITABLE FOUNDATIONS AS THE TRUSTEES SHALL FROM TIME TO TIME IN THEIR ABSOLUTE DISCRETION SELECT

**Activities:** The Trust makes grants to groups and projects with specific Essex focus and benefits. The largest group of grants goes to support of community and / or youth schemes within Essex. There has also been increased support for the elderly and marginalised within our society.

## Classification

- **How:** Makes Grants To Organisations, Provides Other Finance
- **What:** General Charitable Purposes
- **Who:** Children/young People, Elderly/old People, People With Disabilities, Other Charities Or Voluntary Bodies, The General Public/mankind

## Geography

- **Area of benefit:** UNDEFINED. IN PRACTICE, LOCAL
- Barking And Dagenham
- Essex
- Havering
- Newham
- Southend-on-sea
- Thurrock

## Finances

| Period end | Income   | Expenditure | Assets      | Employees |
|------------|----------|-------------|-------------|-----------|
| 2024-09-30 | £842,504 | £758,558    | £9,839,786  | 2         |
| 2023-09-30 | £740,251 | £646,295    | £10,735,840 | 2         |
| 2022-09-30 | £714,755 | £716,205    | £10,726,884 | 2         |
| 2021-09-30 | £732,433 | £574,336    | £9,973,334  | 2         |
| 2020-09-30 | £738,496 | £800,041    | £10,615,237 | 2         |

## Trustees

| Name                            | Role  | Appointed  |
|---------------------------------|-------|------------|
| PHILIP JOHN TOLHURST            | Chair |            |
| Lucy Elizabeth Bettley          |       | 2021-06-09 |
| Nicholas Spencer CHARRINGTON    |       |            |
| RICHARD CHARLES LOGAN FURLONGER |       |            |

**FOWLER SMITH AND JONES TRUST**

England & Wales - Charity number 1132249

---

# Accounts

---

Company registration number: 06924825  
Charitable company registration number: 1132249

# Fowler Smith & Jones Trust

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 September 2024

Edmund Carr LLP  
Chartered Accountants & Statutory Auditor  
146 New London Road  
Chelmsford  
Essex  
CM2 0AW

# **Fowler Smith & Jones Trust**

## **Contents**

---

|                                      |          |
|--------------------------------------|----------|
| Reference and Administrative Details | 1        |
| Trustees' Report                     | 2 to 5   |
| Independent Auditor's Report         | 6 to 9   |
| Statement of Financial Activities    | 10       |
| Balance Sheet                        | 11       |
| Statement of Cash Flows              | 12       |
| Notes to the Financial Statements    | 13 to 26 |

## Fowler Smith & Jones Trust

### Reference and Administrative Details

---

|                                    |                                                                                                                                                               |
|------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Trustees</b>                    | P J Tolhurst, (Chairman)<br>N S Charrington DL<br>R C L Furlonger<br>L E Bettley                                                                              |
| <b>Secretary</b>                   | P J Tolhurst                                                                                                                                                  |
| <b>Principal Office</b>            | Third Floor<br>Marlborough House<br>Victoria Road South<br>Chelmsford<br>Essex<br>CM1 1LN<br><br>The charitable company is incorporated in England and Wales. |
| <b>Charity Registration Number</b> | 1132249                                                                                                                                                       |
| <b>Company Registration Number</b> | 06924825                                                                                                                                                      |
| <b>Solicitors:</b>                 | Tolhurst Fisher LLP<br>8-10 Nelson Street<br>Southend on Sea<br>Essex<br>SS1 1EF                                                                              |
| <b>Bankers</b>                     | Lloyds Bank Plc<br>77-81 High Street<br>Chelmsford<br>Essex<br>CM1 1LN                                                                                        |
| <b>Auditor</b>                     | Edmund Carr LLP<br>Chartered Accountants & Statutory Auditor<br>146 New London Road<br>Chelmsford<br>Essex<br>CM2 0AW                                         |

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 30 September 2024.

The financial statements have been prepared in accordance with the accounting policies set out in 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 on 16 July 2014.

### **Objectives and activities**

#### ***Objects and aims***

The object of the charity is to further general charitable causes, particularly in Essex. There have been no changes in the charity's objects or policies during the period. The main object and activity of the Trust is to make grants to groups and projects identified by the trustees and trust administrator.

The Trust achieves these objectives by making grants, the majority of which made in the financial period were to support projects and groups in Essex either directly or through National Charities with specific Essex based projects. The largest group of grants have gone to projects supporting young people, covering a wide diversity of projects and groups within Essex.

The Trust also strongly supports projects involving community projects as well as significant capital projects. The Trust also directly supports a small number of projects overseas.

The Charity does not carry out fundraising.

#### ***Public benefit***

The activities undertaken to further public benefit are as stated in the Objects and aims section above. The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

#### ***Grant making policies***

In making Grants the Trust aims to be both very accessible and flexible, and continually looks for groups or projects that can make a significant difference to their locality or particular area of activity. We deliberately have no fixed criteria and do not follow a prescriptive or box ticking assessment of applications. Any group wishing to make a difference, do good in society, or help those in particular need may apply even if they are only small or are just starting up. Conversely the Trust also recognises the need of local charities for help with capital projects, and in addition to making grants or other financial assistance, will help successful recipients to source funds from other trusts.

### **Achievements and performance**

Consistent with the Trust's objectives, during 2023-24 the Trust has continued supporting a number of projects and groups, in particular those involving Community, Medical and Youth projects. Several capital projects which the Trust had agreed to support have now progressed. Capital grants awarded are classified as contingent liabilities (Note 14) where there is significant uncertainty as to whether the project will proceed.

Further details of the grants awarded are set out in Note 8 to the accounts.

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

### ***Investment performance***

The Trust has, in its investment strategy, continued to both generate substantial income yield, while at the same time looking to maintain capital value, in accordance with the Trustees' Investment Criteria.

Rental income in the year continued to recover. One property was sold in the year. The valuations of all properties were reviewed at the year end resulting in a net downwards revaluation adjustment of £980,000 for the property portfolio.

In 2022 the Trust made a bridging loan to the Off The Streets Charity to enable it to buy premises to convert to provide accommodation for homeless people. The Loan is secured and interest bearing and the new facility is expected to open shortly.

### **Financial review**

#### ***Policy on reserves***

It has been the trustees' policy to hold sufficient cash reserves so that at any time it can pay all of the grants it anticipates making during the following eight months. At 30 September 2024 cash reserves held by the charity were £464,510. The charity anticipates grants to be made in the 6 months to 31 March 2025 will amount to £206,000.

#### ***Investment policy and objectives***

The policy of the trustees is to hold the majority of the Trust's capital assets in commercial freehold investments. During the current financial period the Trust has also held a cash deposit in reserves. In making acquisitions or disposals the trustees take advice from appropriate firms of Chartered Surveyors specialising in commercial investments but the final decision is a matter for the Board of Trustees.

Securing long-term income from reliable and substantial tenants is the prime criteria for judging investments. This is matched against the need to achieve an optimum income yield. The Trust's assets are let to a mix of Publicly Quoted Companies and substantial Private Companies and Professional Firms, and reflect a balance of both Prime and Best Secondary Properties.

### **Structure, governance and management**

#### ***Nature of governing document***

Fowler Smith & Jones Trust is a registered charity and is incorporated as a company limited by guarantee. The charity's objects and regulations are regulated by Memorandum and Articles of Association dated 4th June 2009 being the date of incorporation.

#### ***Recruitment and appointment of trustees***

Trustees continue to serve until they retire by rotation. The trustees may appoint new trustees pursuant to the Articles. Any induction process for a new trustee shall comprise an initial meeting with the Chairman of the trustees followed by a series of meetings with the other trustees, including a briefing on the history of the Trust, Governing Deed and the Charity Commission's Guidance "The Essential Trustee: What you Need To Know".

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

### ***Organisational structure***

At trustees' meetings the trustees agree the strategy for the Trust including grant making, investment and reserves. The day to day administration of grants and the processing and handling of applications prior to consideration by the trustees is delegated to a trust administrator under the supervision of the Chairman. The Trust administrator makes a thorough evaluation of grant applications and then makes recommendations to the trustees for their final decision. Trustee meetings are held three times a year.

### ***Major risks and management of those risks***

#### ***Loss of income from investments***

The charity trustees have considered the major risks to which the charity is exposed, have reviewed those risks and established systems and procedures to manage those risks. The trustees consider a substantial loss of income from the investments of the charity's endowment to constitute the charity's major risk. The trustees review their investments as necessary.

### **Statement of Trustees' Responsibilities**

The trustees (who are also the directors of Fowler Smith & Jones Trust for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material 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 charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

### **Small companies provision statement**

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

## **Fowler Smith & Jones Trust**

### **Trustees' Report**

#### **Compliance with prevailing laws and regulations**

The financial statements have been prepared in accordance with the accounting policies set out in 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 on 16 July 2014.

The annual report was approved by the trustees of the charitable company on 24 July 2025 and signed on their behalf by:

*Philip Tolhurst*

.....  
P J Tolhurst  
Trustee

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

#### **Opinion**

We have audited the financial statements of Fowler Smith & Jones Trust (the 'charitable company') for the year ended 30 September 2024, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

#### **Other information**

The other information comprises the information included in the Trustees' report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the Trustees' report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' responsibilities set out on page 5, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

#### **Auditor responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows;

- The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.
- We focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations for the company, including the Companies Act 2006, Charities Act 2011, tax and employment legislation.
- We assessed the extent of compliance with the laws and regulations identified above through making enquiries of management.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur by;

- Making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud.
- Considering the internal controls in place to mitigate the risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we;

- Performed analytical procedures to identify any unusual or unexpected relationships.
- Tested journal entries to identify unusual transactions.
- Assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias.
- Investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- Agreeing financial statement disclosures to underlying supporting documentation.
- Reading the minutes of meetings of those charged with governance.
- Enquiring of management as to actual and potential litigation and claims.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

A further description of our responsibilities is available on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

#### **Use of our report**

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

*Edmund Carr LLP*

.....  
Edmund Carr LLP  
Statutory Auditor

146 New London Road  
Chelmsford  
Essex  
CM2 0AW

29 July 2025

Edmund Carr LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

## Fowler Smith & Jones Trust

### Statement of Financial Activities for the Year Ended 30 September 2024 (Including Income and Expenditure Account)

|                                                     | Note | Unrestricted<br>funds<br>£ | Endowment<br>funds<br>£ | Total<br>2024<br>£ | Total<br>2023<br>£ |
|-----------------------------------------------------|------|----------------------------|-------------------------|--------------------|--------------------|
| <b>Income and Endowments from:</b>                  |      |                            |                         |                    |                    |
| Donations and legacies                              | 3    | 52,873                     | -                       | 52,873             | 21,774             |
| Investment income                                   | 4    | 789,631                    | -                       | 789,631            | 718,477            |
| Total Income                                        |      | <u>842,504</u>             | <u>-</u>                | <u>842,504</u>     | <u>740,251</u>     |
| <b>Expenditure on:</b>                              |      |                            |                         |                    |                    |
| Raising funds                                       | 5    | 102,008                    | -                       | 102,008            | 72,712             |
| Charitable activities                               | 6    | 656,550                    | -                       | 656,550            | 573,583            |
| Total Expenditure                                   |      | <u>758,558</u>             | <u>-</u>                | <u>758,558</u>     | <u>646,295</u>     |
| (Deficit)/surplus on<br>investment asset valuations | 11   | <u>-</u>                   | <u>(980,000)</u>        | <u>(980,000)</u>   | <u>(85,000)</u>    |
| Net movement in funds                               |      | 83,946                     | (980,000)               | (896,054)          | 8,956              |
| <b>Reconciliation of funds</b>                      |      |                            |                         |                    |                    |
| Total funds brought forward                         |      | <u>603,924</u>             | <u>10,131,916</u>       | <u>10,735,840</u>  | <u>10,726,884</u>  |
| Total funds carried forward                         | 15   | <u>687,870</u>             | <u>9,151,916</u>        | <u>9,839,786</u>   | <u>10,735,840</u>  |

All of the charitable company's activities derive from continuing operations during the above two periods.

**Fowler Smith & Jones Trust**  
**(Registration number: 06924825)**  
**Balance Sheet as at 30 September 2024**

|                                                       | Note | 2024<br>£        | 2023<br>£         |
|-------------------------------------------------------|------|------------------|-------------------|
| <b>Fixed assets</b>                                   |      |                  |                   |
| Investments                                           | 11   | 9,100,000        | 10,420,000        |
| <b>Current assets</b>                                 |      |                  |                   |
| Debtors                                               | 12   | 523,800          | 435,233           |
| Cash at bank and in hand                              |      | <u>464,510</u>   | <u>175,377</u>    |
|                                                       |      | 988,310          | 610,610           |
| <b>Creditors: Amounts falling due within one year</b> | 13   | <u>(248,524)</u> | <u>(294,770)</u>  |
| <b>Net current assets</b>                             |      | <u>739,786</u>   | <u>315,840</u>    |
| <b>Net assets</b>                                     |      | <u>9,839,786</u> | <u>10,735,840</u> |
| <b>Funds of the charitable company:</b>               |      |                  |                   |
| <b>Endowment funds</b>                                |      | 9,151,916        | 10,131,916        |
| <b>Unrestricted income funds</b>                      |      |                  |                   |
| Unrestricted funds                                    |      | <u>687,870</u>   | <u>603,924</u>    |
| <b>Total funds</b>                                    | 15   | <u>9,839,786</u> | <u>10,735,840</u> |

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

For the financial year ending 30 September 2024 the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charitable company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements on pages 10 to 26 were approved by the trustees, and authorised for issue on 24 July 2025 and signed on their behalf by:

*Philip Tolhurst*  
 .....  
 P J Tolhurst  
 Trustee

## Fowler Smith & Jones Trust

### Statement of Cash Flows for the Year Ended 30 September 2024

|                                                      | Note | 2024<br>£ | 2023<br>£ |
|------------------------------------------------------|------|-----------|-----------|
| <b>Cash flows from operating activities</b>          |      |           |           |
| Net movement in funds per SOFA                       |      | (896,054) | 8,956     |
| <b>Adjustments</b>                                   |      |           |           |
| Investment income                                    | 4    | (789,631) | (718,477) |
| Interest payable                                     | 5    | -         | 11,891    |
| Revaluation of investment properties                 | 11   | 980,000   | 85,000    |
|                                                      |      | (705,685) | (612,630) |
| <b>Working capital adjustments</b>                   |      |           |           |
| (Increase)/decrease in debtors                       | 12   | (88,567)  | 404,571   |
| Decrease in creditors                                | 13   | (9,242)   | (21,223)  |
| (Decrease)/increase in deferred income               |      | (37,004)  | 61        |
| Net cash flows from operating activities             |      | (840,498) | (229,221) |
| <b>Cash flows from investing activities</b>          |      |           |           |
| Interest receivable and similar income               | 4    | 35,800    | 34,819    |
| Income from rents                                    |      | 753,831   | 683,658   |
| Sale of investment properties                        |      | 340,000   | -         |
| Net cash flows from investing activities             |      | 1,129,631 | 718,477   |
| <b>Cash flows from financing activities</b>          |      |           |           |
| Interest payable and similar charges                 | 5    | -         | (11,891)  |
| Repayment of loans and borrowings                    | 13   | -         | (941,056) |
| Net cash flows from financing activities             |      | -         | (952,947) |
| Net increase/(decrease) in cash and cash equivalents |      | 289,133   | (463,691) |
| Cash and cash equivalents at 1 October               |      | 175,377   | 639,068   |
| Cash and cash equivalents at 30 September            |      | 464,510   | 175,377   |

All of the cash flows are derived from continuing operations during the above two periods.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2024**

---

#### **1 Charitable company status**

The charitable company is a charity limited by guarantee and consequently does not have share capital. The charity is incorporated in England and its registered office is Third Floor, Marlborough House, Victoria Road South, Chelmsford, Essex, CM1 1LN. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the charitable company in the event of liquidation.

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

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

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

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 (FRS 102) (effective 1 January 2019) - (Charities SORP FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006 and the Charities Act 2011.

Fowler Smith & Jones Trust 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 notes.

##### **Going concern**

The trustees consider that there are no material uncertainties about the charitable company's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charitable company.

##### **Income and endowments**

All income is recognised once the charitable company has entitlement to the resources, it is certain that the resources will be received and the monetary value of income can be measured with sufficient reliability. The nature of the charity's income is as follows:

##### **Grants receivable**

Grants are recognised when the charitable company has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2024**

---

#### ***Investment income***

Interest received is accounted for on a receivable basis.

Rents and service charges receivable, including insurance, service charges and dilapidation costs receivable, is recognised on an accruals basis. The charitable company has appointed managing agents to collect all income and handle all aspects of the day to day management of its investment properties.

#### ***Deferred income***

Deferred income represents amounts received for future periods and is released to income in the period for which, it has been received.

#### ***Expenditure***

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category.

#### ***Raising funds***

These are costs incurred in the management of investment properties.

#### ***Charitable activities***

Charitable expenditure comprises those costs incurred by the charitable company in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### ***Grant expenditure***

Grants payable represent the amounts paid to third parties at the direction of the Trustees in accordance with the Trust Deed of the charity. Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the Trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and any condition attaching to the grant is outside of the control of the charitable company.

#### ***Grant provisions***

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

#### ***Support costs***

Overhead and support costs have been allocated firstly between charitable activities and governance. Overhead and support costs relating to charitable activities have been apportioned based on staff time spent on each activity.

#### ***Governance costs***

Governance costs comprise all costs involving the public accountability of the charitable company and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2024**

---

#### **Taxation**

The Trust is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Trust is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### **Investment properties**

Investment properties are held by the charitable company for the purpose of producing income for the charity. Investment properties are capitalised in the Balance Sheet at their fair value at the Balance Sheet date. The fair value of the properties has been calculated having regard to the rental yield and valuation of similar properties.

The statement of financial activities includes any unrealised gains or losses arising on the revaluation and disposals throughout the year.

#### **Trade debtors**

Trade debtors are amounts due from tenants for rent and service charges from investment properties.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Trust will not be able to collect all amounts due according to the original terms of the receivables.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and deposits.

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charitable company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2024

---

#### Fund structure

Unrestricted funds comprises those funds which the Trustees are free to use for any purpose in the furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose.

Restricted funds comprise an expendable endowment fund used by the Trust to generate income for future charitable expenditure.

#### Pensions and other post retirement obligations

The charitable company operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charitable company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

#### Financial instruments

##### Classification

The charitable company only holds basic financial instruments as defined in FRS 102. The financial assets and financial liabilities of the charitable company and their measurement basis are as follows:

Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost. Prepayments are not financial instruments.

Cash at bank - is classified as a basic financial instrument and is measured at face value.

