



The Fifth Trust

(A company limited by guarantee)

Trustees' report and financial statements

For the year ending 31 March 2022

Registered number: 07262103 | Charity number: 1136718

Contents

3	About us
4	Trustees and administration
5	Welcome
6	Our aims and objectives
7	Fundraising
9	Student services
11	Meet our students
12	Social enterprises
13	Financial review
15	Structure, governance and management
16	Statement of trustees' responsibilities
17	Independent auditor's report
22	Financial statements
26	Notes to financial statements

The Fifth Trust (a company limited by guarantee)

The trustees present their annual report together with the audited financial statements of The Fifth Trust for the period 1 April 2021 to 31 March 2022. The annual report serves the purposes of both a trustees' report and a directors' report under company law. The trustees confirm that the annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the group and the charity qualify as small under section 383 of the Companies Act 2006, the Group strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Registered number: 07262103

Charity number: 1136718



About us

The Fifth Trust has been providing educational and creative activities, skills training and rewarding work experience for adults with learning disabilities since 1990.

Currently around 140 students from across East Kent attend our two skills centres near Canterbury, which operate five days a week year-round. Here they take part in sessions including horticulture, catering, art and design, woodwork, pottery and music. Their creative work, including paintings, bird nesting boxes, ceramics and greetings cards, is available to buy.



We also operate social enterprises – the Vineyard Garden Centre and Vineyard Café – to raise additional revenue in addition to the student fees we receive from Kent County Council, other local authorities and privately. Our students play an active role in these enterprises, growing plant stock for the garden centre and vegetables for the café kitchen; making delicious chutneys and jams, scones and cakes; and helping to prepare meals and serve customers. They also work in the local community as members of our log delivery and garden maintenance teams.

Our vision

A world where every person with a learning disability can access life-enhancing opportunities tailored to their individual needs.

Our mission

Every day we encourage and challenge our students with learning disabilities to do and be the best that they can.

Our values

Caring – we treat everyone with kindness and respect.

Individual – we tailor our services to the individual needs of each student and offer freedom of choice.

Strive – we encourage our students and our staff to develop skills and self-belief.

Excellence – we provide high quality, life enhancing services in a safe, supportive environment.

One team – students, staff, volunteers, trustees, families, carers: we work together.

Trustees and administration

Board of trustees

Suzanne O'Brien, Chair
Dr David Oliver, Vice Chair, Chair of Stakeholders' Engagement Panel
Neil Hope, Chair of Finance, Audit & Risk Committee
Paul Gannaway, Chair of Communications Committee
Anita Robson
Daniel Cowley (appointed 19 April 2021)
Srinivas Annamaraju (resigned 26 April 2022)
Rebecca Lisney (resigned 26 April 2022)

Senior management team

Nikki Marley, Chief Executive Officer
Gareth Owen-Conway, Finance Director
Mike Theoff, Operations & Care Manager
Jane Ward, Fundraising & Communications Manager
Peter Stratton, Social Enterprise Manager

Company registered number

07262103

Charity registered number

1136718

Registered office

Elham Valley Vineyard
Breach
Barham
Canterbury
CT4 6LN

Company secretary

Gareth Owen-Conway (appointed 31 May 2022)

Independent auditor

Kreston Reeves LLP
Chartered Accountants
Montague Place
Quayside
Chatham Maritime
Chatham
ME4 4QU

Banks

Barclays Bank plc

Solicitors

Robson & Co
147 High St
Hythe
CT21 5JN

Welcome

We present our 2021/22 annual report after a period that has again been overshadowed by the coronavirus pandemic. As the world adjusted to living with Covid, we were immensely proud of the way our staff and students responded to the continuing challenges, and thoroughly relieved to be able to finally return to a full rota of activities in September 2021.

This was the year when we saw a long-held dream turn into a glorious reality. On 30 June 2022 we held the official naming ceremony for the three stunning architect-designed buildings that make up our Barham Skills Centre. It was an opportunity for us to thank the many grant-making organisations and generous individuals who supported our £2 million, six-year fundraising campaign and also to recognise the contribution of our students (whose views on the design were invaluable), the guiding hand of our trustees, the input of our staff, the hard work of the contractors, and the support of the local community.

We are now happily settled in the fantastic new facilities and working towards delivery of new services and increasing student intake.

We are also gearing up to launching a major new development – Fifth Trust Connect. Our on-demand video service will enable us to expand our reach to an audience of learning disabled people outside our catchment area and those living locally who are unable for whatever reason to access our sites, as well as giving our current students access to additional courses and life skills games whenever they want.

Empowering our students to realise their potential is at the heart of what we do, so we were delighted to take on the first apprentice recruited from our student body. Charly is now a year into her customer care course and working hard in the Vineyard Café and on her studies, supported by one of our instructors.

Income generation continues to be a focus with a growing reliance on fundraising and our social enterprises. Now that we have emerged from lockdown, we look forward to fully renewing a wide range of activities.

The economic and political environments remain challenging, and the links we build with like-minded organisations and with our local community are increasingly important. We continue to evolve and grow so that we deliver for our students life-enhancing opportunities tailored to their individual needs.

