

THE CHALK CLIFF TRUST

England & Wales · Charity number 1139102

Details

Status Registered

Legal form Trust

Registered 2010-11-18

Register [View on the Charity Commission register](#)

Contact

Address Griffin Stone Moscrop & Co
21-27 Lambs Conduit Street
London
WC1N 3GS

Phone 01273470620

Email APPLICATION@CHALKCLIFFTRUST.ORG

Website www.chalkclifftrust.org

Activities

Objects: THE PREVENTION OR RELIEF OF POVERTY;THE ADVANCEMENT OF THE PUBLIC IN EDUCATION AND THE ARTS;THE PROMOTION, FOR THE BENEFIT OF THE PUBLIC, OF THE CONSERVATION PROTECTION AND IMPROVEMENT OF THE PHYSICAL AND NATURAL ENVIRONMENT;BY THE PROVISION OF GRANTS.

Activities: The charity is a grant-giving trust which provides donations to small charities and voluntary groups.

Classification

- **How:** Makes Grants To Organisations
- **What:** Disability, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Arts/culture/heritage/science, Environment/conservation/heritage, Economic/community Development/employment
- **Who:** Children/young People, Elderly/old People, People With Disabilities, Other Charities Or Voluntary Bodies

Geography

- **Area of benefit:** WORLDWIDE
- East Sussex

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£4,214,416	£2,930,603	£30,177,867	0
2024-03-31	£7,389,507	£2,131,154	£28,483,782	0
2023-03-31	£5,188,882	£1,788,211	£21,648,550	0
2022-03-31	£7,996,082	£1,122,702	£19,586,864	0
2021-03-31	£4,150,135	£892,031	£12,738,682	0

Trustees

Name	Role	Appointed
ROBERT NORMAN SENIOR	Chair	
Connie Sarah Hunter-Senior		2023-03-30
HANNAH ALICE HUNTER SENIOR		2019-04-17
JUSTINE MARGARET SENIOR		
RACHEL LAURA HUNTER SENIOR		2016-08-11
SARAH FRANCES HUNTER		

THE CHALK CLIFF TRUST

England & Wales - Charity number 1139102

Accounts

THE CHALK CLIFF TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

THE CHALK CLIFF TRUST

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THE CHALK CLIFF TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 MARCH 2025

Trustees	Robert N Senior, Chair Sarah F Hunter Justine M Fulford Hannah A Hunter-Senior Rachel L Hunter-Senior Connie S Hunter-Senior
Charity registered number	1139102
Principal office	18 Keere Street Lewes East Sussex BN7 1TY
Independent auditors	Griffin Stone Moscrop & Co Chartered Accountants 21-27 Lamb's Conduit Street London WC1N 3GS
Bankers	Lloyds Bank Plc 25 Gresham Street London EC2V 7HN
Investment managers	R.C. Brown Investment Management Plc 1 The Square Temple Quay Bristol BS1 6DG

THE CHALK CLIFF TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2025

The trustees present their annual report together with the audited financial statements of the charity for the year 1 April 2024 to 31 March 2025.

The trustees confirm that the annual report and financial statements comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of 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 2015) issued in October 2019 (the Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Objectives and activities

Policies and objectives

The Chalk Cliff Trust is a foundation set up to provide grants and donations to charities, action groups and benevolent organisations in East Sussex.

In setting objectives and planning for activities, the trustees have given due consideration to guidance published by the Charity Commission relating to public benefit.

The primary objects of the charity are:

- the prevention or relief of poverty;
- the advancement of education;
- the advancement of the arts, culture, heritage or science; and
- the advancement of environmental protection or improvement for the public benefit.

The objective of demonstrating the charity's public benefit is met in practice by making grants to other charities operating in areas consistent with its own objects.

Grant-making policies

The Chalk Cliff Trust continues to provide much-needed funding for hundreds of organisations across East and West Sussex, also providing arts funding in London and other parts of the UK. In the light of government cutbacks there have been recent efforts to increase funding to charities providing overseas funding, especially in Africa, which are underrepresented in the Sussex region.

Most grants remain in the £3,000-£5,000 bracket but greater levels of funding are made available to specific organisations. For example, over three years the Trust funded the production of a community opera at Glyndebourne.

The Trust remains much admired for the speed with which it approves grants and sends funds.

Achievements and performance

Key financial performance indicators

The charity's principal funding has historically been from donations given by its trustees. The charity has now established an investment portfolio. Whilst discretion for the day-to-day management of the portfolio has been given to a professional firm of investment managers, the trustees review the financial performance on a regular basis to evaluate whether the return received and change in the valuation of the capital portfolio is in line with their aspirations and expectations.

Investment policy and performance

The investment portfolio is being managed in line with the wishes of the trustees which were for a cautious, broad-based and environmentally sound investment platform to be established.

THE CHALK CLIFF TRUST**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025**

Financial review**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.

Financial position and reserves policy

The charity's net assets at the balance sheet date have increased to £30.1m (2024 - £28.5m) with £22.4m (2024 - £22.4m) being held within fixed asset investments. Expenditure on grants has increased in 2025 to £2.7m (2024 - £1.9m).

The trustees recognise the need to hold reserves at a level that will enable them to ensure that the charity can continue to operate for at least a period of 12 months should there be a severe drop in income or any major unforeseen expenditure. Whilst donations from a trustee is their main source of income, the charity has invested in its investment portfolio and can rely on those funds should the need ever arise.

The trustees have also assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate the exposure to those risks.

Structure, governance and management**Constitution**

The charity is governed by a trust deed dated 16 November 2010 and is registered with the Charity Commission under number 1139102.

Methods of appointment or election of trustees

The management of the charity is the responsibility of the trustees who are elected and co-opted under the terms of the trust deed. H A Hunter-Senior was re-elected in 2025 to serve for three years and J M Fulford and R L Hunter-Senior were re-elected as trustees in July 2024.

Organisational structure and decision-making policies

Robert N Senior is the chair of trustees and is responsible for ensuring that the other trustees are aware of applications for funding that have been received by the charity and for communicating to applicants whether their proposals are to be supported or not.

Policies adopted for the induction and training of trustees

New trustees are sent relevant documents published by the Charities Commission, and receive an education session with existing trustees. The Trust also provides access to trust law specialists with charity law knowledge. All trustees have an ongoing involvement in grant making ethos and aims.

Financial risk management

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

THE CHALK CLIFF TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

Statement of trustees' responsibilities

The trustees 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).

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of 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 then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgements 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 charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the . They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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



.....
Robert N Senior
(Chair of Trustees)
Date: 19/11/2025

THE CHALK CLIFF TRUST**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST**

Opinion

We have audited the financial statements of The Chalk Cliff Trust (the 'charity') for the year ended 31 March 2025 which comprise the statement of financial activities, the balance sheet, the 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).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2025 and of its incoming resources and application of resources 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 charity'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.

THE CHALK CLIFF TRUST**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)**

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.

Matters on which we are required to report by exception

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

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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 trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 specific procedures designed and implemented to detect irregularities, including fraud are detailed below:

- Performing audit work over the risk of management override of controls, including evaluating the rationale of significant transactions outside the normal course of the charitable activity and any accounting estimates for bias;
- Carry out substantive checks, on a sample basis, to supporting documentation of individual transactions to give comfort that the Statement of Financial Activities does not contain any material irregular items;
- Verifying that material balances within the Balance Sheet are supported by third party evidence to confirm existence and valuation at the balance sheet date;
- Enquiry of management and those charged with governance around actual and potential litigation and claims; and
- Reviewing minutes of the trustees meetings.

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 charity'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 charity'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 charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)

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, 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 charity'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 charity's 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Griffin Stone Moscrop & Co

Griffin Stone Moscrop & Co

Chartered Accountants

Statutory Auditors

21-27 Lamb's Conduit Street

London

WC1N 3GS

Date: 19/11/2025

Griffin Stone Moscrop & Co are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE CHALK CLIFF TRUST

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2025

	Note	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Income from:				
Donations and legacies	4	3,437,550	3,437,550	6,880,482
Investments	5	776,866	776,866	509,025
Total income		4,214,416	4,214,416	7,389,507
Expenditure on:				
Raising funds	6	192,061	192,061	181,016
Charitable activities		2,738,542	2,738,542	1,950,138
Total expenditure		2,930,603	2,930,603	2,131,154
Net income before net gains on investments		1,283,813	1,283,813	5,258,353
Net gains on investments		415,404	415,404	1,576,879
Net movement in funds before other recognised gains/(losses)		1,699,217	1,699,217	6,835,232
Other recognised gains/(losses):				
Loss on sale of bequeathed property		(5,132)	(5,132)	-
Net movement in funds		1,694,085	1,694,085	6,835,232
Reconciliation of funds:				
Total funds brought forward		28,483,782	28,483,782	21,648,550
Total funds carried forward		30,177,867	30,177,867	28,483,782

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 12 to 21 form part of these financial statements.

THE CHALK CLIFF TRUST

BALANCE SHEET
AS AT 31 MARCH 2025

	Note	2025 £	2024 £
Fixed assets			
Investments	12	22,400,993	22,362,517
Investment property	11	300,000	-
		<u>22,700,993</u>	<u>22,362,517</u>
Current assets			
Debtors	13	701,075	1,877,658
Fixed term deposit accounts	14	4,011,979	4,000,000
Cash at bank and in hand		2,771,380	250,807
		<u>7,484,434</u>	<u>6,128,465</u>
Current liabilities			
Creditors: amounts falling due within one year	15	(7,560)	(7,200)
		<u>7,476,874</u>	<u>6,121,265</u>
Net current assets			
		<u>30,177,867</u>	<u>28,483,782</u>
Total assets less current liabilities			
		<u>30,177,867</u>	<u>28,483,782</u>
Net assets excluding pension asset			
		<u>30,177,867</u>	<u>28,483,782</u>
Total net assets		<u>30,177,867</u>	<u>28,483,782</u>
Charity funds			
Restricted funds	17	-	-
Unrestricted funds	17	30,177,867	28,483,782
Total funds		<u>30,177,867</u>	<u>28,483,782</u>

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



.....
Robert N Senior
 (Chair of Trustees)
 Date: 19/11/2025

The notes on pages 12 to 21 form part of these financial statements.

THE CHALK CLIFF TRUST

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2025

	2025 £	2024 £
Cash flows from operating activities		
Net cash used in operating activities	1,406,011	3,649,666
Cash flows from investing activities		
Cash withdrawn from investment portfolio	712,512	324,055
Proceeds from sale of bequeathed property	164,868	-
Transfers into fixed term deposit accounts	-	(4,000,000)
Interest and rental income received into bank accounts	237,182	49,550
Net cash provided by/(used in) investing activities	1,114,562	(3,626,395)
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	2,520,573	23,271
Cash and cash equivalents at the beginning of the year	250,807	227,536
Cash and cash equivalents at the end of the year	2,771,380	250,807

The notes on pages 12 to 21 form part of these financial statements

THE CHALK CLIFF TRUST**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**

1. Accounting policies**1.1 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 Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Chalk Cliff 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.

1.2 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 charity and which have not been designated for other purposes.

