

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2021

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

CONTENTS

	Page
Reference and administrative details of the charity, its Trustees and advisers	1
Trustees' report	2 - 4
Independent examiner's report	5 - 6
Statement of financial activities	7
Balance sheet	8
Notes to the financial statements	9 - 17

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

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

Trustees	A T Hingley T Gulliver J N D Pritchard E E Roberts R T Taylor, Chairman S H L Brown C Stretton D Malcomson
Charity registered number	1152222
Principal office	Tythe House 20-21 The Tything Worcester Worcestershire WR1 1HD
Accountants	Crowe U.K. LLP Chartered Accountants Black Country House Rounds Green Road Oldbury West Midlands B69 2DG
Solicitors	MFG Solicitors Tythe House 20-21 The Tything Worcester Worcestershire WR1 1HD

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

TRUSTEES' REPORT FOR THE YEAR ENDED 31 AUGUST 2021

The Trustees present their annual report together with the financial statements of John Weston Stretton of Kidderminster Charity (the charity) for the year ended 31 August 2021. The Trustees confirm that the annual report and financial statements of the charity comply with the current statutory requirements of the charity's governing document, and the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102)" effective from January 2015.

Structure, governance and management

a. Constitution

The principal object of the charity is to provide scholarships for the students training as doctors at St Bartholomew's Hospital or at Cambridge University.

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 made on 26 May 2013.

c. Organisational structure and decision-making policies

The day to day administration of the trust has been delegated to a clerk, who is a solicitor with access to the facilities of his former partnerships.

The trustees meet at least once each quarter.

Two committees meet from time to time to deal with finance and other matters in greater detail.

The Charity works within a very focused area of activity. Its investments are managed by CCLA Investment Management Limited. The Trustees believe that the Charity complies with the governance suggestions set out in the Charity Governance Code for Smaller Charities. The Trustees have tasked its General Purposes subcommittee with reviewing that Code and ensuring that the Charity continues to comply and that the Trustees are given whatever training is appropriate to ensure continuing compliance.

d. Related party relationships

The trustees have made a provision for the balance owed to the charity by Strettons of Kidderminster Limited, a subsidiary company. The amount of the provision is equal to the net deficit on the balance sheet of the subsidiary company less £30,000 which will be released to the company under the investment agreement it has with Teledu Telesgop Cyf. It is the belief of the directors of the subsidiary company that this amount will be released.

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

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

Objectives and activities

a. Policies and objectives

Pursuant to the terms of the will of Antony John Stretton deceased the objects of the charity ('the objects') are:

a) For the public benefit to advance the education of people in all areas of medical training practice and surgery in such ways as the Trustees think fit, including by:

i) Awarding to such persons scholarships, maintenance allowances or grants tenable at Cambridge University in respect of medical training.

ii) Awarding to such persons scholarships, maintenance allowances or grants tenable at St Bartholomew's Hospital London in respect of medical training.

iii) Setting up by endowment or otherwise a Chair at the University of Cambridge or St Bartholomew's Hospital London.

iv) To otherwise provide financial support and benefit to those named in i) and ii) above as the Trustees think fit.

b) Such other charitable purposes for the public benefit as are exclusively charitable according to the laws of England and Wales as the trustees may from time to time determine in accordance with the terms of the Will of Anthony John Stretton deceased.

b. Activities for achieving objectives

During the period the Trustees have concentrated their activities on promoting the availability of funding to assist medical students from Kidderminster and the surrounding area.

The Trustees confirm that they have complied with the duty in section 17(5) of the Charities Act 2011 to have due regard to the Charity Commissioner's general guidance on public benefit in exercising their powers or duties.

Achievements and performance

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. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

b. Review of Activities

The Trustees initially set geographic criteria based on residence and school location. During the years the trustees have been in contact with admissions staff at Cambridge University and the successor medical schools to St Bartholomew's to find students currently studying at these institutions who match the geographic criteria.