Nikki Marley, CEO

Suzanne O'Brien, Chair



Nikki Marley, CEO



Suzanne O'Brien, Chair

Our aims and objectives

- To continue to provide a safe and fulfilling way of life for our students.
- To increase income generation through our social enterprises and fundraising.
- To enhance our relationship with the local community and to build stronger links with like-minded organisations.
- To be an active voice in educating wider society to promote greater social inclusion of people with learning disabilities.



Strategy for achieving aims and objectives

In 2021, The Fifth Trust published an ambitious five-year strategic plan, providing a framework for the continued successful growth and delivery of a sustainable, high-quality service for adults with learning disabilities.

The plan can be viewed on our website: www.fifthtrust.co.uk.

Public benefit

The charity's objective is to support adults with learning disabilities, and this is a benefit to them, to their families and to the wider community. In setting objectives and planning activities, the trustees have given due consideration to general guidance relating to public benefit published by the Charity Commission.

Fundraising

Barham Skills Centre

Throughout the year work continued on our new Barham Skills Centre, following a six-year fundraising campaign.

The gross cost of the project, including the associated fixtures and fittings, was £1.9m, approximately £1.65m net of VAT recovered. We are pleased to report that the net costs were fully covered by donations and pledges received.

Global supply issues in the construction sector saw the build's projected end-date slip by three months, but by the end of March 2022 students were able to move into two of the three new buildings – Lucy's Media Suite, named after a student who sadly died in 2020, and the Art Studio. Work on the Bradbury Hub, offering flexible space for dining, meeting and putting on exhibitions, a kitchen, office, sensory room, shower and changing facilities, continued for several more weeks. Practical completion of the whole build occurred in June. We held an official launch event on 30 June and were delighted to see many donors and sponsors who helped to bring this ambitious dream to fruition.

As well as giving current students a fantastic new environment, the new centre will also increase capacity by at least 10% and allow us to offer new services for learning disabled adults with profound physical conditions and a life skills programme for students getting ready to live more independently.

Fundraising continues to fit out the sensory room, landscape the outside space with a series of sensory gardens and to provide outdoor seating.



Helping ourselves

The efforts of staff, students and local supporters help boost our income from fundraising.

In May 2021 we took part in the Captain Tom 100 Challenge, a nationwide event held in memory of Captain Sir Tom Moore, raising £960 through activities such as making 100 keyrings for sale, baking 100 biscuits for the café and being sponsored to walk 100 laps of the vineyard.

The Fifth Trust administrator Alison Turner and a friend collected £1,815 in sponsorship by climbing Mount Snowdon in July, and six other members of staff cycled 50km in the KM Big Bike Ride in September to raise £1,470.

Shoppers at Asda in Canterbury voted us winner of the Asda Foundation Green Token Giving scheme in August, which gave us £500 for art equipment. Ten-year-old café regular Alex raised an incredible £1,285 by having his hair cut!

Thankfully, we were able to hold our Christmas craft fair again, having been forced to cancel in 2020 due to the pandemic. This is a real highlight in both our and the local community's calendar, and we raised £10,300.



Student services

In April 2021 we welcomed students back to our skills centres for the first time in three months as the Government began to implement its roadmap out of lockdown. Continuing pandemic restrictions such as social distancing and our commitment to student safety, through protective measures like small class bubbles, meant Covid continued to impact on our service through to the autumn, when we were finally able to reintroduce our full rota of activities and students joined our garden maintenance and log delivery teams again.

During this period we continued to offer online video sessions following positive feedback from students and their families.

18

activities to choose from

928

half day sessions per week

11%

of adults with learning disabilities in Kent who use care services come to us

16-70+

age range of students



New activities

We secured funding to develop our pandemic online provision into a new video service, Fifth Trust Connect, which is set to launch in October 2022. It will be available to current students who want to access additional content at home, people living outside our catchment area and anyone facing barriers to attending our skills centres in person. It will offer courses in subjects including art, cooking, gardening and photography taught by our expert instructors and delivered in bite-sized videos, and fun life skills games, with new content added every month.



A new session we have been trialling aims to build students' confidence and communication skills while enjoying adventure out in the fresh air. Outdoor Active offers students a totally new experience, learning bushcraft skills such as campfire- and shelter-building in nearby woodland. Led by a Forest School-trained instructor and rigorously risk-assessed, the session demonstrates what the great outdoors has to offer and encourages participants to try out ancient arts including whittling.

Our commitment to engaging with other organisations has seen us become a John Muir award provider. This national environmental scheme encourages people from all backgrounds to connect with, enjoy and care for wild places. The four-week Discoverer Award has been completed by 12 of our students, and we are now offering it as a summer holiday activity to local SEN schools.

Meet our students

Georgia started at The Fifth Trust during the pandemic, so initially her experience was entirely online. She was so comfortable using our digital service she even presented a session of her own – a round-up of the week's TV soaps. Now attending our skills centres four days a week, Georgia says she enjoys all her sessions but is clear on what the best thing about the Trust is: "I've got loads of friends here!"



Ben is one of the students who was filmed for BBC South East Today's On The Map in June 2021. He told presenter Sara Thornton about his work in the garden centre and the vineyard where he helps tend the vines – but admitted he hasn't tasted the end result!

Malcolm has been coming to The Fifth Trust for over 20 years. He says: "I love art. I like drawing and painting pictures." A massive sports fan, Malcolm often chooses football as a subject and is a dab hand at landscapes too.



