

The Beaverbrooks Charitable Trust
Financial Statements
28 February 2023

The Beaverbrooks Charitable Trust

Financial Statements

Year ended 28 February 2023

	Page
Trustees' annual report	1
Independent auditor's report to the members	9
Statement of financial activities	13
Statement of financial position	14
Statement of cash flows	15
Notes to the financial statements	16

The Beaverbrooks Charitable Trust

Trustees' Annual Report

Year ended 28 February 2023

The trustees present their report and the financial statements of the charity for the year ended 28 February 2023.

Reference and administrative details

Registered charity name The Beaverbrooks Charitable Trust

Charity registration number 1142857

Principal office Adele House
Park Road
St Annes-on-Sea
FY8 1RE
Lancashire

The trustees

A Blackburn
M I Adlestone OBE DL
P Holly
S Nicholas

Auditor John Potter & Harrison
Chartered accountants & statutory auditor
3A Clifton Square
Lytham St Annes
Lancashire
FY8 5JP

Bankers National Westminster Bank Plc
24 The Square
St Annes-on-Sea
Lancashire
FY8 1RH

The Beaverbrooks Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 28 February 2023

Structure, governance and management

The Trustees are pleased to present their report, together with the financial statements and independent auditor's report, for the year ended 28 February 2023.

The Trustees confirm that the financial statements comply with the charity's Trust Deed, the Charities Act 2011 and the Statement of Recommended Practice applicable to charities preparing their accounts with the Financial Reporting Standard applicable in the UK and Republic of Ireland.

The Beaverbrooks Charitable Trust's charitable objectives during the financial year were to benefit such charitable purposes and registered charities as the Trustees in their absolute discretion think fit.

The Trustees delegate the day to day management to the General Manager, Mrs. Susanne Nicholas.

As well as the involvement of the Beaverbrooks the Jewellers Limited's Chairman and three members of its management team, Beaverbrooks the Jewellers Limited supports operating procedures in a variety of ways as outlined in the service level agreement. These variety of ways, which are all in kind contributions, include:

- Financial management and services
- HR
- Press, PR and communications
- Office space and facilities

The Beaverbrooks Charitable Trust is the official charity of Beaverbrooks the Jewellers Limited and has been registered with the Charity Commission since 13 July 2011. The date from which it was constituted via the Declaration of Trust was 20 April 2011.

The charity is overseen by the following group of Trustees as a whole:

- Mark Isaac Adlestone OBE DL Chairman
- Anna Blackburn
- Susanne Nicholas
- Paul Holly

Trustees are nominated and appointed based on their suitability as decided by current members of the Trustees and in accordance with the terms set out in the Declaration of Trust. Trustees are invited to attend an induction training process for the running and operation of The Beaverbrooks Charitable Trust. The Trustees meet quarterly and the meetings are fully reported. The Trustees discuss a range of matters but with a priority on the overall governance and strategic direction of The Beaverbrooks Charitable Trust. Trustees are appointed for their specific experience in meeting The Beaverbrooks Charitable Trust's charitable objectives.

The Beaverbrooks Charitable Trust has an outstanding commitment to donate £1.2 million over the next 6 years to The Marcia and Andrew Brown Charitable Trust. This is the only commitment that is in place and financial risks are reviewed on an on-going basis.

During the year under review, all The Beaverbrooks Charitable Trust's management responsibility was structured through the General Manager, whose responsibilities include staff management, partnerships, access to funding, standards, delivery and compliance. This role reports directly to the board of Trustees.

The Beaverbrooks Charitable Trust currently utilises the time of four employees of Beaverbrooks the Jewellers Limited in order to administer its affairs. Beaverbrooks the Jewellers Limited does not

The Beaverbrooks Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 28 February 2023

charge the charity for this time, since it is not practicable to quantify their allocation of time and hence salary cost. No remuneration is paid to key management personnel by the charity.

The following is based on The Beaverbrooks Charitable Trust's governing documents:

- the charity shall be overseen by the General Manager who liaises with her direct line manager, Mark Adlestone, who is also a Trustee
- meetings are planned to discuss the on-going involvement and future development of the charity
- activities arranged by the charity will be coordinated by the General Manager. Part-time staff may be used as and when required
- no person involved in the charity will have any association with any other charity unless agreed by The Beaverbrooks Charitable Trust Trustees, and
- all staff are employed by Beaverbrooks the Jewellers Limited and must adhere to all procedures set out in that company's HR policies.