As a result of this exercise 27 students were identified to whom, after the trustees had satisfied themselves that their applications were in order, grants were made.

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

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

Achievements and performance (continued)

c. Investment Policy and Performance

The Trustees invest the assets of the Charity with the aim ensuring that the charitable objectives of the Charity may be fulfilled. The objective is to generate investment returns that will enable the Charity to commit to providing funds by way of scholarships or bursaries to medical students over the full six years of their training and to meet its administration and support expenses.

All decisions about the day-to-day management of the assets have been delegated to the Managers via a written agreement. This delegation includes decisions about:

- Realisation of investments;
- Social, environment and ethical considerations in the selection, retention and realisation of investments and the exclusion of certain sectors;
- The exercise of rights (including voting rights) attaching to the investments

d. Covid-19

The Trustees have considered the report of CCLA. The Report to 30th June 2020 shows that all paper losses that had been identified by CCLA since the commencement of the Coronavirus pandemic of 2020 have been recovered. The managers of CCLA have given their assurances that the level of income anticipated pre Coronavirus will be maintained. Accordingly the Trustees are of the view that their work and financial expectations do not require to be downgraded by reason of Coronavirus.

Financial review

a. Reserves policy

The Trustees' current policy is to build up income reserves to a level capable of sustaining the charity's planned annual average, when reached, of up to 40 medical students being funded for the remainder of their six years of training. This equates to approximately £120,000 of grants a year. The Trustees are looking to maximise the investment income that they can obtain to achieve this level of support. At the year end the Charity had total reserves of £3,916,814 (2020: £3,356,709). Of this £43,240 (2020: £45,625) was unrestricted and £3,873,574 (2020: £3,311,084) was held as an endowment to generate future income for the charity. The charity's free reserves are equivalent to its unrestricted reserves.

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

R T Taylor
Chairman



JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

**INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 AUGUST 2021**

**Independent Examiner's Report to the Trustees of John Weston Stretton of Kidderminster
Charity ('the charity')**

I report to the charity Trustees on my examination of the accounts of the charity for the year ended 31 August 2021.

Responsibilities and Basis of Report

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

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

Independent Examiner's Statement

Your attention is drawn to the fact that the charity has prepared the accounts in accordance with 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) 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.

I understand that 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.

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

1. accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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



Signed:

Kerry Brown

Dated: 5 August 2022

FCA

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

**INDEPENDENT EXAMINER'S REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021**

Crowe U.K. LLP
Chartered Accountants
Black Country House
Rounds Green Road
Oldbury
West Midlands
B69 2DG

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2021**

	Note	Unrestricted funds 2021 £	Endowment funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income and endowments from:					
Investments:	2				
Other investments		97,468	-	97,468	95,551
Total income and endowments		97,468	-	97,468	95,551
Expenditure on:					
Charitable activities		99,853	-	99,853	113,779
Total expenditure		99,853	-	99,853	113,779
Net expenditure before net gains on investments		(2,385)	-	(2,385)	(18,228)
Net gains on investments		-	562,490	562,490	69,210
Net movement in funds		(2,385)	562,490	560,105	50,982
Reconciliation of funds:					
Total funds brought forward		45,625	3,311,084	3,356,709	3,305,727
Net movement in funds		(2,385)	562,490	560,105	50,982
Total funds carried forward		43,240	3,873,574	3,916,814	3,356,709

The notes on pages 9 to 17 form part of these financial statements.