Debbie is very creative so particularly enjoys sessions such as art, craft and pottery. She has also been with us for many years but still enjoys trying new things – as a keen nature lover she was one of the first students to sign up for the John Muir Discoverer Award.

Social enterprises

Covid-19 continued to impact on our social enterprise operations. Although the Vineyard Garden Centre returned to seven day a week opening from the beginning of March 2021 and the Vineyard Café was able to fully reopen in May 2021, footfall did not recover to pre-pandemic levels. As a result the café made a loss during the year of £9k. Since then we have seen an increase in customer numbers and the café is trading profitably again.

The Vineyard Garden Centre made a profit during the year of £28k. Our log delivery service was impacted by the loss of a key supplier. As a result we had to find new sources but given the extended lead times for deliveries we were not able to meet customer needs for several months. We have now established a pool of suppliers to ensure a steady flow of logs throughout the year.

It was great to see students return to garden maintenance and log delivery services in the autumn and regular customers were equally delighted to see them out and about in the community again. Towards the end of the year we changed our garden maintenance business model to half or full day contracts, rather than hourly periods, and this has significantly boosted profitability.

Students from the University of Kent IT consultancy redeveloped our social enterprise website www.vineyardgardencentre.co.uk as part of their Masters in Computer Science. The site now hosts an online shop that showcases student work including ceramics, cards and woodwork.



Financial review

Results

The Fifth Trust had a net surplus of income over expenditure (including net investment loss) in the year of £933,155 (2021 £395,454) broken down as follows:

	£
Charity's core care services	(144,782)
Net loss on investments	(5,500)
Garden centre	27,898
Café	(9,269)
Donations – unrestricted	18,284
Donations – restricted	1,046,524
TOTAL	933,155

Donations of £1,090,187 were received during the year. £1,065,243 was restricted of which £1,026,970 related to the Barham Skills Centre redevelopment, £20,000 for an employee dedicated to supporting students with dementia, £12,000 for development of our online digital platform Fifth Trust Connect and £6,273 other. During the year expenditure incurred on restricted related donations was £1,224,753, of which £1,177,801 related to the Barham Skills Centre redevelopment. £1,205,751 was capitalised.

Principal funding sources

The Fifth Trust's revenue is generated from three main sources: day care fees (primarily from a contract with Kent County Council); income from our social enterprises, the café and the garden centre providing training and work experience activities for students; and charitable grants and donations. Total revenues for the year were £2.4m against £1.6m last year. However, this increase was primarily as a result of additional restricted donations relating to the Barham Skills Centre. Excluding restricted donations, revenues fell to £1.33m from £1.44m last year. Day care fees were up on last year and although garden centre and café revenues increased as the impact of Covid lessened, these additional revenues were less than the Covid government grants and furlough payments we received during 2021.

Reserves

The trustees have adopted a policy in line with Charity Commission recommendations. The policy takes into account unexpected variances in income and expenditure to ensure that the charity is able to meet its financial obligations and to maintain its undertakings in the short term. In particular the reserves are required for the following purposes:

- to provide a level of working capital that protects the continuity of our work
- to provide a level of funding for unexpected opportunities
- to provide cover for risks such as unforeseen expenditure or unanticipated loss of income.

The trustees have set the figure for liquid unrestricted reserves at a minimum of £250,000 (2021 - £250,000) which in a worst case scenario would cover three months' staff costs, a building reserve and other potential costs in the event of a winding up.

The total of unrestricted funds held in net current assets is £484,826 of which £15,520 is designated funds. Unrestricted cash at bank and in hand is £301,791.

Restricted reserves as at 31 March 2022 were £333,900, all of which is held as cash at bank. Of this sum £271,079 relates to donations for the Barham Skills Centre (net of expenditure paid out to date), with the balance relating to various other projects.



Financial Key Performance Indicators (KPIs)

The trustees receive quarterly management accounts detailing the quarterly performance and year to date performance of each operation with comparisons to budgets which are set at the beginning of the year. These results are accompanied by a commentary on the performances highlighting any main variances and any issues that have arisen. In addition, a range of key performance indicators are included in the reports such as gross operating margins, student and staff numbers.

Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

The charity has been significantly affected by the Covid-19 crisis. However, we have weathered the storm and activities are slowly returning to pre-pandemic levels. The Vineyard Garden Centre and Vineyard Café footfall has still not recovered fully, but we hope customer numbers will continue to improve as we move into the second half of 2022. As at 31 March 2022 the charity has in excess of £300k of unrestricted cash reserves to support the charity's ongoing activities. The charity is currently forecasting a small excess of income over expenditure for the financial year ended 31 March 2023.

Principal risks and uncertainties

The major risk for the charity is the loss of income needed to fund its ongoing day care activities. The trustees and senior management keep abreast of changes in Government policy on day care fees and day care regulations to ensure that the charity complies with all requirements and implements any necessary changes as they arise to continue to secure that revenue stream. The charity was able to maintain most of its student fee income during the lockdown periods and is grateful for the support of its funders, particularly Kent County Council. In June 2022 we submitted a tender to KCC for a new four year contract beginning 1 October 2022. In August KCC confirmed we have been successful. This new contract will secure the majority of our existing care service fees for the next four years and significantly reduce our risk of a loss of income over this period.

