

**Charity Registration Number: 1144848**

**ADLIB FOUNDATION**

**Report and Financial Statements**

**Year ended 31 March 2022**

# **ADLIB FOUNDATION**

## **REPORT AND FINANCIAL STATEMENTS 2022**

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## **ADLIB FOUNDATION**

### **GENERAL INFORMATION**

#### **TRUSTEES**

A D Knight  
E A Knight

#### **REGISTERED OFFICE**

8 Stormont Road  
London  
N6 4NL

#### **INDEPENDENT EXAMINER**

Frost Wiltshire LLP  
Unit 2 Green Farm Business Park  
Folly Road  
Latteridge  
Bristol  
BS37 9TZ

#### **BANKERS AND INVESTMENT MANAGERS**

SG Kleinwort Hambros Bank Limited  
Norfolk House  
31 St James's Square  
London  
SW1Y 4JR

#### **SOLICITORS**

Edwin Coe LLP  
2 Stone Buildings  
Lincoln's Inn  
London  
WC2A 3TH

## **ADLIB FOUNDATION**

### **REPORT OF THE TRUSTEES FOR THE PERIOD ENDING 31 MARCH 2022**

The Trustees present their annual report and the audited financial statements for the year ending 31 March 2022.

These financial statements have been prepared in accordance with the Charities Act 2011 and the Statement of Recommended Practice by Charities issued in March 2015.

#### **Background and Constitution**

Adlib Foundation is a registered charity (charity number 1144848) and is governed by a Trust Deed dated 11 November 2011. These financial statements cover the year to 31 March 2022.

#### **Trustees**

Mr A D Knight  
Mrs E A Knight

#### **Structure, Governance and Management**

The Board of Trustees meet at least twice a year to determine strategy and distribution of charitable funds to appropriate causes.

#### **Recruitment and Training of Trustees**

New trustees may be appointed or discharged by resolution of a meeting of the Trustees. A new trustee may be appointed at any time, notwithstanding that the total number of trustees must not exceed six. New trustees are recruited for their appropriate skills, experience and eligibility and are appointed by the existing Trustees.

New trustees are inducted into the workings of the Adlib Foundation by the Chairman and existing Trustees. Trustees are kept up to date with legislation and other factors, as deemed necessary, through training courses and briefings.

#### **Principal risks and uncertainties**

The principal risk facing the Foundation is the diminution in value of investments held.

The Board of Trustees assesses the risks facing the Foundation and reviews the effectiveness of the controls to monitor and manage the risks. The cash balances were transferred into managed investment funds during the period. The performance of these funds is reviewed by the Board of Trustees periodically to ensure that the assets are producing a reasonable income stream for the furtherance of the charitable objectives.

#### **Objects**

The object of the charity is to apply the income and all or part of the capital as the Trustees may decide for the benefit of, such exclusively charitable objects and purposes in any part of the world as the Trustees, in their discretion, may see fit.

## **ADLIB FOUNDATION**

### **REPORT OF THE TRUSTEES FOR THE PERIOD ENDING 31 MARCH 2022 (continued)**

#### **Achievements and Performance**

During the year, regular payments have been made to charitable causes selected by the trustees that are in line with the Foundation's objects.

#### **Public Benefit**

The Trustees confirm that they have referred to the guidance contained within the Charity Commission's general guidance on public benefit when reviewing the Foundation's objectives and activities. Donations to charitable causes were made regularly through the year.

#### **Related Parties**

No expenses were claimed by the Trustees in the year or in the preceding period.

#### **Going Concern**

The Trustees are of the opinion that the charity has adequate resources to continue in operational existence for the foreseeable future and therefore these accounts have been prepared on a going concern basis. Investments in a managed portfolio have been made since the balance sheet date to ensure that there is a sustainable income stream going forward and the expenses are being managed to ensure that net resources will be generated.

#### **Future Plans**

The Trustees' aim for the next period is to ensure that the funds are invested so as to generate an income stream for donation to charitable causes as seen fit by the Trustees. Surplus funds will be invested so as to secure a balance between capital growth and investment return.

#### **Investment Policy**

The Trustees will invest surplus funds in a managed portfolio with SG Kleinwort Hambros. The portfolio will be managed to give a balanced return between long term capital growth and income.

#### **Financial Review**

The results for the period are set out in the Statement of Financial Activities on page 6.

#### **Reserves Policy**

The unrestricted funds balance at 31 March 2022 was £1,785,084 (2021: £1,584,763). It is the Trustees' aim to ensure that the assets are transferred in order that the level of reserves can be known with certainty and anticipated.

Approved by the Trustees and signed on their behalf by:

**A D Knight**  
Chairman

29 December 2022



## **TRUSTEES' RESPONSIBILITIES STATEMENT**

The Trustees are responsible for preparing the Trustee's Annual Report and the financial statements in accordance with applicable law and regulations.

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under that law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of the affairs of the Charity, and of the incoming resources and application of resources of the Charity 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 in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charitable Company will continue in business.

The Trustees are responsible for keeping 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 and the Charity (Accounts and Reports) Regulations 2008. They are also responsible for safeguarding the assets of the Charity and the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## **INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ADLIB FOUNDATION**

We have examined the financial statements of AdLib Foundation for the period ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes 1 to 5. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

### **Respective responsibilities of trustees and examiner**

The charity's trustees are responsible for the preparation of the financial statements. The charity's trustees consider that an audit is not required for this period under section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is our responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down under the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act, and
- to state whether particular matters have come to our attention.

### **Basis of independent examiner's statement**

Our examination was carried out in accordance with general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to matters set out in the statement below.