Financial liabilities - trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost. Taxation and social security are not included in the financial instruments disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

### 3 Income from donations and legacies

|                   | Unrestricted<br>funds<br>£ | Restricted<br>funds<br>£ | Total<br>2024<br>£ | Total<br>2023<br>£ |
|-------------------|----------------------------|--------------------------|--------------------|--------------------|
| Grants receivable | 52,873                     | -                        | 52,873             | 21,774             |
|                   | <u>52,873</u>              | <u>-</u>                 | <u>52,873</u>      | <u>21,774</u>      |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2024

#### 4 Investment income

|                          | Unrestricted<br>funds<br>£ | Total<br>2024<br>£ | Total<br>2023<br>£ |
|--------------------------|----------------------------|--------------------|--------------------|
| Loan interest receivable | 35,800                     | 35,800             | 34,819             |
| Income from rents        | 753,831                    | 753,831            | 683,658            |
|                          | <u>789,631</u>             | <u>789,631</u>     | <u>718,477</u>     |

#### 5 Expenditure on raising funds

##### Investment management costs

|                                               | Unrestricted<br>funds<br>£ | Total<br>2024<br>£ | Total<br>2023<br>£ |
|-----------------------------------------------|----------------------------|--------------------|--------------------|
| Interest payable;                             |                            |                    |                    |
| Interest payable on bank loans                | -                          | -                  | 11,891             |
| Managing agent's commission                   | 34,185                     | 34,185             | 32,920             |
| Insurance                                     | 451                        | 451                | 2,212              |
| Repair and maintenance of investment property | 8,479                      | 8,479              | 8,744              |
| Professional fees                             | 41,091                     | 41,091             | 3,241              |
| Rates, electricity and other charges          | 16,521                     | 16,521             | 11,773             |
| Bank charges                                  | 1,281                      | 1,281              | 1,931              |
|                                               | <u>102,008</u>             | <u>102,008</u>     | <u>72,712</u>      |

#### 6 Expenditure on charitable activities

|                             | Note | Unrestricted<br>funds<br>£ | Restricted<br>£ | Total<br>2024<br>£ | Total<br>2023<br>£ |
|-----------------------------|------|----------------------------|-----------------|--------------------|--------------------|
| Grant funding of activities | 8    | 567,624                    | -               | 567,624            | 498,025            |
| Staff costs                 | 7    | 40,492                     | -               | 40,492             | 29,516             |
| Allocated support costs     | 7    | 36,364                     | -               | 36,364             | 34,462             |
| Governance costs            | 7    | 12,070                     | -               | 12,070             | 11,580             |
|                             |      | <u>656,550</u>             | <u>-</u>        | <u>656,550</u>     | <u>573,583</u>     |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2024

#### 7 Analysis of governance and support costs

##### Support costs allocated to charitable activities

|                    | Governance costs<br>£ | Staff costs<br>£ | Administration costs<br>£ | Total 2024<br>£ | Total 2023<br>£ |
|--------------------|-----------------------|------------------|---------------------------|-----------------|-----------------|
| Salaries and wages | -                     | 40,492           | -                         | 40,492          | 29,516          |
| Office expenses    | -                     | -                | 4,246                     | 4,246           | 3,734           |
| Service charges    | -                     | -                | 7,988                     | 7,988           | 4,868           |
| Professional fees  | -                     | -                | 17,700                    | 17,700          | 16,000          |
| Office rental      | -                     | -                | 6,430                     | 6,430           | 9,860           |
| Audit fees         | 12,070                | -                | -                         | 12,070          | 11,580          |
|                    | <u>12,070</u>         | <u>40,492</u>    | <u>36,364</u>             | <u>88,926</u>   | <u>75,558</u>   |

##### Governance costs

|                                   | Unrestricted funds<br>£ | Total 2024<br>£ | Total 2023<br>£ |
|-----------------------------------|-------------------------|-----------------|-----------------|
| Audit fees                        |                         |                 |                 |
| Audit of the financial statements | 7,845                   | 7,845           | 7,170           |
| Other fees paid to auditors       | 4,225                   | 4,225           | 4,410           |
|                                   | <u>12,070</u>           | <u>12,070</u>   | <u>11,580</u>   |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2024

#### 8 Grant-making

##### Analysis of grants

|                          | <b>Grants to institutions</b> |                |
|--------------------------|-------------------------------|----------------|
|                          | <b>2024</b>                   | <b>2023</b>    |
|                          | <b>£</b>                      | <b>£</b>       |
| <b>Analysis</b>          |                               |                |
| Arts                     | 16,500                        | 9,675          |
| Capital                  | 64,460                        | 50,000         |
| Churches                 | 29,500                        | 25,500         |
| Community                | 116,206                       | 119,500        |
| Medical/Health           | 105,753                       | 80,795         |
| Miscellaneous and top up | 87,107                        | 99,660         |
| Overseas                 | 5,000                         | -              |
| Youth                    | 143,098                       | 112,895        |
|                          | <u>567,624</u>                | <u>498,025</u> |

Below are details of material grants made to institutions by the Trust.

| <b>Name of institution</b> | <b>Activity supported</b>                                                                           | <b>2024</b>    | <b>2023</b>    |
|----------------------------|-----------------------------------------------------------------------------------------------------|----------------|----------------|
|                            |                                                                                                     | <b>£</b>       | <b>£</b>       |
| CHESS                      | Towards demolition of existing space and building of additional housing units to house the homeless | 30,000         | -              |
| Rayleigh Baptist Church    | Towards refurbishment of hall and meeting room to allow expansion of church activities              | 20,000         | -              |
| Trinity Family Centre      | Towards refurbishment of premises for use by the charity                                            | 14,460         | -              |
| St Peter's Colchester      | Towards adaptation of building to create capacity for a larger variety of groups                    | -              | 50,000         |
| Off The Streets            | Towards a shelter for the homeless in Southend                                                      | 35,800         | 31,500         |
| Other grants               | Various charitable activities.                                                                      | 467,364        | 416,525        |
|                            |                                                                                                     | <u>567,624</u> | <u>498,025</u> |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2024

---

#### 9 Trustees' remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charitable company during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

#### 10 Staff costs

The aggregate payroll costs were as follows:

|                                          | 2024<br>£     | 2023<br>£     |
|------------------------------------------|---------------|---------------|
| <b>Staff costs during the year were:</b> |               |               |
| Wages and salaries                       | 39,751        | 29,047        |
| Pension costs                            | 741           | 469           |
|                                          | <u>40,492</u> | <u>29,516</u> |

The monthly average number of persons (including senior management team) employed by the charitable company during the year expressed by head count was as follows:

|                | 2024<br>No | 2023<br>No |
|----------------|------------|------------|
| Administration | <u>2</u>   | <u>2</u>   |

No employee received emoluments of more than £60,000 during the year.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2024

#### 11 Fixed asset investments

|                       | 2024<br>£        | 2023<br>£         |
|-----------------------|------------------|-------------------|
| Investment properties | <u>9,100,000</u> | <u>10,420,000</u> |

#### Investment properties

|                          | Investment<br>properties<br>£ |
|--------------------------|-------------------------------|
| <b>Cost or Valuation</b> |                               |
| At 1 October 2023        | 10,420,000                    |
| Revaluation              | (980,000)                     |
| Disposals                | <u>(340,000)</u>              |
| At 30 September 2024     | <u>9,100,000</u>              |
| <b>Net book value</b>    |                               |
| At 30 September 2024     | <u>9,100,000</u>              |
| At 30 September 2023     | <u>10,420,000</u>             |

The historical cost of the investment properties as at the year end is £7,286,375 (2023: £7,373,903).

The property values are reviewed by the trustees and their advisors at the end of each year.

#### 12 Debtors

|                                  | 2024<br>£      | 2023<br>£      |
|----------------------------------|----------------|----------------|
| Trade debtors                    | 80,579         | 18,653         |
| Prepayments                      | 43,221         | 16,580         |
| Other debtors - loans receivable | <u>400,000</u> | <u>400,000</u> |
|                                  | <u>523,800</u> | <u>435,233</u> |

Included in Other debtors - loans receivable is £400,000 that is due after more than one year (2023 - £400,000).

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2024

---

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

|                                    | 2024<br>£      | 2023<br>£      |
|------------------------------------|----------------|----------------|
| Trade creditors                    | 10,854         | 11,124         |
| Accruals for grants payable        | 65,335         | 52,460         |
| Other taxation and social security | 11,644         | 38,189         |
| Other creditors                    | 23,785         | 19,657         |
| Accruals                           | 11,600         | 11,030         |
| Deferred income                    | 125,306        | 162,310        |
|                                    | <u>248,524</u> | <u>294,770</u> |

  

|                                        | 2024<br>£        | 2023<br>£        |
|----------------------------------------|------------------|------------------|
| Deferred income at 1 October 2023      | 162,310          | 162,249          |
| Resources deferred in the period       | 125,306          | 162,310          |
| Amounts released from previous periods | <u>(162,310)</u> | <u>(162,249)</u> |
| Deferred income at year end            | <u>125,306</u>   | <u>162,310</u>   |

Deferred income consists of rental income from investment properties relating to post year end periods.

#### 14 Contingent liabilities

At 30 September 2024 capital grants of £25,000 had been awarded for which conditions for recognition as expenditure in the year had not been met. (2023: £50,000)

# Fowler Smith & Jones Trust

## Notes to the Financial Statements for the Year Ended 30 September 2024

### 15 Funds

|                           | Balance at 1<br>October<br>2023<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Other<br>recognised<br>gains/(losses)<br>£ | Balance at<br>30<br>September<br>2024<br>£ |
|---------------------------|--------------------------------------|----------------------------|----------------------------|--------------------------------------------|--------------------------------------------|
| <b>Unrestricted funds</b> |                                      |                            |                            |                                            |                                            |
| General reserves          | 601,725                              | 789,631                    | (707,615)                  | -                                          | 683,741                                    |
| <b>Designated funds</b>   |                                      |                            |                            |                                            |                                            |
| Norman Garon Fund         | 1,725                                | 52,873                     | (50,943)                   | -                                          | 3,655                                      |
| Carnegie Trust            | 474                                  | -                          | -                          | -                                          | 474                                        |
|                           | <u>2,199</u>                         | <u>52,873</u>              | <u>(50,943)</u>            | <u>-</u>                                   | <u>4,129</u>                               |
| <b>Total Unrestricted</b> | <u>603,924</u>                       | <u>842,504</u>             | <u>(758,558)</u>           | <u>-</u>                                   | <u>687,870</u>                             |
| <b>Endowment</b>          |                                      |                            |                            |                                            |                                            |
| <b>Expendable</b>         |                                      |                            |                            |                                            |                                            |
| Expendable endowment fund | 10,131,916                           | -                          | -                          | (980,000)                                  | 9,151,916                                  |
|                           | <u>10,131,916</u>                    | <u>-</u>                   | <u>-</u>                   | <u>(980,000)</u>                           | <u>9,151,916</u>                           |
| <b>Total funds</b>        | <u>10,735,840</u>                    | <u>842,504</u>             | <u>(758,558)</u>           | <u>(980,000)</u>                           | <u>9,839,786</u>                           |

|                           | Balance at<br>1 October<br>2022<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Other<br>recognised<br>gains/(losses)<br>£ | Balance at<br>30<br>September<br>2023<br>£ |
|---------------------------|--------------------------------------|----------------------------|----------------------------|--------------------------------------------|--------------------------------------------|
| <b>Unrestricted funds</b> |                                      |                            |                            |                                            |                                            |
| Unrestricted funds        | 509,968                              | 740,251                    | (646,295)                  | -                                          | 603,924                                    |
| <b>Endowment funds</b>    |                                      |                            |                            |                                            |                                            |
| Expendable                | 10,216,916                           | -                          | -                          | (85,000)                                   | 10,131,916                                 |
| <b>Total funds</b>        | <u>10,726,884</u>                    | <u>740,251</u>             | <u>(646,295)</u>           | <u>(85,000)</u>                            | <u>10,735,840</u>                          |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2024

The specific purposes for which the funds are to be applied are as follows:

The Norman Garon Fund - funds received from the Norman Garon Trust to support projects and groups involving young people in Essex.

The Carnegie Trust Fund - funds received from the Carnegie Trust have been designated for Youth projects.

The expendable endowment fund represents the original trust fund capital from 1969, as amended by the incorporation of Fowler Smith & Jones Trust, adjusted for capital movements and transfers permitted under the terms of the deed.

The original trust fund capital is retained by the trustees to generate income for future charitable expenditure. Included in the expendable endowments is an unrealised fair value reserve of £1,813,625 (2023: £3,046,097), which represents the value of investment properties above their original cost.

#### 16 Analysis of net assets between funds

|                         | <b>Unrestricted<br/>funds<br/>£</b> | <b>Expendable<br/>endowment<br/>funds<br/>£</b> | <b>Total funds<br/>at 30<br/>September<br/>2024<br/>£</b> |
|-------------------------|-------------------------------------|-------------------------------------------------|-----------------------------------------------------------|
| Fixed asset investments | -                                   | 9,100,000                                       | 9,100,000                                                 |
| Current assets          | 936,394                             | 51,916                                          | 988,310                                                   |
| Current liabilities     | (248,524)                           | -                                               | (248,524)                                                 |
| Total net assets        | <u>687,870</u>                      | <u>9,151,916</u>                                | <u>9,839,786</u>                                          |

  

|                         | <b>Unrestricted<br/>funds<br/>£</b> | <b>Expendable<br/>endowment<br/>funds<br/>£</b> | <b>Total funds<br/>at 30<br/>September<br/>2023<br/>£</b> |
|-------------------------|-------------------------------------|-------------------------------------------------|-----------------------------------------------------------|
| Fixed asset investments | 288,084                             | 10,131,916                                      | 10,420,000                                                |
| Current assets          | 610,610                             | -                                               | 610,610                                                   |
| Current liabilities     | (294,770)                           | -                                               | (294,770)                                                 |
| Total net assets        | <u>603,924</u>                      | <u>10,131,916</u>                               | <u>10,735,840</u>                                         |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2024

---

#### 17 Related party transactions

During the year the charitable company made the following related party transactions:

##### **Marlborough House Partners LLP**

(Mr P J Tolhurst is a partner of Marlborough House Partners LLP)

During the year a total of £48,719 (2023: £48,897) was paid to Marlborough House Partners LLP for accounting services, portfolio management and property agent collection fees. At the balance sheet date the amount due to Marlborough House Partners LLP was £3,182 (2023 - £3,683).

##### **Marlborough House (Chelmsford) Limited**

(Mr P J Tolhurst is a director of Marlborough House (Chelmsford) Limited)

During the year a total of £16,072 (2023: £14,020) was paid to Marlborough House (Chelmsford) Limited for insurance, rent and services charges for the Marlborough House office. At the balance sheet date the amount due to/from to Marlborough House (Chelmsford) Limited was £Nil (2023 - £1,100).

#### 18 Obligations under leases and hire purchase contracts

The total value of future minimum licence payments in respect of office accommodation was as follows:

|                      | 2024<br>£     | 2023<br>£    |
|----------------------|---------------|--------------|
| Within one year      | 14,800        | 4,000        |
| In two to five years | 33,300        | -            |
|                      | <u>48,100</u> | <u>4,000</u> |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2024

#### 19 Prior year Statement of Financial Activities

|                                    | Unrestricted<br>£     | Endowment<br>£           | Total<br>2023<br>£       |
|------------------------------------|-----------------------|--------------------------|--------------------------|
| <b>Income and Endowments from:</b> |                       |                          |                          |
| Donations and legacies             | 21,774                | -                        | 21,774                   |
| Investment income                  | <u>718,477</u>        | <u>-</u>                 | <u>718,477</u>           |
| Total income                       | <u>740,251</u>        | <u>-</u>                 | <u>740,251</u>           |
| <b>Expenditure on:</b>             |                       |                          |                          |
| Raising funds                      | 72,712                | -                        | 72,712                   |
| Charitable activities              | <u>573,583</u>        | <u>-</u>                 | <u>573,583</u>           |
| Total expenditure                  | 646,295               | -                        | 646,295                  |
| Other recognised gains and losses  | <u>-</u>              | <u>(85,000)</u>          | <u>(85,000)</u>          |
| Net income/(expenditure)           | <u>93,956</u>         | <u>(85,000)</u>          | <u>8,956</u>             |
| Net movement in funds              | 93,956                | (85,000)                 | 8,956                    |
| <b>Reconciliation of funds</b>     |                       |                          |                          |
| Total funds brought forward        | <u>509,968</u>        | <u>10,216,916</u>        | <u>10,726,884</u>        |
| Total funds carried forward        | <u><u>603,924</u></u> | <u><u>10,131,916</u></u> | <u><u>10,735,840</u></u> |

**FOWLER SMITH AND JONES TRUST**

England & Wales - Charity number 1132249

---

# Accounts

---

Company registration number: 06924825  
Charitable company registration number: 1132249

# Fowler Smith & Jones Trust

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 September 2023

Edmund Carr LLP  
Chartered Accountants & Statutory Auditor  
146 New London Road  
Chelmsford  
Essex  
CM2 0AW

# **Fowler Smith & Jones Trust**

## **Contents**

---

|                                      |          |
|--------------------------------------|----------|
| Reference and Administrative Details | 1        |
| Trustees' Report                     | 2 to 6   |
| Independent Auditor's Report         | 7 to 10  |
| Statement of Financial Activities    | 11       |
| Balance Sheet                        | 12       |
| Statement of Cash Flows              | 13       |
| Notes to the Financial Statements    | 14 to 27 |

## Fowler Smith & Jones Trust

### Reference and Administrative Details

---

|                                    |                                                                                                                                                               |
|------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Trustees</b>                    | P J Tolhurst, (Chairman)<br>N S Charrington DL<br>R C L Furlonger<br>L E Bettley                                                                              |
| <b>Secretary</b>                   | P J Tolhurst                                                                                                                                                  |
| <b>Principal Office</b>            | Third Floor<br>Marlborough House<br>Victoria Road South<br>Chelmsford<br>Essex<br>CM1 1LN<br><br>The charitable company is incorporated in England and Wales. |
| <b>Charity Registration Number</b> | 1132249                                                                                                                                                       |
| <b>Company Registration Number</b> | 06924825                                                                                                                                                      |
| <b>Solicitors:</b>                 | Tolhurst Fisher LLP<br>8-10 Nelson Street<br>Southend on Sea<br>Essex<br>SS1 1EF                                                                              |
| <b>Bankers</b>                     | Lloyds Bank Plc<br>77-81 High Street<br>Chelmsford<br>Essex<br>CM1 1LN                                                                                        |
| <b>Auditor</b>                     | Edmund Carr LLP<br>Chartered Accountants & Statutory Auditor<br>146 New London Road<br>Chelmsford<br>Essex<br>CM2 0AW                                         |

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 30 September 2023.

The financial statements have been prepared in accordance with the accounting policies set out in 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 on 16 July 2014.

### **Objectives and activities**

#### ***Objects and aims***

The object of the charity is to further general charitable causes, particularly in Essex. There have been no changes in the charity's objects or policies during the period. The main object and activity of the Trust is to make grants to groups and projects identified by the trustees and trust administrator.

The Trust achieves these objectives by making grants, the majority of which made in the financial period were to support projects and groups in Essex either directly or through National Charities with specific Essex based projects. The largest group of grants have gone to projects supporting young people, covering a wide diversity of projects and groups within Essex.

The Trust also strongly supports projects involving community projects as well as significant capital projects. The Trust also directly supports a small number of projects overseas.

The Charity does not carry out fundraising.

#### ***Public benefit***

The activities undertaken to further public benefit are as stated in the Objects and aims section above. The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

#### ***Grant making policies***

In making Grants the Trust aims to be both very accessible and flexible, and continually looks for groups or projects that can make a significant difference to their locality or particular area of activity. We deliberately have no fixed criteria and do not follow a prescriptive or box ticking assessment of applications. Any group wishing to make a difference, do good in society, or help those in particular need may apply even if they are only small or are just starting up. Conversely the Trust also recognises the need of local charities for help with capital projects, and in addition to making grants or other financial assistance, will help successful recipients to source funds from other trusts.

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

### **Achievements and performance**

Consistent with the Trust's objectives, during 2022-23 the Trust has continued supporting a number of projects and groups, in particular those involving Community, Medical and Youth projects.

Several capital projects which the trust had agreed to support but had been delayed due to the coronavirus pandemic have now progressed. Some projects have however been deferred for an indefinite period. Grants awarded are classified as contingent liabilities (Note 14) where there is significant uncertainty as to whether the project will proceed.

Further details of the grants awarded are set out in Note 8 to the accounts.

### ***Investment performance***

The Trust has, in its investment strategy, continued to both generate substantial income yield, while at the same time looking to maintain capital value, in accordance with the Trustees' Investment Criteria.

Rental income recovered in the year. All rents due for the period to the year end have been paid and there are no arrears. The investment values have been adjusted to reflect changes in the market, third party interest in one of the Trust's assets, and the sale of another.

In 2022 the Trust made a bridging loan to the Off The Streets Charity to enable it to buy premises to convert to provide accommodation for homeless people. The Loan is secured and interest bearing and the new facility is expected to open shortly.

### **Financial review**

The income of the Charity Trust amounted to £740,251 during the year, slightly higher than the previous year (2022: £714,755). The total of grants made during the period amounted to £498,025 (2022: £539,885).

### ***Policy on reserves***

It has been the trustees' policy to hold sufficient cash reserves so that at any time it can pay all of the grants it anticipates making during the following eight months. At 30 September 2023 cash reserves held by the charity were £175,377. The charity anticipates grants to be made in the 6 months to 31 March 2024 will amount to £200,000. During the year end the Trust repaid its indebtedness to Lloyds Bank and as a consequence it no longer holds cash reserves to the same levels as previously. The Trustees therefore sold one of its investment properties post year end and are looking to realise another in the near future.

### ***Investment policy and objectives***

The policy of the trustees is to hold the majority of the Trust's capital assets in commercial freehold investments. During the current financial period the Trust has also held a cash deposit in reserves. In making acquisitions or disposals the trustees take advice from appropriate firms of Chartered Surveyors specialising in commercial investments but the final decision is a matter for the Board of Trustees.

Securing long-term income from reliable and substantial tenants is the prime criteria for judging investments. This is matched against the need to achieve an optimum income yield. The Trust's assets are let to a mix of Publicly Quoted Companies and substantial Private Companies and Professional Firms, and reflect a balance of both Prime and Best Secondary Properties.

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

### **Structure, governance and management**

#### ***Nature of governing document***

Fowler Smith & Jones Trust is a registered charity and is incorporated as a company limited by guarantee. The charity's objects and regulations are regulated by Memorandum and Articles of Association dated 4th June 2009 being the date of incorporation.

#### ***Recruitment and appointment of trustees***

Trustees continue to serve until they retire by rotation. The trustees may appoint new trustees pursuant to the Articles. Any induction process for a new trustee shall comprise an initial meeting with the Chairman of the trustees followed by a series of meetings with the other trustees, including a briefing on the history of the Trust, Governing Deed and the Charity Commission's Guidance "The Essential Trustee: What you Need To Know".

#### ***Organisational structure***

At trustees' meetings the trustees agree the strategy for the Trust including grant making, investment and reserves. The day to day administration of grants and the processing and handling of applications prior to consideration by the trustees is delegated to a trust administrator under the supervision of the Chairman. The Trust administrator makes a thorough evaluation of grant applications and then makes recommendations to the trustees for their final decision. Trustee meetings are held three times a year.

#### ***Major risks and management of those risks***

##### ***Loss of income from investments***

The charity trustees have considered the major risks to which the charity is exposed, have reviewed those risks and established systems and procedures to manage those risks. The trustees consider a substantial loss of income from the investments of the charity's endowment to constitute the charity's major risk. The trustees review their investments as necessary.

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

### **Statement of Trustees' Responsibilities**

The trustees (who are also the directors of Fowler Smith & Jones Trust for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material 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 charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

### **Small companies provision statement**

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

## **Fowler Smith & Jones Trust**

### **Trustees' Report**

#### **Compliance with prevailing laws and regulations**

The financial statements have been prepared in accordance with the accounting policies set out in 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 on 16 July 2014.

The annual report was approved by the trustees of the charitable company on 20 March 2024 and signed on their behalf by:

*Philip Tolhurst*

.....