Trustees and the senior management team revisit the charity's business strategy regularly. Income from social enterprise activities is monitored on a departmental basis, highlighting potential areas of weakness to allow early remedial action where required. Major capital projects, such as the new skills centre, are not undertaken until adequate funding is in place. Trustees and senior management hold regular finance, audit and risk committee meetings which report back to the quarterly trustee board meetings.

Structure, governance and management

The Fifth Trust is registered as a charitable company limited by guarantee and was set up by a trust deed.

The oversight of the group and the charity is the responsibility of the trustees, who are all elected under the terms of the Articles of Association. Our trustees play a pivotal role in setting the strategic direction of the Trust and supporting and guiding the senior management team.

In setting the Trust's aims and objectives, the trustees give due consideration to general guidance published by the Charity Commission relating to public benefit.

Board meetings are held quarterly with an annual away day to review strategy and significant topics. Smaller working groups of trustees and managers focused on particular areas and projects also meet regularly. A stakeholders' engagement panel has been established to provide advice and feedback to the board and a communications committee also meets regularly.

The Trust has a conflict of interest policy and any potential conflicts are identified at all meetings.

Safeguarding is a priority and is on the agenda at every board meeting. Our safeguarding policy is reviewed annually. In line with the Charity Commission's guidelines, all staff, trustees and volunteers undergo safeguarding training and all are DBS checked.

The board of trustees is responsible for selecting and recruiting suitable trustees to office. The trustees strive to ensure a good representation of independent members with the necessary skills and experience to strengthen the board. Trustees serve on an unpaid voluntary basis.

Statement of trustees' responsibilities

The trustees (who are also the directors of the charity 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 group and the charity and of their incoming resources and application of resources, including their income and expenditure. In preparing these financial statements, the trustees are required to:

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

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the group and the charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the charity 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 group and the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

Disclosure of information to auditor

Each of the persons who are trustees at the time when this trustees' report is approved has confirmed that:

- so far as that trustee is aware, there is no relevant audit information of which the charitable group's auditor is unaware, and
- that trustee has taken all the steps that ought to have been taken as a trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditor is aware of that information.

Auditor

The auditor, Kreston Reeves LLP, has indicated their willingness to continue in office. The designated trustees will propose a motion reappointing the auditor at a meeting of the trustees.

Approved by order of the members of the board of trustees and signed on their behalf by:



Suzanne O'Brien
Chairperson

Date: 25 October 2022

Independent auditor's report to the members of The Fifth Trust

Opinion

We have audited the financial statements of The Fifth Trust (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2022 which comprise the consolidated statement of financial activities, the consolidated balance sheet, the charity balance sheet, the consolidated statement of cash flows and the related notes, 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 group's and of the parent charitable company's affairs as at 31 March 2022 and of the group's 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 and 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 auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 group's or the parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are 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 annual report other than the financial statements and our auditors' report thereon. The trustees are responsible for the other information contained within the annual 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. 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 for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the trustees' 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 trustees' report.

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

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' 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 the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, 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 group's and the parent 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 group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

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 auditors' 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:

Capability of the audit in detecting irregularities, including fraud

Based on our understanding of the charity and the sector as a whole, and through discussion with the trustees and other management (as required by auditing standards), we identified that the principal risks of non-compliance with laws and regulations related to safeguarding, health and safety, general data protection regulations and employment law. We considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities SORP (FRS 102) Second Edition (released October 2019), the Companies Act 2006, taxation and pension legislation. We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to posting inappropriate journal entries and management bias in accounting estimates and judgemental areas of the financial statements. Audit procedures performed by the engagement team included:

- Discussions with management and assessment of known or suspected instances of non-compliance with laws and regulations (including health and safety) and fraud; and
- Assessment of identified fraud risk factors; and
- Review of expenditure to confirm no evidence of personal benefit; and
- Identifying and assessing the

design effectiveness of controls that management has in place to prevent and detect fraud; and

- Challenging assumptions and judgements made by management in its significant accounting estimates; and
- Performing analytical procedures to identify any unusual or unexpected relationships, including related party transactions, that may indicate risks of material misstatement due to fraud; and
- Confirmation of related parties with management, and review of transactions throughout the period to identify any previously undisclosed transactions with related parties outside the normal course of business; and
- Reading minutes of meetings of those charged with governance; and
- Review of significant and unusual transactions and evaluation of the underlying financial rationale supporting transactions; and
- Identifying and testing journal entries, in particular any manual entries made at the year-end for financial statement preparation.

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 of 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 auditors' 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 auditors' 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

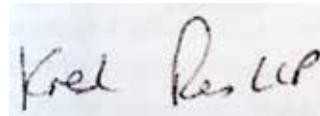
represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Use of our report

This report is made solely to the charitable company's members and trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, 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 members and trustees those matters we are required to state to them in an auditors' 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 its members and trustees, as a body, for our audit work, for this report, or for the opinions we have formed.