1.3 Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

1.4 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.

Governance costs are accounted for on an accruals basis and are those incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements.

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

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

1. Accounting policies (continued)

1.5 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 statement of financial activities.

1.6 Interest receivable

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

1.7 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.

1.8 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.

1.9 Creditors and provisions

Creditors 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. Creditors 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.

1.10 Financial instruments

The charity 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 method.

2. Critical accounting estimates and areas of judgement

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

Critical accounting estimates and assumptions:

The preparation of financial statements in compliance with the Charities SORP (FRS 102) and FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the charity's accounting policies (see Note 22).

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

3. General information

The Chalk Cliff Trust is a charitable trust. The address of its principal office is 18 Keere Street, Lewes, East Sussex, BN7 1TY.

4. Income from donations and legacies

	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Donations	2,750,050	2,750,050	5,505,482
Tax recoverable	687,500	687,500	1,375,000
	<u>3,437,550</u>	<u>3,437,550</u>	<u>6,880,482</u>
Total 2024	<u>6,880,482</u>	<u>6,880,482</u>	

5. Investment income

	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Investment income - local investment properties	31,659	31,659	-
Investment income from investment portfolio	527,705	527,705	459,475
Bank interest receivable	217,502	217,502	49,550
	<u>776,866</u>	<u>776,866</u>	<u>509,025</u>
Total 2024	<u>509,025</u>	<u>509,025</u>	

6. Investment management costs

	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Investment management fees	192,061	192,061	181,016

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

7. Analysis of expenditure by activities

	Grant funding of activities 2025 £	Support costs 2025 £	Total funds 2025 £	Total funds 2024 £
Charitable activities	2,727,245	11,297	2,738,542	1,950,138
Total 2024	1,942,848	7,290	1,950,138	

Analysis of support costs

	Activities 2025 £	Total funds 2025 £	Total funds 2024 £
Governance costs	11,297	11,297	7,290
Total 2024	7,290	7,290	

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

8. Analysis of grants

	Grants to Institutions 2025 £	Total funds 2025 £	Total funds 2024 £
Grants	2,727,245	2,727,245	1,942,848
Total 2024	1,942,848	1,942,848	

The charity has made the following material grants to institutions during the year:

	2025 £	2024 £
Name of institution		
Almeida Theatre	20,000	10,000
Brighton Dome	25,400	28,000
Brighton Fringe	10,000	25,000
British Film Institute	30,000	25,000
Charleston Lewes Limited	25,000	-
Charleston Trust	25,000	30,000
De La Warr Pavillion Charitable Trust	50,000	25,000
Devonshire Collect	25,000	16,000
English Stage Competition	10,000	20,000
The Perfect Place	10,000	-
Glyndebourne Productions Limited	121,189	60,000
LYT Productions	25,000	-
Royal National Theatre	25,000	25,000
Royal Shakespeare	10,000	10,000
Rwanda Aid	10,000	10,000
South Downs Nation	15,000	10,000
The Big Give Trust	-	35,000
The Big House Theatre	10,000	-
Towner Art Gallery	100,000	-
Enter name of institution	546,589	329,000
Other grants to institutions (individually £6,000 or less)	2,180,656	1,613,848
	2,727,245	1,942,848

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

9. Auditors' remuneration

The auditors' remuneration amounts to an auditor fee of £5,305 (2024 - £5,050), and accountancy services of £2,735 (2024 - £2,150).

10. Trustees' remuneration and expenses

During the year, no trustees received any remuneration or other benefits (2024 - £NIL).

During the year ended 31 March 2025, no trustee expenses have been incurred (2024 - £NIL).

11. Investment property

	Freehold investment property £
Valuation	
Addition	300,000
At 31 March 2025	300,000

During the year to 31 March 2025, probate was granted allowing for two properties that had been left to the charity and which at the end of the comparative year were recorded as debtors. One of the properties was sold before the year end, which after professional fees resulted in less proceeds received than had been originally recognised as legacy income. Therefore a small loss for this has been recorded in the SOFA.

The other property will be held for the foreseeable future and is therefore to be accounted for as an investment property. The valuation of the addition recognised in the financial statements is based on a probate value. The trustees have considered the fair value of this property at the balance sheet date and do not believe this to be materially different to the probate value.

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**12. Fixed asset investments**

	Listed investments £	Cash account £	Total £
Cost or valuation			
At 1 April 2024	21,342,037	1,020,480	22,362,517
Net cash invested in listed securities in year	413,860	(413,860)	-
Revaluations	415,404	-	415,404
Withdrawals	-	(712,512)	(712,512)
Dividends and interest receivable	-	527,705	527,705
Investment management fees and commission	-	(192,121)	(192,121)
At 31 March 2025	<u>22,171,301</u>	<u>229,692</u>	<u>22,400,993</u>
Net book value			
At 31 March 2025	<u>22,171,301</u>	<u>229,692</u>	<u>22,400,993</u>
At 31 March 2024	<u>21,342,037</u>	<u>1,020,480</u>	<u>22,362,517</u>

13. Debtors

	2025 £	2024 £
Due within one year		
Accrued income	13,575	32,658
Tax recoverable	687,500	1,375,000
Legacies receivable	-	470,000
	<u>701,075</u>	<u>1,877,658</u>

14. Fixed term deposit accounts

	2025 £	2024 £
Fixed-term deposits to mature within one year	<u>4,011,979</u>	<u>4,000,000</u>

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**15. Creditors: Amounts falling due within one year**

	2025 £	2024 £
Accrual	<u>7,560</u>	<u>7,200</u>

16. Financial instruments

	2025 £	2024 £
Financial assets		
Financial assets measured at fair value through the Statement of Financial Activities	<u>29,172,373</u>	<u>26,613,324</u>

Financial assets measured at fair value through the Statement of Financial Activities are comprised of fixed asset investments, fixed term bank deposits and cash at bank.

17. Statement of funds**Statement of funds - current year**

	Balance at 1 April 2024 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2025 £
Unrestricted funds					
General Fund	<u>28,483,782</u>	<u>4,214,416</u>	<u>(2,930,603)</u>	<u>410,272</u>	<u>30,177,867</u>

Statement of funds - prior year

	Balance at 1 April 2023 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2024 £
Unrestricted funds					
General Fund	<u>21,648,550</u>	<u>7,389,507</u>	<u>(2,131,154)</u>	<u>1,576,879</u>	<u>28,483,782</u>

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**18. Analysis of net assets between funds****Analysis of net assets between funds - current year**

	Unrestricted funds 2025 £	Total funds 2025 £
Fixed asset investments	22,400,993	22,400,993
Investment property	300,000	300,000
Current assets	7,484,434	7,484,434
Creditors due within one year	(7,560)	(7,560)
Total	30,177,867	30,177,867

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

	2025 £	2024 £
Net income for the year (as per Statement of Financial Activities)	1,699,217	6,835,232
Adjustments for:		
Net (gains) on investments	(415,404)	(1,576,879)
Dividends and interest retained in investments	(527,705)	(459,475)
Interest and rental income received into bank and deposit accounts	(249,161)	(49,550)
Decrease/(increase) in debtors	706,583	(1,282,658)
Increase in creditors	360	1,920
Investment management fees & charges	192,121	181,076
Net cash provided by operating activities	1,406,011	3,649,666

20. Analysis of cash and cash equivalents

	2025 £	2024 £
Cash in hand	2,771,380	250,807

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

21. Analysis of changes in net debt

	At 1 April 2024	Cash flows	At 31 March 2025
	£	£	£
Cash at bank and in hand	250,807	2,520,573	2,771,380
Fixed term deposit accounts	4,000,000	11,979	4,011,979

22. Judgements in applying accounting policies and key sources of estimation uncertainty

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. However, there are no judgements or assumptions that have a significant risk of causing material adjustment.

23. Related party transactions

Income includes donations totalling £2,750,000 (2024 - £5,500,000) received from one (2024 - one) of the charity's trustees.

24. Controlling party

The charity is controlled by its trustees.

THE CHALK CLIFF TRUST

England & Wales - Charity number 1139102

Accounts

THE CHALK CLIFF TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

THE CHALK CLIFF TRUST

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THE CHALK CLIFF TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2024

Trustees	Robert N Senior, Chair Sarah F Hunter Justine M Fulford Hannah A Hunter-Senior Rachel L Hunter-Senior Connie S Hunter-Senior
Charity registered number	1139102
Principal office	18 Keere Street Lewes East Sussex BN7 1TY
Independent auditors	Griffin Stone Moscrop & Co Chartered Accountants 21-27 Lamb's Conduit Street London WC1N 3GS
Bankers	Lloyds Bank Plc 25 Gresham Street London EC2V 7HN
Investment managers	R.C. Brown Investment Management Plc 1 The Square Temple Quay Bristol BS1 6DG

THE CHALK CLIFF TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2024

The trustees present their annual report together with the audited financial statements of the charity for the year 1 April 2023 to 31 March 2024.

The trustees confirm that the annual report and financial statements comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of 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 2015) issued in October 2019 (the Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Objectives and activities

Policies and objectives

The Chalk Cliff Trust is a foundation set up to provide grants and donations to charities, action groups and benevolent organisations in East Sussex.

In setting objectives and planning for activities, the trustees have given due consideration to guidance published by the Charity Commission relating to public benefit.

The primary objects of the charity are:

- the prevention or relief of poverty;
- the advancement of education;
- the advancement of the arts, culture, heritage or science; and
- the advancement of environmental protection or improvement for the public benefit.

The objective of demonstrating the charity's public benefit is met in practice by making grants to other charities operating in areas consistent with its own objects.

Grant-making policies

The charity principally supports organisations and projects focussed regionally in East Sussex. Each application is considered on merit and the charity enjoys a reputation for reacting efficiently to applications made whilst exercising due diligence in a non-intrusive manner throughout the evaluation process.

Whilst most of the grants awarded are at, or around, the level of £5,000, during the year the trustees have indicated that they will support a three year project with a total commitment of £200,000 to be paid over a three year period. The first £60,000 grant was paid in the year ended 31 March 2024.

Achievements and performance

Key financial performance indicators

The charity's principal funding has historically been from donations given by its trustees. The charity has now established an investment portfolio. Whilst discretion for the day-to-day management of the portfolio has been given to a professional firm of investment managers, the trustees review the financial performance on a regular basis to evaluate whether the return received and change in the valuation of the capital portfolio is in line with their aspirations and expectations.

Investment policy and performance

The investment portfolio is being managed in line with the wishes of the trustees which were for a cautious, broad-based and environmentally sound investment platform to be established.

THE CHALK CLIFF TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

Financial review

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.

Financial position and reserves policy

The charity's net assets at the balance sheet date have increased to £28.5m (2023 - £21.6m) with £22.4m (2023 - £20.8m) being held within fixed asset investments. Expenditure on grants has increased in 2024 to £1.9m (2023 - £1.6m).

The trustees recognise the need to hold reserves at a level that will enable them to ensure that the charity can continue to operate for at least a period of 12 months should there be a severe drop in income or any major unforeseen expenditure. Whilst donations from a trustee is their main source of income, the charity has invested in its investment portfolio and can rely on those funds should the need ever arise.