P J Tolhurst  
Trustee

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

#### **Opinion**

We have audited the financial statements of Fowler Smith & Jones Trust (the 'charitable company') for the year ended 30 September 2023, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

#### **Other information**

The other information comprises the information included in the Trustees' report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the Trustees' report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' responsibilities set out on page 5, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

#### **Auditor responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows;

- The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.
- We focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations for the company, including the Companies Act 2006, Charities Act 2011, tax and employment legislation.
- We assessed the extent of compliance with the laws and regulations identified above through making enquiries of management.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur by;

- Making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud.
- Considering the internal controls in place to mitigate the risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we;

- Performed analytical procedures to identify any unusual or unexpected relationships.
- Tested journal entries to identify unusual transactions.
- Assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias.
- Investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- Agreeing financial statement disclosures to underlying supporting documentation.
- Reading the minutes of meetings of those charged with governance.
- Enquiring of management as to actual and potential litigation and claims.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

A further description of our responsibilities is available on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

#### **Use of our report**

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

*Edmund Carr LLP*

.....  
Edmund Carr LLP  
Statutory Auditor

146 New London Road  
Chelmsford  
Essex  
CM2 0AW

21 March 2024

Edmund Carr LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

## Fowler Smith & Jones Trust

### Statement of Financial Activities for the Year Ended 30 September 2023 (Including Income and Expenditure Account)

|                                                     | Note | Unrestricted<br>funds<br>£ | Endowment<br>funds<br>£ | Total<br>2023<br>£ | Total<br>2022<br>£ |
|-----------------------------------------------------|------|----------------------------|-------------------------|--------------------|--------------------|
| <b>Income and Endowments from:</b>                  |      |                            |                         |                    |                    |
| Donations and legacies                              | 3    | 21,774                     | -                       | 21,774             | 26,115             |
| Investment income                                   | 4    | 718,477                    | -                       | 718,477            | 688,640            |
| Total Income                                        |      | <u>740,251</u>             | <u>-</u>                | <u>740,251</u>     | <u>714,755</u>     |
| <b>Expenditure on:</b>                              |      |                            |                         |                    |                    |
| Raising funds                                       | 5    | 72,712                     | -                       | 72,712             | 105,543            |
| Charitable activities                               | 6    | 573,583                    | -                       | 573,583            | 610,662            |
| Total Expenditure                                   |      | <u>646,295</u>             | <u>-</u>                | <u>646,295</u>     | <u>716,205</u>     |
| (Deficit)/surplus on<br>investment asset valuations | 11   | <u>-</u>                   | <u>(85,000)</u>         | <u>(85,000)</u>    | <u>755,000</u>     |
| Net movement in funds                               |      | 93,956                     | (85,000)                | 8,956              | 753,550            |
| <b>Reconciliation of funds</b>                      |      |                            |                         |                    |                    |
| Total funds brought forward                         |      | <u>509,968</u>             | <u>10,216,916</u>       | <u>10,726,884</u>  | <u>9,973,334</u>   |
| Total funds carried forward                         | 15   | <u>603,924</u>             | <u>10,131,916</u>       | <u>10,735,840</u>  | <u>10,726,884</u>  |

All of the charitable company's activities derive from continuing operations during the above two periods.

**Fowler Smith & Jones Trust**  
**(Registration number: 06924825)**  
**Balance Sheet as at 30 September 2023**

|                                                       | Note | 2023<br>£         | 2022<br>£          |
|-------------------------------------------------------|------|-------------------|--------------------|
| <b>Fixed assets</b>                                   |      |                   |                    |
| Investments                                           | 11   | 10,420,000        | 10,505,000         |
| <b>Current assets</b>                                 |      |                   |                    |
| Debtors                                               | 12   | 435,233           | 839,804            |
| Cash at bank and in hand                              |      | <u>175,377</u>    | <u>639,068</u>     |
|                                                       |      | 610,610           | 1,478,872          |
| <b>Creditors: Amounts falling due within one year</b> | 13   | <u>(294,770)</u>  | <u>(1,256,988)</u> |
| <b>Net current assets</b>                             |      | <u>315,840</u>    | <u>221,884</u>     |
| <b>Net assets</b>                                     |      | <u>10,735,840</u> | <u>10,726,884</u>  |
| <b>Funds of the charitable company:</b>               |      |                   |                    |
| <b>Endowment funds</b>                                |      | 10,131,916        | 10,216,916         |
| <b>Unrestricted income funds</b>                      |      |                   |                    |
| Unrestricted funds                                    |      | <u>603,924</u>    | <u>509,968</u>     |
| <b>Total funds</b>                                    | 15   | <u>10,735,840</u> | <u>10,726,884</u>  |

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

For the financial year ending 30 September 2023 the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charitable company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements on pages 11 to 27 were approved by the trustees, and authorised for issue on 20 March 2024 and signed on their behalf by:

*Philip Tolhurst*  
.....  
P J Tolhurst  
Trustee

## Fowler Smith & Jones Trust

### Statement of Cash Flows for the Year Ended 30 September 2023

|                                             | Note | 2023<br>£ | 2022<br>£ |
|---------------------------------------------|------|-----------|-----------|
| <b>Cash flows from operating activities</b> |      |           |           |
| Net movement in funds per SOFA              |      | 8,956     | 753,550   |
| <b>Adjustments</b>                          |      |           |           |
| Investment income                           | 4    | (718,477) | (688,640) |
| Interest payable                            | 5    | 11,891    | 37,482    |
| Revaluation of investment properties        | 11   | 85,000    | (755,000) |
|                                             |      | (612,630) | (652,608) |
| <b>Working capital adjustments</b>          |      |           |           |
| Decrease/(increase) in debtors              | 12   | 404,571   | (142,629) |
| Decrease in creditors                       | 13   | (21,223)  | (32,033)  |
| Increase in deferred income                 |      | 61        | 358       |
| Net cash flows from operating activities    |      | (229,221) | (826,912) |
| <b>Cash flows from investing activities</b> |      |           |           |
| Interest receivable and similar income      | 4    | 34,819    | 14,767    |
| Income from rents                           |      | 683,658   | 673,873   |
| Net cash flows from investing activities    |      | 718,477   | 688,640   |
| <b>Cash flows from financing activities</b> |      |           |           |
| Interest payable and similar charges        | 5    | (11,891)  | (37,482)  |
| Repayment of loans and borrowings           | 13   | (941,056) | (35,474)  |
| Net cash flows from financing activities    |      | (952,947) | (72,956)  |
| Net decrease in cash and cash equivalents   |      | (463,691) | (211,228) |
| Cash and cash equivalents at 1 October      |      | 639,068   | 850,296   |
| Cash and cash equivalents at 30 September   |      | 175,377   | 639,068   |

All of the cash flows are derived from continuing operations during the above two periods.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2023**

---

#### **1 Charitable company status**

The charitable company is a charity limited by guarantee and consequently does not have share capital. The charity is incorporated in England and its registered office is Third Floor, Marlborough House, Victoria Road South, Chelmsford, Essex, CM1 1LN. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the charitable company in the event of liquidation.

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

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

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

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 (FRS 102) (effective 1 January 2019) - (Charities SORP FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006 and the Charities Act 2011.

Fowler Smith & Jones Trust 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 notes.

##### **Going concern**

The trustees consider that there are no material uncertainties about the charitable company's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charitable company.

##### **Income and endowments**

All income is recognised once the charitable company has entitlement to the resources, it is certain that the resources will be received and the monetary value of income can be measured with sufficient reliability. The nature of the charity's income is as follows:

##### **Grants receivable**

Grants are recognised when the charitable company has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2023**

---

#### ***Investment income***

Interest received is accounted for on a receivable basis.

Rents and service charges receivable, including insurance, service charges and dilapidation costs receivable, is recognised on an accruals basis. The charitable company has appointed managing agents to collect all income and handle all aspects of the day to day management of its investment properties.

#### ***Deferred income***

Deferred income represents amounts received for future periods and is released to income in the period for which, it has been received.

#### ***Expenditure***

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category.

#### ***Raising funds***

These are costs incurred in the management of investment properties.

#### ***Charitable activities***

Charitable expenditure comprises those costs incurred by the charitable company in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### ***Grant expenditure***

Grants payable represent the amounts paid to third parties at the direction of the Trustees in accordance with the Trust Deed of the charity. Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the Trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and any condition attaching to the grant is outside of the control of the charitable company.

#### ***Grant provisions***

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

#### ***Support costs***

Overhead and support costs have been allocated firstly between charitable activities and governance. Overhead and support costs relating to charitable activities have been apportioned based on staff time spent on each activity.

#### ***Governance costs***

Governance costs comprise all costs involving the public accountability of the charitable company and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2023**

---

#### **Taxation**

The Trust is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Trust is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### **Investment properties**

Investment properties are held by the charitable company for the purpose of producing income for the charity. Investment properties are capitalised in the Balance Sheet at their fair value at the Balance Sheet date. The fair value of the properties has been calculated having regard to the rental yield and valuation of similar properties.

The statement of financial activities includes any unrealised gains or losses arising on the revaluation and disposals throughout the year.

#### **Trade debtors**

Trade debtors are amounts due from tenants for rent and service charges from investment properties.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Trust will not be able to collect all amounts due according to the original terms of the receivables.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and deposits.

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charitable company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2023

---

#### Fund structure

Unrestricted funds comprises those funds which the Trustees are free to use for any purpose in the furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose.

Restricted funds comprise an expendable endowment fund used by the Trust to generate income for future charitable expenditure.

#### Pensions and other post retirement obligations

The charitable company operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charitable company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

#### Financial instruments

##### Classification

The charitable company only holds basic financial instruments as defined in FRS 102. The financial assets and financial liabilities of the charitable company and their measurement basis are as follows:

Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost. Prepayments are not financial instruments.

Cash at bank - is classified as a basic financial instrument and is measured at face value.

Financial liabilities - trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost. Taxation and social security are not included in the financial instruments disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

### 3 Income from donations and legacies

|                   | Unrestricted<br>funds<br>£ | Restricted<br>funds<br>£ | Total<br>2023<br>£ | Total<br>2022<br>£ |
|-------------------|----------------------------|--------------------------|--------------------|--------------------|
| Grants receivable | 21,774                     | -                        | 21,774             | 26,115             |
|                   | <u>21,774</u>              | <u>-</u>                 | <u>21,774</u>      | <u>26,115</u>      |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2023

#### 4 Investment income

|                          | Unrestricted<br>funds<br>£ | Total<br>2023<br>£ | Total<br>2022<br>£ |
|--------------------------|----------------------------|--------------------|--------------------|
| Loan interest receivable | 34,819                     | 34,819             | 14,767             |
| Income from rents        | 683,658                    | 683,658            | 673,873            |
|                          | <u>718,477</u>             | <u>718,477</u>     | <u>688,640</u>     |

#### 5 Expenditure on raising funds

##### Investment management costs

|                                               | Unrestricted<br>funds<br>£ | Total<br>2023<br>£ | Total<br>2022<br>£ |
|-----------------------------------------------|----------------------------|--------------------|--------------------|
| Interest payable;                             |                            |                    |                    |
| Interest payable on bank loans                | 11,891                     | 11,891             | 37,482             |
| Managing agent's commission                   | 32,920                     | 32,920             | 33,012             |
| Insurance                                     | 2,212                      | 2,212              | 419                |
| Repair and maintenance of investment property | 8,744                      | 8,744              | 9,082              |
| Professional fees                             | 3,241                      | 3,241              | 17,201             |
| Rates and electricity                         | 11,773                     | 11,773             | 7,843              |
| Bank charges                                  | 1,931                      | 1,931              | 504                |
|                                               | <u>72,712</u>              | <u>72,712</u>      | <u>105,543</u>     |

#### 6 Expenditure on charitable activities

|                             | Note | Unrestricted<br>funds<br>£ | Restricted<br>£ | Total<br>2023<br>£ | Total<br>2022<br>£ |
|-----------------------------|------|----------------------------|-----------------|--------------------|--------------------|
| Grant funding of activities | 8    | 498,025                    | -               | 498,025            | 539,885            |
| Staff costs                 | 7    | 29,516                     | -               | 29,516             | 25,812             |
| Allocated support costs     | 7    | 34,462                     | -               | 34,462             | 34,465             |
| Governance costs            | 7    | 11,580                     | -               | 11,580             | 10,500             |
|                             |      | <u>573,583</u>             | <u>-</u>        | <u>573,583</u>     | <u>610,662</u>     |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2023

#### 7 Analysis of governance and support costs

##### Support costs allocated to charitable activities

|                    | Governance<br>costs<br>£ | Staff costs<br>£ | Administration<br>costs<br>£ | Total<br>2023<br>£ | Total<br>2022<br>£ |
|--------------------|--------------------------|------------------|------------------------------|--------------------|--------------------|
| Salaries and wages | -                        | 29,516           | -                            | 29,516             | 25,812             |
| Office expenses    | -                        | -                | 3,734                        | 3,734              | 3,352              |
| Service charges    | -                        | -                | 4,868                        | 4,868              | 5,253              |
| Professional fees  | -                        | -                | 16,000                       | 16,000             | 16,000             |
| Office rental      | -                        | -                | 9,860                        | 9,860              | 9,860              |
| Audit fees         | 11,580                   | -                | -                            | 11,580             | 10,500             |
|                    | <u>11,580</u>            | <u>29,516</u>    | <u>34,462</u>                | <u>75,558</u>      | <u>70,777</u>      |

##### Governance costs

|                                   | Unrestricted<br>funds<br>£ | Total<br>2023<br>£ | Total<br>2022<br>£ |
|-----------------------------------|----------------------------|--------------------|--------------------|
| Audit fees                        |                            |                    |                    |
| Audit of the financial statements | 7,170                      | 7,170              | 6,825              |
| Other fees paid to auditors       | 4,410                      | 4,410              | 3,675              |
|                                   | <u>11,580</u>              | <u>11,580</u>      | <u>10,500</u>      |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2023

#### 8 Grant-making

##### Analysis of grants

|                          | <b>Grants to institutions</b> |                |
|--------------------------|-------------------------------|----------------|
|                          | <b>2023</b>                   | <b>2022</b>    |
|                          | <b>£</b>                      | <b>£</b>       |
| <b>Analysis</b>          |                               |                |
| Arts                     | 9,675                         | 5,500          |
| Capital                  | 50,000                        | 95,000         |
| Churches                 | 25,500                        | 25,500         |
| Community                | 119,500                       | 94,600         |
| Medical/Health           | 80,795                        | 96,170         |
| Miscellaneous and top up | 99,660                        | 80,065         |
| Overseas                 | -                             | 3,000          |
| Youth                    | 112,895                       | 140,050        |
|                          | <u>498,025</u>                | <u>539,885</u> |

Below are details of material grants made to institutions by the Trust.

| <b>Name of institution</b> | <b>Activity supported</b>                                                        | <b>2023</b>    | <b>2022</b>    |
|----------------------------|----------------------------------------------------------------------------------|----------------|----------------|
|                            |                                                                                  | <b>£</b>       | <b>£</b>       |
| SHARE                      | Towards the establishment of a new centre for 16-25 year olds.                   | -              | 20,000         |
| FACT                       | Towards piling and new accesible entrance to residential activity centre.        | -              | 30,000         |
| BCCS                       | Towards refurbishment of a building for the use by the charity.                  | -              | 20,000         |
| Trust Links                | Towards a therapeutic gardening community project.                               | -              | 20,000         |
| Sawyers Church Brentwood   | Towards a rebuild of the Evangelical church.                                     | -              | 30,000         |
| HARP Southend              | Towards a new 50 bed development to house the homeless.                          | -              | 30,000         |
| St Peter's Colchester      | Towards adaptation of building to create capacity for a larger variety of groups | 50,000         | -              |
| Off The Streets            | Towards a shelter for the homeless in Southend                                   | 31,500         | -              |
| Other grants               | Various charitable activities.                                                   | 416,525        | 389,885        |
|                            |                                                                                  | <u>498,025</u> | <u>539,885</u> |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2023

---

#### 9 Trustees' remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charitable company during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

#### 10 Staff costs

The aggregate payroll costs were as follows:

|                                          | 2023<br>£     | 2022<br>£     |
|------------------------------------------|---------------|---------------|
| <b>Staff costs during the year were:</b> |               |               |
| Wages and salaries                       | 29,047        | 25,598        |
| Pension costs                            | 469           | 214           |
|                                          | <u>29,516</u> | <u>25,812</u> |

The monthly average number of persons (including senior management team) employed by the charitable company during the year expressed by head count was as follows:

|                | 2023<br>No | 2022<br>No |
|----------------|------------|------------|
| Administration | <u>2</u>   | <u>2</u>   |

No employee received emoluments of more than £60,000 during the year.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2023

#### 11 Fixed asset investments

|                       | 2023<br>£         | 2022<br>£         |
|-----------------------|-------------------|-------------------|
| Investment properties | <u>10,420,000</u> | <u>10,505,000</u> |

#### Investment properties

|                          | Investment<br>properties<br>£ |
|--------------------------|-------------------------------|
| <b>Cost or Valuation</b> |                               |
| At 1 October 2022        | 10,505,000                    |
| Revaluation              | <u>(85,000)</u>               |
| At 30 September 2023     | <u>10,420,000</u>             |
| <b>Net book value</b>    |                               |
| At 30 September 2023     | <u>10,420,000</u>             |
| At 30 September 2022     | <u>10,505,000</u>             |

The historical cost of the investment properties as at the year end is £7,373,903 (2022: £7,373,903).

The property values are reviewed by the trustees and their advisors at the end of each year.

#### 12 Debtors

|                                  | 2023<br>£      | 2022<br>£      |
|----------------------------------|----------------|----------------|
| Trade debtors                    | 18,653         | 137,046        |
| Prepayments                      | 16,580         | 2,758          |
| Other debtors - loans receivable | <u>400,000</u> | <u>700,000</u> |
|                                  | <u>435,233</u> | <u>839,804</u> |

Included in Other debtors - loans receivable is £400,000 that is due after more than one year (2022 - £400,000).

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2023

---

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

|                                        | <b>2023</b>      | <b>2022</b>      |
|----------------------------------------|------------------|------------------|
|                                        | <b>£</b>         | <b>£</b>         |
| Bank loans                             | -                | 941,056          |
| Trade creditors                        | 11,124           | 5,567            |
| Accruals for grants payable            | 52,460           | 70,000           |
| Other taxation and social security     | 38,189           | 41,549           |
| Other creditors                        | 19,657           | 26,067           |
| Accruals                               | 11,030           | 10,500           |
| Deferred income                        | 162,310          | 162,249          |
|                                        | <u>294,770</u>   | <u>1,256,988</u> |
|                                        | <b>2023</b>      | <b>2022</b>      |
|                                        | <b>£</b>         | <b>£</b>         |
| Deferred income at 1 October 2022      | 162,249          | 161,891          |
| Resources deferred in the period       | 162,310          | 162,249          |
| Amounts released from previous periods | <u>(162,249)</u> | <u>(161,891)</u> |
| Deferred income at year end            | <u>162,310</u>   | <u>162,249</u>   |

Deferred income consists of rental income from investment properties relating to post year end periods.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2023

#### Bank borrowings

Lloyds Bank business loan is denominated in pound sterling with a nominal interest rate of 4% (2022 - 4%). The carrying amount at year end is £Nil (2022 - £941,056).

The bank loan is secured against the freehold land and buildings at Unit 4a Castlewood Business Park, Farmwell Lane, Sutton in Ashfield. The bank also holds a debenture incorporating a fixed and floating charge in respect of the loan.

The loan was fully repaid by April 2023.

#### 14 Contingent liabilities

At 30 September 2023 capital grants of £50,000 had been awarded for which conditions for recognition as expenditure in the year had not been met. (2022: £100,000)

#### 15 Funds

|                           | Balance at 1<br>October<br>2022<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Other<br>recognised<br>gains/(losses)<br>£ | Balance at<br>30<br>September<br>2023<br>£ |
|---------------------------|--------------------------------------|----------------------------|----------------------------|--------------------------------------------|--------------------------------------------|
| <b>Unrestricted funds</b> |                                      |                            |                            |                                            |                                            |
| General reserves          | 509,118                              | 718,477                    | (625,870)                  | -                                          | 601,725                                    |
| <b>Designated funds</b>   |                                      |                            |                            |                                            |                                            |
| Norman Garon Fund         | 850                                  | 21,300                     | (20,425)                   | -                                          | 1,725                                      |
| Carnegie Trust            | -                                    | 474                        | -                          | -                                          | 474                                        |
|                           | <u>850</u>                           | <u>21,774</u>              | <u>(20,425)</u>            | <u>-</u>                                   | <u>2,199</u>                               |
| <b>Total Unrestricted</b> | <u>509,968</u>                       | <u>740,251</u>             | <u>(646,295)</u>           | <u>-</u>                                   | <u>603,924</u>                             |
| <b>Endowment</b>          |                                      |                            |                            |                                            |                                            |
| <b>Expendable</b>         |                                      |                            |                            |                                            |                                            |
| Expendable endowment fund | <u>10,216,916</u>                    | <u>-</u>                   | <u>-</u>                   | <u>(85,000)</u>                            | <u>10,131,916</u>                          |
|                           | <u>10,216,916</u>                    | <u>-</u>                   | <u>-</u>                   | <u>(85,000)</u>                            | <u>10,131,916</u>                          |
| <b>Total funds</b>        | <u><u>10,726,884</u></u>             | <u><u>740,251</u></u>      | <u><u>(646,295)</u></u>    | <u><u>(85,000)</u></u>                     | <u><u>10,735,840</u></u>                   |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2023

---

|                           | Balance at<br>1 October<br>2021<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Other<br>recognised<br>gains/(losses)<br>£ | Balance at<br>30<br>September<br>2022<br>£ |
|---------------------------|--------------------------------------|----------------------------|----------------------------|--------------------------------------------|--------------------------------------------|
| <b>Unrestricted funds</b> |                                      |                            |                            |                                            |                                            |
| Unrestricted funds        | 511,418                              | 714,755                    | (716,205)                  | -                                          | 509,968                                    |
| <b>Endowment funds</b>    |                                      |                            |                            |                                            |                                            |
| Expendable                | <u>9,461,916</u>                     | <u>-</u>                   | <u>-</u>                   | <u>755,000</u>                             | <u>10,216,916</u>                          |
| <b>Total funds</b>        | <u><u>9,973,334</u></u>              | <u><u>714,755</u></u>      | <u><u>(716,205)</u></u>    | <u><u>755,000</u></u>                      | <u><u>10,726,884</u></u>                   |

---

The specific purposes for which the funds are to be applied are as follows:

The Norman Garon Fund - funds received from the Norman Garon Trust to support projects and groups involving young people in Essex.