Kreston Reeves LLP

Chartered Accountants
Statutory Auditor
Chatham Maritime

Date: 25 October 2022

THE FIFTH TRUST

(A company limited by guarantee)

Registered number: 07262103

Consolidated statement of financial activities
(incorporating income and expenditure account)
For the year ended 31 March 2022

	Note	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:					
Donations and legacies	3	24,944	1,065,243	1,090,187	300,226
Charitable activities	4	1,307,159		1,307,159	1,299,228
Investments	5	6		6	41
Total income		1,332,109	1,065,243	2,397,352	1,599,495
Expenditure on:					
Raising funds	6	6,660	6,895	13,555	11,805
Charitable activities	7	1,433,035	12,107	1,445,142	1,197,689
Total expenditure		1,439,695	19,002	1,458,697	1,209,494
Net income/(expenditure)		(107,586)	1,046,241	938,655	390,001
Transfers between funds	18	1,165,751	(1,165,751)	-	-
Net income before gains on investments		1,058,165	(119,510)	938,655	390,001
Net gains/(losses) on investments		(5,500)	-	(5,500)	5,453
Net income movement in funds		1,052,665	(119,510)	933,155	395,454
Reconciliation of funds:					
Total funds brought forward	18	1,073,135	453,410	1,526,545	1,131,091
Net movement in funds		1,052,665	(119,510)	933,155	395,454
Total funds carried forward		2,125,800	333,900	2,459,700	1,526,545

The Consolidated statement of financial activities includes all gains and losses recognised in the year.
The notes on pages 26 to 42 form part of these financial statements.

THE FIFTH TRUST

(A company limited by guarantee)
Registered number: 07262103

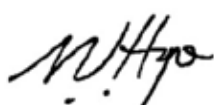
Consolidated balance sheet
As at 31 March 2022

	Note	2022 £	2022 £	2021 £	2021 £
Fixed assets					
Tangible assets	11	1,695,022			578,692
			1,695,022		578,692
Current assets					
Stocks	13	144,536		98,727	
Debtors	14	169,405		115,712	
Investments	15	-		5,500	
Cash at bank and in hand	22	651,211		890,694	
		965,152		1,110,633	
Creditors: amounts falling due within one year	16	(146,426)		(162,780)	
Net current assets			818,726		947,853
Creditors: amounts falling due after more than one year	17		(54,048)		-
Net assets			2,459,700		1,526,545
Charity funds					
Restricted funds	18		333,900		453,410
Unrestricted funds	18		2,125,800		1,073,135
Total funds			2,459,700		1,526,545

The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the trustees and signed on their behalf by:



Neil Hope

Chair of Finance, Audit & Risk Committee

Date: 25 October 2022

The notes on pages 26 to 42 form part of these financial statements.

THE FIFTH TRUST

(A company limited by guarantee)

Registered number: 07262103

Charity balance sheet

as at 31 March 2022

	Note	2022 £	2022 £	2021 £	2021 £
Fixed assets					
Tangible assets	11	1,625,390			525,316
Investments	12	57,443			57,443
			1,682,833		582,759
Current assets					
Stocks	13	34,984		40,446	
Debtors	14	189,047		93,008	
Investments	15	-		5,500	
Cash at bank and in hand		591,802		800,992	
		815,833		939,946	
Creditors: amounts falling due within one year	16	(126,247)		(145,771)	
Net current assets			689,586		794,175
Creditors: amounts falling due after more than one year	17		(35,000)		-
Net assets			2,337,419		1,376,934
Charity funds					
Restricted funds			333,900		453,410
Unrestricted funds			2,003,519		923,524
Total funds			2,337,419		1,376,934

The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Neil Hope

Chair of Finance, Audit & Risk Committee

Date: 25 October 2022

The notes on pages 26 to 42 form part of these financial statements.

THE FIFTH TRUST

(A company limited by guarantee)

Registered number: 07262103

Consolidated statement of cashflows for the year ended 31 March 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Net cash used in operating activities	21	<u>959,148</u>	<u>526,204</u>
Cash flows from investing activities			
Dividends, interest and rents from investments		6	41
Proceeds from sale of fixed assets		1,082	-
Purchase of tangible fixed assets		(1,199,719)	(173,518)
Net cash used in investing activities		<u>(1,198,631)</u>	<u>(173,477)</u>
Changes in cash and cash equivalents in the year		(239,483)	352,727
Cash and cash equivalents at the beginning of the year		890,694	537,967
Cash and cash equivalents at the end of the year		<u><u>651,211</u></u>	<u><u>890,694</u></u>

The notes on pages 26 to 42 form part of these financial statements.

1 General information

The Fifth Trust is a charity registered in England. The charity's registered address is Elham Valley Vineyard, Breach, Barham, Canterbury, CT4 6LN.

2 Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Fifth 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.

The consolidated statement of financial activities (SOFA) and consolidated balance sheet consolidate the financial statements of the company and its subsidiary undertakings. The results of the subsidiaries are consolidated on a line by line basis.

The charity has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of financial activities.

2.2 Going concern

The trustees assess whether the use of going concern is appropriate, i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that the charity has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the charity's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

2 Accounting policies (continued)

Provision of services

Revenue from the provision of services is recognised when all of the following conditions are satisfied:

- the company has transferred the significant risks and rewards of ownership to the buyer;
 - the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
 - the amount of revenue can be measured reliably;
 - it is probable that the company will receive the consideration due under the transaction;
- and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the group's objectives, as well as any associated support costs.