The trustees have also assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate the exposure to those risks.

Structure, governance and management

Constitution

The charity is governed by a trust deed dated 16 November 2010 and is registered with the Charity Commission under number 1139102.

Methods of appointment or election of trustees

The management of the charity is the responsibility of the trustees who are elected and co-opted under the terms of the trust deed. H A Hunter-Senior was re-elected in 2022 to serve for three years and J M Fulford and R L Hunter-Senior were re-elected as trustees in July 2024.

Organisational structure and decision-making policies

Robert N Senior is the chair of trustees and is responsible for ensuring that the other trustees are aware of applications for funding that have been received by the charity and for communicating to applicants whether their proposals are to be supported or not.

Policies adopted for the induction and training of trustees

New trustees are sent relevant documents published by the Charities Commission, and receive an education session with existing trustees. The Trust also provides access to trust law specialists with charity law knowledge. All trustees have an ongoing involvement in grant making ethos and aims.

Financial risk management

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

THE CHALK CLIFF TRUST

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2024**

Statement of trustees' responsibilities

The trustees 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).

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial which give a true and fair view of the state of affairs of the charity 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 then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgements 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 charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the . They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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



.....
Robert N Senior
(Chair of Trustees)
Date: 6/12/2024

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST

Opinion

We have audited the financial statements of The Chalk Cliff Trust (the 'charity') for the year ended 31 March 2024 which comprise the statement of financial activities, the balance sheet, the 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).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2024 and of its incoming resources and application of resources 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 charity'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.

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)

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.

Matters on which we are required to report by exception

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

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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 trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 specific procedures designed and implemented to detect irregularities, including fraud are detailed below:

- Performing audit work over the risk of management override of controls, including evaluating the rationale of significant transactions outside the normal course of the charitable activity and any accounting estimates for bias;
- Carry out substantive checks, on a sample basis, to supporting documentation of individual transactions to give comfort that the Statement of Financial Activities does not contain any material irregular items;
- Verifying that material balances within the Balance Sheet are supported by third party evidence to confirm existence and valuation at the balance sheet date;
- Enquiry of management and those charged with governance around actual and potential litigation and claims; and
- Reviewing minutes of the trustees meetings.

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 charity'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 charity'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 charity 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.

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)

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 charity'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 charity's 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Griffin Stone Moscrop & Co

Griffin Stone Moscrop & Co
Chartered Accountants
Statutory Auditors
21-27 Lamb's Conduit Street
London
WC1N 3GS

Date: 9/12/2024

Griffin Stone Moscrop & Co are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE CHALK CLIFF TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2024**

	Note	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Income from:				
Donations and legacies	4	6,880,482	6,880,482	4,845,100
Investments	5	509,025	509,025	343,782
Total income		7,389,507	7,389,507	5,188,882
Expenditure on:				
Raising funds	6	181,016	181,016	176,111
Charitable activities	7	1,950,138	1,950,138	1,612,100
Total expenditure		2,131,154	2,131,154	1,788,211
Net income before net gains/(losses) on investments		5,258,353	5,258,353	3,400,671
Net gains/(losses) on investments		1,576,879	1,576,879	(1,338,985)
Net movement in funds		6,835,232	6,835,232	2,061,686
Reconciliation of funds:				
Total funds brought forward		21,648,550	21,648,550	19,586,864
Total funds carried forward		28,483,782	28,483,782	21,648,550

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 12 to 22 form part of these financial statements.

THE CHALK CLIFF TRUST

**BALANCE SHEET
AS AT 31 MARCH 2024**

	Note	2024 £	2023 £
Fixed assets			
Investments	11	22,362,517	20,831,294
Current assets			
Debtors	12	1,877,658	595,000
Fixed term deposit accounts	13	4,000,000	-
Cash at bank and in hand		250,807	227,536
		<u>6,128,465</u>	<u>822,536</u>
Creditors: amounts falling due within one year	14	(7,200)	(5,280)
Net current assets		<u>6,121,265</u>	817,256
Total assets less current liabilities		<u>28,483,782</u>	<u>21,648,550</u>
Net assets excluding pension asset		<u>28,483,782</u>	<u>21,648,550</u>
Total net assets		<u><u>28,483,782</u></u>	<u><u>21,648,550</u></u>
Charity funds			
Restricted funds	16	-	-
Unrestricted funds	16	28,483,782	21,648,550
Total funds		<u><u>28,483,782</u></u>	<u><u>21,648,550</u></u>

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



.....
Robert N Senior
 (Chair of Trustees)
 Date: 6/12/2024

The notes on pages 12 to 22 form part of these financial statements.

THE CHALK CLIFF TRUST

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2024

	2024 £	2023 £
Cash flows from operating activities		
Net cash used in operating activities	4,023,271	3,388,288
Cash flows from investing activities		
Cash transferred into investment portfolio	-	(3,500,000)
Transfers into fixed term deposit accounts	(4,000,000)	-
Net cash used in investing activities	(4,000,000)	(3,500,000)
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	23,271	(111,712)
Cash and cash equivalents at the beginning of the year	227,536	339,248
Cash and cash equivalents at the end of the year	250,807	227,536

The notes on pages 12 to 22 form part of these financial statements

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024

1. Accounting policies

1.1 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 Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Chalk Cliff 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.

1.2 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 charity and which have not been designated for other purposes.

1.3 Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charity, can be reliably measured.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

1.4 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.

Governance costs are accounted for on an accruals basis and are those incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements.

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

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

1. Accounting policies (continued)**1.4 Expenditure (continued)**

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

1.5 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 statement of financial activities.

1.6 Interest receivable

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

1.7 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.

1.8 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.

1.9 Creditors and provisions

Creditors 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. Creditors 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.

1.10 Financial instruments

The charity 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 method.

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

2. Critical accounting estimates and areas of judgement

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

Critical accounting estimates and assumptions:

The preparation of financial statements in compliance with the Charities SORP (FRS 102) and FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the charity's accounting policies (see Note 20).

3. General information

The Chalk Cliff Trust is a charitable trust. The address of its principal office is 18 Keere Street, Lewes, East Sussex, BN7 1TY.

4. Income from donations and legacies

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Donations	5,505,482	5,505,482	3,500,100
Legacies	-	-	470,000
Tax recoverable	1,375,000	1,375,000	875,000
	6,880,482	6,880,482	4,845,100
Total 2023	4,845,100	4,845,100	

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

5. Investment income

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Investment income from investment portfolio	459,475	459,475	343,782
Bank interest receivable	49,550	49,550	-
	509,025	509,025	343,782
Total 2023	343,782	343,782	

6. Investment management costs

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Investment management fees	181,016	181,016	176,111

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

7. Analysis of expenditure by activities

	Grant funding of activities 2024 £	Support costs 2024 £	Total funds 2024 £	Total funds 2023 £
Charitable activities	1,942,848	7,290	1,950,138	1,612,100
Total 2023	1,606,727	5,373	1,612,100	

Analysis of support costs

	Activities 2024 £	Total funds 2024 £	Total funds 2023 £
Governance costs	7,290	7,290	5,373
Total 2023	5,373	5,373	

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

8. Analysis of grants

	Grants to Institutions 2024 £	Total funds 2024 £	Total funds 2023 £
Grants	1,942,848	1,942,848	1,606,727
Total 2023	1,606,727	1,606,727	

The charity has made the following material grants to institutions during the year:

	2024 £	2023 £
Name of institution		
Almeida Theatre	10,000	-
Brighton College	-	7,500
Brighton Dome	28,000	-
Brighton Fringe	25,000	-
British Film Institute	25,000	20,000
Charleston Trust	30,000	52,500
De La Warr Pavillion Charitable Trust	25,000	-
Devonshire Collect	16,000	18,000
English Stage Competition	20,000	-
Fabrica	5,040	-
Glyndebourne Productions Limited	60,000	58,000
Lewes District	5,040	-
Royal National Theatre	25,000	-
Royal Shakespeare	10,000	10,000
Rwanda Aid	10,000	10,000
South Downs Nation	10,000	15,000
Sussex Beacon	-	15,000
The Big Give Trust	35,000	-
Towner Art Gallery	-	65,000
	339,080	271,000
Other grants to institutions (individually £5,000 or less)	1,603,768	1,335,727
	1,942,848	1,606,727

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

9. Auditors' remuneration

The auditors' remuneration amounts to an auditor fee of £5,050 (2023 - £3,730), and accountancy services of £2,150 (2023 - £1,520).

10. Trustees' remuneration and expenses

During the year, no trustees received any remuneration or other benefits (2023 - £NIL).

During the year ended 31 March 2024, no trustee expenses have been incurred (2023 - £NIL).

11. Fixed asset investments

	Listed investments £	Cash account £	Total £
Cost or valuation			
At 1 April 2023	19,782,349	1,048,945	20,831,294
Net cash invested in listed securities in year	(17,191)	17,191	-
Revaluations	1,576,879	-	1,576,879
Withdrawals	-	(324,055)	(324,055)
Dividends and interest receivable	-	459,475	459,475
Investment management fees and commission	-	(181,076)	(181,076)
At 31 March 2024	<u>21,342,037</u>	<u>1,020,480</u>	<u>22,362,517</u>
Net book value			
At 31 March 2024	<u>21,342,037</u>	<u>1,020,480</u>	<u>22,362,517</u>
At 31 March 2023	<u>19,782,349</u>	<u>1,048,945</u>	<u>20,831,294</u>

12. Debtors

	2024 £	2023 £
Due within one year		
Accrued income	32,658	-
Tax recoverable	1,375,000	125,000
Legacies receivable	470,000	470,000
	<u>1,877,658</u>	<u>595,000</u>

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

13. Fixed term deposit accounts

	2024 £	2023 £
Fixed-term deposits to mature within one year	4,000,000	-

14. Creditors: Amounts falling due within one year

	2024 £	2023 £
Accruals	7,200	5,280

15. Financial instruments

	2024 £	2023 £
Financial assets		
Financial assets measured at fair value through the Statement of Financial Activities	26,613,324	21,058,830

Financial assets measured at fair value through the Statement of Financial Activities are comprised of fixed asset investments, fixed term bank deposits and cash at bank.