The Beaverbrooks Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 28 February 2023

Objectives and activities

The Beaverbrooks Charitable Trust's charitable objectives during the year of review were to provide aid and support to a broad spectrum of charities and to enable the employees of Beaverbrooks the Jewellers Limited to support their local charities, the latter being achieved by:

- making donations available to Beaverbrooks the Jewellers Limited's stores and office departments, based on a fixed amount for each employee, and allowing each team to select a worthy local charity as their recipient; and
- matching amounts raised by individual employees for their own chosen charities.

In addition, the Trustees support a wide range of charities which cover education, welfare, health, mentoring and self-development, Jewish and Israeli charities and the community as a whole.

The Charitable Trust has invested in a property which it rents to a local charity for £1 per year, this is recorded as a social investment in note 11. This charity was in need of a well maintained, safe and permanent base from which to operate and the Charitable Trust were delighted to support them in achieving their charitable objectives.

The Trustees have given careful consideration to the Charity Commission's guidance on public benefit when setting its aims and activities. The key objective of the charity as set out in the constitution is to benefit such charitable purposes and registered charities as the Trustees in their absolute discretion think fit.

Strategy

- Building and marketing our business

The Trustees apply a thorough approach to the review of the distribution of charitable donations rather than focusing on one or two key, major projects. This is based on the philosophy that it is better to give £1 one hundred times than it is to give £100 once. The Trustees believe that this philosophy helps to engage the Beaverbrooks' employees in the concept of giving both their time and their money. In turn this helps raise the profile of the charity.

- Knowing and understanding our markets

Target markets and key areas identified to include disengaged individuals and communities.

- Adding value through collaborative partnerships

Develop The Beaverbrooks Charitable Trust as a provider of funds to selected charities, working in partnership with other organisations, to deliver strategic priorities and maximise profile.

The Beaverbrooks Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 28 February 2023

Achievements and performance

At the core of our Beaverbrooks family culture is our desire to support the communities we live and work in. Beaverbrooks donates to charity through The Beaverbrooks Charitable Trust and actively encourages and empowers its colleagues to support charities and community groups in their local area. They do this in a variety of ways including fundraising, volunteering their time and through Payroll Giving. Funding provided by Beaverbrooks enabled the Beaverbrooks Charitable Trust to distribute over £2.2 million during the year to UK registered charities.

In 2022, Beaverbrooks again received HM Government & Institute of Fundraising 'Diamond Award' for our Payroll Giving for the 6th time. It was actually the 11th consecutive year we have been recognised with an Award for our commitment to Payroll Giving and we are extremely proud that over 40% of our people support their own chosen charities in this way. During the period, our people gave £60,420.33 (2021-2022: £61,118) through payroll giving. The net donation is 100% matched by the company resulting in total donations of £103,741.54 (2021-22: £105,858). We are very proud that our colleagues continued to support their favourite charities in this way and also, given our company expansion & increased staff levels over the year, that so many new colleagues have joined our scheme.

Beaverbrooks encourage colleagues to get involved in a wide range of volunteering projects, with a minimum of 2 days paid time (16 hours) available to each employee, each year. We were very happy that during 2022, many colleagues were able to go back to their 'in person' volunteering, so much of which had been extremely limited during the pandemic. During the period, we are proud to say our people gave a total of 3,418 voluntary hours (2021-2022: 3,221 hrs).

Following the success of our first 'Beaverbrooks Charity Challenge' month which we introduced in 2021, we expanded this in 2022 to a two-month Charity Challenge in May & June 2022. This was an internal initiative to raise awareness and encourage our people to get involved with a wide variety of activities which included a selection of discussion-based tasks and some practical challenges such as collecting goods for local charity shops and giving blood.

We were delighted to see many more charity fundraising and mass participation events happening again as these opportunities had been limited during the previous year. This had a significant impact on the amount of money our people raised themselves with a variety of challenges and activities from large scale events like Marathons to Sky Diving to Bake Sales and selling homemade items/produce. During the period they raised £71,780.32 (2021-2022: £51,408) which we match funded to £198,786.94. This figure included our fundraising for the Ukraine Appeal at our Management Conference in March 2022 when we raised a record £27,613 which the Beaverbrooks Charitable Trust chose to double match fund so the total donation sent was £82,839.