2.5 Interest receivable

Interest on funds held on deposit are included when receivable and the amount can be measured reliably by the group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2 Accounting policies (continued)

2.6 Tangible fixed assets and depreciation

Tangible fixed assets are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives.

Depreciation is provided on the following bases:

Buildings	4% straight line
Tools and equipment	25% reducing balance
Motor vehicles	25% reducing balance
Forklift (included in MV)	10% straight line
Assets under construction	Not depreciated

2.7 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated statement of financial activities.

Investments in subsidiaries are valued at cost less provision for impairment.

2.8 Stocks

Stocks are valued at the lower of cost and net realisable value. Cost comprises direct costs of purchase that have been incurred in bringing the stock to its present location and condition.

2.9 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.10 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2 Accounting policies (continued)

2.11 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated statement of financial activities as a finance cost.

2.12 Financial instruments

The group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest

2.13 Operating leases

Rentals paid under operating leases are charged to the Consolidated statement of financial activities on a straight-line basis over the lease term.

2.14 Pensions

The group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the group to the fund in respect of the year.

2.15 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the group and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

2 Accounting policies (continued)

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

THE FIFTH TRUST

(A company limited by guarantee)

Registered number: 07262103

Notes to the financial statements

for the year ended 31 March 2022

3 Income from donations and legacies

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Donations	24,944	1,065,243	1,090,187
	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Donations	142,597	157,629	300,226

4 Income from charitable activities

	Unrestricted funds 2022 £	Total funds 2022 £
Income generated from students	759,999	759,999
Sales of products and work undertaken	542,205	542,205
Government grants	4,955	4,955
	1,307,159	1,307,159
	Unrestricted funds 2021 £	Total funds 2021 £
Income generated from students	678,623	678,623
Sales of products and work undertaken	435,653	435,653
Government grants	184,952	184,952
	1,299,228	1,299,228

5 Investment income

	Unrestricted funds 2022 £	Total funds 2022 £
Bank interest	6	6
	Unrestricted funds 2021 £	Total funds 2021 £
Bank interest	41	41

6 Expenditure on raising funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Fundraising expenses	6,660	6,895	13,555
	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Fundraising expenses	3,795	8,010	11,805

7 Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Charitable activities	1,433,035	12,107	1,445,142
	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Charitable activities	1,197,293	396	1,197,689

8 Analysis of charitable expenditure by activities

	Activities undertaken directly 2022 £	Total funds 2022 £
Charitable activities	1,445,142	1,445,142
	Activities undertaken directly 2021 £	Total funds 2021 £
Charitable activities	1,197,689	1,197,689

8 Analysis of charitable expenditure by activities (continued)

Analysis of direct costs	Total funds 2022 £	Total funds 2021 £
Staff costs	894,656	718,307
Depreciation	48,620	51,745
Costs of sales	269,792	246,178
Training	7,546	-
Students' refreshments	-	51
Cleaning	12,873	12,543
Travel, transport and motor expenses	38,879	27,413
Rent and rates	23,952	16,148
Light and heat	20,699	15,890
Water rates	8,430	6,284
Insurance	16,097	16,669
Advertising and marketing	4,683	7,107
Repairs and maintenance	35,057	26,296
Stationery and postage	7,144	3,734
Telephone	5,144	5,949
Bad debts	589	677
Miscellaneous	25	7,028
Bank charges and interest	5,604	6,989
Irrecoverable VAT	2,125	2,046
Writeback of VAT provision	(17,175)	-
Loss on sale/write off of fixed assets	33,687	-
Professional, accountancy and subscriptions	20,715	21,635
Auditors' remuneration	6,000	5,000
	1,445,142	1,197,689

9 Staff costs

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Wages and salaries	823,058	670,155	246,168	455,857
Social security costs	57,533	38,731	57,533	38,731
Contribution to defined contribution pension schemes	14,065	9,421	14,065	9,421
	894,656	718,307	317,766	504,009

9 Staff costs (continued)

The average number of persons employed by the charity during the year was as follows:

	Group 2022	Group 2021	Charity 2022	Charity 2021
	£	£	£	£
Average number by headcount	49	52	37	31

Full time equivalent headcount for the Group was 39 (2021 - 42) and for the Charity was 33 (2021 - 27).

The total employment benefits including employer national insurance and employer pension contributions of the key management personnel were £179,207 (2021: £173,171).

10 Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2021 - £NIL).

During the year ended 31 March 2022, no trustee expenses have been incurred (2021 - £NIL).

11 Tangible fixed assets

Group	Buildings	Tools and equipment	Motor vehicles	Assets under construction	Total
	£	£	£	£	£
Cost or valuation					
At 1 April 2021	477,161	228,254	129,049	173,935	1,008,399
Additions	16,928	31,842	25,000	1,125,949	1,199,719
Transfer	650,207	-	-	(650,207)	-
Disposals	(60,902)	(22,318)	-	-	(83,220)
At 31 March 2022	1,083,394	237,778	154,049	649,677	2,124,898
Depreciation					
At 1 April 2021	181,974	167,656	80,077	-	429,707
Charge for the year	19,210	15,916	13,494	-	48,620
On disposals	(28,560)	(19,891)	-	-	(48,451)
At 31 March 2022	172,624	163,681	93,571	-	429,876
Net book value					
At 31 March 2022	910,770	74,097	60,478	649,677	1,695,022
At 31 March 2021	295,187	60,598	48,972	173,935	578,692