The Carnegie Trust Fund - funds received from the Carnegie Trust have been designated for Youth projects.

The expendable endowment fund represents the original trust fund capital from 1969, as amended by the incorporation of Fowler Smith & Jones Trust, adjusted for capital movements and transfers permitted under the terms of the deed.

The original trust fund capital is retained by the trustees to generate income for future charitable expenditure. Included in the expendable endowments is an unrealised fair value reserve of £3,046,097 (2022: £3,131,097), which represents the value of investment properties above their original cost.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2023

#### 16 Analysis of net assets between funds

|                         | Unrestricted<br>funds<br>£ | Expendable<br>endowment<br>funds<br>£ | Total funds<br>at 30<br>September<br>2023<br>£ |
|-------------------------|----------------------------|---------------------------------------|------------------------------------------------|
| Fixed asset investments | 288,084                    | 10,131,916                            | 10,420,000                                     |
| Current assets          | 610,610                    | -                                     | 610,610                                        |
| Current liabilities     | (294,770)                  | -                                     | (294,770)                                      |
| Total net assets        | <u>603,924</u>             | <u>10,131,916</u>                     | <u>10,735,840</u>                              |

  

|                         | Unrestricted<br>funds<br>£ | Expendable<br>endowment<br>funds<br>£ | Total funds<br>at 30<br>September<br>2022<br>£ |
|-------------------------|----------------------------|---------------------------------------|------------------------------------------------|
| Fixed asset investments | 288,084                    | 10,216,916                            | 10,505,000                                     |
| Current assets          | 1,478,872                  | -                                     | 1,478,872                                      |
| Current liabilities     | (1,256,988)                | -                                     | (1,256,988)                                    |
| Total net assets        | <u>509,968</u>             | <u>10,216,916</u>                     | <u>10,726,884</u>                              |

#### 17 Related party transactions

During the year the charitable company made the following related party transactions:

##### **Marlborough House Partners LLP**

(Mr P J Tolhurst is a partner of Marlborough House Partners LLP)

During the year a total of £48,897 (2022: £50,312) was paid to Marlborough House Partners LLP for accounting services, portfolio management and property agent collection fees. At the balance sheet date the amount due to Marlborough House Partners LLP was £3,683 (2022 - £777).

##### **Marlborough House (Chelmsford) Limited**

(Mr P J Tolhurst is a director of Marlborough House (Chelmsford) Limited)

During the year a total of £14,020 (2022: £16,149) was paid to Marlborough House (Chelmsford) Limited for insurance, rent and services charges for the Marlborough House office. At the balance sheet date the amount due to Marlborough House (Chelmsford) Limited was £1,100 (2022 - £Nil).

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2023

#### 18 Prior year Statement of Financial Activities

|                                    | Unrestricted<br>£     | Endowment<br>£           | Total<br>2022<br>£       |
|------------------------------------|-----------------------|--------------------------|--------------------------|
| <b>Income and Endowments from:</b> |                       |                          |                          |
| Donations and legacies             | 26,115                | -                        | 26,115                   |
| Investment income                  | 688,640               | -                        | 688,640                  |
| Total income                       | <u>714,755</u>        | <u>-</u>                 | <u>714,755</u>           |
| <b>Expenditure on:</b>             |                       |                          |                          |
| Raising funds                      | 105,543               | -                        | 105,543                  |
| Charitable activities              | 610,662               | -                        | 610,662                  |
| Total expenditure                  | 716,205               | -                        | 716,205                  |
| Other recognised gains and losses  | -                     | 755,000                  | 755,000                  |
| Net (expenditure)/income           | <u>(1,450)</u>        | <u>755,000</u>           | <u>753,550</u>           |
| Net movement in funds              | (1,450)               | 755,000                  | 753,550                  |
| <b>Reconciliation of funds</b>     |                       |                          |                          |
| Total funds brought forward        | <u>511,418</u>        | <u>9,461,916</u>         | <u>9,973,334</u>         |
| Total funds carried forward        | <u><u>509,968</u></u> | <u><u>10,216,916</u></u> | <u><u>10,726,884</u></u> |

**FOWLER SMITH AND JONES TRUST**

England & Wales - Charity number 1132249

---

# Accounts

---

Company registration number: 06924825  
Charitable company registration number: 1132249

# Fowler Smith & Jones Trust

(A company limited by guarantee)

Annual Report and Financial Statements  
for the Year Ended 30 September 2022

Edmund Carr LLP  
Chartered Accountants & Statutory Auditor  
146 New London Road  
Chelmsford  
Essex  
CM2 0AW

# **Fowler Smith & Jones Trust**

## **Contents**

---

|                                              |          |
|----------------------------------------------|----------|
| Reference and Administrative Details         | 1        |
| Trustees' Report                             | 2 to 5   |
| Independent Auditor's Report (Charities Act) | 6 to 9   |
| Statement of Financial Activities            | 10       |
| Balance Sheet                                | 11       |
| Statement of Cash Flows                      | 12       |
| Notes to the Financial Statements            | 13 to 26 |

## Fowler Smith & Jones Trust

### Reference and Administrative Details

---

|                                    |                                                                                                                                                               |
|------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Trustees</b>                    | P J Tolhurst, (Chairman)<br>N S Charrington DL<br>R C L Furlonger<br>L E Bettley                                                                              |
| <b>Secretary</b>                   | P J Tolhurst                                                                                                                                                  |
| <b>Principal Office</b>            | Third Floor<br>Marlborough House<br>Victoria Road South<br>Chelmsford<br>Essex<br>CM1 1LN<br><br>The charitable company is incorporated in England and Wales. |
| <b>Charity Registration Number</b> | 1132249                                                                                                                                                       |
| <b>Company Registration Number</b> | 06924825                                                                                                                                                      |
| <b>Solicitors:</b>                 | Tolhurst Fisher LLP<br>8-10 Nelson Street<br>Southend on Sea<br>Essex<br>SS1 1EF                                                                              |
| <b>Bankers</b>                     | Lloyds Bank Plc<br>77-81 High Street<br>Chelmsford<br>Essex<br>CM1 1LN                                                                                        |
| <b>Auditor</b>                     | Edmund Carr LLP<br>Chartered Accountants & Statutory Auditor<br>146 New London Road<br>Chelmsford<br>Essex<br>CM2 0AW                                         |

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 30 September 2022.

The financial statements have been prepared in accordance with the accounting policies set out in 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 on 16 July 2014.

### **Objectives and activities**

#### ***Objects and aims***

The object of the charity is to further general charitable causes, particularly in Essex. There have been no changes in the charity's objects or policies during the period. The main object and activity of the Trust is to make grants to groups and projects identified by the trustees and trust administrator.

The Trust achieves these objectives by making grants, the majority of which made in the financial period were to support projects and groups in Essex either directly or through National Charities with specific Essex based projects. The largest group of grants have gone to projects supporting young people, covering a wide diversity of projects and groups within Essex.

The Trust also strongly supports projects involving community projects as well as significant capital projects. The Trust also directly supports a small number of projects overseas.

The Charity does not carry out fundraising.

#### ***Public benefit***

The activities undertaken to further public benefit are as stated in the Objects and aims section above. The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

#### ***Grant making policies***

In making Grants the Trust aims to be both very accessible and flexible, and continually looks for groups or projects that can make a significant difference to their locality or particular area of activity. We deliberately have no fixed criteria and do not follow a prescriptive or box ticking assessment of applications. Any group wishing to make a difference, do good in society, or help those in particular need may apply even if they are only small or are just starting up. Conversely the Trust also recognises the need of local charities for help with capital projects, and in addition to making grants or other financial assistance, will help successful recipients to source funds from other trusts.

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

### **Achievements and performance**

Consistent with the Trust's objectives, during 2021-22 the Trust has continued supporting a number of projects and groups, in particular those involving Community, Medical and Youth projects.

Several capital projects which the trust had agreed to support have, partly as a consequence of the Coronavirus Pandemic, been delayed or even deferred, but the Trust nevertheless continued to support such projects both with grants and ongoing fundraising support. Some projects have now been deferred for an indefinite period. Grants awarded are classified as contingent liabilities (Note 15) where there is significant uncertainty as to whether the project will proceed.

Further details of the grants awarded are set out in note 8 to the accounts.

### **Investment performance**

The Trust has, in its investment strategy, continued to both generate substantial income yield, while at the same time looking to maintain capital value, in accordance with the Trustees' Investment Criteria.

Rental income reduced only slightly in the year, due to the impact of the Covid 19 pandemic. All rents due for the period to the year end have been paid and there are no arrears. The investment values have been increased to reflect third party interest in two of the Trust's assets.

In 2020, the Trust made a short term loan to another Charity, The Norman Garon Trust, and received an initial 4% interest yield in return. The Loan is secured. Most of the original loan has now been repaid. In 2022 the Trust made a bridging loan to Off The Streets Charity to enable it to buy premises to convert to provide accommodation for homeless people. The Loan is secured and interest bearing and the new facility is expected to open this Spring.

### **Financial review**

The income of the Charity Trust amounted to £714,755 during the year, slightly less than the previous year (2021: £732,433). The total of grants made during the period increased to £539,885 from £408,000 in 2021.

### **Policy on reserves**

It has been the trustees' policy to hold sufficient cash reserves so that at any time it can pay all of the grants it anticipates making during the following eight months. At 30 September 2022 cash reserves held by the charity were £639,068. The charity anticipates grants to be made in the 6 months to 31 March 2023 will amount to £180,000. Despite substantially reducing its indebtedness to Lloyds Bank during the period, the Bank advised the Trust just before the year end that it would not be able to continue its loan facilities despite previous assurances that it would do so. Since the year end the Trust has substantially reduced its indebtedness to the Bank and expects to clear the loan by May. However as a consequence it will no longer hold cash reserves to the same levels as previously. The Trustees are therefore looking to realise one or more of their investments.

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

### ***Investment policy and objectives***

The policy of the trustees is to hold the majority of the Trust's capital assets in commercial freehold investments. During the current financial period the Trust has also held a cash deposit in reserves. In making acquisitions or disposals the trustees take advice from appropriate firms of Chartered Surveyors specialising in commercial investments but the final decision is a matter for the Board of Trustees. Since the year end the Trustees have resolved to dispose of one or more of its investments.

Securing long-term income from reliable and substantial tenants is the prime criteria for judging investments. This is matched against the need to achieve an optimum income yield. The Trust's assets are let to a mix of Publicly Quoted Companies and substantial Private Companies and Professional Firms, and reflect a balance of both Prime and Best Secondary Properties.

### **Structure, governance and management**

#### ***Nature of governing document***

Fowler Smith & Jones Trust is a registered charity and is incorporated as a company limited by guarantee. The charity's objects and regulations are regulated by Memorandum and Articles of Association dated 4th June 2009 being the date of incorporation.

#### ***Recruitment and appointment of trustees***

Trustees continue to serve until they retire by rotation. The trustees may appoint new trustees pursuant to the Articles. Any induction process for a new trustee shall comprise an initial meeting with the Chairman of the trustees followed by a series of meetings with the other trustees, including a briefing on the history of the Trust, Governing Deed and the Charity Commission's Guidance "The Essential Trustee: What you Need To Know".

#### ***Organisational structure***

At trustees' meetings the trustees agree the strategy for the Trust including grant making, investment and reserves. The day to day administration of grants and the processing and handling of applications prior to consideration by the trustees is delegated to a trust administrator under the supervision of the Chairman. The Trust administrator makes a thorough evaluation of grant applications and then makes recommendations to the trustees for their final decision. Trustee meetings are held three times a year.

### ***Major risks and management of those risks***

#### ***Loss of income from investments***

The charity trustees have considered the major risks to which the charity is exposed, have reviewed those risks and established systems and procedures to manage those risks. The trustees consider a substantial loss of income from the investments of the charity's endowment to constitute the charity's major risk. The trustees review their investments as necessary.

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

### **Statement of Trustees' Responsibilities**

The trustees (who are also the directors of Fowler Smith & Jones Trust for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material 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 charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

### **Small companies provision statement**

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

### **Compliance with prevailing laws and regulations**

The financial statements have been prepared in accordance with the accounting policies set out in 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 on 16 July 2014.

The annual report was approved by the trustees of the charitable company on 21 March 2023 and signed on their behalf by:

*Philip Tolhurst*

.....  
P J Tolhurst  
Trustee

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

#### **Opinion**

We have audited the financial statements of Fowler Smith & Jones Trust (the 'charitable company') for the year ended 30 September 2022, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

#### **Other information**

The other information comprises the information included in the Trustees' report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the Trustees' report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' responsibilities set out on page 5, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

#### **Auditor responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows;

- The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.
- We focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations for the company, including the Companies Act 2006, Charities Act 2011, tax and employment legislation.
- We assessed the extent of compliance with the laws and regulations identified above through making enquiries of management.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur by;

- Making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud.
- Considering the internal controls in place to mitigate the risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we;

- Performed analytical procedures to identify any unusual or unexpected relationships.
- Tested journal entries to identify unusual transactions.
- Assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias.
- Investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- Agreeing financial statement disclosures to underlying supporting documentation.
- Reading the minutes of meetings of those charged with governance.
- Enquiring of management as to actual and potential litigation and claims.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

A further description of our responsibilities is available on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

#### **Use of our report**

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

*Edmund Carr LLP*

.....  
Edmund Carr LLP  
Statutory Auditor

146 New London Road  
Chelmsford  
Essex  
CM2 0AW

22 March 2023

Edmund Carr LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

## Fowler Smith & Jones Trust

### Statement of Financial Activities for the Year Ended 30 September 2022 (Including Income and Expenditure Account)

|                                                     | Note | Unrestricted<br>funds<br>£ | Endowment<br>funds<br>£ | Total<br>2022<br>£ | Total<br>2021<br>£ |
|-----------------------------------------------------|------|----------------------------|-------------------------|--------------------|--------------------|
| <b>Income and Endowments from:</b>                  |      |                            |                         |                    |                    |
| Donations and legacies                              | 3    | 26,115                     | -                       | 26,115             | -                  |
| Investment income                                   | 4    | 688,640                    | -                       | 688,640            | 732,433            |
| Total Income                                        |      | <u>714,755</u>             | <u>-</u>                | <u>714,755</u>     | <u>732,433</u>     |
| <b>Expenditure on:</b>                              |      |                            |                         |                    |                    |
| Raising funds                                       | 5    | 105,543                    | -                       | 105,543            | 99,610             |
| Charitable activities                               | 6    | 610,662                    | -                       | 610,662            | 474,726            |
| Total Expenditure                                   |      | <u>716,205</u>             | <u>-</u>                | <u>716,205</u>     | <u>574,336</u>     |
| (Deficit)/surplus on<br>investment asset valuations | 11   | <u>-</u>                   | <u>755,000</u>          | <u>755,000</u>     | <u>(800,000)</u>   |
| Net movement in funds                               |      | (1,450)                    | 755,000                 | 753,550            | (641,903)          |
| <b>Reconciliation of funds</b>                      |      |                            |                         |                    |                    |
| Total funds brought forward                         |      | <u>511,418</u>             | <u>9,461,916</u>        | <u>9,973,334</u>   | <u>10,615,237</u>  |
| Total funds carried forward                         | 16   | <u>509,968</u>             | <u>10,216,916</u>       | <u>10,726,884</u>  | <u>9,973,334</u>   |

All of the charitable company's activities derive from continuing operations during the above two periods.

**Fowler Smith & Jones Trust**  
**(Registration number: 06924825)**  
**Balance Sheet as at 30 September 2022**

|                                                                | Note | 2022<br>£   | 2021<br>£  |
|----------------------------------------------------------------|------|-------------|------------|
| <b>Fixed assets</b>                                            |      |             |            |
| Investments                                                    | 11   | 10,505,000  | 9,750,000  |
| <b>Current assets</b>                                          |      |             |            |
| Debtors                                                        | 12   | 839,804     | 697,175    |
| Cash at bank and in hand                                       |      | 639,068     | 850,296    |
|                                                                |      | 1,478,872   | 1,547,471  |
| <b>Creditors: Amounts falling due within one year</b>          | 13   | (1,256,988) | (383,080)  |
| <b>Net current assets</b>                                      |      | 221,884     | 1,164,391  |
| <b>Total assets less current liabilities</b>                   |      | 10,726,884  | 10,914,391 |
| <b>Creditors: Amounts falling due after more than one year</b> | 14   | -           | (941,057)  |
| <b>Net assets</b>                                              |      | 10,726,884  | 9,973,334  |
| <b>Funds of the charitable company:</b>                        |      |             |            |
| <b>Endowment funds</b>                                         |      | 10,216,916  | 9,461,916  |
| <b>Unrestricted income funds</b>                               |      |             |            |
| Unrestricted funds                                             |      | 509,968     | 511,418    |
| <b>Total funds</b>                                             | 16   | 10,726,884  | 9,973,334  |

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

For the financial year ending 30 September 2022 the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charitable company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements on pages 10 to 26 were approved by the trustees, and authorised for issue on 21 March 2023 and signed on their behalf by:

*Philip Tolhurst*

.....  
P J Tolhurst  
Trustee

## Fowler Smith & Jones Trust

### Statement of Cash Flows for the Year Ended 30 September 2022

|                                             | Note | 2022<br>£             | 2021<br>£             |
|---------------------------------------------|------|-----------------------|-----------------------|
| <b>Cash flows from operating activities</b> |      |                       |                       |
| Net movement in funds per SOFA              |      | 753,550               | (641,903)             |
| <b>Adjustments</b>                          |      |                       |                       |
| Investment income                           | 4    | (688,640)             | (732,433)             |
| Interest payable                            | 5    | 37,482                | 37,363                |
| Revaluation of investment properties        | 11   | <u>(755,000)</u>      | <u>800,000</u>        |
|                                             |      | (652,608)             | (536,973)             |
| <b>Working capital adjustments</b>          |      |                       |                       |
| (Increase)/decrease in debtors              | 12   | (142,629)             | 24,079                |
| (Decrease)/increase in creditors            | 13   | (32,033)              | 31,814                |
| Increase/(decrease) in deferred income      | 14   | <u>358</u>            | <u>(13,891)</u>       |
| Net cash flows from operating activities    |      | <u>(826,912)</u>      | <u>(494,971)</u>      |
| <b>Cash flows from investing activities</b> |      |                       |                       |
| Interest receivable and similar income      | 4    | 14,767                | 17,750                |
| Income from rents                           |      | <u>673,873</u>        | <u>714,683</u>        |
| Net cash flows from investing activities    |      | <u>688,640</u>        | <u>732,433</u>        |
| <b>Cash flows from financing activities</b> |      |                       |                       |
| Interest payable and similar charges        | 5    | (37,482)              | (37,363)              |
| Repayment of loans and borrowings           | 13   | <u>(35,474)</u>       | <u>(244,011)</u>      |
| Net cash flows from financing activities    |      | <u>(72,956)</u>       | <u>(281,374)</u>      |
| Net decrease in cash and cash equivalents   |      | (211,228)             | (43,912)              |
| Cash and cash equivalents at 1 October      |      | <u>850,296</u>        | <u>894,208</u>        |
| Cash and cash equivalents at 30 September   |      | <u><u>639,068</u></u> | <u><u>850,296</u></u> |

All of the cash flows are derived from continuing operations during the above two periods.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2022**

---

#### **1 Charitable company status**

The charitable company is a charity limited by guarantee and consequently does not have share capital. The charity is incorporated in England and its registered office is Third Floor, Marlborough House, Victoria Road South, Chelmsford, Essex, CM1 1LN. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the charitable company in the event of liquidation.

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

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

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

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 (FRS 102) (effective 1 January 2019) - (Charities SORP FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006 and the Charities Act 2011.

Fowler Smith & Jones Trust 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 notes.

##### **Going concern**

The trustees consider that there are no material uncertainties about the charitable company's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charitable company.

##### **Income and endowments**

All income is recognised once the charitable company has entitlement to the resources, it is certain that the resources will be received and the monetary value of income can be measured with sufficient reliability. The nature of the charity's income is as follows:

##### **Grants receivable**

Grants are recognised when the charitable company has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2022**

---

#### ***Investment income***

Interest received is accounted for on a receivable basis.

Rents and service charges receivable, including insurance, service charges and dilapidation costs receivable, is recognised on an accruals basis. The charitable company has appointed managing agents to collect all income and handle all aspects of the day to day management of its investment properties.

#### ***Deferred income***

Deferred income represents amounts received for future periods and is released to income in the period for which, it has been received.

#### ***Expenditure***

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category.

#### ***Raising funds***

These are costs incurred in the management of investment properties.

#### ***Charitable activities***

Charitable expenditure comprises those costs incurred by the charitable company in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### ***Grant expenditure***

Grants payable represent the amounts paid to third parties at the direction of the Trustees in accordance with the Trust Deed of the charity. Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the Trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and any condition attaching to the grant is outside of the control of the charitable company.

#### ***Grant provisions***

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

#### ***Support costs***

Overhead and support costs have been allocated firstly between charitable activities and governance. Overhead and support costs relating to charitable activities have been apportioned based on staff time spent on each activity.

#### ***Governance costs***

Governance costs comprise all costs involving the public accountability of the charitable company and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2022**

---

#### **Taxation**

The Trust is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Trust is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### **Investment properties**

Investment properties are held by the charitable company for the purpose of producing income for the charity. Investment properties are capitalised in the Balance Sheet at their fair value at the Balance Sheet date. The fair value of the properties has been calculated having regard to the rental yield and valuation of similar properties.