The Beaverbrooks Blackpool 10K Fun Run which we sponsor and support with Trinity Hospice was back on in its usual date in May 2022. Our people were again a terrific support with colleagues either running the event or helping on the day as route and finish line marshals. The Beaverbrooks Bike Ride also returned in June 2022 after a couple of years break, again this is another well supported event in support of Trinity Hospice. Participant numbers were down for both events but this is generally being seen in the charity sector and we hope that in the coming year, runner/rider numbers will increase to pre-pandemic levels.

Each year, every Beaverbrooks store and office team selects a charity local for them to support with their Team Donation. In 2022-2023 this figure was increased to £200 per colleague (from £100) based on the success of the company in the previous year. This initiative continued to be of importance as it meant we could support many smaller charities in areas where Beaverbrooks are represented and also develop further the excellent relationships our teams have with charities in their own communities.

The Beaverbrooks Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 28 February 2023

Financial review

Principal sources of income for The Beaverbrooks Charitable Trust include donations amounting to £625,000 (2022: £300,000) from Beaverbrooks the Jewellers Limited. The charity would like to thank the company for its support.

Investment policy

The Beaverbrooks Charitable Trust carries forward £4,749,925 (2022: £6,304,400) of unrestricted funds into the new financial year.

Investments represent unlisted investments, at cost, in the share capital of Beaverbrooks the Jewellers Limited, a company registered in the United Kingdom. The Trustees are mindful of their responsibilities in relation to an investment policy and ensure that the policy addresses the needs of the charitable trust and its beneficiaries in the short, medium and long term, taking into account the future needs of the charity in terms of both capital and income.

The shares in Beaverbrooks the Jewellers Limited were donated to the charity by the directors of the company. Dividend income received from these shares alongside administrative support from Beaverbrooks are considered sufficient to support the charity in the long term. Given this medium to long term security it is not the intention of the Trustees to utilise charitable funds in order to diversify the investment base.

The accumulated cost of the investment in these shares amounts to £4,322,100 (2022: £5,978,000) as disclosed in note 12. This will generate additional income for the charity in terms of dividends.

Reserves policy

The Trustees' aim is to hold sufficient reserves which would meet The Beaverbrooks Charitable Trust's future administrative operating costs for a 3 to 6 month period, in line with the Charities Commission's recommendations. All other funds are held with a view to furthering the charitable purposes of the Trust.

The charity does not currently have any restricted reserves.

Support costs, which include governance costs, were £154 (2022: £67) representing bank charges. Apart from resources expended in connection with charitable activities, no other resources were expended during the year. This reflects The Beaverbrooks Charitable Trust's core objective of minimising costs in order to maximise resources available for charitable activities. The audit fee, amounting to £3,480 (2022: £3,480), of these financial statements has been met by Beaverbrooks the Jewellers Limited.

Related parties

M Adlestone and A Blackburn who are the Trustees of The Beaverbrooks Charitable Trust are also directors of Beaverbrooks the Jewellers Limited.

The Beaverbrooks Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 28 February 2023

Financial review *(continued)*

Going concern

After making enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt a going concern basis of accounting in preparing the financial statements.

Further details regarding the adoption of the going concern basis can be found in the statement of accounting policies in the notes to the financial statements.

Principal risks and uncertainties

The charity is fully funded by the company Beaverbrooks the Jewellers Limited. The principal risk to the activities of the charity would be a reduction in that funding. The Trustees of the charity include Directors of the company who are fully committed to funding the charitable activities of the trust. Therefore the Trustees do not consider this risk to be relevant at this time.

Plans for future periods

The plans for the future include:

- increasing the range of initiatives delivered by The Beaverbrooks Charitable Trust; and
- continuing to develop existing and investigate new initiatives in partnership with other local partners.

The Trustees plan to continue with the same philosophy and existing strategies by carefully considering the charities they support and wish to do so on an on-going basis. The major changes in charities supported by the Beaverbrooks Charitable Trust will be driven by the choices of Beaverbrook's employees as to their preferred charity for the year as well as any 'fund matching' that is driven by employee fund-raising activities.