### **Independent examiner's statement**

In connection with our examination, no matter has come to our attention

1. which gives us reasonable cause to believe that in, any material respect, the requirements:
  - to keep accounting records in accordance with section 130 of the Charities Act; and
  - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act have not been met; or
2. to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

**Stephen Wiltshire BSc FCA (senior statutory auditor)**  
**For and on behalf of Frost Wiltshire LLP**  
Reporting Accountants

Unit 2 Green Farm Business Park  
Folly Road  
Latteridge  
Bristol  
BS37 9TZ

29 December 2022

# ADLIB FOUNDATION

## STATEMENT OF FINANCIAL ACTIVITIES For the period ended 31 March 2022

	Note	2022 £	2021 £
<b>Income</b>			
Investment income	3	88,815	48,965
Donations		255,214	-
<b>Total incoming resources</b>		<u>344,029</u>	<u>48,965</u>
<b>Expenditure</b>			
Costs of raising funds			
Investment management costs		(8,530)	(12,132)
Expenditure on charitable activities			
Charitable donations		(127,135)	(49,550)
Administrative expenses		(2,450)	(1,741)
<b>Total resources expended</b>		<u>(138,115)</u>	<u>(63,423)</u>
<b>Net incoming/(outgoing) resources before investment recognised gains and losses</b>		205,914	(14,458)
<b>Investment gains and losses</b>			
Gains/(Losses) on investment assets		(5,593)	389,733
<b>Net income</b>	6	<u>200,321</u>	<u>375,275</u>
<b>Reconciliation of funds:</b>			
Total funds brought forward		1,584,763	1,209,488
<b>Total funds carried forward</b>		<u>1,785,084</u>	<u>1,584,763</u>



# ADLIB FOUNDATION

## BALANCE SHEET At 31 March 2022

	Note	2022		2021	
		£	£	£	£
<b>Fixed assets</b>					
Investments	3		1,778,379		1,499,673
<b>Current assets</b>					
Cash at bank and in hand		8,325		87,890	
		<u>8,325</u>		<u>87,890</u>	
Creditors: amounts falling due within one year	5	(1,620)		(2,800)	
<b>Net current assets</b>			6,705		85,090
<b>Total assets less current liabilities</b>			<u>1,785,084</u>		<u>1,584,763</u>
<b>Represented by:</b>					
Unrestricted Funds	6		<u>1,785,084</u>		<u>1,584,763</u>

These financial statements for charity number 1144848 were approved by the Trustees and authorised for issue on 29 December 2022 and signed on their behalf by:

**A D Knight**  
Chairman



**NOTES TO THE FINANCIAL STATEMENTS**

**Period ended 31 March 2022**

**1. ACCOUNTING POLICIES**

The principal accounting policies adopted by the Trustees are described below. They have been applied consistently throughout the current and previous period.

**Basis of accounting**

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The charity constitutes a public benefit entity as defined by FRS102.

**Going concern**

The Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they adopt the going concern basis in preparing the financial statements.

**Fund accounting**

Donations and income received for the general purposes of the Charity are included as unrestricted funds.

**Income**

Income is recognised when 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.

Dividend income is recognised when the dividend has been declared. Interest on capital is recognised when receivable and the amount can be measured reliably by Adlib. This is upon notification by investment advisors or the bank of the dividend or interest yield.

**Expenditure**

All expenditure is accounted for on an accruals basis and is recognised when there is a legal or constructive obligation committing the Charity to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

All costs have been directly attributed to one of the functional categories of resources expended in the statement of financial activities.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**Period ended 31 March 2022**

**1. ACCOUNTING POLICIES (continued)**

**Taxation**

Adlib Foundation is a registered charity. As such its sources of income and gains received under Chapter 3 of Part 11 to the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, are exempt from taxation to the extent that they are applied exclusively to its charitable objectives. No tax charge has arisen for the charity in the period, or the preceding period.

**Quoted investments**

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing market bid price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year. The surplus or deficit arising on revaluation is credited/charged to Unrestricted Reserves.

**Financial instruments**

The charity only has financial assets and financial liabilities that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

**Debtors**

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

**Cash and cash equivalents**

Cash at bank and cash in hand 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.

**Creditors and provisions**

Provisions are recognised where the Charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party, and the amount due to settle the obligation can be measured or estimated reliably. Creditors are recognised at their settlement amount after allowing for any trade discounts due.

**Functional currency**

The functional currency of the charity is sterling.

**Registered address**

The registered address of the charity is 8 Stormont Road, London, N6 4NL.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**Period ended 31 March 2022**

**2. INFORMATION REGARDING EMPLOYEES AND TRUSTEES**

The Foundation has no employees. No trustee received remuneration during the current or preceding year or any reimbursement for expenditure.

**3. INVESTMENTS**

	£
Carrying value at the beginning of the period	1,499,673
Additions	335,499
Disposals	(52,350)
Net gain on revaluation	(4,443)
	<hr/>
Carrying value at the end of the period	1,778,379
	<hr/>

Analysis of investments held:

	<b>31 March 2022</b>
	£
Cash	297
Bonds	45,229
Equities	1,732,853
	<hr/>
	1,778,379
	<hr/>

No single investment held is material to the charity.

**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**Period ended 31 March 2022**

**4. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31 March 2022 £</b>	<b>31 March 2021 £</b>
Accruals	1,620	2,800

**5. MOVEMENT IN UNRESTRICTED FUNDS**

Unrestricted funds comprise those funds which the Trustees are free to use in accordance with the charitable objects. These include all assets and liabilities of the charity.

	<b>Period ended 31 March 2022 £</b>
Balance at the beginning of the period	1,584,763
Net movement in funds	201,941
Balance at the end of the period	1,786,704