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

16. Statement of funds

Statement of funds - current year

	Balance at 1 April 2023 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2024 £
Unrestricted funds					
General Fund	<u>21,648,550</u>	<u>7,389,507</u>	<u>(2,131,154)</u>	<u>1,576,879</u>	<u>28,483,782</u>

Statement of funds - prior year

	Balance at 1 April 2022 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2023 £
Unrestricted funds					
General Fund	<u>19,586,864</u>	<u>5,188,882</u>	<u>(1,788,211)</u>	<u>(1,338,985)</u>	<u>21,648,550</u>

17. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 2024 £	Total funds 2024 £
Fixed asset investments	22,362,517	22,362,517
Current assets	6,128,465	6,128,465
Creditors due within one year	(7,200)	(7,200)
Total	<u>28,483,782</u>	<u>28,483,782</u>

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

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

	2024 £	2023 £
Net income for the period (as per Statement of Financial Activities)	6,835,232	2,061,686
Adjustments for:		
Net (gains)/losses on investments	(1,576,879)	1,338,985
Dividends and interest retained in investments	(459,475)	(343,782)
Decrease/(increase) in debtors	(1,282,658)	155,000
Increase in creditors	1,920	210
Investment management fees & charges	181,076	176,189
Cash withdrawal from investment portfolio	324,055	-
Net cash provided by operating activities	4,023,271	3,388,288

19. Analysis of cash and cash equivalents

	2024 £	2023 £
Cash in hand	250,807	227,536

20. Analysis of changes in net debt

	At 1 April 2023 £	Cash flows £	At 31 March 2024 £
Cash at bank and in hand	227,536	23,271	250,807
Fixed term deposit accounts	-	4,000,000	4,000,000

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

21. Judgements in applying accounting policies and key sources of estimation uncertainty

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. However, there are no judgements or assumptions that have a significant risk of causing material adjustment.

22. Related party transactions

Income includes donations totalling £5,500,000 (2023 - £3,500,000) received from one (2023 - one) of the charity's trustees.

23. Post balance sheet events

During the year to 31 March 2023, notification was received by the charity that two properties were bequeathed to it in a will. The properties were valued at £470,000 by the professionals acting for the donor and accordingly, this was the value that was recognised as legacy income in the financial statements, with an equivalent debtor being provided for. At the time of finalising the financial statements for the year to 31 March 2023 probate was yet to be granted and accordingly the formal transfer of the title to the properties had not yet taken place.

Since the year ended 31 March 2024, probate has been granted and the two properties were transferred to the charity. One property has since been sold at the probate value and this will be recorded in the financial statements in the year to 31 March 2025.

24. Controlling party

The charity is controlled by its trustees.

THE CHALK CLIFF TRUST

England & Wales - Charity number 1139102

Accounts

THE CHALK CLIFF TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

THE CHALK CLIFF TRUST

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THE CHALK CLIFF TRUST

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2023**

Trustees Robert N Senior, Chair
Sarah F Hunter
Justine M Fulford
Hannah A Hunter-Senior
Rachel L Hunter-Senior
Connie S Hunter-Senior (appointed 30 March 2023)

**Charity registered
number** 1139102

Principal office 18 Keere Street
Lewes
East Sussex
BN7 1TY

Independent auditors Griffin Stone Moscrop & Co
Chartered Accountants
21-27 Lamb's Conduit Street
London
WC1N 3GS

THE CHALK CLIFF TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2023

The trustees present their annual report together with the audited financial statements of the charity for the year 1 April 2022 to 31 March 2023.

The trustees confirm that the annual report and financial statements comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of 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 2015) issued in October 2019 (the Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Objectives and activities

a. Policies and objectives

The Chalk Cliff Trust is a foundation set up to provide grants and donations to charities, action groups and benevolent organisations in East Sussex.

In setting objectives and planning for activities, the trustees have given due consideration to guidance published by the Charity Commission relating to public benefit.

The primary objects of the charity are:

- the prevention or relief of poverty;
- the advancement of education;
- the advancement of the arts, culture, heritage or science; and
- the advancement of environmental protection or improvement for the public benefit.

The objective of demonstrating the charity's public benefit is met in practice by making grants to other charities operating in areas consistent with its own objects.

b. Grant-making policies

The charity principally supports organisations and projects focussed regionally in East Sussex. Each application is considered on merit and the charity enjoys a reputation for reacting efficiently to applications made whilst exercising due diligence in a non-intrusive manner throughout the evaluation process.

Achievements and performance

a. Key financial performance indicators

The charity's principal funding has historically been from donations given by its trustees. The charity has now established an investment portfolio. Whilst discretion for the day-to-day management of the portfolio has been given to a professional firm of investment managers, the trustees review the financial performance on a regular basis to evaluate whether the return received and change in the valuation of the capital portfolio is in line with their aspirations and expectations.

b. Investment policy and performance

The investment portfolio is being managed in line with the wishes of the trustees which were for a cautious, broad-based and environmentally sound investment platform to be established.

THE CHALK CLIFF TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

Financial review

a. 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.

b. Financial position and reserves policy

The charity's net assets at the balance sheet date have increased to £21.65m (2022 - £19.59m) with £20.83m (2022 - £18.50m) being held within fixed asset investments. Expenditure on grants has increased in 2023 to £1,607m (2022 - £981k).

The trustees recognise the need to hold reserves at a level that will enable them to ensure that the charity can continue to operate for at least a period of 12 months should there be a severe drop in income or any major unforeseen expenditure. Whilst donations from a trustee is their main source of income, the charity has invested in its investment portfolio and can rely on those funds should the need ever arise.

The trustees have also assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate the exposure to those risks.

Structure, governance and management

a. Constitution

The charity is governed by a trust deed dated 16 November 2010 and is registered with the Charity Commission under number 1139102.

b. Methods of appointment or election of trustees

The management of the charity is the responsibility of the trustees who are elected and co-opted under the terms of the trust deed. J M Fulford and R L Hunter-Senior were re-elected in March 2021 to serve for three years and H A Hunter-Senior was re-elected in 2022.

c. Organisational structure and decision-making policies

Robert N Senior is the chair of trustees and is responsible for ensuring that the other trustees are aware of applications for funding that have been received by the charity and for communicating to applicants whether their proposals are to be supported or not.

d. Policies adopted for the induction and training of trustees

New trustees are sent relevant documents published by the Charities Commission, and receive an education session with existing trustees. The Trust also provides access to trust law specialists with charity law knowledge. All trustees have an ongoing involvement in grant making ethos and aims.

THE CHALK CLIFF TRUST

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023**

Structure, governance and management (continued)**e. Financial risk management**

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

Statement of trustees' responsibilities

The trustees 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).

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of 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 then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgements 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 charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the . They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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



.....
Robert N Senior
(Chair of Trustees)
Date: 9/1/2024

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST

Opinion

We have audited the financial statements of The Chalk Cliff Trust (the 'charity') for the year ended 31 March 2023 which comprise the statement of financial activities, the balance sheet, the 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).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2023 and of its incoming resources and application of resources 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 charity'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.

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)

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.

Matters on which we are required to report by exception

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

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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 trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)

Auditors' 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 the Act and relevant regulations made or having effect thereunder.

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 specific procedures designed and implemented to detect irregularities, including fraud are detailed below:

- Performing audit work over the risk of management override of controls, including evaluating the rationale of significant transactions outside the normal course of the charitable activity and any accounting estimates for bias;
- Carry out substantive checks, on a sample basis, to supporting documentation of individual transactions to give comfort the statement of financial activities does not contain any material irregular items;
- Verifying that material balances within the balance sheet are supported by third party evidence to confirm existence and valuation at the balance sheet date;
- Enquiry of management and those charged with governance around actual and potential litigation and claims; and
- Reviewing minutes of the trustees meetings.

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 charity'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 charity'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 charity 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, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)

identify during our audit.

Use of our report

This report is made solely to the charity'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 charity's 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Griffin Stone Moscrop & Co

Griffin Stone Moscrop & Co

Chartered Accountants

Statutory Auditors

21-27 Lamb's Conduit Street

London

WC1N 3GS

Date: 9/1/2024

Griffin Stone Moscrop & Co are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE CHALK CLIFF TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2023**

	Note	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income from:				
Donations and legacies	4	4,845,100	4,845,100	7,814,314
Investments	5	343,782	343,782	181,768
Total income		5,188,882	5,188,882	7,996,082
Expenditure on:				
Raising funds	6	176,111	176,111	137,031
Charitable activities		1,612,100	1,612,100	985,671
Total expenditure		1,788,211	1,788,211	1,122,702
Net income before net losses on investments		3,400,671	3,400,671	6,873,380
Net losses on investments		(1,338,985)	(1,338,985)	(25,198)
Net movement in funds		2,061,686	2,061,686	6,848,182
Reconciliation of funds:				
Total funds brought forward		19,586,864	19,586,864	12,738,682
Total funds carried forward		21,648,550	21,648,550	19,586,864

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 12 to 22 form part of these financial statements.

THE CHALK CLIFF TRUST

**BALANCE SHEET
AS AT 31 MARCH 2023**

	Note	2023 £	2022 £
Fixed assets			
Investments	11	20,831,294	18,502,686
Current assets			
Debtors	12	595,000	750,000
Cash at bank and in hand		227,536	339,248
		<u>822,536</u>	<u>1,089,248</u>
Creditors: amounts falling due within one year	13	(5,280)	(5,070)
Net current assets		817,256	1,084,178
Total assets less current liabilities		<u>21,648,550</u>	<u>19,586,864</u>
Net assets excluding pension asset		<u>21,648,550</u>	<u>19,586,864</u>
Total net assets		<u>21,648,550</u>	<u>19,586,864</u>
Charity funds			
Restricted funds	15	-	-
Unrestricted funds	15	21,648,550	19,586,864
Total funds		<u>21,648,550</u>	<u>19,586,864</u>

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



.....
Robert N Senior
 (Chair of Trustees)
 Date: 9/1/2024

The notes on pages 12 to 22 form part of these financial statements.

THE CHALK CLIFF TRUST

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2023**

	2023 £	2022 £
Cash flows from operating activities		
Net cash used in operating activities	3,388,288	7,139,226
Cash flows from investing activities		
Cash transferred into investment portfolio	(3,500,000)	(7,500,000)
Net cash used in investing activities	(3,500,000)	(7,500,000)
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	(111,712)	(360,774)
Cash and cash equivalents at the beginning of the year	339,248	700,022
Cash and cash equivalents at the end of the year	227,536	339,248

The notes on pages 12 to 22 form part of these financial statements

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

1. Accounting policies

1.1 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 Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Chalk Cliff 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.

1.2 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 charity and which have not been designated for other purposes.

1.3 Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charity, can be reliably measured.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

1.4 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.

Governance costs are accounted for on an accruals basis and are those incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements.

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

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

1. Accounting policies (continued)**1.4 Expenditure (continued)**

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

1.5 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 statement of financial activities.

1.6 Interest receivable

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

1.7 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.

1.8 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.

1.9 Creditors and provisions

Creditors 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. Creditors 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.

1.10 Financial instruments

The charity 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 method.

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

2. Critical accounting estimates and areas of judgement

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

Critical accounting estimates and assumptions:

The preparation of financial statements in compliance with the Charities SORP (FRS 102) and FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the charity's accounting policies (see Note 20).

3. General information

The Chalk Cliff Trust is a charitable trust. The address of its principal office is 18 Keere Street, Lewes, East Sussex, BN7 1TY.