The statement of financial activities includes any unrealised gains or losses arising on the revaluation and disposals throughout the year.

#### **Trade debtors**

Trade debtors are amounts due from tenants for rent and service charges from investment properties.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Trust will not be able to collect all amounts due according to the original terms of the receivables.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and deposits.

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charitable company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2022

---

#### Fund structure

Unrestricted funds comprises those funds which the Trustees are free to use for any purpose in the furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose.

Restricted funds comprise an expendable endowment fund used by the Trust to generate income for future charitable expenditure.

#### Pensions and other post retirement obligations

The charitable company operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charitable company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

#### Financial instruments

##### Classification

The charitable company only holds basic financial instruments as defined in FRS 102. The financial assets and financial liabilities of the charitable company and their measurement basis are as follows:

Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost. Prepayments are not financial instruments.

Cash at bank - is classified as a basic financial instrument and is measured at face value.

Financial liabilities - trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost. Taxation and social security are not included in the financial instruments disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

### 3 Income from donations and legacies

|                   | Unrestricted<br>funds<br>£ | Restricted<br>funds<br>£ | Total<br>2022<br>£ | Total<br>2021<br>£ |
|-------------------|----------------------------|--------------------------|--------------------|--------------------|
| Grants receivable | 26,115                     | -                        | 26,115             | -                  |
|                   | <u>26,115</u>              | <u>-</u>                 | <u>26,115</u>      | <u>-</u>           |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2022

#### 4 Investment income

|                          | Unrestricted<br>funds<br>£ | Total<br>2022<br>£ | Total<br>2021<br>£ |
|--------------------------|----------------------------|--------------------|--------------------|
| Loan interest receivable | 14,767                     | 14,767             | 17,750             |
| Income from rents        | 673,873                    | 673,873            | 714,683            |
|                          | <u>688,640</u>             | <u>688,640</u>     | <u>732,433</u>     |

#### 5 Expenditure on raising funds

##### Investment management costs

|                                               | Unrestricted<br>funds<br>£ | Total<br>2022<br>£ | Total<br>2021<br>£ |
|-----------------------------------------------|----------------------------|--------------------|--------------------|
| Interest payable;                             |                            |                    |                    |
| Interest payable on bank loans                | 37,482                     | 37,482             | 37,363             |
| Managing agent's commission                   | 33,012                     | 33,012             | 31,437             |
| Insurance                                     | 419                        | 419                | 1,404              |
| Repair and maintenance of investment property | 9,082                      | 9,082              | 661                |
| Legal fees                                    | 17,201                     | 17,201             | 21,566             |
| Rates and electricity                         | 7,843                      | 7,843              | 6,658              |
| Bank charges                                  | 504                        | 504                | 521                |
|                                               | <u>105,543</u>             | <u>105,543</u>     | <u>99,610</u>      |

#### 6 Expenditure on charitable activities

|                             | Note | Unrestricted<br>funds<br>£ | Restricted<br>£ | Total<br>2022<br>£ | Total<br>2021<br>£ |
|-----------------------------|------|----------------------------|-----------------|--------------------|--------------------|
| Grant funding of activities | 8    | 539,885                    | -               | 539,885            | 408,500            |
| Staff costs                 | 7    | 25,812                     | -               | 25,812             | 26,177             |
| Allocated support costs     | 7    | 34,465                     | -               | 34,465             | 30,049             |
| Governance costs            | 7    | 10,500                     | -               | 10,500             | 10,000             |
|                             |      | <u>610,662</u>             | <u>-</u>        | <u>610,662</u>     | <u>474,726</u>     |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2022

#### 7 Analysis of governance and support costs

##### Support costs allocated to charitable activities

|                    | Governance<br>costs<br>£ | Staff costs<br>£ | Administration<br>costs<br>£ | Total<br>2022<br>£ | Total<br>2021<br>£ |
|--------------------|--------------------------|------------------|------------------------------|--------------------|--------------------|
| Salaries and wages | -                        | 25,812           | -                            | 25,812             | 26,177             |
| Office expenses    | -                        | -                | 3,352                        | 3,352              | 2,029              |
| Service charges    | -                        | -                | 5,253                        | 5,253              | 2,160              |
| Professional fees  | -                        | -                | 16,000                       | 16,000             | 16,000             |
| Office rental      | -                        | -                | 9,860                        | 9,860              | 9,860              |
| Audit fees         | 10,500                   | -                | -                            | 10,500             | 10,000             |
|                    | <u>10,500</u>            | <u>25,812</u>    | <u>34,465</u>                | <u>70,777</u>      | <u>66,226</u>      |

##### Governance costs

|                                   | Unrestricted<br>funds<br>£ | Total<br>2022<br>£ | Total<br>2021<br>£ |
|-----------------------------------|----------------------------|--------------------|--------------------|
| Audit fees                        |                            |                    |                    |
| Audit of the financial statements | 6,825                      | 6,825              | 6,500              |
| Other fees paid to auditors       | 3,675                      | 3,675              | 3,500              |
|                                   | <u>10,500</u>              | <u>10,500</u>      | <u>10,000</u>      |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2022

#### 8 Grant-making

##### Analysis of grants

|                          | <b>Grants to institutions</b> |                |
|--------------------------|-------------------------------|----------------|
|                          | <b>2022</b>                   | <b>2021</b>    |
|                          | <b>£</b>                      | <b>£</b>       |
| <b>Analysis</b>          |                               |                |
| Arts                     | 5,500                         | 4,000          |
| Capital                  | 95,000                        | 50,000         |
| Churches                 | 25,500                        | 16,500         |
| Community                | 94,600                        | 94,700         |
| Medical/Health           | 96,170                        | 74,500         |
| Miscellaneous and top up | 80,065                        | 75,000         |
| Overseas                 | 3,000                         | 8,000          |
| Youth                    | 140,050                       | 85,800         |
|                          | <u>539,885</u>                | <u>408,500</u> |

Below are details of material grants made to institutions by the Trust.

| <b>Name of institution</b> | <b>Activity supported</b>                                                 | <b>2022</b>    | <b>2021</b>    |
|----------------------------|---------------------------------------------------------------------------|----------------|----------------|
|                            |                                                                           | <b>£</b>       | <b>£</b>       |
| SHARE                      | Towards the establishment of a new centre for 16-25 year olds.            | 20,000         | -              |
| FACT                       | Towards piling and new accesible entrance to residential activity centre. | 30,000         | -              |
| BCCS                       | Towards refurbishment of a building for the use by the charity.           | 20,000         | -              |
| Trust Links                | Towards a therapeutic gardening community project.                        | 20,000         | -              |
| Sawyers Church Brentwood   | Towards a rebuild of the Evangelical church.                              | 30,000         | -              |
| HARP Southend              | Towards a new 50 bed development to house the homeless.                   | 30,000         | -              |
| Other grants               | Various charitable activities.                                            | 389,885        | 408,500        |
|                            |                                                                           | <u>539,885</u> | <u>408,500</u> |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2022

---

#### 9 Trustees' remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charitable company during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

#### 10 Staff costs

The aggregate payroll costs were as follows:

|                                          | 2022<br>£     | 2021<br>£     |
|------------------------------------------|---------------|---------------|
| <b>Staff costs during the year were:</b> |               |               |
| Wages and salaries                       | 25,598        | 26,082        |
| Pension costs                            | 214           | 95            |
|                                          | <u>25,812</u> | <u>26,177</u> |

The monthly average number of persons (including senior management team) employed by the charitable company during the year expressed by head count was as follows:

|                | 2022<br>No | 2021<br>No |
|----------------|------------|------------|
| Administration | <u>2</u>   | <u>2</u>   |

No employee received emoluments of more than £60,000 during the year.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2022

#### 11 Fixed asset investments

|                       | <b>2022</b><br><b>£</b> | <b>2021</b><br><b>£</b> |
|-----------------------|-------------------------|-------------------------|
| Investment properties | <u>10,505,000</u>       | <u>9,750,000</u>        |

#### Investment properties

|                          | <b>Investment<br/>properties<br/>£</b> |
|--------------------------|----------------------------------------|
| <b>Cost or Valuation</b> |                                        |
| At 1 October 2021        | 9,750,000                              |
| Revaluation              | <u>755,000</u>                         |
| At 30 September 2022     | <u>10,505,000</u>                      |
| <b>Net book value</b>    |                                        |
| At 30 September 2022     | <u>10,505,000</u>                      |
| At 30 September 2021     | <u>9,750,000</u>                       |

The historical cost of the investment properties as at the year end is £7,373,903 (2021: £7,373,903).

The property values are reviewed by the trustees and their advisors at the end of each year.

#### 12 Debtors

|                                  | <b>2022</b><br><b>£</b> | <b>2021</b><br><b>£</b> |
|----------------------------------|-------------------------|-------------------------|
| Trade debtors                    | 137,046                 | 194,741                 |
| Prepayments                      | 2,758                   | 2,434                   |
| Other debtors - loans receivable | <u>700,000</u>          | <u>500,000</u>          |
|                                  | <u>839,804</u>          | <u>697,175</u>          |

Included in Other debtors - loans receivable is £400,000 that is due after more than one year (2021 - nil).

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2022

---

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

|                                    | 2022<br>£        | 2021<br>£      |
|------------------------------------|------------------|----------------|
| Bank loans                         | 941,056          | 35,473         |
| Trade creditors                    | 5,567            | 5,310          |
| Accruals for grants payable        | 70,000           | 75,000         |
| Other taxation and social security | 41,549           | 68,820         |
| Other creditors                    | 26,067           | 26,586         |
| Accruals                           | 10,500           | 10,000         |
| Deferred income                    | 162,249          | 161,891        |
|                                    | <u>1,256,988</u> | <u>383,080</u> |

  

|                                        | 2022<br>£        | 2021<br>£        |
|----------------------------------------|------------------|------------------|
| Deferred income at 1 October 2021      | 161,891          | 175,782          |
| Resources deferred in the period       | 162,249          | 161,891          |
| Amounts released from previous periods | <u>(161,891)</u> | <u>(175,782)</u> |
| Deferred income at year end            | <u>162,249</u>   | <u>161,891</u>   |

Deferred income consists of rental income from investment properties relating to post year end periods.

#### Bank borrowings

Lloyds Bank business loan is denominated in pound sterling with a nominal interest rate of 4% (2021 - 4%). The carrying amount at year end is £941,056 (2021 - £976,530).

The bank loan is secured against the freehold land and buildings at Unit 4a Castlewood Business Park, Farmwell Lane, Sutton in Ashfield. The bank also holds a debenture incorporating a fixed and floating charge in respect of the loan.

The Trustees anticipate that the loan will be repaid by May 2023.

# Fowler Smith & Jones Trust

## Notes to the Financial Statements for the Year Ended 30 September 2022

### 14 Creditors: amounts falling due after one year

|            | 2022<br>£ | 2021<br>£ |
|------------|-----------|-----------|
| Bank loans | -         | 941,057   |

### 15 Contingent liabilities

At 30 September 2022 capital grants of £100,000 had been awarded for which conditions for recognition as expenditure in the year had not been met. (2021: Nil)

### 16 Funds

|                           | Balance at 1<br>October<br>2021<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Other<br>recognised<br>gains/(losses)<br>£ | Balance at<br>30<br>September<br>2022<br>£ |
|---------------------------|--------------------------------------|----------------------------|----------------------------|--------------------------------------------|--------------------------------------------|
| <b>Unrestricted funds</b> |                                      |                            |                            |                                            |                                            |
| General reserves          | 511,418                              | 688,640                    | (690,940)                  | -                                          | 509,118                                    |
| <b>Designated funds</b>   |                                      |                            |                            |                                            |                                            |
| Norman Garon Fund         | -                                    | 26,115                     | (25,265)                   | -                                          | 850                                        |
| <b>Total Unrestricted</b> | <u>511,418</u>                       | <u>714,755</u>             | <u>(716,205)</u>           | <u>-</u>                                   | <u>509,968</u>                             |
| <b>Endowment</b>          |                                      |                            |                            |                                            |                                            |
| <b>Expendable</b>         |                                      |                            |                            |                                            |                                            |
| Expendable endowment fund | 9,461,916                            | -                          | -                          | 755,000                                    | 10,216,916                                 |
|                           | <u>9,461,916</u>                     | <u>-</u>                   | <u>-</u>                   | <u>755,000</u>                             | <u>10,216,916</u>                          |
| <b>Total funds</b>        | <u>9,973,334</u>                     | <u>714,755</u>             | <u>(716,205)</u>           | <u>755,000</u>                             | <u>10,726,884</u>                          |

|                           | Balance at<br>1 October<br>2020<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Other<br>recognised<br>gains/(losses)<br>£ | Balance at<br>30<br>September<br>2021<br>£ |
|---------------------------|--------------------------------------|----------------------------|----------------------------|--------------------------------------------|--------------------------------------------|
| <b>Unrestricted funds</b> |                                      |                            |                            |                                            |                                            |
| Unrestricted funds        | 353,321                              | 732,433                    | (574,336)                  | -                                          | 511,418                                    |
| <b>Endowment funds</b>    |                                      |                            |                            |                                            |                                            |
| Expendable                | 10,261,916                           | -                          | -                          | (800,000)                                  | 9,461,916                                  |
| <b>Total funds</b>        | <u>10,615,237</u>                    | <u>732,433</u>             | <u>(574,336)</u>           | <u>(800,000)</u>                           | <u>9,973,334</u>                           |

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2022**

---

The specific purposes for which the funds are to be applied are as follows:

The Norman Garon Fund - funds received from the Norman Garon Trust to support projects and groups involving young people in Essex.

The expendable endowment fund represents the original trust fund capital from 1969, as amended by the incorporation of Fowler Smith & Jones Trust, adjusted for capital movements and transfers permitted under the terms of the deed.

The original trust fund capital is retained by the trustees to generate income for future charitable expenditure. Included in the expendable endowments is an unrealised fair value reserve of £3,131,097 (2021: £2,376,097), which represents the value of investment properties above their original cost.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2022

#### 17 Analysis of net assets between funds

|                         | Unrestricted<br>funds<br>£ | Expendable<br>endowment<br>funds<br>£ | Total funds<br>at 30<br>September<br>2022<br>£ |
|-------------------------|----------------------------|---------------------------------------|------------------------------------------------|
| Fixed asset investments | 288,084                    | 10,216,916                            | 10,505,000                                     |
| Current assets          | 1,478,872                  | -                                     | 1,478,872                                      |
| Current liabilities     | (1,256,988)                | -                                     | (1,256,988)                                    |
| Total net assets        | <u>509,968</u>             | <u>10,216,916</u>                     | <u>10,726,884</u>                              |

  

|                         | Unrestricted<br>funds<br>£ | Expendable<br>endowment<br>funds<br>£ | Total funds<br>at 30<br>September<br>2021<br>£ |
|-------------------------|----------------------------|---------------------------------------|------------------------------------------------|
| Fixed asset investments | 288,084                    | 9,461,916                             | 9,750,000                                      |
| Current assets          | 1,547,471                  | -                                     | 1,547,471                                      |
| Current liabilities     | (383,080)                  | -                                     | (383,080)                                      |
| Creditors over 1 year   | (941,057)                  | -                                     | (941,057)                                      |
| Total net assets        | <u>511,418</u>             | <u>9,461,916</u>                      | <u>9,973,334</u>                               |

#### 18 Related party transactions

During the year the charitable company made the following related party transactions:

##### **Marlborough House Partners LLP**

(Mr P J Tolhurst is a partner of Marlborough House Partners LLP)

During the year a total of £61,162 (2021: £48,287) was paid to Marlborough House Partners LLP for accounting services, portfolio management and property agent collection fees. At the balance sheet date the amount due to Marlborough House Partners LLP was £777 (2021 - £Nil).

##### **Marlborough House (Chelmsford) Limited**

(Mr P J Tolhurst is a director of Marlborough House (Chelmsford) Limited)

During the year a total of £16,149 (2021: £11,510) was paid to Marlborough House (Chelmsford) Limited for insurance, rent and services charges for the Marlborough House office. At the balance sheet date the amount due to/from to Marlborough House (Chelmsford) Limited was £Nil (2021 - £651).

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2022

#### 19 Prior year Statement of Financial Activities

|                                    | Unrestricted<br>£ | Endowment<br>£ | Total<br>2021<br>£ |
|------------------------------------|-------------------|----------------|--------------------|
| <b>Income and Endowments from:</b> |                   |                |                    |
| Investment income                  | 732,433           | -              | 732,433            |
| Total income                       | 732,433           | -              | 732,433            |
| <b>Expenditure on:</b>             |                   |                |                    |
| Raising funds                      | 99,610            | -              | 99,610             |
| Charitable activities              | 474,726           | -              | 474,726            |
| Total expenditure                  | 574,336           | -              | 574,336            |
| Other recognised gains and losses  | -                 | (800,000)      | (800,000)          |
| Net income/(expenditure)           | 158,097           | (800,000)      | (641,903)          |
| Net movement in funds              | 158,097           | (800,000)      | (641,903)          |
| <b>Reconciliation of funds</b>     |                   |                |                    |
| Total funds brought forward        | 353,321           | 10,261,916     | 10,615,237         |
| Total funds carried forward        | 511,418           | 9,461,916      | 9,973,334          |

**FOWLER SMITH AND JONES TRUST**

England & Wales - Charity number 1132249

---

# Accounts

---

Company registration number: 06924825

Trust registration number: 1132249

# Fowler Smith & Jones Trust

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 September 2021

Edmund Carr LLP  
Chartered Accountants & Statutory Auditor  
146 New London Road  
Chelmsford  
Essex  
CM2 0AW

# **Fowler Smith & Jones Trust**

## **Contents**

---

|                                      |          |
|--------------------------------------|----------|
| Reference and Administrative Details | 1        |
| Trustees' Report                     | 2 to 6   |
| Independent Auditors' Report         | 7 to 12  |
| Statement of Financial Activities    | 13       |
| Balance Sheet                        | 14       |
| Statement of Cash Flows              | 15       |
| Notes to the Financial Statements    | 16 to 30 |

## Fowler Smith & Jones Trust

### Reference and Administrative Details

---

|                                    |                                                                                                                                              |
|------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Trustees</b>                    | P J Tolhurst, (Chairman)<br>N S Charrington DL<br>R C L Furlonger<br>G N Jones<br>L E Bettley (appointed 9 June 2021)                        |
| <b>Secretary</b>                   | P J Tolhurst                                                                                                                                 |
| <b>Charity Registration Number</b> | 1132249                                                                                                                                      |
| <b>Company Registration Number</b> | 06924825                                                                                                                                     |
| <b>Principal Office</b>            | The Trust is incorporated in England and Wales.<br>Third Floor<br>Marlborough House<br>Victoria Road South<br>Chelmsford<br>Essex<br>CM1 1LN |
| <b>Auditor</b>                     | Edmund Carr LLP<br>Chartered Accountants & Statutory Auditor<br>146 New London Road<br>Chelmsford<br>Essex<br>CM2 0AW                        |
| <b>Solicitors:</b>                 | Tolhurst Fisher LLP<br>8-10 Nelson Street<br>Southend on Sea<br>Essex<br>SS1 1EF                                                             |
| <b>Bankers</b>                     | Lloyds Bank Plc<br>77-81 High Street<br>Chelmsford<br>Essex<br>CM1 1LN                                                                       |

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

---

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 30 September 2021.

The financial statements have been prepared in accordance with the accounting policies set out in 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 on 16 July 2014.

### **Objectives and activities**

#### ***Objects and aims***

The object of the charity is to further general charitable causes, particularly in Essex. There have been no changes in the charity's objects or policies during the period. The main object and activity of the Trust is to make grants to groups and projects identified by the trustees and trust administrator.

The Trust achieves these objectives by making grants, the majority of which made in the financial period were to support projects and groups in Essex either directly or through National Charities with specific Essex based projects. The largest group of grants have gone to projects supporting young people, covering a wide diversity of projects and groups within Essex.

The Trust also strongly supports projects involving community projects as well as significant capital projects. The Trust also directly supports a small number of projects overseas.

The Charity does not carry out fundraising.

#### ***Public benefit***

The activities undertaken to further public benefit are as stated in the Objects and aims section above.

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

#### ***Grant making policies***

In making Grants the Trust aims to be both very accessible and flexible, and continually looks for groups or projects that can make a significant difference to their locality or particular area of activity. We deliberately have no fixed criteria and do not follow a prescriptive or box ticking assessment of applications. Any group wishing to make a difference, do good in society, or help those in particular need may apply even if they are only small or are just starting up. Conversely the Trust also recognises the need of local charities for help with capital projects, and in addition to making grants or other financial assistance, will help successful recipients to source funds from other trusts.

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

---

### **Achievements and performance**

Consistent with the Trust's objectives, during 2020-21 the Trust has continued supporting a number of projects and groups, in particular those involving Community, Medical and Youth projects.

The pandemic has caused most capital projects to be delayed or even deferred, but the Trust nevertheless continued to support such projects both with grants and ongoing fundraising support. Some projects have now been deferred indefinitely, and so any commitment liability is no longer included for them.

Further details of the grants awarded are set out in note 7 to the accounts.

### ***Investment performance***

The Trust has, in its investment strategy, continued to both generate substantial income yield, while at the same time looking to maintain capital value, in accordance with the Trustees' Investment Criteria.

Rental income reduced only slightly in the year, due to the impact of the Covid 19 pandemic. Assistance was given to one particular retail tenant in exchange for their continuing with their Lease. All rents due for the period to the year end have been paid and there are no arrears. The investment values have been reduced to reflect the temporary reduction arrangement.

In 2020, the Trust made a short term loan to another Charity, The Norman Garon Trust, and received an initial 4% interest yield in return, which reduced in the period as rates fell. The Loan is secured. One half of the original loan has now been repaid.