Trustees' responsibilities statement

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 and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

The Beaverbrooks Charitable Trust

Trustees' Annual Report *(continued)*

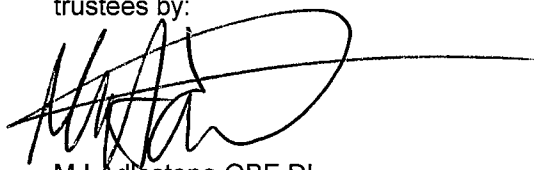
Year ended 28 February 2023

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. 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.

The trustees' annual report was approved on 23/10/23 and signed on behalf of the board of trustees by:



M I Adlestone OBE DL
Chairman

The Beaverbrooks Charitable Trust

Independent Auditor's Report to the Members of The Beaverbrooks Charitable Trust

Year ended 28 February 2023

Opinion

We have audited the financial statements of The Beaverbrooks Charitable Trust (the 'charity') for the year ended 28 February 2023 which comprise the statement of financial activities, statement of financial position, 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 FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 28 February 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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 Beaverbrooks Charitable Trust

Independent Auditor's Report to the Members of The Beaverbrooks Charitable Trust *(continued)*

Year ended 28 February 2023

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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.

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

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 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
- adequate 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 and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the 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 Beaverbrooks Charitable Trust

Independent Auditor's Report to the Members of The Beaverbrooks Charitable Trust *(continued)*

Year ended 28 February 2023

Auditor's responsibilities for the audit of the financial statements

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

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:

Based on our understanding of the charity we considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities SORP, taxation and other legislation relevant to the sector. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to management bias in accounting estimates and judgemental areas of the financial statements such as revenue recognition. We addressed this by our work on areas included, but were not limited to, analytical procedures, testing of journals, assessment of judgements and estimates, enquiry of controls etc.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the 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 Beaverbrooks Charitable Trust

Independent Auditor's Report to the Members of The Beaverbrooks Charitable Trust *(continued)*

Year ended 28 February 2023

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 members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



Jacqueline Hyde BA FCA (Senior Statutory Auditor)

For and on behalf of
John Potter & Harrison
Chartered accountants & statutory auditor
3A Clifton Square
Lytham St Annes
Lancashire
FY8 5JP

28.11.23

The Beaverbrooks Charitable Trust

Statement of Financial Activities

Year ended 28 February 2023

		Year to 28 Feb 23		Period from 1 May 21 to 28 Feb 22
		Unrestricted funds	Total funds	Total funds
	Note	£	£	£
Income and endowments				
Donations and legacies	4	656,974	656,974	301,898
Investment income	5	145,920	145,920	141,600
Total income		<u>802,894</u>	<u>802,894</u>	<u>443,498</u>
Expenditure				
Expenditure on charitable activities	6,7	2,357,369	2,357,369	1,482,601
Total expenditure		<u>2,357,369</u>	<u>2,357,369</u>	<u>1,482,601</u>
Net expenditure and net movement in funds		<u>(1,554,475)</u>	<u>(1,554,475)</u>	<u>(1,039,103)</u>
Reconciliation of funds				
Total funds brought forward		6,304,400	6,304,400	7,343,503
Total funds carried forward		<u>4,749,925</u>	<u>4,749,925</u>	<u>6,304,400</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

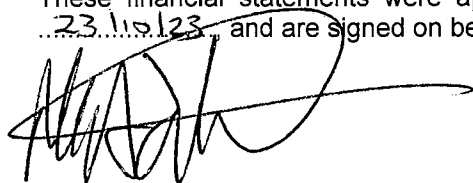
The Beaverbrooks Charitable Trust

Statement of Financial Position

28 February 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	11	350,000	350,000
Investments	12	<u>4,322,100</u>	<u>5,978,000</u>
		4,672,100	6,328,000
Current assets			
Cash at bank and in hand		77,825	—
Creditors: amounts falling due within one year	14	<u>—</u>	<u>23,600</u>
Net current assets		77,825	(23,600)
Total assets less current liabilities		<u>4,749,925</u>	<u>6,304,400</u>
Funds of the charity			
Unrestricted funds		4,749,925	6,304,400
Total charity funds	15	<u>4,749,925</u>	<u>6,304,400</u>

These financial statements were approved by the board of trustees and authorised for issue on 23.11.23, and are signed on behalf of the board by:



M I Adlestone OBE DL
Chairman

The Beaverbrooks Charitable Trust

Statement of Cash Flows

Year ended 28 February 2023

	Note	2023 £	2022 £
Cash flows from operating activities			
Net expenditure		(1,554,475)	(1,039,103)
<i>Adjustments for:</i>			
Dividends, interest and rents from investments		(145,920)	(141,600)
Cash generated from operations		(1,700,395)	(1,180,703)
Net cash used in operating activities		<u>(1,700,395)</u>	<u>(1,180,703)</u>
Cash flows from investing activities			
Dividends, interest and rents from investments		145,920	141,600
Proceeds from sale of other investments		1,655,900	–
Net cash from investing activities		<u>1,801,820</u>	<u>141,600</u>
Net increase/(decrease) in cash and cash equivalents		101,425	(1,039,103)
Cash and cash equivalents at beginning of year		<u>(23,600)</u>	<u>1,015,503</u>
Cash and cash equivalents at end of year	13	<u>77,825</u>	<u>(23,600)</u>

The notes on pages 16 to 24 form part of these financial statements.

The Beaverbrooks Charitable Trust

Notes to the Financial Statements

Year ended 28 February 2023

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Adele House, Park Road, St Annes-on-Sea, FY8 1RE, Lancashire.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

The charity's activities, together with the factors likely to affect its future development, performance and position are set out in the Trustees' Report which also describes the financial position of the charity including its investments and reserves policy.

It is the intention of the directors of Beaverbrooks the Jewellers Limited to continue to distribute 20% of the distributable profit of Beaverbrooks the Jewellers Limited to the charity. The charity's forecasts and projections, taking account of possible changes in donations and investment income, show that the charity should be able to operate with the current level of reserves it has.

After making enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future.

The Trustees, therefore, consider that the going concern assumption is an appropriate basis on which to prepare these financial statements.

The Beaverbrooks Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

3. Accounting policies *(continued)*

Judgements and key sources of estimation uncertainty

In the application of the accounting policies, which are described in note 3, the Trustees are required to make judgements, estimates and assumptions about the carrying amounts 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.

The Trustees do not consider there are any critical judgements or sources of estimation uncertainty requiring disclosure beyond the accounting policies listed above.

Income tax

The Beaverbrooks Charitable Trust is a registered charity and has no liability to corporation tax on its charitable activities under the Corporation Tax Act 2010 (chapters 2 and 3 of part ii, section 466 onwards) or Section 256 of the Taxation for the Chargeable Gains Act 1992, to the extent surpluses are applied to its charitable purposes.

Fund accounting

The charity holds only unrestricted funds which are freely available to use in the fulfillment of the charity's objectives

Incoming resources

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from investment income is accounted for when earned.

The Beaverbrooks Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

3. Accounting policies *(continued)*

Resources expended

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Grant payments are accounted for once the charity has made an unconditional commitment to pay the grant and this is communicated to the beneficiary or when the grant has been paid, whichever is earlier. Where an award is conditional and compliance is within the control of The Beaverbrooks Charitable Trust, the award is not recognised until the conditions are met. Where an award is conditional and outside the control of The Beaverbrooks Charitable Trust, the award is recognised and accounted for in the same way as an unconditional award.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include governance costs which support the charity's activities. No income or expenditure have been recognised for the in kind contributions provided by Beaverbrooks the Jewellers Limited on the grounds of materiality.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Investments

Social Investments

Social Investment for which fair value can be measured reliably without undue cost or effort on an ongoing basis are measured at fair value annually with any change recognised in the statement of financial activities.

Unlisted investments

Unlisted investments are shown at cost less any provision for impairment. Investments represented unlisted investments, at cost, in the share capital of Beaverbrooks the Jewellers Limited, a company registered in the United Kingdom. The Trust's shareholder represents 20%. The Trustees are mindful of their responsibilities in relation to an investment policy and ensure that the policy addresses the needs of the charitable trust and its beneficiaries in the short, medium and long term, taking into account the future needs of the charity in terms of both capital and income.