11 Tangible fixed assets (continued)

Charity	Buildings £	Tools and equipment £	Motor vehicles £	Assets under construction £	Total £
Cost or valuation					
At 1 April 2021	449,144	163,555	45,249	173,935	831,883
Additions	16,928	28,729	-	1,125,949	1,171,606
Transfer	650,207	-	-	(650,207)	-
Disposals	(60,902)	(22,318)	-	-	(83,220)
At 31 March 2022	1,055,377	169,966	45,249	649,677	1,920,269
Depreciation					
At 1 April 2021	170,428	114,106	22,033	-	306,567
Charge for the year	18,090	12,868	5,805	-	36,763
On disposals	(28,560)	(19,891)	-	-	(48,451)
At 31 March 2022	159,958	107,083	27,838	-	294,879
Net book value					
At 31 March 2022	895,419	62,883	17,411	649,677	1,625,390
At 31 March 2021	278,716	49,449	23,216	173,935	525,316

12 Fixed asset investments

Charity	Investments in subsidiary companies £
Cost or valuation	
At 31 March 2021	57,443
Gain on investments	-
At 31 March 2022	57,443
Net book value	
At 31 March 2022	57,443
At 31 March 2021	57,443

THE FIFTH TRUST

(A company limited by guarantee)

Registered number: 07262103

Notes to the financial statements
for the year ended 31 March 2022

13 Stocks

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Raw materials	5,300	4,601	2,561	2,479
Finished goods and goods for resale	139,236	94,126	32,423	37,967
	144,536	98,727	34,984	40,446

14 Debtors

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Due within one year				
Trade debtors	118,315	94,663	15,287	14,129
Amounts owed by group undertakings	-	-	98,885	52,494
Other debtors	40,125	5,504	64,412	15,788
Prepayments and accrued income	10,965	15,545	10,463	10,597
	169,405	115,712	189,047	93,008

15 Current asset investments

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Listed investments	-	5,500	-	5,500

16 Creditors: amounts falling due within one year

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Trade creditors	108,215	120,655	91,805	104,308
Amounts owed to group undertakings	-	-	-	-
Other taxation and social security	15,883	9,875	15,883	9,875
Other creditors	5,190	20,789	5,190	20,628
Loan	8,571	-	5,000	-
Accruals and deferred income	8,567	11,461	8,369	10,960
	146,426	162,780	126,247	145,771

17 Creditors: Amounts falling due after more than one year

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Due between one and five years				
Loans	54,048	-	35,000	-
	54,048	-	35,000	-

18 Statement of funds

Statement of funds - current year

	Balance at 1 April 2021 £	Income £	Expenditure incl. loss on investment £	Additions/ CAPEX £	Transfers in/out £	Balance at 31 March 2022 £
<u>Unrestricted funds</u>						
Designated funds						
Buildings fund	295,187	-	(51,552)	16,928	650,207	910,770
Student activity	830	-	(560)	-	-	270
New print shed	1,980	-	-	-	-	1,980
Classes	1,270	-	-	-	-	1,270
Connect	-	-	-	-	12,000	12,000
	299,267	-	(52,112)	16,928	662,207	926,290
General funds						
General funds	773,868	1,332,109	(1,393,083)	17,917	468,699	1,199,510
Total Unrestricted funds	1,073,135	1,332,109	(1,445,195)	34,845	1,130,906	2,125,800
<u>Restricted funds</u>						
Skills Centre at Greenbanks Fund	421,910	1,026,970	(6,895)	-	(1,170,906)	271,079
Connect	-	12,000	-	(31,322)	44,115	24,793
Other restricted projects	31,500	26,273	(12,107)	(3,523)	(4,115)	38,028
	453,410	1,065,243	(19,002)	(34,845)	(1,130,906)	333,900
Total of funds	1,526,545	2,397,352	(1,464,197)	-	-	2,459,700

18 Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 April 2020 £	Additions /Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2021 £
Unrestricted funds						
Designated funds						
Buildings fund	289,333	24,443	(18,589)	-	-	295,187
Student activity	-	830	-	-	-	830
New print shed	23,222	-	(21,242)	-	-	1,980
Classes	1,270	-	-	-	-	1,270
	<u>313,825</u>	<u>25,273</u>	<u>(39,831)</u>	<u>-</u>	<u>-</u>	<u>299,267</u>
General funds						
General funds	<u>506,389</u>	<u>1,416,593</u>	<u>(1,165,472)</u>	<u>10,905</u>	<u>5,453</u>	<u>773,868</u>
Total Unrestricted funds	<u>820,214</u>	<u>1,441,866</u>	<u>(1,205,303)</u>	<u>10,905</u>	<u>5,453</u>	<u>1,073,135</u>
Restricted funds						
Skills Centre at Greenbanks Fund	270,503	146,208	(3,795)	8,994	-	421,910
Other restricted projects	40,374	11,421	(396)	(19,899)	-	31,500
	<u>310,877</u>	<u>157,629</u>	<u>(4,191)</u>	<u>(10,905)</u>	<u>-</u>	<u>453,410</u>
Total of funds	<u>1,131,091</u>	<u>1,599,495</u>	<u>(1,209,494)</u>	<u>-</u>	<u>5,453</u>	<u>1,526,545</u>

18 Statement of funds (continued)

Fund descriptions

Designated funds

Buildings fund - This fund represents the value of the buildings owned by the charity.