4. Income from donations and legacies

	Unrestricted funds 2023 £	Total funds 2023 £
Donations	3,500,100	3,500,100
Legacies	470,000	470,000
Tax recoverable	875,000	875,000
	<u>4,845,100</u>	<u>4,845,100</u>
	Unrestricted funds 2022 £	Total funds 2022 £
Donations	6,251,814	6,251,814
Tax recoverable	1,562,500	1,562,500
	<u>7,814,314</u>	<u>7,814,314</u>
Total 2022	<u>7,814,314</u>	<u>7,814,314</u>

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

5. Investment income

	Unrestricted funds 2023 £	Total funds 2023 £
Investment income	343,782	343,782

	Unrestricted funds 2022 £	Total funds 2022 £
Investment income	181,768	181,768

6. Investment management costs

	Unrestricted funds 2023 £	Total funds 2023 £
Investment management fees	176,111	176,111

	Unrestricted funds 2022 £	Total funds 2022 £
Investment management fees	137,031	137,031

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

7. Analysis of expenditure by activities

	Grant funding of activities 2023 £	Support costs 2023 £	Total funds 2023 £
Charitable activities	1,606,727	5,373	1,612,100

	Grant funding of activities 2022 £	Support costs 2022 £	Total funds 2022 £
Charitable activities	980,741	4,930	985,671

Analysis of support costs

	Activities 2023 £	Total funds 2023 £
Governance costs	5,373	5,373

	Activities 2022 £	Total funds 2022 £
Governance costs	4,930	4,930

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

8. Analysis of grants

	Grants to Institutions 2023 £	Total funds 2023 £
Grants	1,606,727	1,606,727
	Grants to Institutions 2022 £	Total funds 2022 £
Grants	980,741	980,741

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

8. Analysis of grants (continued)

The charity has made the following material grants to institutions during the year:

	2023	2022
	£	£
Name of institution		
Brighton College	7,500	-
British Film Institute	20,000	-
Charleston Trust	52,500	-
Christ Church	-	5,000
De La Warr Pavillion Chartiable Trust	-	25,000
Devonshire Collect	18,000	-
East Sussex	-	12,000
Glyndebourne Productions Limited	58,000	20,000
Listen Hear	-	5,000
Mission Without	-	9,900
Royal Shakespeare	10,000	-
Rwanda Aid	10,000	10,000
South Downs Nation	15,000	-
St Peter and St James Hospice, Chailey	-	5,000
Sussex Beacon	15,000	-
Towner Art Gallery	65,000	-
Wonder Foundation	-	9,500
	271,000	101,400
Other grants to institutions (individually £5,000 or less)	1,335,727	879,341
	1,606,727	980,741

9. Auditors' remuneration

The auditors' remuneration amounts to an auditor fee of £3,730 (2022 - £3,455), and accountancy services of £1,520 (2022 - £1,445).

10. Trustees' remuneration and expenses

During the year, no trustees received any remuneration or other benefits (2022 - £NIL).

During the year ended 31 March 2023, no trustee expenses have been incurred (2022 - £NIL).

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

11. Fixed asset investments

	Listed investments £	Cash account £	Total £
Cost or valuation			
At 1 April 2022	16,687,349	1,815,337	18,502,686
Monies transferred to investment cash account	-	3,500,000	3,500,000
Net cash invested in listed securities in year	4,433,985	(4,433,985)	-
Revaluations	(1,338,985)	-	(1,338,985)
Dividends and interest receivable	-	343,782	343,782
Investment management fees and commission	-	(176,189)	(176,189)
At 31 March 2023	19,782,349	1,048,945	20,831,294
Net book value			
At 31 March 2023	19,782,349	1,048,945	20,831,294
At 31 March 2022	16,687,349	1,815,337	18,502,686

12. Debtors

	2023 £	2022 £
Due within one year		
Tax recoverable	125,000	750,000
Legacies receivable	470,000	-
	595,000	750,000

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

13. Creditors: Amounts falling due within one year

	2023	2022
	£	£
Accruals	5,280	5,070
	<u>5,280</u>	<u>5,070</u>

14. Financial instruments

	2023	2022
	£	£
Financial assets		
Financial assets measured at fair value through the Statement of Financial Activities	21,058,830	18,841,934
	<u>21,058,830</u>	<u>18,841,934</u>

Financial assets measured at fair value through the Statement of Financial Activities are comprised of fixed asset investments and cash at bank.

15. Statement of funds

Statement of funds - current year

	Balance at 1 April 2022	Income	Expenditure	Gains/ (Losses)	Balance at 31 March 2023
	£	£	£	£	£
Unrestricted funds					
General Fund	19,586,864	5,188,882	(1,788,211)	(1,338,985)	21,648,550
	<u>19,586,864</u>	<u>5,188,882</u>	<u>(1,788,211)</u>	<u>(1,338,985)</u>	<u>21,648,550</u>

Statement of funds - prior year

	Balance at 1 April 2021	Income	Expenditure	Gains/ (Losses)	Balance at 31 March 2022
	£	£	£	£	£
Unrestricted funds					
General Funds - all funds	12,738,682	7,996,082	(1,122,702)	(25,198)	19,586,864
	<u>12,738,682</u>	<u>7,996,082</u>	<u>(1,122,702)</u>	<u>(25,198)</u>	<u>19,586,864</u>

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

16. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2023 £	Total funds 2023 £
Fixed asset investments	20,831,294	20,831,294
Current assets	822,536	822,536
Creditors due within one year	(5,280)	(5,280)
Total	<u>21,648,550</u>	<u>21,648,550</u>

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

	2023 £	2022 £
Net income for the year (as per Statement of Financial Activities)	<u>2,061,686</u>	<u>6,848,182</u>
Adjustments for:		
Net (gains)/losses on investments	1,338,985	25,198
Dividends and interest retained in investments	(343,782)	(181,768)
Decrease in debtors	155,000	62,513
Decrease in creditors	210	(1,930)
Investment management fees & charges	176,189	137,031
Cash withdrawal from investment portfolio	-	250,000
Net cash provided by operating activities	<u>3,388,288</u>	<u>7,139,226</u>

18. Analysis of cash and cash equivalents

	2023 £	2022 £
Cash in hand	<u>227,536</u>	<u>339,248</u>

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

19. Analysis of changes in net debt

	At 1 April 2022	Cash flows	At 31 March 2023
	£	£	£
Cash at bank and in hand	339,248	(111,712)	227,536

20. Judgements in applying accounting policies and key sources of estimation uncertainty

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. However, there are no judgements or assumptions that have a significant risk of causing material adjustment.

21. Related party transactions

Income includes donations totalling £3,500,000 (2022 - £6,250,000) received from one (2022 - one) of the charity's trustees.

22. Post balance sheet events

Notification was received during the year that the charity was to receive two properties bequeathed to it in a will. The properties were valued at £470,000 by the professionals acting for the donor and accordingly this is the value that has been recognised as legacy income in the financial statements, with an equivalent debtor being provided for also. At the time of finalising the financial statements probate is yet to be granted and accordingly the formal transfer of the title to the properties has not yet taken place.

23. Controlling party

The charity is controlled by its trustees.

THE CHALK CLIFF TRUST

England & Wales - Charity number 1139102

Accounts

THE CHALK CLIFF TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

THE CHALK CLIFF TRUST

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THE CHALK CLIFF TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 MARCH 2022

Trustees

Robert N Senior, Chair
Sarah F Hunter
Justine M Fulford
Hannah A Hunter-Senior
Rachel L Hunter-Senior

Charity registered number

1139102

Principal office

18 Keere Street
Lewes
East Sussex
BN7 1TY

Independent auditors

Griffin Stone Moscrop & Co
Chartered Accountants
21-27 Lamb's Conduit Street
London
WC1N 3GS

THE CHALK CLIFF TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2022

The trustees present their annual report together with the audited financial statements of the The Chalk Cliff Trust for the year 1 April 2021 to 31 March 2022.

The trustees confirm that the annual report and financial statements comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of 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 2015) issued in October 2019 (the Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Objectives and activities

a. Policies and objectives

The Chalk Cliff Trust is a foundation set up to provide grants and donations to charities, action groups and benevolent organisations in East Sussex.

In setting objectives and planning for activities, the trustees have given due consideration to guidance published by the Charity Commission relating to public benefit.

The primary objects of the charity are:

- the prevention or relief of poverty;
- the advancement of education;
- the advancement of the arts, culture, heritage or science; and
- the advancement of environmental protection or improvement for the public benefit.

The objective of demonstrating the charity's public benefit is met in practice by making grants to other charities operating in areas consistent with its own objects.

b. Grant-making policies

The charity principally supports organisations and projects focussed regionally in East Sussex. Each application is considered on merit and the charity enjoys a reputation for reacting efficiently to applications made whilst exercising due diligence in a non-intrusive manner throughout the evaluation process.

Achievements and performance

a. Key financial performance indicators

The charity's principal funding has historically been from donations given by its trustees. The charity has now established an investment portfolio. Whilst discretion for the day-to-day management of the portfolio has been given to a professional firm of investment managers, the trustees review the financial performance on a regular basis to evaluate whether the return received and change in the valuation of the capital portfolio is in line with their aspirations and expectations.

b. Investment policy and performance

The investment portfolio is being managed in line with the wishes of the trustees which were for a cautious, broad-based and environmentally sound investment platform to be established.

THE CHALK CLIFF TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

Financial review

a. 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.

b. Financial position and reserves policy

The charity's net assets at the balance sheet date have increased to £19.59m (2021 - £12.74m) with £18.50m (2021 - £11.23m) being held within fixed asset investments. Expenditure on grants has increased in 2022 to £981k (2021 - £808k).

The trustees recognise the need to hold reserves at a level that will enable them to ensure that the charity can continue to operate for at least a period of 12 months should there be a severe drop in income or any major unforeseen expenditure. Whilst donations from a trustee is their main source of income, the charity has invested in its investment portfolio and can rely on those funds should the need ever arise.

The trustees have also assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate the exposure to those risks.

Structure, governance and management

a. Constitution

The charity is governed by a trust deed dated 16 November 2010 and is registered with the Charity Commission under number 1139102.

b. Methods of appointment or election of trustees

The management of the charity is the responsibility of the trustees who are elected and co-opted under the terms of the trust deed. J M Fulford and R L Hunter-Senior were re-elected in March 2021 to serve for three years and H A Hunter-Senior was re-elected in 2022.

c. Organisational structure and decision-making policies

Robert N Senior is the chair of trustees and is responsible for ensuring that the other trustees are aware of applications for funding that have been received by the charity and for communicating to applicants whether their proposals are to be supported or not.

d. Policies adopted for the induction and training of trustees

New trustees are sent relevant documents published by the Charities Commission, and receive an education session with existing trustees. The Trust also provides access to trust law specialists with charity law knowledge. All trustees have an ongoing involvement in grant making ethos and aims.

THE CHALK CLIFF TRUST

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Structure, governance and management (continued)

e. Financial risk management

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

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

.....
Robert N Senior
(Chair of Trustees)
Date: 21 November 2022

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST

Opinion

We have audited the financial statements of The Chalk Cliff Trust (the 'charity') for the year ended 31 March 2022 which comprise the statement of financial activities, the balance sheet, the 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).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2022 and of its incoming resources and application of resources 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 charity'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.

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)

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.

Matters on which we are required to report by exception

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

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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 trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)

Auditors' 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 the Act and relevant regulations made or having effect thereunder.