The Beaverbrooks Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

The Beaverbrooks Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

3. Accounting policies *(continued)*

Financial instruments *(continued)*

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Beaverbrooks the Jewellers Limited donations	625,000	625,000	300,000	300,000
Other donations	31,974	31,974	1,898	1,898
	<u>656,974</u>	<u>656,974</u>	<u>301,898</u>	<u>301,898</u>

5. Investment income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Dividend income	<u>145,920</u>	<u>145,920</u>	<u>141,600</u>	<u>141,600</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Grants to institutions	2,357,215	2,357,215	1,482,534	1,482,534
Support costs	154	154	67	67
	<u>2,357,369</u>	<u>2,357,369</u>	<u>1,482,601</u>	<u>1,482,601</u>

7. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	Total funds 2023 £	Total fund 2022 £
Grants to institutions	2,357,215	—	2,357,215	1,482,534
Governance costs	—	154	154	67
	<u>2,357,215</u>	<u>154</u>	<u>2,357,369</u>	<u>1,482,601</u>

The Beaverbrooks Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

8. Analysis of grants

	Year to 28 Feb 23 £	Period from 1 May 21 to 28 Feb 22 £
Grants to institutions		
Grants to institutions type 1	2,357,215	1,482,534
Total grants	<u>2,357,215</u>	<u>1,482,534</u>

9. Staff costs

The average head count of employees during the year was Nil (2022: Nil).

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

10. Trustee remuneration and expenses

As referred to in the Trustees' Report, The Beaverbrooks Charitable Trust currently utilises the time of four employees of Beaverbrooks the Jewellers Limited in order to administer its affairs. Beaverbrooks the Jewellers Limited does not charge the charity for this time since it is not practicable to qualify their allocation of time and hence salary cost.

No Trustee has received any remuneration or expenses from the charity during the current or previous year or had any expenses paid on their behalf.

No employee has received any remuneration or expenses from the charity during the current or previous year and accordingly no employee earned in excess of £60,000 (2022: £60,000) in the year.

All staff members involved in the running of the charity are employees of Beaverbrooks the Jewellers Limited and as such, their remuneration is paid by that company (2022: same).

11. Tangible fixed assets

As at 28 February 2023 the social investment included in freehold property represents a property used by Blackpool Carers Centre Limited for their charitable purposes. The historic cost at 28 February 2023 was £350,000 which is also considered to be the fair value as management do not deem there to be any other reliable estimate for the fair value.

The Beaverbrooks Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

12. Investments

Share re-organisation

Beaverbrooks the Jewellers Ltd has always maintained contributions to charities of 20% of retained profits and to this end donated a 20% shareholding in the company to the Charitable Trust. Following the retirement of director and shareholder Andrew Brown in 2020 the company re-purchased a significant number of shares which increased the overall shareholding of the Charitable Trust above 20%. A series of share re-purchases then took place over the following years, paying the Charitable Trust a market rate for its shares in order to restore its shareholding in the company to 20%. The first re-purchase took place in August 2020 for 20,000 ordinary A shares and 400 B ordinary shares with a value of £1,000,100, the second took place in April 2021 for 4,300 ordinary and 15,700 ordinary A shares with a value of £1,000,000. The final re-purchase took place in March 2022 for 33,118 ordinary A shares with a value of £1,655,900.

	Other investments £
Cost or valuation	
At 1 March 2022	5,978,000
Additions	—
Disposals	(1,655,900)
At 28 February 2023	<u>4,322,100</u>
Impairment	
At 1 March 2022 and 28 February 2023	—
Carrying amount	
At 28 February 2023	<u>4,322,100</u>
At 28 February 2022	<u>5,978,000</u>

All investments shown above are held at cost.

13. Cash and cash equivalents

Cash and cash equivalents comprise the following:

	2023 £	2022 £
Cash at bank and in hand	77,825	—
Bank overdrafts	—	(23,600)
	<u>77,825</u>	<u>(23,600)</u>

14. Creditors: amounts falling due within one year

	2023 £	2022 £
Bank loans and overdrafts	—	23,600

The Beaverbrooks Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

15. Analysis of charitable funds

Unrestricted funds

	At 1 March 2022	Income	Expenditure	At 28 February 2023
	£	£	£	£
General funds	<u>6,304,400</u>	<u>802,894</u>	<u>(2,357,369)</u>	<u>4,749,925</u>

	At 1 May 2021	Income	Expenditure	At 28 February 2022
	£	£	£	£
General funds	<u>7,343,503</u>	<u>443,498</u>	<u>(1,482,601)</u>	<u>6,304,400</u>

16. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	£
Tangible fixed assets	350,000	350,000
Investments	4,322,100	4,322,100
Current assets	77,825	77,825
Creditors less than 1 year	—	—
Net assets	<u>4,749,925</u>	<u>4,749,925</u>

	Unrestricted Funds	Total Funds
	£	£
Tangible fixed assets	350,000	350,000
Investments	5,978,000	5,978,000
Current assets	—	—
Creditors less than 1 year	(23,600)	(23,600)
Net assets	<u>6,304,400</u>	<u>6,304,400</u>

17. Financial instruments

No additional disclosures required in respect of financial instruments.

