

Charity Registration No. 1138978

THE PRESTON FAMILY CHARITABLE SETTLEMENT

**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

THE PRESTON FAMILY CHARITABLE SETTLEMENT

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Anthony Charles Preston
Margaret Elizabeth Preston
Martin Charles Preston
Edward John Preston
Jennifer Elizabeth Hopkinson

Charity Number

1138978

Principal office address

c/o DWF Law LLP
1 Scott Place
2 Hardman Street
Manchester
M3 3AA

Independent Examiner

David Kay FCA
Barlow Andrews LLP
Carlyle House
78 Chorley New Road
Bolton
BL1 4BY

Bankers

Adam & Company
Old Bank House
25 St Ann Street
Manchester
M2 3AE

Solicitors

DWF Law LLP
1 Scott Place
2 Hardman Street
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M3 3AA

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THE PRESTON FAMILY CHARITABLE SETTLEMENT

TRUSTEES' REPORT FOR THE YEAR ENDED 5 APRIL 2021

The trustees present their report and accounts for the year ended 5 April 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, 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 (FRS 102) (effective 1 January 2019)".

Objectives and activities

Principal activities and objectives

The charity's objects are to support charitable causes by the making of grants.

Requests for grants and donations are reviewed by the trustees on an individual basis. The trustees consider the merits of each request and invest mainly in local charities, with particular emphasis on young people, health and social care.

Each year the trustees review the objectives and activities of the charity to ensure they continue to reflect the charity's aims and to provide a public benefit. The trustees are more than satisfied that they do.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

The Charity made £50,000 of grants and donations to charitable causes during the year in line with its charitable objectives.

Financial review

The results for the year ended 5 April 2021 are set out in the Statement of Financial Activities on page 4. The trustees confirm that the charity's assets are available and adequate to fulfil its obligations as they fall due.

Reserves Policy

It is the policy of the charity to maximise unrestricted funds, which are free reserves of the charity, to ensure that sufficient funds are available to cover grants and donations payable, and management and administration costs for the foreseeable future. Free reserves at the year end were £928,640 (2020: £9,487)

Risk management policy

The trustees have examined the operational and business risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Future plans

The trustees are aware that the need for aid seems never ending and they plan to continue doing what they can to assist. However, they realise that they must use the resources they have wisely. They therefore intend to continue their approach of funding a mix of local charitable institutions.

THE PRESTON FAMILY CHARITABLE SETTLEMENT

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

Structure, governance and management

The charity was established by a charitable trust deed, dated 12 March 2008 on the settlement of property by Mr A C Preston.

The trustees who served during the year were:

Anthony Charles Preston
Margaret Elizabeth Preston
Martin Charles Preston
Edward John Preston
Jennifer Elizabeth Hopkinson

No trustees have any interest in the charity

Recruitment and appointment of trustees

The first trustees will serve until they resign. Subsequent trustees are appointed by the board and are appointed for a term of three years.

When new trustees are appointed, they are given an introduction to the work of the trust and are provided with the information they need to fulfil their roles, including information about the role of a trustee and about charity law.

Organisation structure

The Preston Family Charitable Settlement is governed by a Board of Trustees, which meets at such times as circumstances require and covers all matters relating to policy and management. There are currently five trustees and all grants payable are approved by them.

The trustees' report was approved by the Board of Trustees.

Anthony Charles Preston
Trustee

Margaret Elizabeth Preston
Trustee

Martin Charles Preston
Trustee

Edward John Preston
Trustee

Jennifer Elizabeth Hopkinson
Trustee

Dated: 28 January 2022

THE PRESTON FAMILY CHARITABLE SETTLEMENT

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 5 APRIL 2021

I report to the Trustees on my examination of the accounts of the Preston Family Charitable Settlement for the year ended 5 April 2021, which are set out on pages 4 to 9.

This report is made solely to the charity's trustees, as a body, in accordance with section 154 of the Charities Act 2011. My independent examiner's work has been undertaken so that I might state to the charity's trustees those matters I am required to state of them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity, the charity's members as a body and the charity's trustees as a body for my independent examiner's work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement.

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

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

David Kay, FCA

Barlow Andrews LLP
Carlisle House
78 Chorley New Road
Bolton
BL1 4BY

Dated: 28 January 2022

THE PRESTON FAMILY CHARITABLE SETTLEMENT

STATEMENT OF FINANCIAL ACTIVITIES
Year ended 5th April 2021

		2021 Unrestricted funds £	2021 Total funds £	2020 Unrestricted funds £	2020 Total funds £
Note					
Income from:					
	Donations and legacies				
2		420,753	420,753	-	-
Total incoming resources		<u>420,753</u>	<u>420,753</u>	<u>-</u>	<u>-</u>
Expenditure on:					
	Charitable activities				
3		53,727	53,727	381,075	381,075
Total expenditure		<u>53,727</u>	<u>53,727</u>	<u>381,075</u>	<u>381,075</u>
Net expenditure for the year before gains on investments		367,026	367,026	(381,075)	(381,075)
	Gains on investments				
6		552,127	552,127	-	-
Net movement in funds		<u>919,153</u>	<u>919,153</u>	<u>(381,075)</u>	<u>(381,075)</u>
	Fund balances brought forward	<u>9,487</u>	<u>9,487</u>	<u>390,562</u>	<u>390,562</u>
Fund balances at 5 April 2021		<u><u>928,640</u></u>	<u><u>928,640</u></u>	<u><u>9,487</u></u>	<u><u>9,487</u></u>