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:

- Performing audit work over the risk of management override of controls, including evaluating the rationale of significant transactions outside the normal course of the charitable activity and any accounting estimates for bias;
- Carry out substantive checks, on a sample basis, to supporting documentation of individual transactions to give comfort the statement of financial activities does not contain any material irregular items;
- Verifying that material balances within the balance sheet are supported by third party evidence to confirm existence and valuation at the balance sheet date;
- Enquiry of management and those charged with governance around actual and potential litigation and claims; and
- Reviewing minutes of the trustees meetings.

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 charity'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 charity'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 charity 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.

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)

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 charity'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 charity's 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Griffin Stone Moscrop & Co

Chartered Accountants
Statutory Auditors
21-27 Lamb's Conduit Street
London
WC1N 3GS

21 November 2022

Griffin Stone Moscrop & Co are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE CHALK CLIFF TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2022**

	Note	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:				
Donations and legacies	4	7,814,314	7,814,314	4,062,563
Investments	5	181,768	181,768	87,572
Total income		7,996,082	7,996,082	4,150,135
Expenditure on:				
Raising funds	6	137,031	137,031	79,317
Charitable activities		985,671	985,671	812,714
Total expenditure		1,122,702	1,122,702	892,031
Net income before net (losses)/gains on investments		6,873,380	6,873,380	3,258,104
Net (losses)/gains on investments		(25,198)	(25,198)	2,109,279
Net movement in funds		6,848,182	6,848,182	5,367,383
Reconciliation of funds:				
Total funds brought forward		12,738,682	12,738,682	7,371,299
Total funds carried forward		19,586,864	19,586,864	12,738,682

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 12 to 22 form part of these financial statements.

THE CHALK CLIFF TRUST

**BALANCE SHEET
AS AT 31 MARCH 2022**

	Note	2022 £	2021 £
Fixed assets			
Investments	11	18,502,686	11,233,147
		<u>18,502,686</u>	<u>11,233,147</u>
Current assets			
Debtors	12	750,000	812,513
Cash at bank and in hand		339,248	700,022
		<u>1,089,248</u>	<u>1,512,535</u>
Creditors: amounts falling due within one year	13	(5,070)	(7,000)
		<u>1,084,178</u>	<u>1,505,535</u>
Net current assets		<u>1,084,178</u>	<u>1,505,535</u>
Total assets less current liabilities		<u>19,586,864</u>	<u>12,738,682</u>
Net assets excluding pension asset		<u>19,586,864</u>	<u>12,738,682</u>
Total net assets		<u><u>19,586,864</u></u>	<u><u>12,738,682</u></u>
Charity funds			
Restricted funds	15	-	-
Unrestricted funds	15	19,586,864	12,738,682
Total funds		<u><u>19,586,864</u></u>	<u><u>12,738,682</u></u>

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

.....
Robert N Senior
 (Chair of Trustees)
 Date: 21 November 2022

The notes on pages 12 to 22 form part of these financial statements.

THE CHALK CLIFF TRUST

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2022

	2022 £	2021 £
Cash flows from operating activities		
Net cash used in operating activities	7,139,226	3,301,610
Cash flows from investing activities		
Cash transferred into investment portfolio	(7,500,000)	(2,750,000)
Net cash used in investing activities	(7,500,000)	(2,750,000)
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	(360,774)	551,610
Cash and cash equivalents at the beginning of the year	700,022	148,412
Cash and cash equivalents at the end of the year	339,248	700,022

The notes on pages 12 to 22 form part of these financial statements

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

1. Accounting policies

1.1 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 Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Chalk Cliff 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.

1.2 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 charity and which have not been designated for other purposes.

1.3 Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

1.4 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.

Governance costs are accounted for on an accruals basis and are those incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements.

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

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

1. Accounting policies (continued)

1.5 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 statement of financial activities.

1.6 Interest receivable

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

1.7 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.

1.8 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.

1.9 Creditors and provisions

Creditors 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. Creditors 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.

1.10 Financial instruments

The charity 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 method.

2. Critical accounting estimates and areas of judgement

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

Critical accounting estimates and assumptions:

The preparation of financial statements in compliance with the Charities SORP (FRS 102) and FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the charity's accounting policies (see Note 23).

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

3. General information

The Chalk Cliff Trust is a charitable trust. The address of its principal office is 18 Keere Street, Lewes, East Sussex, BN7 1TY.

4. Income from donations and legacies

	Unrestricted funds 2022 £	Total funds 2022 £
Donations	6,251,814	6,251,814
Tax recoverable	1,562,500	1,562,500
	<u>7,814,314</u>	<u>7,814,314</u>

	Unrestricted funds 2021 £	Total funds 2021 £
Donations	3,250,050	3,250,050
Tax recoverable	812,513	812,513
Total 2021	<u>4,062,563</u>	<u>4,062,563</u>

5. Investment income

	Unrestricted funds 2022 £	Total funds 2022 £
Investment income	181,768	181,768

	Unrestricted funds 2021 £	Total funds 2021 £
Investment income	87,572	87,572

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

6. Investment management costs

	Unrestricted funds 2022 £	Total funds 2022 £
Investment management fees	137,031	137,031

	Unrestricted funds 2021 £	Total funds 2021 £
Investment management fees	79,317	79,317

7. Analysis of expenditure by activities

	Grant funding of activities 2022 £	Support costs 2022 £	Total funds 2022 £
Charitable activities	980,741	4,930	985,671

	Grant funding of activities 2021 £	Support costs 2021 £	Total funds 2021 £
Charitable activities	807,684	5,030	812,714

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

7. Analysis of expenditure by activities (continued)

Analysis of support costs

	Activities 2022 £	Total funds 2022 £
Governance costs	4,930	4,930

	Activities 2021 £	Total funds 2021 £
Governance costs	5,030	5,030

8. Analysis of grants

	Grants to Institutions 2022 £	Total funds 2022 £
Grants	980,741	980,741

	Grants to Institutions 2021 £	Total funds 2021 £
Grants	807,684	807,684

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

8. Analysis of grants (continued)

The charity has made the following material grants to institutions during the year:

	2022 £	2021 £
Name of institution		
De La Warr Pavilion Charitable Trust	25,000	-
Glyndebourne Productions Limited	20,000	45,000
East Sussex	12,000	9,250
Rwanda Aid	10,000	5,000
Mission without	9,900	-
Wonder Foundation	9,500	-
Charleston Trust	-	28,000
Brighton & Hove	-	10,000
Farley Arts	-	10,000
Christ Church	5,000	10,000
St Michael's Hospice	-	10,000
St Peter and St James Hospice, Chailey	5,000	10,000
Townder Art Gallery	-	20,000
The Cinema Museum	-	10,000
Listen Hear	5,000	7,000
	101,400	174,250
Other grants to institutions (individually £5,000 or less)	879,341	633,434
	980,741	807,684

9. Auditors' remuneration

The auditors' remuneration amounts to an auditor fee of £3,455 (2021 - £3,585), and accountancy services of £1,445 (2021 - £1,445).

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).

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

11. Fixed asset investments

	Listed investments £	Cash account £	Total £
Cost or valuation			
At 1 April 2021	10,255,560	977,587	11,233,147
Monies transferred to investment cash account	-	7,500,000	7,500,000
Net cash invested in listed securities in year	6,456,987	(6,456,987)	-
Revaluations	(25,198)	-	(25,198)
Withdrawals	-	(250,000)	(250,000)
Dividends and interest receivable	-	181,768	181,768
Investment management fees and commission	-	(137,031)	(137,031)
	<u>16,687,349</u>	<u>1,815,337</u>	<u>18,502,686</u>
Net book value			
At 31 March 2022	<u>16,687,349</u>	<u>1,815,337</u>	<u>18,502,686</u>
At 31 March 2021	<u>10,255,560</u>	<u>977,587</u>	<u>11,233,147</u>

12. Debtors

	2022 £	2021 £
Due within one year		
Tax recoverable	750,000	812,513
	<u>750,000</u>	<u>812,513</u>

13. Creditors: Amounts falling due within one year

	2022 £	2021 £
Accruals	5,070	5,000
Grants accrued	-	2,000
	<u>5,070</u>	<u>7,000</u>

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

14. Financial instruments

	2022	2021
	£	£
Financial assets		
Financial assets measured at fair value through income and expenditure	339,248	700,022

Financial assets measured at fair value through income and expenditure comprise of cash in bank and at hand.

15. Statement of funds

Statement of funds - current year

	Balance at 1 April 2021	Income	Expenditure	Gains/ (Losses)	Balance at 31 March 2022
	£	£	£	£	£
Unrestricted funds					
General Funds - all funds	12,738,682	7,996,082	(1,122,702)	(25,198)	19,586,864

Statement of funds - prior year

	Balance at 1 April 2020	Income	Expenditure	Gains/ (Losses)	Balance at 31 March 2021
	£	£	£	£	£
Unrestricted funds					
	7,371,299	4,150,135	(892,031)	2,109,279	12,738,682

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

16. Summary of funds

Summary of funds - current year

	Balance at 1 April 2021 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2022 £
General funds	<u>12,738,682</u>	<u>7,996,082</u>	<u>(1,122,702)</u>	<u>(25,198)</u>	<u>19,586,864</u>

Summary of funds - prior year

	Balance at 1 April 2020 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2021 £
General funds	<u>7,371,299</u>	<u>4,150,135</u>	<u>(892,031)</u>	<u>2,109,279</u>	<u>12,738,682</u>

17. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2022 £	Total funds 2022 £
Fixed asset investments	18,502,686	18,502,686
Current assets	1,089,248	1,089,248
Creditors due within one year	(5,070)	(5,070)
Total	<u>19,586,864</u>	<u>19,586,864</u>

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

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

	2022 £	2021 £
Net income for the year (as per Statement of Financial Activities)	6,848,182	5,367,383
Adjustments for:		
Net (gains)/losses on investments	25,198	(2,109,279)
Dividends and interest retained in investments	(181,768)	(87,572)
Decrease/(increase) in debtors	62,513	(187,500)
(Increase)/decrease in creditors	(1,930)	(10,737)
Investment management fees (taken from investment account)	137,031	79,315
Cash withdrawal from investment portfolio	250,000	250,000
Net cash provided by operating activities	7,139,226	3,301,610

19. Analysis of cash and cash equivalents

	2022 £	2021 £
Cash in hand	339,248	700,022
Total cash and cash equivalents	339,248	700,022

20. Analysis of changes in net debt

	At 1 April 2021 £	Cash flows £	At 31 March 2022 £
Cash at bank and in hand	700,022	(360,774)	339,248
	700,022	(360,774)	339,248

21. Controlling party

The charity is controlled by its trustees.

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

22. Related party transactions

Income includes donations totalling £6,250,000 (2021 - £3,250,000) received from one (2021 - the same) of the charity's trustees.

23. Judgements in applying accounting policies and key sources of estimation uncertainty

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. However, there are no judgements or assumptions that have a significant risk of causing material adjustment.