### **Financial review**

The income of the Charity Trust amounted to £732,433 during the year, slightly less than the previous year (2020: £738,496). Due to the substantial reduction in Capital Grants being made or committed to, the total of grants made has reduced. The Trust also noted that substantial sums have been pumped into the Sector from, for example, Government and the National lottery, and that this support is likely to reduce or cease next April. It therefore anticipates a significant increase in requests for funds in the coming year.

### ***Policy on reserves***

It is the trustees' policy to hold sufficient cash reserves so that at any time it can pay all of the grants it anticipates making during the following eight months. At 30 September 2021 cash reserves held by the charity were £850,296. The charity anticipates grants to be made in the 6 months to 31 March 2022 will amount to £200,000, but applications for Capital Grants may increase that figure. It also anticipates that there will be substantial additional requests for funds in the second half of the year. The Trust has also offered to provide a bridging loan for a homeless charity to acquire a significant property, and that finance has just been taken up. Cash balances held during 2021 and at 30 September 2021 were significantly above reserves policy levels as the charity continued to seek suitable new investment opportunities. Nevertheless the Trust reduced longer term debt by £244,000 during the period.

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

---

### ***Investment policy and objectives***

The policy of the trustees is to hold the majority of the Trust's capital assets in commercial freehold investments. During the current financial period the Trust has also held a cash deposit in reserves. In making acquisitions or disposals the trustees take advice from appropriate firms of Chartered Surveyors specialising in commercial investments but the final decision is a matter for the Board of Trustees. Securing long-term income from reliable and substantial tenants is the prime criteria for judging investments. This is matched against the need to achieve an optimum income yield. The Trust's assets are let to a mix of Publicly Quoted Companies and substantial Private Companies and Professional Firms, and reflect a balance of both Prime and Best Secondary Properties.

### **Structure, governance and management**

#### ***Nature of governing document***

Fowler Smith & Jones Trust is a registered charity and is incorporated as a company limited by guarantee. The charity's objects and regulations are regulated by Memorandum and Articles of Association dated 4th June 2009 being the date of incorporation.

#### ***Recruitment and appointment of trustees***

Trustees continue to serve until they retire by rotation. The trustees may appoint new trustees pursuant to the Articles. Any induction process for a new trustee shall comprise an initial meeting with the Chairman of the trustees followed by a series of meetings with the other trustees, including a briefing on the history of the Trust, Governing Deed and the Charity Commission's Guidance "The Essential Trustee: What you Need To Know".

#### ***Organisational structure***

At trustees' meetings the trustees agree the strategy for the Trust including grant making, investment and reserves. The day to day administration of grants and the processing and handling of applications prior to consideration by the trustees is delegated to a trust administrator under the supervision of the Chairman. The Trust administrator makes a thorough evaluation of grant applications and then makes recommendations to the trustees for their final decision. Trustee meetings are held three times a year.

# Fowler Smith & Jones Trust

## Trustees' Report

---

### **Major risks and management of those risks**

#### *Loss of income from investments*

The charity trustees have considered the major risks to which the charity is exposed, have reviewed those risks and established systems and procedures to manage those risks. The trustees consider a substantial loss of income from the investments of the charity's endowment to constitute the charity's major risk. The trustees review their investments as necessary.

#### *Covid-19 Pandemic*

By very active management of the Trust's assets the effects of the pandemic on the Trust's income were minimised. Although there have been delays in receiving all the rents due to the Trust, at the year end there were no arrears.

The Trust was also very proactive in assisting those organisations to which it has previously made grants to help them deal with the challenges they faced, and established an emergency grant procedure within hours of the first lockdown. The trustees are now focusing on longer term help for the sector.

### **Statement of Trustees' Responsibilities**

The trustees (who are also the directors of Fowler Smith & Jones Trust for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material 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 charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## Fowler Smith & Jones Trust

### Trustees' Report

---

#### **Small companies provision statement**

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

#### **Reappointment of auditor**

In accordance with section 485 of the Companies Act 2006, a resolution for the re-appointment of Edmund Carr LLP as auditors of the Trust is to be proposed at the forthcoming Annual General Meeting.

The annual report was approved by the trustees of the Trust on 17 February 2022 and signed on their behalf by:

*Philip Tolhurst*

.....  
P J Tolhurst  
Trustee

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

#### **Opinion**

We have audited the financial statements of Fowler Smith & Jones Trust (the charitable company) for the year ended 30 September 2021, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

#### **Other information**

The other information comprises the information included in the Trustees' report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the Trustees' report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Opinion on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

#### **Matters on which we are required to report by exception**

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

#### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 5), the trustees (who are also directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

#### **Auditor responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows;

- The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.
- We focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations for the company, including the Companies Act 2006, Charities Act 2011, tax and employment legislation.
- We assessed the extent of compliance with the laws and regulations identified above through making enquiries of management.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur by;

- Making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud.
- Considering the internal controls in place to mitigate the risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we;

- Performed analytical procedures to identify any unusual or unexpected relationships.
- Tested journal entries to identify unusual transactions.
- Assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias.
- Investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- Agreeing financial statement disclosures to underlying supporting documentation.
- Reading the minutes of meetings of those charged with governance.
- Enquiring of management as to actual and potential litigation and claims.

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the charitable company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the charitable company audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding the scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control we identify during our audit.

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

#### **Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

*Raymond Crace*

.....

R Crace (Senior Statutory Auditor)

For and on behalf of Edmund Carr LLP, Statutory Auditor

146 New London Road  
Chelmsford, Essex, CM2 0AW

23 February 2022

## Fowler Smith & Jones Trust

### Statement of Financial Activities for the Year Ended 30 September 2021 (Including Income and Expenditure Account)

|                                                     | Note | Unrestricted<br>funds<br>£ | Endowment<br>funds<br>£ | Total<br>2021<br>£      | Total<br>2020<br>£       |
|-----------------------------------------------------|------|----------------------------|-------------------------|-------------------------|--------------------------|
| <b>Income and Endowments from:</b>                  |      |                            |                         |                         |                          |
| Investment income                                   | 3    | 732,433                    | -                       | 732,433                 | 738,496                  |
| <b>Expenditure on:</b>                              |      |                            |                         |                         |                          |
| Raising funds                                       | 4    | 99,610                     | -                       | 99,610                  | 82,483                   |
| Charitable activities                               | 5    | <u>474,726</u>             | <u>-</u>                | <u>474,726</u>          | <u>717,558</u>           |
| Total Expenditure                                   |      | <u>574,336</u>             | <u>-</u>                | <u>574,336</u>          | <u>800,041</u>           |
| (Deficit)/surplus on investment<br>asset valuations | 10   | <u>-</u>                   | <u>(800,000)</u>        | <u>(800,000)</u>        | <u>(600,000)</u>         |
| Net movement in funds                               |      | 158,097                    | (800,000)               | (641,903)               | (661,545)                |
| <b>Reconciliation of funds</b>                      |      |                            |                         |                         |                          |
| Total funds brought forward                         |      | <u>353,321</u>             | <u>10,261,916</u>       | <u>10,615,237</u>       | <u>11,276,782</u>        |
| Total funds carried forward                         | 15   | <u><u>511,418</u></u>      | <u><u>9,461,916</u></u> | <u><u>9,973,334</u></u> | <u><u>10,615,237</u></u> |

All of the Trust's activities derive from continuing operations during the above two periods.

**Fowler Smith & Jones Trust**  
**(Registration number: 06924825)**  
**Balance Sheet as at 30 September 2021**

|                                                                | Note | 2021<br>£               | 2020<br>£                |
|----------------------------------------------------------------|------|-------------------------|--------------------------|
| <b>Fixed assets</b>                                            |      |                         |                          |
| Investments                                                    | 10   | 9,750,000               | 10,550,000               |
| <b>Current assets</b>                                          |      |                         |                          |
| Debtors                                                        | 11   | 697,175                 | 721,254                  |
| Cash at bank and in hand                                       |      | <u>850,296</u>          | <u>894,208</u>           |
|                                                                |      | 1,547,471               | 1,615,462                |
| <b>Creditors: Amounts falling due within one year</b>          | 12   | <u>(383,080)</u>        | <u>(397,848)</u>         |
| <b>Net current assets</b>                                      |      | <u>1,164,391</u>        | <u>1,217,614</u>         |
| <b>Total assets less current liabilities</b>                   |      | 10,914,391              | 11,767,614               |
| <b>Creditors: Amounts falling due after more than one year</b> | 13   | <u>(941,057)</u>        | <u>(1,152,377)</u>       |
| <b>Net assets</b>                                              |      | <u><u>9,973,334</u></u> | <u><u>10,615,237</u></u> |
| <b>Funds of the Trust:</b>                                     |      |                         |                          |
| <b>Endowment funds</b>                                         |      | 9,461,916               | 10,261,916               |
| <b>Unrestricted income funds</b>                               |      |                         |                          |
| Unrestricted funds                                             |      | <u>511,418</u>          | <u>353,321</u>           |
| <b>Total funds</b>                                             | 15   | <u><u>9,973,334</u></u> | <u><u>10,615,237</u></u> |

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The financial statements on pages 13 to 30 were approved by the trustees, and authorised for issue on 17 February 2022 and signed on their behalf by:

*Philip Tolhurst*

.....  
P J Tolhurst  
Trustee

## Fowler Smith & Jones Trust

### Statement of Cash Flows for the Year Ended 30 September 2021

|                                             | Note | 2021<br>£ | 2020<br>£   |
|---------------------------------------------|------|-----------|-------------|
| <b>Cash flows from operating activities</b> |      |           |             |
| Net movement in funds per SOFA              |      | (641,903) | (661,545)   |
| <b>Adjustments</b>                          |      |           |             |
| Investment income                           | 3    | (732,433) | (738,496)   |
| Interest payable                            | 4    | 37,363    | 46,443      |
| Revaluation of investment properties        | 10   | 800,000   | 600,000     |
|                                             |      | (536,973) | (753,598)   |
| <b>Working capital adjustments</b>          |      |           |             |
| Decrease/(increase) in debtors              | 11   | 24,079    | (644,467)   |
| Increase/(decrease) in creditors            | 12   | 31,814    | (10,990)    |
| (Decrease)/increase in deferred income      | 13   | (13,891)  | 3,752       |
| Net cash flows from operating activities    |      | (494,971) | (1,405,303) |
| <b>Cash flows from investing activities</b> |      |           |             |
| Interest receivable and similar income      | 3    | 17,750    | 16,000      |
| Income from rents                           |      | 714,683   | 722,496     |
| Net cash flows from investing activities    |      | 732,433   | 738,496     |
| <b>Cash flows from financing activities</b> |      |           |             |
| Interest payable and similar charges        | 4    | (37,363)  | (46,443)    |
| Repayment of loans and borrowings           | 12   | (244,011) | (65,547)    |
| Net cash flows from financing activities    |      | (281,374) | (111,990)   |
| Net decrease in cash and cash equivalents   |      | (43,912)  | (778,797)   |
| Cash and cash equivalents at 1 October      |      | 894,208   | 1,673,005   |
| Cash and cash equivalents at 30 September   |      | 850,296   | 894,208     |

All of the cash flows are derived from continuing operations during the above two periods.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2021**

---

#### **1 Trust status**

The Trust is a charity limited by guarantee and consequently does not have share capital. The charity is incorporated in England and its registered office is Third Floor, Marlborough House, Victoria Road South, Chelmsford, Essex, CM1 1LN. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the Trust in the event of liquidation.

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

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

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

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 (FRS 102) (effective 1 January 2019) - (Charities SORP FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006 and the Charities Act 2011.

Fowler Smith & Jones Trust 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 notes.

##### **Going concern**

The trustees consider that there are no material uncertainties about the charitable company's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charitable company.

##### **Income and endowments**

All income is recognised once the charitable company has entitlement to the resources, it is certain that the resources will be received and the monetary value of income can be measured with sufficient reliability. The nature of the charity's income is as follows:

##### ***Investment income***

Interest received is accounted for on a receivable basis.

Rents and service charges receivable, including insurance, service charges and dilapidation costs receivable, is recognised on an accruals basis. The charitable company has appointed managing agents to collect all income and handle all aspects of the day to day management of its investment properties.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2021**

---

#### ***Deferred income***

Deferred income represents amounts received for future periods and is released to income in the period for which, it has been received.

#### ***Expenditure***

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category.

#### ***Raising funds***

These are costs incurred in the management of investment properties.

#### ***Charitable activities***

Charitable expenditure comprises those costs incurred by the Trust in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### ***Grant expenditure***

Grants payable represent the amounts paid to third parties at the direction of the Trustees in accordance with the Trust Deed of the charity. Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the Trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and any condition attaching to the grant is outside of the control of the charitable company.

#### ***Grant provisions***

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

#### ***Support costs***

Overhead and support costs have been allocated firstly between charitable activities and governance. Overhead and support costs relating to charitable activities have been apportioned based on staff time spent on each activity.

#### ***Governance costs***

Governance costs comprise all costs involving the public accountability of the charitable company and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2021**

---

#### **Taxation**

The Trust is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Trust is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### **Investment properties**

Investment properties are held by the charitable company for the purpose of producing income for the charity. Investment properties are capitalised in the Balance Sheet at their fair value at the Balance Sheet date. The fair value of the properties has been calculated having regard to the rental yield and valuation of similar properties.

The statement of financial activities includes any unrealised gains or losses arising on the revaluation and disposals throughout the year.

#### **Trade debtors**

Trade debtors are amounts due from tenants for rent and service charges from investment properties.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Trust will not be able to collect all amounts due according to the original terms of the receivables.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and deposits.

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Trust does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2021**

---

#### **Fund structure**

Unrestricted funds comprises those funds which the Trustees are free to use for any purpose in the furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose.

Restricted funds comprise an expendable endowment fund used by the Trust to generate income for future charitable expenditure.

#### **Pensions and other post retirement obligations**

The Trust operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the Trust has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

#### **Financial instruments**

##### ***Classification***

The charitable company only holds basic financial instruments as defined in FRS 102. The financial assets and financial liabilities of the charitable company and their measurement basis are as follows:

Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost. Prepayments are not financial instruments.

Cash at bank - is classified as a basic financial instrument and is measured at face value.

Financial liabilities - trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost. Taxation and social security are not included in the financial instruments disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2021

#### 3 Investment income

|                          | Unrestricted<br>funds<br>£ | Total<br>2021<br>£ | Total<br>2020<br>£ |
|--------------------------|----------------------------|--------------------|--------------------|
| Loan interest receivable | 17,750                     | 17,750             | 16,000             |
| Income from rents        | 714,683                    | 714,683            | 722,496            |
|                          | <u>732,433</u>             | <u>732,433</u>     | <u>738,496</u>     |

#### 4 Expenditure on raising funds

##### a) Investment management costs

|                                               | Unrestricted<br>funds<br>£ | Total<br>2021<br>£ | Total<br>2020<br>£ |
|-----------------------------------------------|----------------------------|--------------------|--------------------|
| Interest payable;                             |                            |                    |                    |
| Interest payable on bank loans                | 37,363                     | 37,363             | 46,443             |
| Managing agent's commission                   | 31,437                     | 31,437             | 32,556             |
| Insurance                                     | 1,404                      | 1,404              | 340                |
| Repair and maintenance of investment property | 661                        | 661                | 162                |
| Legal fees                                    | 21,566                     | 21,566             | -                  |
| Rates and electricity                         | 6,658                      | 6,658              | 2,536              |
| Bank charges                                  | 521                        | 521                | 446                |
|                                               | <u>99,610</u>              | <u>99,610</u>      | <u>82,483</u>      |

#### 5 Expenditure on charitable activities

|                             | Note | Unrestricted<br>funds<br>£ | Restricted<br>£ | Total<br>2021<br>£ | Total<br>2020<br>£ |
|-----------------------------|------|----------------------------|-----------------|--------------------|--------------------|
| Grant funding of activities | 7    | 408,500                    | -               | 408,500            | 648,060            |
| Staff costs                 | 6    | 26,177                     | -               | 26,177             | 28,131             |
| Allocated support costs     | 6    | 30,049                     | -               | 30,049             | 31,367             |
| Governance costs            | 6    | 10,000                     | -               | 10,000             | 10,000             |
|                             |      | <u>474,726</u>             | <u>-</u>        | <u>474,726</u>     | <u>717,558</u>     |

# Fowler Smith & Jones Trust

## Notes to the Financial Statements for the Year Ended 30 September 2021

### 6 Analysis of governance and support costs

#### Support costs allocated to charitable activities

|                    | <b>Governance<br/>costs<br/>£</b> | <b>Staff costs<br/>£</b> | <b>Administration<br/>costs<br/>£</b> | <b>Total<br/>2021<br/>£</b> | <b>Total<br/>2020<br/>£</b> |
|--------------------|-----------------------------------|--------------------------|---------------------------------------|-----------------------------|-----------------------------|
| Salaries and wages | -                                 | 26,177                   | -                                     | 26,177                      | 28,131                      |
| Office expenses    | -                                 | -                        | 2,029                                 | 2,029                       | 3,347                       |
| Service charges    | -                                 | -                        | 2,160                                 | 2,160                       | 2,160                       |
| Professional fees  | -                                 | -                        | 16,000                                | 16,000                      | 16,000                      |
| Office rental      | -                                 | -                        | 9,860                                 | 9,860                       | 9,860                       |
| Audit fees         | 10,000                            | -                        | -                                     | 10,000                      | 10,000                      |
|                    | <u>10,000</u>                     | <u>26,177</u>            | <u>30,049</u>                         | <u>66,226</u>               | <u>69,498</u>               |

#### Governance costs

|                                   | <b>Unrestricted<br/>funds<br/>£</b> | <b>Total<br/>2021<br/>£</b> | <b>Total<br/>2020<br/>£</b> |
|-----------------------------------|-------------------------------------|-----------------------------|-----------------------------|
| Audit fees                        |                                     |                             |                             |
| Audit of the financial statements | 6,500                               | 6,500                       | 6,500                       |
| Other fees paid to auditors       | 3,500                               | 3,500                       | 3,500                       |
|                                   | <u>10,000</u>                       | <u>10,000</u>               | <u>10,000</u>               |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2021

---

#### 7 Grant-making

##### Analysis of grants

|                          | Grants to institutions |                |
|--------------------------|------------------------|----------------|
|                          | 2021<br>£              | 2020<br>£      |
| <b>Analysis</b>          |                        |                |
| Arts                     | 4,000                  | -              |
| Capital                  | 50,000                 | 170,000        |
| Churches                 | 16,500                 | 6,500          |
| Community                | 94,700                 | 133,920        |
| Medical/Health           | 74,500                 | 90,850         |
| Miscellaneous and top up | 75,000                 | 87,050         |
| Overseas                 | 8,000                  | 3,000          |
| Youth                    | 85,800                 | 156,740        |
|                          | <u>408,500</u>         | <u>648,060</u> |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2021

Below are details of material grants made to institutions by the Trust.

| Name of institution               | Activity supported                                                                                                          | 2021    | 2020<br>£ |
|-----------------------------------|-----------------------------------------------------------------------------------------------------------------------------|---------|-----------|
| Kids Inspire                      | Towards a new building for the use by the charity.                                                                          | 30,000  |           |
| All Saints Church Great Oakley    | Towards new roof and re-ordering of the interior.                                                                           | 20,000  |           |
| St Clare Hospice                  | Grant awarded for covid emergency support.                                                                                  | 10,000  |           |
| Chalkwell Bay Seascout Group      | Redevelopment and extension of the scout group headquarters.                                                                |         | 30,000    |
| St Peter's Church                 | Redevelopment of building to create capacity for a wider variety of groups.                                                 |         | 25,000    |
| Debden Village Hall               | Major improvement and refurbishment of the Hall building.                                                                   |         | 25,000    |
| St Luke's Hospice                 | Towards fitting out the new Hospice building.                                                                               |         | 22,500    |
| Roxwell Church                    | To replace roof of the church for use by the community.                                                                     |         | 20,000    |
| Colchester Arts Centre            | Major improvements to Centre facilities.                                                                                    |         | 20,000    |
| North Springfield Baptist Church  | To construct an extension which will include a new meeting room and toilets.                                                |         | 20,000    |
| Samaritans Chelmsford & Mid Essex | Refurbishment of the building including the visitors and training room.                                                     |         | 12,000    |
| Sport for Confidence              | Grant awarded towards the cost of an administrator for this sports initiative focussing on wider community health benefits. |         | 10,000    |
| Other grants (under £10,000)      | Various charitable activities.                                                                                              | 348,500 | 463,560   |
|                                   |                                                                                                                             | 408,500 | 648,060   |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2021

---

#### 8 Trustees' remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the Trust during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

#### 9 Staff costs

The aggregate payroll costs were as follows:

|                                          | 2021<br>£     | 2020<br>£     |
|------------------------------------------|---------------|---------------|
| <b>Staff costs during the year were:</b> |               |               |
| Wages and salaries                       | 26,082        | 27,421        |
| Social security costs                    | -             | 678           |
| Pension costs                            | 95            | 32            |
|                                          | <u>26,177</u> | <u>28,131</u> |

The monthly average number of persons (including senior management team) employed by the Trust during the year expressed by head count was as follows:

|                | 2021<br>No | 2020<br>No |
|----------------|------------|------------|
| Administration | <u>2</u>   | <u>2</u>   |

No employee received emoluments of more than £60,000 during the year.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2021

#### 10 Fixed asset investments

|                       | 2021<br>£        | 2020<br>£         |
|-----------------------|------------------|-------------------|
| Investment properties | <u>9,750,000</u> | <u>10,550,000</u> |

#### Investment properties

|                          | Investment<br>properties<br>£ |
|--------------------------|-------------------------------|
| <b>Cost or Valuation</b> |                               |
| At 1 October 2020        | 10,550,000                    |
| Revaluation              | <u>(800,000)</u>              |
| At 30 September 2021     | <u>9,750,000</u>              |
| <b>Net book value</b>    |                               |
| At 30 September 2021     | <u>9,750,000</u>              |
| At 30 September 2020     | <u>10,550,000</u>             |

The historical cost of the investment properties as at the year end is £7,373,903 (2020: £7,373,903).