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

**BALANCE SHEET
AS AT 31 AUGUST 2021**

	Note	2021 £	2020 £
Fixed assets			
Investments	8	3,755,016	3,192,526
		<u>3,755,016</u>	<u>3,192,526</u>
Current assets			
Debtors	9	107,741	116,769
Cash at bank and in hand		82,176	74,127
		<u>189,917</u>	<u>190,896</u>
Creditors: amounts falling due within one year	10	(2,280)	(1,860)
Net current assets		<u>187,637</u>	<u>189,036</u>
Total assets less current liabilities		<u>3,942,653</u>	<u>3,381,562</u>
Provisions for liabilities		(25,839)	(24,853)
Net assets excluding pension asset		<u>3,916,814</u>	<u>3,356,709</u>
Total net assets		<u><u>3,916,814</u></u>	<u><u>3,356,709</u></u>
Charity funds			
Endowment funds	13	3,873,574	3,311,084
Unrestricted funds	13	43,240	45,625
Total funds		<u><u>3,916,814</u></u>	<u><u>3,356,709</u></u>

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

The notes on pages 9 to 17 form part of these financial statements.

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

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

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. 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 2015), 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 on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

John Weston Stretton of Kidderminster Charity meets the definition of a public benefit entity under FRS 102.

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.

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

1.3 Going concern

The charity has cash resources and has no requirement for external funding. The trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. They continue to believe the going concern basis of accounting appropriate in preparing the annual financial statements.

1.4 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.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

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

1. Accounting policies (continued)

1.5 Expenditure

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

Charitable activities and Governance costs are costs incurred on the charity's educational operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

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.

1.6 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 Endowment Fund is invested in the COIF Charities Investment Fund.

1.7 Investment income

Income generated from the COIF Charities Investment Fund is treated as unrestricted income.

1.8 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 Bank.

1.9 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.

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

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

2. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
COIF Charities Investment Fund	97,468	97,468	95,551
	<hr/>	<hr/>	
<i>Total 2020</i>	<hr/> 95,551 <hr/>	<hr/> 95,551 <hr/>	

3. Analysis of grants

	Grants to Individuals 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Grants	81,000	81,000	95,000
	<hr/>	<hr/>	
<i>Total 2020</i>	<hr/> 95,000 <hr/>	<hr/> 95,000 <hr/>	

4. Analysis of expenditure by activities

	Grant funding of activities 2021 £	Support costs 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Charitable activities	81,000	18,853	99,853	113,779
	<hr/>	<hr/>	<hr/>	
<i>Total 2020</i>	<hr/> 95,000 <hr/>	<hr/> 18,779 <hr/>	<hr/> 113,779 <hr/>	

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

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

4. Analysis of expenditure by activities (continued)

Analysis of support costs

	Grants 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Provision for intercompany debt	986	986	2,190
Website & publicity	-	-	106
Insurance	477	477	471
Miscellaneous expenses	-	-	100
Independent examiners fee	1,140	1,140	912
Professional fees	16,250	16,250	15,000
	<u>18,853</u>	<u>18,853</u>	<u>18,779</u>
<i>Total 2020</i>	<u>18,779</u>	<u>18,779</u>	

During the year ended 31 August 2021, the charity incurred Governance costs of £17,390 (2020 - £15,912).

5. Key management personnel

The key management personnel of the charity consists of the Trustees and the clerk. The key management personnel are not employees of charity as the charity has no employees. The total remuneration paid to key management personnel during 2020 was £16,250 (2020: £15,000).

6. Independent examiner's remuneration

The independent examiner's remuneration amounts to an independent examiner fee of £1,140 (2020 - £912).

7. Trustees' remuneration and expenses

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

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

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

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

8. Fixed asset investments

	Listed securities £
Cost or valuation	
At 1 September 2020	3,192,526
Revaluations	562,490
	<u>3,755,016</u>
At 31 August 2021	<u>3,755,016</u>
Net book value	
At 31 August 2021	3,755,016
At 31 August 2020	<u>3,192,526</u>

The charity has a subsidiary company, Strettons of Kidderminster Limited, a company limited by guarantee in England and Wales. The company is trading and no investment is recognised on the balance sheet.

All listed investments are with the COIF Charities Investment Fund.