THE CHALK CLIFF TRUST

England & Wales - Charity number 1139102

Accounts

THE CHALK CLIFF TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

THE CHALK CLIFF TRUST

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THE CHALK CLIFF TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 MARCH 2021

Trustees

Robert N Senior, Chair
Sarah F Hunter
Justine M Fulford
Hannah A Hunter-Senior
Rachel L Hunter-Senior

Charity registered number

1139102

Principal office

18 Keere Street
Lewes
East Sussex
BN7 1TY

Independent auditors

Griffin Stone Moscrop & Co
Chartered Accountants
21-27 Lamb's Conduit Street
London
WC1N 3GS

THE CHALK CLIFF TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2021

The trustees present their annual report together with the audited financial statements of the charity for the year 1 April 2020 to 31 March 2021.

The trustees confirm that the annual report and financial statements comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of 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 2015) issued in October 2019 (the Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Objectives and activities

a. Policies and objectives

The Chalk Cliff Trust is a foundation set up to provide grants and donations to charities, action groups and benevolent organisations in East Sussex.

In setting objectives and planning for activities, the trustees have given due consideration to guidance published by the Charity Commission relating to public benefit.

The primary objects of the charity are:

- the prevention or relief of poverty;
- the advancement of education;
- the advancement of the arts, culture, heritage or science; and
- the advancement of environmental protection or improvement for the public benefit.

The objective of demonstrating the charity's public benefit is met in practice by making grants to other charities operating in areas consistent with its own objects.

b. Grant-making policies

The charity principally supports organisations and projects focussed regionally in East Sussex. Each application is considered on merit and the charity enjoys a reputation for reacting efficiently to applications made whilst exercising due diligence in a non-intrusive manner throughout the evaluation process.

Achievements and performance

a. Key financial performance indicators

The charity's principal funding has historically been from donations given by its trustees. The charity has now established an investment portfolio. Whilst discretion for the day-to-day management of the portfolio has been given to a professional firm of investment managers, the trustees review the financial performance on a regular basis to evaluate whether the return received and change in the valuation of the capital portfolio is in line with their aspirations and expectations.

b. Investment policy and performance

The investment portfolio is being managed in line with the wishes of the trustees which were for a cautious, broad-based and environmentally sound investment platform to be established.

THE CHALK CLIFF TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

Financial review

a. 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.

b. Financial position and reserves policy

The charity's net assets at the balance sheet date have increased to £12.74m (2020 - £7.37m) with £11.23m (2020 - £6.62m) being held within fixed asset investments. Expenditure on grants has decreased in 2021 to £813k (2020 - £1,228k) which was expected due to COVID-19.

The trustees recognise the need to hold reserves at a level that will enable them to ensure that the charity can continue to operate for at least a period of 12 months should there be a severe drop in income or any major unforeseen expenditure. Whilst donations from a trustee is their main source of income, the charity has invested in its investment portfolio and can rely on those funds should the need ever arise.

The trustees have also assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate the exposure to those risks.

Structure, governance and management

a. Constitution

The charity is governed by a trust deed dated 16 November 2010 and is registered with the Charity Commission under number 1139102.

b. Methods of appointment or election of trustees

The management of the charity is the responsibility of the trustees who are elected and co-opted under the terms of the trust deed. J M Fulford and R L Hunter-Senior were re-elected in March 2021 to serve for three years and H A Hunter-Senior will be considered for re-election in 2022.

c. Organisational structure and decision-making policies

Robert N Senior is the chair of trustees and is responsible for ensuring that the other trustees are aware of applications for funding that have been received by the charity and for communicating to applicants whether their proposals are to be supported or not.

d. Policies adopted for the induction and training of trustees

New trustees are sent relevant documents published by the Charities Commission, and receive an education session with existing trustees. The Trust also provides access to trust law specialists with charity law knowledge. All trustees have an ongoing involvement in grant making ethos and aims.

e. Financial risk management

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

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

.....
Robert N Senior

Date: 7 October 2021

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST

Opinion

We have audited the financial statements of The Chalk Cliff Trust (the 'charity') for the year ended 31 March 2021 which comprise the Statement of financial activities, the balance sheet, the 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).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2021 and of its incoming resources and application of resources 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 charity'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.

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditors' report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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.

Matters on which we are required to report by exception

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

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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 trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)

Auditors' 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 the Act and relevant regulations made or having effect thereunder.

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:

- Performing audit work over the risk of management override of controls, including evaluating the rationale of significant transactions outside the normal course of the charitable activity and any accounting estimates for bias;
- Carry out substantive checks, on a sample basis, to supporting documentation of individual transactions to give comfort the statement of financial activities does not contain any material irregular items;
- Verifying that material balances within the balance sheet are supported by third party evidence to confirm existence and valuation at the balance sheet date;
- Enquiry of management and those charged with governance around actual and potential litigation and claims; and;
- Reviewing minutes of the trustees meetings.

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 charity'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 charity'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 charity 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, 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.

THE CHALK CLIFF TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE CHALK CLIFF TRUST (CONTINUED)

Use of our report

This report is made solely to the charity'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 charity's 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Griffin Stone Moscrop & Co

Chartered Accountants

Statutory Auditors

21-27 Lamb's Conduit Street

London

WC1N 3GS

7 October 2021

Griffin Stone Moscrop & Co are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE CHALK CLIFF TRUST

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2021

	Note	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:				
Donations and legacies	4	4,062,563	4,062,563	3,125,063
Investments	5	87,572	87,572	147,912
Total income		4,150,135	4,150,135	3,272,975
Expenditure on:				
Raising funds	6	79,317	79,317	46,177
Charitable activities		812,714	812,714	1,233,254
Total expenditure		892,031	892,031	1,279,431
Net income before net gains/(losses) on investments		3,258,104	3,258,104	1,993,544
Net gains/(losses) on investments		2,109,279	2,109,279	(865,072)
Net movement in funds		5,367,383	5,367,383	1,128,472
Reconciliation of funds:				
Total funds brought forward		7,371,299	7,371,299	6,242,827
Total funds carried forward		12,738,682	12,738,682	7,371,299

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 11 to 24 form part of these financial statements.

THE CHALK CLIFF TRUST

BALANCE SHEET
AS AT 31 MARCH 2021

	Note	2021 £	2020 £
Fixed assets			
Investments	11	11,233,147	6,615,612
		<u>11,233,147</u>	<u>6,615,612</u>
Current assets			
Debtors	12	812,513	625,013
Cash at bank and in hand		700,022	148,412
		<u>1,512,535</u>	<u>773,425</u>
Creditors: amounts falling due within one year	13	(7,000)	(17,738)
Net current assets		<u>1,505,535</u>	<u>755,687</u>
Total assets less current liabilities		<u>12,738,682</u>	<u>7,371,299</u>
Net assets excluding pension asset		<u>12,738,682</u>	<u>7,371,299</u>
Total net assets		<u><u>12,738,682</u></u>	<u><u>7,371,299</u></u>
Charity funds			
Restricted funds	15	-	-
Unrestricted funds	15	12,738,682	7,371,299
Total funds		<u><u>12,738,682</u></u>	<u><u>7,371,299</u></u>

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

.....
Robert N Senior

Date: 7 October 2021

The notes on pages 11 to 24 form part of these financial statements.

THE CHALK CLIFF TRUST

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2021

	2021 £	2020 £
Cash flows from operating activities		
Net cash used in operating activities	3,301,610	1,567,608
Cash flows from investing activities		
Dividends, interests and rents from investments	(2,750,000)	(1,750,000)
Net cash used in investing activities	(2,750,000)	(1,750,000)
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	551,610	(182,392)
Cash and cash equivalents at the beginning of the year	148,412	330,804
Cash and cash equivalents at the end of the year	700,022	148,412

The notes on pages 11 to 24 form part of these financial statements

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

1. Accounting policies

1.1 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 Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Chalk Cliff 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.

1.2 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 charity and which have not been designated for other purposes.

1.3 Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

1.4 Expenditure

Governance costs are accounted for on an accruals basis and are those incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements.

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

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

1.5 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 statement of financial activities.

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

1. Accounting policies (continued)

1.6 Interest receivable

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

1.7 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.

1.8 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.

1.9 Creditors and provisions

Creditors 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. Creditors 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.

1.10 Financial instruments

The charity 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 method.

2. Critical accounting estimates and areas of judgement

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

Critical accounting estimates and assumptions:

The preparation of financial statements in compliance with the Charities SORP (FRS 102) and FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the charity's accounting policies (see Note 23).

3. General information

The Chalk Cliff Trust is a charitable trust. The address of its principal office is 18 Keere Street, Lewes, East Sussex, BN7 1TY.

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

4. Income from donations and legacies

	Unrestricted funds 2021 £	Total funds 2021 £
Donations	3,250,050	3,250,050
Tax recoverable	812,513	812,513
	<u>4,062,563</u>	<u>4,062,563</u>
	Unrestricted funds 2020 £	Total funds 2020 £
Donations	2,500,050	2,500,050
Tax recoverable	625,013	625,013
	<u>3,125,063</u>	<u>3,125,063</u>
Total 2020		

5. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £
Investment income	87,572	87,572
	<u>87,572</u>	<u>87,572</u>
	Unrestricted funds 2020 £	Total funds 2020 £
Investment income	147,912	147,912
	<u>147,912</u>	<u>147,912</u>

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

6. Investment management costs

	Unrestricted funds 2021 £	Total funds 2021 £
Investment management fees	79,317	79,317

	Unrestricted funds 2020 £	Total funds 2020 £
Investment management fees	46,177	46,177

7. Analysis of grants

	Grants to Institutions 2021 £	Total funds 2021 £
Grants	807,684	807,684

	Grants to Institutions 2020 £	Total funds 2020 £
Grants	1,228,388	1,228,388

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

8. Grants payable - institutional

	2021 £	2020 £
1. 3H	5,000	5,000
2. Action on Elder	-	10,000
3. Active children	5,000	-
4. African Initiative	-	5,000
5. AfriKids	-	5,000
6. Age UK East Sussex	-	5,000
7. Amaze	5,000	5,000
8. Amref	5,000	-
9. Articulate Arts	-	4,750
10. Arts on Prescription	5,000	4,800
11. Aspens charities	5,000	-
12. Assert (B&H)	-	5,000
13. Autism Stress Alert CIC	5,000	5,000
14. B&H LGBT	5,000	-
15. Baby2baby	5,000	-
16. Beachy Head Chaplaincy	-	5,000
17. Bevern Trust	5,000	-
18. Blast theory	5,000	-
19. Born Free	-	5,000
20. Brighton & hove	10,000	-
21. Brighton College	-	5,000
22. Brighton Dome & Brighton Festival	5,000	20,000
23. Brighton explorers	5,000	-
24. Brighton festival	5,000	-
25. Brighton food	4,830	-
26. Brighton fringe	5,000	5,000
27. Brighton Peace	-	4,200
28. Brighton Permacult	4,680	5,000
29. Brighton therapy	5,000	-
30. Care for Veterans	-	5,000
31. Chailey heritage	4,200	-
32. Chalk Farm	-	5,000
33. Challengers	-	5,000
34. Chance 4	5,000	-
35. Charity mentors	5,000	-
36. Charleston Trust	28,000	-
37. Chaseley Trust	-	5,000
38. Chestnut Tree House	5,000	5,000
39. Children with cancer	4,500	-
40. Christ church	10,000	-