The property values are reviewed by the trustees and their advisors at the end of each year.

#### 11 Debtors

|                                 | 2021<br>£      | 2020<br>£      |
|---------------------------------|----------------|----------------|
| Trade debtors                   | 194,741        | 66,727         |
| Prepayments                     | 2,434          | 4,527          |
| Other debtors - loan receivable | <u>500,000</u> | <u>650,000</u> |
|                                 | <u>697,175</u> | <u>721,254</u> |

The loan is repayable on demand.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2021

---

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

|                                    | 2021<br>£      | 2020<br>£      |
|------------------------------------|----------------|----------------|
| Bank loans                         | 35,473         | 68,164         |
| Trade creditors                    | 5,310          | 5,948          |
| Accruals for grants payable        | 75,000         | 65,000         |
| Other taxation and social security | 68,820         | 46,279         |
| Other creditors                    | 26,586         | 26,675         |
| Accruals                           | 10,000         | 10,000         |
| Deferred income                    | 161,891        | 175,782        |
|                                    | <u>383,080</u> | <u>397,848</u> |

  

|                                        | 2021<br>£        | 2020<br>£        |
|----------------------------------------|------------------|------------------|
| Deferred income at 1 October 2020      | 175,782          | 172,030          |
| Resources deferred in the period       | 161,891          | 175,782          |
| Amounts released from previous periods | <u>(175,782)</u> | <u>(172,030)</u> |
| Deferred income at year end            | <u>161,891</u>   | <u>175,782</u>   |

Deferred income consists of rental income from investment properties relating to post year end periods.

#### Bank borrowings

Lloyds Bank business loan is denominated in pound sterling with a nominal interest rate of 4% (2020 - 4%), and the final instalment is due on 17 November 2022. The carrying amount at year end is £976,530 (2020 - £1,220,541).

The bank loan is secured against the freehold land and buildings at Unit 4a Castlewood Business Park, Farmwell Lane, Sutton in Ashfield. The bank also holds a debenture incorporating a fixed and floating charge in respect of the loan.

A total balance of £935,000 of the loan is to be repaid in full on the maturity date, which is five years after the date the loan started. The remainder of the loan is being paid over 60 monthly instalments with the final instalment also being paid on the maturity date.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2021

#### 13 Creditors: amounts falling due after one year

|            | 2021<br>£      | 2020<br>£        |
|------------|----------------|------------------|
| Bank loans | <u>941,057</u> | <u>1,152,377</u> |

#### 14 Contingent liabilities

At 30 September 2021 there were no grants that had been awarded but for which conditions had not been met.

#### 15 Funds

##### *Current year:*

|                           | Balance at<br>1 October<br>2020<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Other<br>recognised<br>gains/(losses)<br>£ | Balance at<br>30<br>September<br>2021<br>£ |
|---------------------------|--------------------------------------|----------------------------|----------------------------|--------------------------------------------|--------------------------------------------|
| <b>Unrestricted funds</b> |                                      |                            |                            |                                            |                                            |
| Unrestricted funds        | 353,321                              | 732,433                    | (574,336)                  | -                                          | 511,418                                    |
| <b>Endowment funds</b>    |                                      |                            |                            |                                            |                                            |
| Expendable                | <u>10,261,916</u>                    | <u>-</u>                   | <u>-</u>                   | <u>(800,000)</u>                           | <u>9,461,916</u>                           |
| <b>Total funds</b>        | <u><u>10,615,237</u></u>             | <u><u>732,433</u></u>      | <u><u>(574,336)</u></u>    | <u><u>(800,000)</u></u>                    | <u><u>9,973,334</u></u>                    |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2021

**Prior year:**

|                           | Balance at<br>1 October<br>2019<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Other<br>recognised<br>gains/(losses)<br>£ | Balance at<br>30<br>September<br>2020<br>£ |
|---------------------------|--------------------------------------|----------------------------|----------------------------|--------------------------------------------|--------------------------------------------|
| <b>Unrestricted funds</b> |                                      |                            |                            |                                            |                                            |
| Unrestricted funds        | 414,866                              | 738,496                    | (800,041)                  | -                                          | 353,321                                    |
| <b>Endowment funds</b>    |                                      |                            |                            |                                            |                                            |
| Expendable                | 10,861,916                           | -                          | -                          | (600,000)                                  | 10,261,916                                 |
| <b>Total funds</b>        | <u>11,276,782</u>                    | <u>738,496</u>             | <u>(800,041)</u>           | <u>(600,000)</u>                           | <u>10,615,237</u>                          |

The specific purposes for which the funds are to be applied are as follows:

The expendable endowment fund represents the original trust fund capital from 1969, as amended by the incorporation of Fowler Smith & Jones Trust, adjusted for capital movements and transfers permitted under the terms of the deed.

The original trust fund capital is retained by the trustees to generate income for future charitable expenditure. Included in the expendable endowments is an unrealised fair value reserve of £2,376,097 (2020: £3,176,097), which represents the value of investment properties above their original cost.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2021

#### 16 Analysis of net assets between funds

|                         | Unrestricted<br>funds<br>£ | Expendable<br>endowment<br>funds<br>£ | Total funds<br>at 30<br>September<br>2021<br>£ |
|-------------------------|----------------------------|---------------------------------------|------------------------------------------------|
| Fixed asset investments | 288,084                    | 9,461,916                             | 9,750,000                                      |
| Current assets          | 1,547,471                  | -                                     | 1,547,471                                      |
| Current liabilities     | (383,080)                  | -                                     | (383,080)                                      |
| Creditors over 1 year   | (941,057)                  | -                                     | (941,057)                                      |
| Total net assets        | <u>511,418</u>             | <u>9,461,916</u>                      | <u>9,973,334</u>                               |

  

|                         | Unrestricted<br>funds<br>£ | Expendable<br>endowment<br>funds<br>£ | Total funds<br>at 30<br>September<br>2020<br>£ |
|-------------------------|----------------------------|---------------------------------------|------------------------------------------------|
| Fixed asset investments | 288,084                    | 10,261,916                            | 10,550,000                                     |
| Current assets          | 1,615,462                  | -                                     | 1,615,462                                      |
| Current liabilities     | (397,848)                  | -                                     | (397,848)                                      |
| Creditors over 1 year   | (1,152,377)                | -                                     | (1,152,377)                                    |
| Total net assets        | <u>353,321</u>             | <u>10,261,916</u>                     | <u>10,615,237</u>                              |

#### 17 Related party transactions

During the year the Trust made the following related party transactions:

##### **Marlborough House Partners LLP**

(Mr P J Tolhurst is a partner of Marlborough House Partners LLP)

During the year a total of £48,287 (2020: £48,856) was paid to Marlborough House Partners LLP for accounting services, portfolio management and property agent collection fees. At the balance sheet date the amount due to/from Marlborough House Partners LLP was £Nil (2020 - £Nil).

##### **Marlborough House (Chelmsford) Limited**

(Mr P J Tolhurst is a director of Marlborough House (Chelmsford) Limited)

During the year a total of £11,510 (2020: £10,866) was paid to Marlborough House (Chelmsford) Limited for insurance, rent and services charges for the Marlborough House office. At the balance sheet date the amount due to Marlborough House (Chelmsford) Limited was £651 (2020 - £1,299).

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2021

#### 18 Prior year Statement of Financial Activities

|                                    | Unrestricted<br>£ | Endowment<br>£ | Total<br>2020<br>£ |
|------------------------------------|-------------------|----------------|--------------------|
| <b>Income and Endowments from:</b> |                   |                |                    |
| Investment income                  | 738,496           | -              | 738,496            |
| Total income                       | 738,496           | -              | 738,496            |
| <b>Expenditure on:</b>             |                   |                |                    |
| Raising funds                      | 82,483            | -              | 82,483             |
| Charitable activities              | 717,558           | -              | 717,558            |
| Total expenditure                  | 800,041           | -              | 800,041            |
| Other recognised gains and losses  | -                 | (600,000)      | (600,000)          |
| Net expenditure                    | (61,545)          | (600,000)      | (661,545)          |
| Net movement in funds              | (61,545)          | (600,000)      | (661,545)          |
| <b>Reconciliation of funds</b>     |                   |                |                    |
| Total funds brought forward        | 414,866           | 10,861,916     | 11,276,782         |
| Total funds carried forward        | 353,321           | 10,261,916     | 10,615,237         |

**FOWLER SMITH AND JONES TRUST**

England & Wales - Charity number 1132249

---

# Accounts

---

Company registration number: 6924825

Trust registration number: 1132249

# Fowler Smith & Jones Trust

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 September 2020

Edmund Carr LLP  
Chartered Accountants & Statutory Auditor  
146 New London Road  
Chelmsford  
Essex  
CM2 0AW

# **Fowler Smith & Jones Trust**

## **Contents**

---

|                                      |          |
|--------------------------------------|----------|
| Reference and Administrative Details | 1        |
| Trustees' Report                     | 2 to 6   |
| Independent Auditors' Report         | 7 to 10  |
| Statement of Financial Activities    | 11       |
| Balance Sheet                        | 12       |
| Statement of Cash Flows              | 13       |
| Notes to the Financial Statements    | 14 to 28 |

## **Fowler Smith & Jones Trust**

### **Reference and Administrative Details**

---

|                                    |                                                                                                                                                  |
|------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Trustees</b>                    | P J Tolhurst, (Chairman)<br>N S Charrington DL<br>R C L Furlonger<br>G N Jones                                                                   |
| <b>Secretary</b>                   | P J Tolhurst                                                                                                                                     |
| <b>Principal Office</b>            | Third Floor<br>Marlborough House<br>Victoria Road South<br>Chelmsford<br>Essex<br>CM1 1LN<br><br>The Trust is incorporated in England and Wales. |
| <b>Company Registration Number</b> | 6924825                                                                                                                                          |
| <b>Charity Registration Number</b> | 1132249                                                                                                                                          |
| <b>Solicitors</b>                  | Tolhurst Fisher LLP<br>Marlborough House<br>Victoria Road South<br>Chelmsford<br>Essex<br>CM1 1LN                                                |
| <b>Bankers</b>                     | Lloyds Bank Plc<br>77-81 High Street<br>Chelmsford<br>Essex<br>CM1 1LN                                                                           |
| <b>Auditor</b>                     | Edmund Carr LLP<br>Chartered Accountants & Statutory Auditor<br>146 New London Road<br>Chelmsford<br>Essex<br>CM2 0AW                            |

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

---

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 30 September 2020.

The financial statements have been prepared in accordance with the accounting policies set out in 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 on 16 July 2014.

### **Trustees**

P J Tolhurst, (Chairman)

N S Charrington DL

R C L Furlonger

G N Jones

### **Objectives and activities**

#### ***Objects and aims***

The object of the charity is to further general charitable causes, particularly in Essex. There have been no changes in the charity's objects or policies during the period. The main object and activity of the Trust is to make grants to groups and projects identified by the trustees and trust administrator.

The Trust achieves these objectives by making grants, the majority of which made in the financial period were to support projects and groups in Essex either directly or through National Charities with specific Essex based projects. The largest group of grants have gone to projects supporting young people, covering a wide diversity of projects and groups within Essex.

The Trust also strongly supports projects involving community projects as well as significant capital projects. The Trust also directly supports a small number of projects overseas.

The Charity does not carry out fundraising.

#### ***Public benefit***

The activities undertaken to further public benefit are as stated in the Objects and aims section above.

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

---

### ***Grant making policies***

In making Grants the Trust aims to be both very accessible, and flexible, continually looking for groups or projects that not only can make a significant difference to their locality or particular area of activity, but do so in a way that makes it easier for the applicants. Thus we deliberately have no fixed criteria and are averse to a box ticking culture, which can often restrict or inhibit those wishing to do good in society or help those individuals in need of particular help. The Trust also recognises the need for a local charity to help capital projects, and to help the recipients to source funds from other trusts, which it has again been particularly successful in doing during the year.

### **Achievements and performance**

Consistent with the Trust's objectives, during 2019/20 the Trust has been able to increase support for a number of projects in particular for projects involving young people and organisations in the community sector which provide support for the elderly and marginalised with our society.

The Trust continued to support capital projects with substantial grants in the year to September 2020.

Further details of the grants awarded are set out in note 7 to the accounts.

### ***Investment performance***

The Trust has, in its investment strategy, continued to both generate substantial income yield, while at the same time maintaining capital value, thus matching the Trustees' Investment Criteria.

Rental income reduced only slightly in the year notwithstanding the impact of the Covid 19 pandemic.

The Trust made a short term loan to another Charity, The Norman Garon Trust, during the period and received an initial 4 % interest yield in return. Part of the loan has been repaid, and the Trust have recently agreed to extend the loan for another year.

### **Financial review**

The income of the Charity Trust amounted to £738,496 during the year, slightly less than the previous year (2019: £745,810). The Trust nevertheless increased the level of grants awarded in the year £648,060 (2019: £570,092).

### ***Policy on reserves***

It is the trustees' policy to hold sufficient cash reserves so that at any time it can pay all of the grants it anticipates making during the following eight months. At 30 September 2020 cash reserves held by the charity were £894,208. The charity anticipates grants to be made in the 6 months to 31 March 2021 will amount to £130,000. Cash reserves during 2020 and at 30 September 2020 were significantly above reserves policy levels as the charity continued to seek suitable investment opportunities.

# **Fowler Smith & Jones Trust**

## **Trustees' Report**

---

### ***Investment policy and objectives***

The policy of the trustees is to hold the majority of the Trust's capital assets in commercial freehold investments. During the current financial period the Trust has also held a cash deposit in reserves. In making acquisitions or disposals the trustees take advice from appropriate firms of Chartered Surveyors specialising in commercial investments but the final decision is a matter for the Board of Trustees. Securing long-term income from reliable and substantial tenants is the prime criteria for judging investments. This is matched against the need to achieve an optimum income yield. The Trust's assets are let to a mix of Publicly Quoted Companies and substantial Private Companies and Professional Firms, and reflect a balance of both Prime and Best Secondary Properties.

### **Structure, governance and management**

#### ***Nature of governing document***

Fowler Smith & Jones Trust is a registered charity and is incorporated as a company limited by guarantee. The charity's objects and regulations are regulated by Memorandum and Articles of Association dated 4th June 2009 being the date of incorporation.

#### ***Recruitment and appointment of trustees***

Trustees continue to serve until they retire by rotation. The trustees may appoint new trustees pursuant to the Articles. Any induction process for a new trustee shall comprise an initial meeting with the Chairman of the trustees followed by a series of meetings with the other trustees, including a briefing on the history of the Trust, Governing Deed and the Charity Commission's Guidance "The Essential Trustee: What you Need To Know".

#### ***Organisational structure***

At trustees' meetings the trustees agree the strategy for the Trust including grant making, investment and reserves. The day to day administration of grants and the processing and handling of applications prior to consideration by the trustees is delegated to a trust administrator under the supervision of the Chairman. The Trust administrator makes a thorough evaluation of grant applications and then makes recommendations to the trustees for their final decision. Trustee meetings are held three times a year.

# Fowler Smith & Jones Trust

## Trustees' Report

---

### ***Major risks and management of those risks***

#### *Loss of income from investments*

The charity trustees have considered the major risks to which the charity is exposed, have reviewed those risks and established systems and procedures to manage those risks. The trustees consider a substantial loss of income from the investments of the charity's endowment to constitute the charity's major risk. The trustees review their investments as necessary.

#### *Covid-19 Pandemic*

By very active management of the Trust's assets the effects of the pandemic on the Trust's income were minimised. Although there have been delays in receiving all the rents due to the Trust, at the year end there were no arrears.

The Trust was also very proactive in assisting those organisations to which it has previously made grants to help them deal with the challenges they faced, and established an emergency grant procedure within hours of the first lockdown. The trustees are now focusing on longer term help for the sector.

### **Statement of Trustees' Responsibilities**

The trustees (who are also the directors of Fowler Smith & Jones Trust for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material 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 charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## Fowler Smith & Jones Trust

### Trustees' Report

---

#### **Reappointment of auditor**

In accordance with section 485 of the Companies Act 2006, a resolution for the re-appointment of Edmund Carr LLP as auditors of the Trust is to be proposed at the forthcoming Annual General Meeting.

#### **Small companies provision statement**

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

#### **Disclosure of information to auditor**

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

The annual report was approved by the trustees of the Trust on 31 March 2021 and signed on their behalf by:

*Philip Tolhurst*

.....  
P J Tolhurst  
Trustee

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

#### **Opinion**

We have audited the financial statements of Fowler Smith & Jones Trust (the charitable company) for the year ended 30 September 2020, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2020 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

#### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Trustees' Report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Opinion on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

#### **Matters on which we are required to report by exception**

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

#### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 5), the trustees (who are also directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

#### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding the scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control we identify during our audit.

## **Fowler Smith & Jones Trust**

### **Independent Auditor's Report to the Members of Fowler Smith & Jones Trust**

---

#### **Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

*Raymond Crace*

.....  
R Crace (Senior Statutory Auditor)

For and on behalf of Edmund Carr LLP, Statutory Auditor

146 New London Road  
Chelmsford, Essex, CM2 0AW

20 April 2021

## Fowler Smith & Jones Trust

### Statement of Financial Activities for the Year Ended 30 September 2020 (Including Income and Expenditure Account)

|                                                     | Note | Unrestricted<br>funds<br>£ | Endowment<br>funds<br>£  | Total<br>2020<br>£       | Total<br>2019<br>£       |
|-----------------------------------------------------|------|----------------------------|--------------------------|--------------------------|--------------------------|
| <b>Income and Endowments from:</b>                  |      |                            |                          |                          |                          |
| Investment income                                   | 3    | 738,496                    | -                        | 738,496                  | 745,810                  |
| <b>Expenditure on:</b>                              |      |                            |                          |                          |                          |
| Raising funds                                       | 4    | 82,483                     | -                        | 82,483                   | 114,119                  |
| Charitable activities                               | 5    | <u>717,558</u>             | <u>-</u>                 | <u>717,558</u>           | <u>634,738</u>           |
| Total Expenditure                                   |      | <u>800,041</u>             | <u>-</u>                 | <u>800,041</u>           | <u>748,857</u>           |
| (Deficit)/surplus on investment<br>asset valuations | 10   | <u>-</u>                   | <u>(600,000)</u>         | <u>(600,000)</u>         | <u>1,650,000</u>         |
| Net movement in funds                               |      | (61,545)                   | (600,000)                | (661,545)                | 1,646,953                |
| <b>Reconciliation of funds</b>                      |      |                            |                          |                          |                          |
| Total funds brought forward                         |      | <u>414,866</u>             | <u>10,861,916</u>        | <u>11,276,782</u>        | <u>9,629,829</u>         |
| Total funds carried forward                         | 15   | <u><u>353,321</u></u>      | <u><u>10,261,916</u></u> | <u><u>10,615,237</u></u> | <u><u>11,276,782</u></u> |

All of the Trust's activities derive from continuing operations during the above two periods.

**Fowler Smith & Jones Trust**  
**(Registration number: 6924825)**  
**Balance Sheet as at 30 September 2020**

|                                                                | Note | 2020<br>£   | 2019<br>£   |
|----------------------------------------------------------------|------|-------------|-------------|
| <b>Fixed assets</b>                                            |      |             |             |
| Investments                                                    | 10   | 10,550,000  | 11,150,000  |
| <b>Current assets</b>                                          |      |             |             |
| Debtors                                                        | 11   | 721,254     | 76,787      |
| Cash at bank and in hand                                       |      | 894,208     | 1,673,005   |
|                                                                |      | 1,615,462   | 1,749,792   |
| <b>Creditors: Amounts falling due within one year</b>          | 12   | (397,848)   | (402,624)   |
| <b>Net current assets</b>                                      |      | 1,217,614   | 1,347,168   |
| <b>Total assets less current liabilities</b>                   |      | 11,767,614  | 12,497,168  |
| <b>Creditors: Amounts falling due after more than one year</b> | 13   | (1,152,377) | (1,220,386) |
| <b>Net assets</b>                                              |      | 10,615,237  | 11,276,782  |
| <b>Funds of the Trust:</b>                                     |      |             |             |
| <b>Endowment funds</b>                                         |      | 10,261,916  | 10,861,916  |
| <b>Unrestricted income funds</b>                               |      |             |             |
| Unrestricted funds                                             |      | 353,321     | 414,866     |
| <b>Total funds</b>                                             | 15   | 10,615,237  | 11,276,782  |

These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006.