18. Analysis of changes in net debt

	At 1 Mar 2022	Cash flows	At 28 Feb 2023
	£	£	£
Cash at bank and in hand	—	77,825	77,825
Bank overdrafts	(23,600)	23,600	—
	<u>(23,600)</u>	<u>101,425</u>	<u>77,825</u>

The Beaverbrooks Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 28 February 2023

19. Other financial commitments

At 28 February 2023 the Trust had total outstanding commitments of £1,000,000 over the next six years.

20. Related parties

M Adlestone and A Blackburn who are Trustees of The Beaverbrooks Charitable Trust are also directors of Beaverbrooks the Jewellers Limited.

- Donations receivable

Beaverbrooks the Jewellers Limited made donations to the charity amounting to £625,000 (2022: £300,000) in the year.

- Unlisted investments and income therefrom

Income of £145,920 (2022: £141,600) was recognized in the year, representing dividends payable on the investments held in Beaverbrooks the Jewellers Limited. The cost of the investment held is shown in note 11.

- Expenditure

Beaverbrooks the Jewellers Limited has borne the audit fee of £3,480 (2022: £3,480) for the audit of these financial statements.

Beaverbrooks the Jewellers Limited has also borne the salary costs of the employees of Beaverbrooks the Jewellers Limited, who have incurred time on the administration of The Beaverbrooks Charitable Trust in the year. Beaverbrooks the Jewellers Limited made no recharge for costs to The Beaverbrooks Charitable Trust in the year.

- Related party balance

As at 28 February 2023, no amount (2022: same) was owed by or to The Beaverbrooks Charitable Trust to Beaverbrooks the Jewellers Limited.

The Beaverbrooks Charitable Trust

Management Information

Year ended 28 February 2023

The following pages do not form part of the financial statements

The Beaverbrooks Charitable Trust

Detailed Statement of Financial Activities

Year ended 28 February 2023

	Year ended 28.2.23 £	10 month period ended 28.2.22 £
Income and endowments		
Donations and legacies	625,000	300,000
Beaverbrooks the Jewellers Limited donations	31,974	1,898
Other donations		
Investment income		
Dividends	145,920	141,600
Total income	<u>802,894</u>	<u>443,498</u>
Expenditure		
Grants to institutions		
Access Sport	-	7,500
African Caribbean Mental Health Services	-	10,000
Belong	10,000	-
Benevolent Society	12,600	-
Better World Charity	25,000	25,000
Blackpool Carers	18,667	43,750
Blackpool FC Community Trust	20,000	-
B'nai B'rith Hillel Foundation (UJS)	5,000	5,000
Bowdon Shul	5,000	-
British Friends of United Hatzalah Israel	27,000	-
British Israel Trade Union Dialogue	10,000	5,000
British Red Cross (Ukraine)	10,000	-
British School Watchmaking	15,000	15,000
Broughton Jewish Opportunity Fund	-	5,000
Business in the Community – Responsible Business Network	26,000	11,000
Camp Simcha	7,500	7,500
Caribbean & African Health Network	10,000	10,000
Chai Cancer Care	15,000	15,000
Chetham's School of Music	5,000	5,000
Chief Rabbinate Trust	20,000	-
CLIC Sargent	5,000	-
- carried forward -	<u>246,767</u>	<u>164,750</u>