Student - Students' tips that will be used for a student Christmas party.

New Print Shed - Being used to construct a new shed that can be used as a classroom.

Classes - Designated for specific classroom related expenses.

Connect - Our new digital online platform

Restricted funds

Skills Centre at Barham Fund - This fund represents the donations and other income received in support of the redevelopment of the Skills Centre site at Barham

Other restricted projects - This fund consists of a number of small immaterial restricted projects, including funding for life skills, online sessions, propagation unit and other equipment to be used by the charity.

Connect - Our new digital online platform

19 Summary of funds

Summary of funds - current year

	Balance at 1 April 2021 £	Additions /Income £	Expenditure £	Additions/ CAPEX £	Transfers in/out £	Balance at 31 March 2022 £
Designated funds	299,267	-	(52,112)	16,928	662,207	926,290
General funds	773,868	1,332,109	(1,393,083)	17,917	468,699	1,199,510
Restricted funds	453,410	1,065,243	(19,002)	(34,845)	(1,130,906)	333,900
	1,526,545	2,397,352	(1,464,197)	-	-	2,459,700

Summary of funds - prior year

	Balance at 1 April 2020 £	Additions /Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	31 March 2021 £
Designated funds	313,825	25,273	(39,831)	-	-	299,267
General funds	506,389	1,416,593	(1,098,182)	(56,385)	5,453	773,868
Restricted funds	310,877	157,629	(71,481)	56,385	-	453,410
	1,131,091	1,599,495	(1,209,494)	-	5,453	1,526,545

20 Analysis of net assets between funds

Analysis of net assets between funds - current year:

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	1,695,022	-	1,695,022
Current assets	631,252	333,900	965,152
Creditors due within one year	(146,426)	-	(146,426)
Creditors due after more than one year	(54,048)	-	(54,048)
	2,125,800	333,900	2,459,700

Analysis of net assets between funds - prior year:

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	578,692	-	578,692
Current assets	657,223	453,410	1,110,633
Creditors due within one year	(162,780)	-	(162,780)
	1,073,135	453,410	1,526,545

21 Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2022 £	Group 2021 £
Net income (as per Statement of financial activities)	933,155	395,454
Adjustments for:		
Depreciation charges	48,620	51,745
Loss/(Gains) on investments	5,500	(5,453)
Dividends, interests and rents from investments	(6)	(41)
Loss/(profit) on the sale of fixed assets	33,687	-
(Increase)/Decrease in stocks	(45,809)	2,705
(Increase) in debtors	(53,693)	(6,204)
Increase in creditors	37,694	87,998
Net cash provided by operating activities	959,148	526,204

22 Analysis of cash and cash equivalents

	Group 2022 £	Group 2021 £
Cash at bank and in hand	651,211	890,694

23 Analysis of changes in net debt

	At 1 April 2021 £	Cash flows £	Changes in market value £	At 31 March 2022 £
Cash at bank and in hand	890,694	(239,483)		651,211
Liquid investments	5,500		(5,500)	-
	896,194	(239,483)	(5,500)	651,211

24 Pension commitments

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £14,065 (2021 - £9,421). Contributions totalling £3,669 (2021 - £2,462) were payable to the fund at the balance sheet date and are included in creditors.

25 Operating lease commitments

As at 31 March 2022 the group and the charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Within 1 year	26,563	22,585	7,668	13,090
More than 1 year but less than 5 years	40,325	39,333	11,385	18,936
	66,888	61,918	19,053	32,026

26 Related party transactions

There were no related party transactions during the year.

27 Capital commitments

Contracted for but not provided in these financial statements.

	2022 £	2021 £
Net outstanding balance of Skills Centre development contract	231,390	1,296,670

On 3rd February 2021 The Fifth Trust signed a contract with Broom Construction Limited, the main contractor, for the development of the Skills Centre at Barham for £1,416,309.

28 Principal subsidiaries

Names	Company number	Registered office or principal place	Principal activity	Class of share	Holding	Consolidation
The Vineyard Garden Centre Ltd	06772993	Elham Valley Road, Barham, Canterbury, Kent, CT4 6LN	To provide a garden centre service that serves to improve the impact that the charity can have on its students.	Ordinary	100%	Yes
The Vineyard Teashop Ltd	07324002	Elham Valley Road, Barham, Canterbury, Kent, CT4 6LN	To provide a teashop service that serves to improve the impact that the charity can have on its students.	Ordinary	100%	Yes
The Fifth Care Services	12927260	Elham Valley Road, Barham, Canterbury, Kent, CT4 6LN	To provide day care services that serves to improve the impact that the charity can have on its students.	Ordinary	100%	Yes

The financial results of the subsidiaries for the period were:

Names	Income £	Expenditure £	Profit/(Loss) for the period £	Net assets £
The Vineyard Garden Centre Ltd	401,076	373,178	27,898	126,100
The Vineyard Teashop Ltd	126,252	135,521	(9,269)	(9,880)
The Fifth Care Services Ltd	586,507	523,023	63,484	63,505

notes



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Supporting adults with learning disabilities