9. Debtors

	2021 £	2020 £
Amounts advanced to subsidiary	107,741	116,769
	<u>107,741</u>	<u>116,769</u>

10. Creditors: Amounts falling due within one year

	2021 £	2020 £
Independent examiner fees	2,280	1,860
	<u>2,280</u>	<u>1,860</u>

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

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

11. Financial instruments

	2021 £	2020 £
Financial assets		
Financial assets measured at fair value through income and expenditure	<u>82,176</u>	<u>74,127</u>
	2021 £	2020 £
Financial liabilities		
Financial liabilities measured at amortised cost	<u>(2,280)</u>	<u>(1,860)</u>

Financial assets measured at fair value through income and expenditure comprise listed investments.

Financial assets that are debt instruments measured at amortised cost comprise other debtors and cash at bank and in hand.

Financial liabilities measured at amortised cost comprise accruals.

Investment income of £97,468 (2020: £95,551) was generated during the year on the listed investments.

12. Provisions

	Provisions for intercompany debt £
At 1 September 2020	24,853
Additions	<u>986</u>
	<u>25,839</u>

Provisions for intercompany debt

The Trustees have made a provision for the balance owed to the charity by Strettons of Kidderminster Limited, a subsidiary company. The amount of the provision is equal to the net deficit on the balance sheet of the subsidiary company less £30,000 which will be released to the company under investment agreement it has with Teledu Cyf. It is the belief of the directors of the subsidiary company that this amount will be released.

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

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

13. Statement of funds

Statement of funds - current year

	Balance at 1 September 2020 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 August 2021 £
Unrestricted funds					
General Funds - all funds	45,625	97,468	(99,853)	-	43,240
Endowment funds					
Endowment Funds - all funds	3,311,084	-	-	562,490	3,873,574
Total of funds	3,356,709	97,468	(99,853)	562,490	3,916,814

Statement of funds - prior year

	Balance at 1 September 2019 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 August 2020 £
Unrestricted funds					
General Funds - all funds	63,853	95,551	(113,779)	-	45,625
Endowment funds					
Endowment Funds - all funds	3,241,874	-	-	69,210	3,311,084
Total of funds	3,305,727	95,551	(113,779)	69,210	3,356,709

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

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

14. Summary of funds

Summary of funds - current year

	Balance at 1 September 2020 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 August 2021 £
General funds	45,625	97,468	(99,853)	-	43,240
Endowment funds	3,311,084	-	-	562,490	3,873,574
	<u>3,356,709</u>	<u>97,468</u>	<u>(99,853)</u>	<u>562,490</u>	<u>3,916,814</u>

Summary of funds - prior year

	Balance at 1 September 2019 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 August 2020 £
General funds	63,853	95,551	(113,779)	-	45,625
Endowment funds	3,241,874	-	-	69,210	3,311,084
	<u>3,305,727</u>	<u>95,551</u>	<u>(113,779)</u>	<u>69,210</u>	<u>3,356,709</u>

JOHN WESTON STRETTON OF KIDDERMINSTER CHARITY

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

15. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Endowment funds 2021 £	Total funds 2021 £
Fixed asset investments	-	3,755,016	3,755,016
Current assets	71,359	118,558	189,917
Creditors due within one year	(2,280)	-	(2,280)
Provisions for liabilities and charges	(25,839)	-	(25,839)
Total	<u>43,240</u>	<u>3,873,574</u>	<u>3,916,814</u>

Analysis of net assets between funds - prior year

	Unrestricted funds 2020 £	Endowment funds 2020 £	Total funds 2020 £
Fixed asset investments	-	3,192,526	3,192,526
Current assets	72,338	118,558	190,896
Creditors due within one year	(1,860)	-	(1,860)
Provisions for liabilities and charges	(24,853)	-	(24,853)
Total	<u>45,625</u>	<u>3,311,084</u>	<u>3,356,709</u>

16. Related party transactions

During the year £10,000 (2020: £10,000) was received from Strettons of Kidderminster Limited, a subsidiary company. At the year end the balance of the loan was £107,741 (2020: £116,769).