The Beaverbrooks Charitable Trust

Detailed Statement of Financial Activities

Year ended 28 February 2023

	Year ended 28.2.23 £	10 month period ended 28.2.22 £
Grants to institutions (continued)		
- brought forward -	246,767	164,750
Community Security Trust	10,000	20,000
Council of Christians and Jews	5,000	-
Crimestoppers	-	10,000
Crossroads Manchester	10,000	-
Eshel UK Friends of Colel Chabad	27,500	27,500
Ezra Care	5,000	-
Fylde Rugby Community Foundation	10,000	10,000
Gingerbread	7,500	-
Greater Manchester Arts Centre (Home)	10,000	10,000
Grief Encounter	10,000	10,000
Hale Adult Hebrew Education Trust	10,000	10,000
Hale & District Hebrew Congregation	5,000	-
Halle Concerts Society	10,000	-
Henshaws	-	10,000
Hershel Weiss	5,000	-
Holocaust Centre North	10,000	-
Holocaust Educational Trust	10,000	10,000
Jewish Child's Day	10,000	-
Jewish Futures Trust Ltd	25,000	20,000
Jewish Leadership Council	30,000	30,000
Jewish Learning Exchange	-	15,000
Jewish School Network	5,000	5,000
Jewish Women's Aid	-	5,000
Jnetics	10,000	10,000
Keren	5,000	5,000
King David Schools	-	10,000
Labour Friends of Israel	10,000	-
LCCC Foundation	5,000	5,000
LCU Vonim Manchester (Aim Hobonim)	7,000	-
Leeds Hospital Charity	10,000	10,000
Leeds Jewish Welfare Board	10,000	10,000
Lev Chaim	10,000	-
LGBT Foundation	10,000	-
Limmud	10,000	-
Lowther Gardens Lytham Trust	25,000	25,000
Magen David Adom UK	20,000	-
Maggies	50,000	25,000
Mahdlo	15,000	-
- carried forward -	658,767	457,250

The Beaverbrooks Charitable Trust

Detailed Statement of Financial Activities

Year ended 28 February 2023

	Year ended 28.2.23 £	10 month period ended 28.2.22 £
Grants to institutions (continued)		
- brought forward -	658,767	457,250
Manchester Bais Yaakov Sixth Form	10,000	-
Manchester Foundation Trust Charity	25,000	-
Manchester Jewish Museum	10,000	-
Manchester Jewish School for Special Education	10,000	5,000
Manchester Maccabi	10,000	-
Marcia & Andrew Brown Charitable Trust	200,000	-
Migdal Emunah	15,000	-
Mustard Tree	33,431	-
National Holocaust Centre	50,000	10,000
New Israel Fund (UK)	5,000	-
North West Air Ambulance Charity	-	36,000
NSPCC	-	20,000
ORT UK	5,000	5,000
Prevent Breast Cancer	-	50,000
Rays of Sunshine	-	10,000
Retail Trust	20,000	10,000
RHS Bridgewater Garden	-	5,000
Rosemere Cancer Foundation	50,000	-
Royal Northern College of Music	-	5,000
Royal Exchange Theatre	7,500	7,000
Salford Lads' & Girls' Club	5,000	5,000
Sands	-	5,000
Save a Child's Heart	12,500	-
Seashell Trust	50,000	50,000
Seed	10,000	-
Special Spirits	10,000	5,000
St Ann's Hospice	10,000	-
The Boathouse Youth Ltd	25,000	-
The Factory Trust	50,000	50,000
The FED	220,000	300,000
The Friendship Circle	15,000	15,000
The Growth Project	-	8,000
The Inform-All Project Ltd	5,000	-
The Langdon Foundation	5,000	5,000
The Prince's Trust	62,500	25,000
The University of Manchester Re-write Cancer	50,000	50,000
The Work Avenue Foundation	5,000	-
The Zone	15,000	15,000
Trinity Hospice	8,300	-
Triple C	11,250	-
UK Toremet Ltd (Darca Schools)	10,000	-
United Jewish Israel Appeal	60,000	-
- carried forward -	1,749,248	1,153,250

The Beaverbrooks Charitable Trust

Detailed Statement of Financial Activities

Year ended 28 February 2023

	Year ended 28.2.23 £	10 month period ended 28.2.22 £
Grants to institutions (continued)		
- brought forward –	1,749,248	1,153,250
Variety – The Children's Charity	40,000	10,000
Withington Girls' School	29,013	22,000
World Jewish Relief	85,000	35,000
Yad Vashem	10,015	5,000
Yan Yisrael Belarus	5,000	-
YTD /The Helpline	-	5,000
Other grants less than £5,000	438,939	252,284
	<u>2,357,215</u>	<u>1,482,534</u>
Governance costs		
Bank charges	154	67
	<u>154</u>	<u>67</u>
Total expenditure	<u>2,357,369</u>	<u>1,482,601</u>
Net expenditure and net movement in funds	<u><u>1,554,475</u></u>	<u><u>1,039,103</u></u>