THE PRESTON FAMILY CHARITABLE SETTLEMENT

BALANCE SHEET

5th April 2021

	Note	2021 £	2020 £
Fixed assets			
Investments		-	-
Current assets			
Cash at bank and in hand		933,290	15,367
Creditors: amounts falling due within one year			
Accruals		<u>(4,650)</u>	<u>(5,880)</u>
Net current assets		<u>928,640</u>	<u>9,487</u>
Net assets	8	<u>928,640</u>	<u>9,487</u>
Funds			
Unrestricted funds	9	<u>928,640</u>	<u>9,487</u>
		<u>928,640</u>	<u>9,487</u>

These accounts were approved by the Trustees

Anthony Charles Preston
Trustee

Margaret Elizabeth Preston
Trustee

Martin Charles Preston
Trustee

Edward John Preston
Trustee

Jennifer Elizabeth Hopkinson
Trustee

Dated: 28 January 2022

THE PRESTON FAMILY CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5th April 2021

1 Accounting policies

Company information

The Preston Family Charitable Settlement was established by a charitable trust deed dated 12 March 2008. The principal place of business is c/o DWF Law LLP, 1 Scott Place, 2 Hardman Street, Manchester, M3 3AA.

1.1 Accounting convention

The accounts have been prepared in accordance 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 (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The accounts have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

The accounts have been prepared on the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

The trust constitutes a public benefit entry as defined by FRS 102.

1.2 Going concern

At the time of approving the accounts, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing accounts.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

1.4 Income

All income is recognised in the statement of financial activities when the conditions for receipt have been met and there is a reasonable assurance of receipt.

The following accounting policies are applied to income:

Donations

Donations are accounted for when receivable, including Gift Aid tax recovery where applicable.

Investment income

Investment income is accounted for when receivable. Tax recoverable relating to investment income is accounted for in the same period as the related income.

THE PRESTON FAMILY CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5th April 2021

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised on an accruals basis.

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

Grants and donations payable are accounted for when the trustees have accepted a legal or moral obligation to make the payment.

1.6 Cash and cash equivalents

Cash and cash equivalents include deposits held at call with banks.

1.7 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financial transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Other financial assets

Other financial assets, including investments in equity instruments (for example, shares) are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in net income/(expenditure), except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

THE PRESTON FAMILY CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS

Year ended 5th April 2021

	2021 £	2020 £
2 Donation		
Donations	420,753	-
A gift of shares was made by AC Preston during the year. These shares were subsequently sold at a gain with the proceeds being used to purchase further investments which were also sold during the year. The net gain on the sale of these investments was £552,127.		
3 Expenditure on charitable activities	2021 £	2020 £
Grants and donations made		
Alzheimers Research UK	10,000	-
Centre for Social Justice	-	500
Meningitis Now	5,000	-
Iceland Foods Charitable Foundation	5,000	-
The Joseph Healy Trust	-	10,000
The Mustard Tree	-	10,000
The Sutton Trust	-	50,000
Wharton and Cleggs Lane	30,000	150,000
Wharton and Cleggs Lane	-	150,000
Wharton and Cleggs Lane	-	5,000
Yorkshire Young Achievers	-	1,000
	50,000	376,500
Legal fees	2,400	2,640
Governance costs	1,290	1,920
Bank charges	37	15
	53,727	381,075
4 Trustees		
None of the trustees (or any persons connection with them) received any remuneration or expenses from the charity during this or the previous year.		
5 Employees		
There were no employees during the year.		
6. Net gains on investments	2021 £	2020 £
Gains on sale or revaluation	552,127	-

THE PRESTON FAMILY CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS

Year ended 5th April 2021

7	Financial instruments	2021	2020
		£	£
	Carrying amount of financial assets		
	Cash at bank and in hand	933,290	15,367
		<u> </u>	<u> </u>
	Carrying amount of financial liabilities	4,650	5,880
		<u> </u>	<u> </u>
8	Analysis of net assets between funds		
	Net assets relate wholly to unrestricted funds in this and the previous year.		
9	Movement in funds		
	All funds are unrestricted funds. Movements in the year and in the previous year are shown in the Statement of Financial Activities on page 4.		
10	Related party transactions		
	There were no disclosable related party transactions during the year (2020 - none).		