The financial statements on pages 11 to 28 were approved by the trustees, and authorised for issue on 31 March 2021 and signed on their behalf by:

*Philip Tolhurst*

.....  
P J Tolhurst  
Trustee

## Fowler Smith & Jones Trust

### Statement of Cash Flows for the Year Ended 30 September 2020

|                                             | Note | 2020<br>£             | 2019<br>£               |
|---------------------------------------------|------|-----------------------|-------------------------|
| <b>Cash flows from operating activities</b> |      |                       |                         |
| Net movement in funds per SOFA              |      | (661,545)             | 1,646,953               |
| <b>Adjustments</b>                          |      |                       |                         |
| Investment income                           | 3    | (738,496)             | (745,810)               |
| Interest payable                            | 4    | 46,443                | 50,942                  |
| Revaluation of investment properties        | 10   | <u>600,000</u>        | <u>(1,650,000)</u>      |
|                                             |      | (753,598)             | (697,915)               |
| <b>Working capital adjustments</b>          |      |                       |                         |
| (Increase)/decrease in debtors              | 11   | (644,467)             | 65,257                  |
| Decrease in creditors                       | 12   | (10,990)              | (13,178)                |
| Increase in deferred income                 | 13   | <u>3,752</u>          | <u>9,201</u>            |
| Net cash flows from operating activities    |      | <u>(1,405,303)</u>    | <u>(636,635)</u>        |
| <b>Cash flows from investing activities</b> |      |                       |                         |
| Interest receivable and similar income      | 3    | 16,000                | -                       |
| Income from rents                           |      | <u>722,496</u>        | <u>745,810</u>          |
| Net cash flows from investing activities    |      | <u>738,496</u>        | <u>745,810</u>          |
| <b>Cash flows from financing activities</b> |      |                       |                         |
| Interest payable and similar charges        | 4    | (46,443)              | (50,942)                |
| Repayment of loans and borrowings           | 12   | <u>(65,547)</u>       | <u>(62,992)</u>         |
| Net cash flows from financing activities    |      | <u>(111,990)</u>      | <u>(113,934)</u>        |
| Net decrease in cash and cash equivalents   |      | (778,797)             | (4,759)                 |
| Cash and cash equivalents at 1 October      |      | <u>1,673,005</u>      | <u>1,677,764</u>        |
| Cash and cash equivalents at 30 September   |      | <u><u>894,208</u></u> | <u><u>1,673,005</u></u> |

All of the cash flows are derived from continuing operations during the above two periods.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2020**

---

#### **1 Trust status**

The Trust is a charity limited by guarantee and consequently does not have share capital. The charity is incorporated in England and its registered office is Third Floor, Marlborough House, Victoria Road South, Chelmsford, Essex, CM1 1LN. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the Trust in the event of liquidation.

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

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

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

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 (FRS 102) (effective 1 January 2019) - (Charities SORP FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006 and the Charities Act 2011.

Fowler Smith & Jones Trust 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 notes.

##### **Going concern**

The trustees consider that there are no material uncertainties about the charitable company's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charitable company.

##### **Income and endowments**

All income is recognised once the charitable company has entitlement to the resources, it is certain that the resources will be received and the monetary value of income can be measured with sufficient reliability. The nature of the charity's income is as follows:

##### ***Investment income***

Interest received is accounted for on a receivable basis.

Rents and service charges receivable, including insurance, service charges and dilapidation costs receivable, is recognised on an accruals basis. The charitable company has appointed managing agents to collect all income and handle all aspects of the day to day management of its investment properties.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2020**

---

#### ***Deferred income***

Deferred income represents amounts received for future periods and is released to income in the period for which, it has been received.

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category.

#### ***Raising funds***

These are costs incurred in the management of investment properties.

#### ***Charitable activities***

Charitable expenditure comprises those costs incurred by the Trust in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### ***Grant expenditure***

Grants payable represent the amounts paid to third parties at the direction of the Trustees in accordance with the Trust Deed of the charity. Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the Trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and any condition attaching to the grant is outside of the control of the charitable company.

#### ***Grant provisions***

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

#### ***Support costs***

Overhead and support costs have been allocated firstly between charitable activities and governance. Overhead and support costs relating to charitable activities have been apportioned based on staff time spent on each activity.

#### ***Governance costs***

Governance costs comprise all costs involving the public accountability of the charitable company and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

## **Fowler Smith & Jones Trust**

### **Notes to the Financial Statements for the Year Ended 30 September 2020**

---

#### **Taxation**

The Trust is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Trust is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### **Investment properties**

Investment properties are held by the charitable company for the purpose of producing income for the charity. Investment properties are capitalised in the Balance Sheet at their fair value at the Balance Sheet date. The fair value of the properties has been calculated having regard to the rental yield and valuation of similar properties.

The statement of financial activities includes any unrealised gains or losses arising on the revaluation and disposals throughout the year.

#### **Trade debtors**

Trade debtors are amounts due from tenants for rent and service charges from investment properties.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Trust will not be able to collect all amounts due according to the original terms of the receivables.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and deposits.

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Trust does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2020

---

#### Fund structure

Unrestricted funds comprises those funds which the Trustees are free to use for any purpose in the furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose.

Restricted funds comprise an expendable endowment fund used by the Trust to generate income for future charitable expenditure.

#### Pensions and other post retirement obligations

The Trust operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the Trust has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

#### Financial instruments

##### Classification

The charitable company only holds basic financial instruments as defined in FRS 102. The financial assets and financial liabilities of the charitable company and their measurement basis are as follows:

Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost. Prepayments are not financial instruments.

Cash at bank - is classified as a basic financial instrument and is measured at face value.

Financial liabilities - trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost. Taxation and social security are not included in the financial instruments disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

### 3 Investment income

|                          | Unrestricted<br>funds<br>£ | Total<br>2020<br>£ | Total<br>2019<br>£ |
|--------------------------|----------------------------|--------------------|--------------------|
| Loan interest receivable | 16,000                     | 16,000             | -                  |
| Income from rents        | 722,496                    | 722,496            | 745,810            |
|                          | <u>738,496</u>             | <u>738,496</u>     | <u>745,810</u>     |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2020

#### 4 Expenditure on raising funds

##### a) Investment management costs

|                                               | Unrestricted<br>funds<br>£ | Total<br>2020<br>£ | Total<br>2019<br>£ |
|-----------------------------------------------|----------------------------|--------------------|--------------------|
| Interest payable;                             |                            |                    |                    |
| Interest payable on bank loans                | 46,443                     | 46,443             | 50,942             |
| Managing agent's commission                   | 32,556                     | 32,556             | 32,307             |
| Insurance                                     | 340                        | 340                | 344                |
| Repair and maintenance of investment property | 162                        | 162                | -                  |
| Legal fees                                    | -                          | -                  | 27,204             |
| Rates and electricity                         | 2,536                      | 2,536              | 2,994              |
| Bank charges                                  | 446                        | 446                | 328                |
|                                               | <u>82,483</u>              | <u>82,483</u>      | <u>114,119</u>     |

#### 5 Expenditure on charitable activities

|                             | Note | Unrestricted<br>funds<br>£ | Restricted<br>£ | Total<br>2020<br>£ | Total<br>2019<br>£ |
|-----------------------------|------|----------------------------|-----------------|--------------------|--------------------|
| Grant funding of activities | 7    | 648,060                    | -               | 648,060            | 570,092            |
| Staff costs                 | 6    | 28,131                     | -               | 28,131             | 25,602             |
| Allocated support costs     | 6    | 31,367                     | -               | 31,367             | 29,044             |
| Governance costs            | 6    | 10,000                     | -               | 10,000             | 10,000             |
|                             |      | <u>717,558</u>             | <u>-</u>        | <u>717,558</u>     | <u>634,738</u>     |

# Fowler Smith & Jones Trust

## Notes to the Financial Statements for the Year Ended 30 September 2020

### 6 Analysis of governance and support costs

#### Support costs allocated to charitable activities

|                    | <b>Governance costs</b> | <b>Staff costs</b> | <b>Administration costs</b> | <b>Total 2020</b> | <b>Total 2019</b> |
|--------------------|-------------------------|--------------------|-----------------------------|-------------------|-------------------|
|                    | <b>£</b>                | <b>£</b>           | <b>£</b>                    | <b>£</b>          | <b>£</b>          |
| Salaries and wages | -                       | 28,131             | -                           | 28,131            | 25,602            |
| Office expenses    | -                       | -                  | 3,346                       | 3,346             | 3,099             |
| Service charges    | -                       | -                  | 2,160                       | 2,160             | 2,160             |
| Bank charges       | -                       | -                  | -                           | -                 | 6                 |
| Professional fees  | -                       | -                  | 16,000                      | 16,000            | 16,000            |
| Office rental      | -                       | -                  | 9,860                       | 9,860             | 7,779             |
| Audit fees         | 10,000                  | -                  | -                           | 10,000            | 10,000            |
|                    | <u>10,000</u>           | <u>28,131</u>      | <u>31,366</u>               | <u>69,497</u>     | <u>64,646</u>     |

#### Governance costs

|                                   | <b>Unrestricted funds</b> | <b>Total 2020</b> | <b>Total 2019</b> |
|-----------------------------------|---------------------------|-------------------|-------------------|
|                                   | <b>£</b>                  | <b>£</b>          | <b>£</b>          |
| Audit fees                        |                           |                   |                   |
| Audit of the financial statements | 6,500                     | 6,500             | 6,500             |
| Other fees paid to auditors       | 3,500                     | 3,500             | 3,500             |
|                                   | <u>10,000</u>             | <u>10,000</u>     | <u>10,000</u>     |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2020

---

#### 7 Grant-making

##### Analysis of grants

|                          | Grants to institutions |                |
|--------------------------|------------------------|----------------|
|                          | 2020                   | 2019           |
|                          | £                      | £              |
| <b>Analysis</b>          |                        |                |
| Arts                     | -                      | 8,500          |
| Capital                  | 170,000                | 168,000        |
| Churches                 | 6,500                  | 6,250          |
| Community                | 133,920                | 123,040        |
| Medical/Health           | 90,850                 | 82,500         |
| Miscellaneous and top up | 87,050                 | 47,200         |
| Overseas                 | 3,000                  | 12,240         |
| Youth                    | 156,740                | 122,362        |
|                          | <u>648,060</u>         | <u>570,092</u> |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2020

Below are details of material grants made to institutions by the Trust.

|                                   |                                                                                                                             | 2020   | 2019   |
|-----------------------------------|-----------------------------------------------------------------------------------------------------------------------------|--------|--------|
| Name of institution               | Activity supported                                                                                                          |        | £      |
| Chalkwell Bay Seascout Group      | Redevelopment and extension of the scout group headquarters.                                                                | 30,000 |        |
| St Peter's Church                 | Redevelopment of building to create capacity for a wider variety of groups.                                                 | 25,000 |        |
| Debden Village Hall               | Major improvement and refurbishment of the Hall building.                                                                   | 25,000 |        |
| St Luke's Hospice                 | Towards fitting out the new Hospice building.                                                                               | 22,500 |        |
| Roxwell Church                    | To replace roof of the church for use by the community.                                                                     | 20,000 |        |
| Colchester Arts Centre            | Major improvements to the Centre facilities.                                                                                | 20,000 |        |
| North Springfield Baptist Church  | To construct an extension which will include a new meeting room and toilets.                                                | 20,000 |        |
| Samaritans Chelmsford & Mid Essex | Refurbishment of the building including the visitors and training room.                                                     | 12,000 |        |
| Sport for Confidence              | Grant awarded towards the cost of an administrator for this sports initiative focussing on wider community health benefits. | 10,000 |        |
| Age Concern                       | Create a 'One-stop' venue for a wide variety of services and groups in the Westcliff area.                                  |        | 30,000 |
| Warley Scout Group                | Rebuilding of the hall for use by Scouts and the wider community.                                                           |        | 27,000 |
| Ridgewell Village Hall            | Refurbishment of the village hall for community use.                                                                        |        | 25,000 |
| Goldhanger Village Hall           | Refurbishment of hall/toilets/kitchen for community use.                                                                    |        | 25,000 |
| Stow Maries                       | Redevelopment of four key buildings, installation of independent water supplies and creation of adventure play areas.       |        | 25,000 |
| Langley Community Centre          | To construct a new sustainable community centre to replace the existing hall.                                               |        | 20,000 |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2020

|                               |                                                      |                |                |
|-------------------------------|------------------------------------------------------|----------------|----------------|
| Cornish Hall End Village Hall | Refurbishment of the village hall for community use. |                | 16,000         |
| Other grants (under £10,000)  | Various charitable activities.                       | 463,560        | 402,092        |
|                               |                                                      | <u>648,060</u> | <u>570,092</u> |

#### 8 Trustees' remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the Trust during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

#### 9 Staff costs

The aggregate payroll costs were as follows:

|                                          | 2020<br>£     | 2019<br>£     |
|------------------------------------------|---------------|---------------|
| <b>Staff costs during the year were:</b> |               |               |
| Wages and salaries                       | 27,421        | 24,479        |
| Social security costs                    | 678           | 1,123         |
| Pension costs                            | 32            | -             |
|                                          | <u>28,131</u> | <u>25,602</u> |

The monthly average number of persons (including senior management team) employed by the Trust during the year expressed by head count was as follows:

|                | 2020<br>No | 2019<br>No |
|----------------|------------|------------|
| Administration | <u>2</u>   | <u>2</u>   |

No employee received emoluments of more than £60,000 during the year.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2020

#### 10 Fixed asset investments

|                       | 2020<br>£         | 2019<br>£         |
|-----------------------|-------------------|-------------------|
| Investment properties | <u>10,550,000</u> | <u>11,150,000</u> |

#### Investment properties

|                          | Investment<br>properties<br>£ |
|--------------------------|-------------------------------|
| <b>Cost or Valuation</b> |                               |
| At 1 October 2019        | 11,150,000                    |
| Revaluation              | <u>(600,000)</u>              |
| At 30 September 2020     | <u>10,550,000</u>             |
| <b>Net book value</b>    |                               |
| At 30 September 2020     | <u>10,550,000</u>             |
| At 30 September 2019     | <u>11,150,000</u>             |

The historical cost of the investment properties as at the year end is £7,373,903 (2019: £7,373,903).

The property values are reviewed by the trustees and their advisors at the end of each year.

#### 11 Debtors

|                                 | 2020<br>£      | 2019<br>£     |
|---------------------------------|----------------|---------------|
| Trade debtors                   | 66,727         | 72,064        |
| Prepayments                     | 4,527          | 4,723         |
| Other debtors - loan receivable | <u>650,000</u> | <u>-</u>      |
|                                 | <u>721,254</u> | <u>76,787</u> |

Some of the loan receivable may fall due after more than one year.

**2020  
£**

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2020

---

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

|                                    | 2020<br>£      | 2019<br>£      |
|------------------------------------|----------------|----------------|
| Bank loans                         | 68,164         | 65,702         |
| Trade creditors                    | 5,948          | 9,090          |
| Accruals for grants payable        | 65,000         | 77,000         |
| Other taxation and social security | 46,279         | 38,048         |
| Other creditors                    | 26,675         | 27,324         |
| Accruals                           | 10,000         | 13,430         |
| Deferred income                    | 175,782        | 172,030        |
|                                    | <u>397,848</u> | <u>402,624</u> |

  

|                                        | 2020<br>£        | 2019<br>£        |
|----------------------------------------|------------------|------------------|
| Deferred income at 1 October 2019      | 172,030          | 162,829          |
| Resources deferred in the period       | 175,782          | 172,030          |
| Amounts released from previous periods | <u>(172,030)</u> | <u>(162,829)</u> |
| Deferred income at year end            | <u>175,782</u>   | <u>172,030</u>   |

Deferred income consists of rental income from investment properties relating to post year end periods.

#### Bank borrowings

Lloyds Bank business loan is denominated in pound sterling with a nominal interest rate of 4% (2019 - 4%), and the final instalment is due on 17 November 2022. The carrying amount at year end is £1,220,541 (2019 - £1,286,088).

The bank loan is secured against the freehold land and buildings at Unit 4a Castlewood Business Park, Farmwell Lane, Sutton in Ashfield. The bank also holds a debenture incorporating a fixed and floating charge in respect of the loan.

A total balance of £1,070,000 of the loan is to be repaid in full on the maturity date, which is five years after the date the loan started. The remainder of the loan is being paid over 60 monthly instalments with the final instalment also being paid on the maturity date.

# Fowler Smith & Jones Trust

## Notes to the Financial Statements for the Year Ended 30 September 2020

### 13 Creditors: amounts falling due after one year

|            | 2020<br>£        | 2019<br>£        |
|------------|------------------|------------------|
| Bank loans | <u>1,152,377</u> | <u>1,220,386</u> |

### 14 Contingent liabilities

At 30 September 2020 there were no grants that had been awarded but for which conditions had not been met.

### 15 Funds

#### Current year:

|                           | Balance at<br>1 October<br>2019<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Other<br>recognised<br>gains/(losses)<br>£ | Balance at<br>30<br>September<br>2020<br>£ |
|---------------------------|--------------------------------------|----------------------------|----------------------------|--------------------------------------------|--------------------------------------------|
| <b>Unrestricted funds</b> |                                      |                            |                            |                                            |                                            |
| Unrestricted funds        | 414,866                              | 738,496                    | (800,041)                  | -                                          | 353,321                                    |
| <b>Endowment funds</b>    |                                      |                            |                            |                                            |                                            |
| Expendable                | <u>10,861,916</u>                    | <u>-</u>                   | <u>-</u>                   | <u>(600,000)</u>                           | <u>10,261,916</u>                          |
| <b>Total funds</b>        | <u>11,276,782</u>                    | <u>738,496</u>             | <u>(800,041)</u>           | <u>(600,000)</u>                           | <u>10,615,237</u>                          |

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2020

**Prior year:**

|                           | Balance at<br>1 October<br>2018<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Other<br>recognised<br>gains/(losses)<br>£ | Balance at<br>30<br>September<br>2019<br>£ |
|---------------------------|--------------------------------------|----------------------------|----------------------------|--------------------------------------------|--------------------------------------------|
| <b>Unrestricted funds</b> |                                      |                            |                            |                                            |                                            |
| Unrestricted funds        | 417,913                              | 745,810                    | (748,857)                  | -                                          | 414,866                                    |
| <b>Endowment funds</b>    |                                      |                            |                            |                                            |                                            |
| Expendable                | <u>9,211,916</u>                     | <u>-</u>                   | <u>-</u>                   | <u>1,650,000</u>                           | <u>10,861,916</u>                          |
| <b>Total funds</b>        | <u><u>9,629,829</u></u>              | <u><u>745,810</u></u>      | <u><u>(748,857)</u></u>    | <u><u>1,650,000</u></u>                    | <u><u>11,276,782</u></u>                   |

The specific purposes for which the funds are to be applied are as follows:

The expendable endowment fund represents the original trust fund capital from 1969, as amended by the incorporation of Fowler Smith & Jones Trust, adjusted for capital movements and transfers permitted under the terms of the deed.

The original trust fund capital is retained by the trustees to generate income for future charitable expenditure. Included in the expendable endowments is an unrealised fair value reserve of £3,176,097 (2019: £3,776,097), which represents the value of investment properties above their original cost.

## Fowler Smith & Jones Trust

### Notes to the Financial Statements for the Year Ended 30 September 2020

#### 16 Analysis of net assets between funds

|                         | Unrestricted<br>funds<br>£ | Expendable<br>endowment<br>funds<br>£ | Total funds<br>at 30<br>September<br>2019<br>£ |
|-------------------------|----------------------------|---------------------------------------|------------------------------------------------|
| Fixed asset investments | 288,084                    | 10,261,916                            | 10,550,000                                     |
| Current assets          | 1,615,462                  | -                                     | 1,615,462                                      |
| Current liabilities     | (397,848)                  | -                                     | (397,848)                                      |
| Creditors over 1 year   | (1,152,377)                | -                                     | (1,152,377)                                    |
| Total net assets        | <u>353,321</u>             | <u>10,261,916</u>                     | <u>10,615,237</u>                              |

  

|                         | Unrestricted<br>funds<br>£ | Expendable<br>endowment<br>funds<br>£ | Total funds<br>at 30<br>September<br>2019<br>£ |
|-------------------------|----------------------------|---------------------------------------|------------------------------------------------|
| Fixed asset investments | 288,084                    | 10,861,916                            | 11,150,000                                     |
| Current assets          | 1,749,792                  | -                                     | 1,749,792                                      |
| Current liabilities     | (402,624)                  | -                                     | (402,624)                                      |
| Creditors over 1 year   | (1,220,386)                | -                                     | (1,220,386)                                    |
| Total net assets        | <u>414,866</u>             | <u>10,861,916</u>                     | <u>11,276,782</u>                              |

#### 17 Related party transactions

During the year the Trust made the following related party transactions:

##### **Marlborough House Partners LLP**

(Mr P J Tolhurst is a partner of Marlborough House Partners LLP)

During the year a total of £48,856 (2019: £49,267) was paid to Marlborough House Partners LLP for accounting services, portfolio management and property agent collection fees. At the balance sheet date the amount due to/from Marlborough House Partners LLP was £Nil (2019 - £Nil).

##### **Marlborough House (Chelmsford) Limited**

(Mr P J Tolhurst is a director of Marlborough House (Chelmsford) Limited)

During the year a total of £10,866 (2019: £6,645) was paid to Marlborough House (Chelmsford) Limited for insurance, rent and services charges for the Marlborough House office. At the balance sheet date the amount due to Marlborough House (Chelmsford) Limited was £1,299 (2019 - £3,430).

# Fowler Smith & Jones Trust

## Notes to the Financial Statements for the Year Ended 30 September 2020

### 18 Prior year Statement of Financial Activities

|                                    | Unrestricted<br>£ | Endowment<br>£ | Total<br>2019<br>£ |
|------------------------------------|-------------------|----------------|--------------------|
| <b>Income and Endowments from:</b> |                   |                |                    |
| Investment income                  | 745,810           | -              | 745,810            |
| Total income                       | 745,810           | -              | 745,810            |
| <b>Expenditure on:</b>             |                   |                |                    |
| Raising funds                      | 114,119           | -              | 114,119            |
| Charitable activities              | 634,738           | -              | 634,738            |
| Total expenditure                  | 748,857           | -              | 748,857            |
| Other recognised gains and losses  | -                 | 1,650,000      | 1,650,000          |
| Net (expenditure)/income           | (3,047)           | 1,650,000      | 1,646,953          |
| Net movement in funds              | (3,047)           | 1,650,000      | 1,646,953          |
| <b>Reconciliation of funds</b>     |                   |                |                    |
| Total funds brought forward        | 417,913           | 9,211,916      | 9,629,829          |
| Total funds carried forward        | 414,866           | 10,861,916     | 11,276,782         |