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

41. City gate community	5,000	-
42. Coastal Wellbeing	-	5,000
43. Common cause	5,000	-
44. Compass Community	5,000	-
45. Culture Shift	-	10,000
46. Dark skies theatre	5,000	-
47. De La Warr Pavilion Charitable Trust	-	20,000
48. Defiant Sports	-	5,000
49. Demelza House Children's Hospice	-	10,000
50. Dementure support	5,000	-
51. Disability Africa	5,000	5,000
52. Ditchling Museum of Art & Craft	-	13,500
53. Door of Hope	-	5,000
54. Downs Sydrome	4,700	-
55. Earwig Productions	-	7,500
56. Easbourne eco	4,500	-
57. East Sussex Recover	-	5,000
58. East Sussex	9,250	-
59. Eastborne Eco Act	-	4,500
60. Echo Performing	-	5,000
61. Extinction Rebellion	-	4,928
62. Extra Cover	-	5,000
63. Fabrica	-	6,000
64. Farley Arts	10,000	-
65. Figment Arts	-	7,000
66. Food and Friendship	-	5,000
67. Forward Facing	-	4,800
68. Freedom church	5,000	-
69. Friends of B&H	-	4,500
70. Friends of Sussex	5,000	4,686
71. Family supportwork	5,000	-
72. FSN	5,000	-
73. Gallery Collective	-	5,000
74. Glyndebourne Productions Ltd	45,000	40,000
75. Go Local	-	5,000
76. Good News Brighton	-	4,700
77. Grace Eure	5,000	-
78. Green united	5,000	-
79. Hailsham foodbank	5,000	-
80. Hands of hope	5,000	-
81. Hanover Band	-	5,000
82. Hastings Area Community	-	5,000
83. Hastings Furniture	-	5,000
84. Hastings Men's Cap	-	4,960
85. Hastings Museum	-	5,000

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

86. Hastings Street	-	5,000
87. Havens community	5,000	-
88. Health Poverty	-	5,000
89. Healthfield Men's	-	4,024
90. Hindleap	4,500	-
91. Home Start East Sussex	-	5,000
92. Homelink	5,000	-
93. Hospices of Hope	-	5,000
94. Impact Foundation	-	5,000
95. Independant Living	-	4,984
96. Indigenous people	4,920	-
97. Jamies farm	5,000	-
98. Just friends	5,000	-
99. Kennedy Street	-	5,000
100. Key Changes	-	4,900
101. KP Projects	5,000	5,000
102. Lewes Youth Theatre	-	5,000
103. Life Bridging Work	5,000	4,850
104. Lifecentre	-	5,000
105. Linking Lives	-	5,000
106. Listen Hear	7,000	-
107. Listening Books	-	5,000
108. Little Ducklings	-	5,000
109. Livestock	-	4,700
110. Marlborough Theatre	-	5,000
111. Martlets Hospice	-	4,274
112. Motivation	5,000	-
113. Motor Neuron Disease	5,000	5,000
114. Mount Camphill	5,000	-
115. Mount Camphill, Wadhurst	-	5,000
116. Mudhouse Children	-	5,000
117. Nautical Museums	5,000	-
118. NHS Support	5,000	-
119. Oasis project	5,000	-
120. Old boat	5,000	-
121. Onca	-	5,000
122. Ore Community	-	5,000
123. Paws and purse	5,000	-
124. Photoworks	-	5,000
125. Pippas group	4,320	-
126. Priority	-	4,600
127. Project Artworks	-	5,000
128. Qhizzkidz	5,000	-
129. Queenspark Books	-	5,000
130. Rainbow wishes	5,000	-

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

131. Raise your voice	5,000	-
132. Raising futures	5,000	-
133. Renewable World	5,000	5,000
134. Resource Centre	-	5,000
135. RNLI	4,800	-
136. RSPB	5,000	-
137. RSPCA	-	5,000
138. Rwanda Aid	5,000	5,000
139. Rye Jazz	-	5,000
140. Sailhaven	-	5,000
141. Sara Lee Trust	-	5,000
142. Sasbah	5,000	-
143. Savannah educations	5,000	-
144. Seafords Down Syndrome	-	5,000
145. Secret Garden Kemp	-	5,000
146. See Kenya	-	5,000
147. South downs nation	5,000	-
148. South Downs National Park	-	5,000
149. South East Dance Limited	-	5,000
150. Spear Brighton	-	5,000
151. Sreepur Village	-	5,000
152. St Elizabeth's	-	4,868
153. St Michael's Hospice	10,000	4,500
154. St Peter and St James Hospice, Chailey	10,000	5,000
155. St Peter's Church	-	5,000
156. St Wilfred's Hospice (Eastbourne)	5,000	4,600
157. Street child	5,000	5,000
158. Sussex Beacon	5,000	5,000
159. Sussex Support	-	5,000
160. Sussex wasps	4,100	-
161. Sussex Youth Arts	-	4,100
162. Tarner Community	-	5,000
163. Team Kenya	5,000	-
164. Temwa	4,148	-
165. Ten Little Toes	-	5,000
166. The Bevy Pub	-	5,000
167. The Breck Foundation	-	4,508
168. The Brighton Rainbow	5,000	-
169. The Charleston Trust	-	28,000
170. The cinema museum	10,000	-
171. The citizens foundation	5,000	-
172. The Clock Tower	-	5,000
173. The Craftimation	-	6,000
174. The Grow Project	-	4,728
175. The launchpad coll	5,000	-

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

176. The Old Market	-	5,000
177. The Pelham	-	5,000
178. The Rita Project	-	5,000
179. The Shamba Trust	-	5,000
180. The unity centre	4,800	5,000
181. The Virtual Doctor	5,000	-
182. Time to Talk Befriending	5,000	5,000
183. Together Co	-	5,000
184. Townder art gallery	20,000	20,000
185. Tubbs Computer	-	4,989
186. University Arts London	-	4,500
187. Vera Lynn Charity	-	4,400
188. Vision & Oversea	-	5,000
189. Volunteering matte	5,000	-
190. Welfare Association	-	8,000
191. Wheely Boat Trust	-	5,000
192. Whizzkidz	-	5,000
193. Wolfram Syndrome	-	4,944
194. Wolo Founation	5,000	-
195. Women's Voice	-	5,000
196. Xtrax (Hastings & Rother Young People's Drop-In Centre)	5,000	5,000
197. YMCA Downlink	-	5,000
198. You Raise Me Up	5,000	5,000
199. Young People's Centre	-	6,000
200. Youth counselling	5,000	-
Aggregate grants made to other institutions (typically less than £4,000 per institution)	224,436	446,095
	807,684	1,228,388

9. Auditors' remuneration

The auditors' remuneration amounts to an auditor fee of £3,585 (2020 - £3,421), and accountancy services of £1,445 (2020 - £1,445).

10. Trustees' remuneration and expenses

During the year, no trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 March 2021, no trustee expenses have been incurred (2020 - £NIL).

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

11. Fixed asset investments

	Listed investments £	Cash account £	Total £
Cost or valuation			
At 1 April 2020	5,555,787	1,059,826	6,615,613
Monies transferred to investment cash account	-	2,750,000	2,750,000
Net cash invested in listed securities in year	2,590,493	(2,590,493)	-
Revaluations	2,109,280	-	2,109,280
Withdrawals	-	(250,000)	(250,000)
Dividends and interest receivable	-	87,474	87,474
Investment management fees and commission	-	(79,219)	(79,219)
At 31 March 2021	10,255,560	977,587	11,233,147
Net book value			
At 31 March 2021	10,255,560	977,587	11,233,147
At 31 March 2020	5,555,787	1,059,826	6,615,613

12. Debtors

	2021 £	2020 £
Due within one year		
Tax recoverable	812,513	625,013
	812,513	625,013

13. Creditors: Amounts falling due within one year

	2021 £	2020 £
Accruals	5,000	4,738
Grants accrued	2,000	13,000
	7,000	17,738

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

14. Financial instruments

	2021 £	2020 £
Financial assets		
Financial assets measured at fair value through income and expenditure	700,022	148,412

Financial assets measured at fair value through income and expenditure comprise of cash in bank and at hand.

15. Statement of funds

Statement of funds - current year

	Balance at 1 April 2020 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2021 £
Unrestricted funds					
General Funds - all funds	7,371,299	4,150,135	(892,031)	2,109,279	12,738,682

Statement of funds - prior year

	Balance at 1 April 2019 £	As restated Income £	As restated Expenditure £	Gains/ (Losses) £	Balance at 31 March 2020 £
Unrestricted funds					
General Funds - all funds	6,242,827	3,272,975	(1,279,431)	(865,072)	7,371,299

THE CHALK CLIFF TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

16. Summary of funds

Summary of funds - current year

	Balance at 1 April 2020 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2021 £
General funds	<u>7,371,299</u>	<u>4,150,135</u>	<u>(892,031)</u>	<u>2,109,279</u>	<u>12,738,682</u>

Summary of funds - prior year

	Balance at 1 April 2019 £	As restated Income £	As restated Expenditure £	Gains/ (Losses) £	Balance at 31 March 2020 £
General funds	<u>6,242,827</u>	<u>3,272,975</u>	<u>(1,279,431)</u>	<u>(865,072)</u>	<u>7,371,299</u>

17. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Total funds 2021 £
Fixed asset investments	11,233,147	11,233,147
Current assets	1,512,535	1,512,535
Creditors due within one year	(7,000)	(7,000)
Total	<u>12,738,682</u>	<u>12,738,682</u>

Analysis of net assets between funds - prior year

	Unrestricted funds 2020 £	Total funds 2020 £
Fixed asset investments	6,615,612	6,615,612
Current assets	773,425	773,425
Creditors due within one year	(17,738)	(17,738)
Total	<u>7,371,299</u>	<u>7,371,299</u>

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

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

	2021 £	2020 £
Net income for the year (as per Statement of Financial Activities)	5,367,383	1,128,472
Adjustments for:		
Net (gains)/losses on investments	(2,109,279)	865,072
Dividends and interest retained in investments	(87,572)	(147,912)
Increase in debtors	(187,500)	(337,500)
(Increase)/decrease in creditors	(10,737)	13,299
Investment management fees (taken from investment account)	79,315	46,177
Cash withdrawal from investment portfolio	250,000	-
Net cash provided by operating activities	3,301,610	1,567,608

19. Analysis of cash and cash equivalents

	2021 £	2020 £
Cash in hand	700,022	148,412
Total cash and cash equivalents	700,022	148,412

20. Analysis of changes in net debt

	At 1 April 2020 £	Cash flows £	At 31 March 2021 £
Cash at bank and in hand	148,412	551,610	700,022
	148,412	551,610	700,022

21. Controlling party

The charity is controlled by its trustees.

22. Related party transactions

Income includes donations totalling £3,250,000 (2020 - £2,500,000) received from one (2020 - the same) of the charity's trustees.

THE CHALK CLIFF TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

23. Judgements in applying accounting policies and key sources of estimation uncertainty

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. However, there are no judgements or assumptions that have a significant risk of causing material adjustment.