

The Chaldean Charitable Trust

ACCOUNTS

FOR THE YEAR ENDED

30 May 2021

The Chaldean Charitable Trust

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The Chaldean Charitable Trust

ANNUAL REPORT FOR THE YEAR ENDED THE 30 May 2021

The Board of Trustees consisted of:

Gordon Morrison (Chairman)
Mary Morrison
Morag Broom
David Morrison

Registered office: Carldane Court, Bromley Lane, Much Hadham, SG10 6HU

Address for correspondence: Carldane Court, Bromley Lane, Much Hadham, SG10 6HU

Principal activity and charitable objects:

The Chaldean Charitable Trust is a registered charity (Charity Number 1153713). The charity is constituted as a trust and is governed by a Trust Deed dated 30 May 2013.

The purposes of the charity is to make grants to other registered charities, particularly those which work with and for the benefit of children, but also in furtherance of the other charitable purposes within the Charity's objects as the Trustees in their discretion determine.

Trustees

The trustees noted above held office throughout the year.

Were there a requirement for new trustees these would be appointed by the remaining trustees. Trustees are chosen for their specific knowledge and expertise in either charity or age related issues and therefore no induction or training arrangements are deemed necessary or appropriate.

Review of the year

During the year the Trust continued to receive donations and investment income to make charitable grants to other registered charities within the remit of the Trust Deed dated 30 May 2013. The focus of grants made during the year continued to be to wards charities that work with and for the benefit of children and other local charities.

Financial Review

During the year the charity received total income of £261,379 (2020: £254,063) and made grants of £43,007 (2020: £186,893). The charity incurred a surplus of £295,155 for the year (2020: £69,954) which left unrestricted reserves at 30 May 2021 of £564,032 to carry forward (2020: £318,917). The charity has no restricted reserves.

The Chaldean Charitable Trust

ANNUAL REPORT (continued) FOR THE YEAR ENDED THE 30 May 2021

Policies

Reserves

The charity will use its investments of approximately £473k (2020: £269k) to continue to pursue its charitable objectives. The charity will retain one year's investment income of approximately £10k as a contingency fund and will review its reserves and reserve policies at regular meetings. Reserves at the year end are in excess of this level at £564,032 (2020:£268,917).

Investment

The charity's assets shall be invested to optimise returns and minimise risk in the short term. The Trustees will ensure that independent advice is taken to balance risk and return.

Fundraising

The charity does not actively fund-raise for donations. Fundraising costs in the accounts are the investment manager fees.

Risk

The Trustees have identified the risks to which the Trust is exposed and have implemented procedures to mitigate those risks. The main risk is the volatility in investment markets and this is managed by undertaking professional advice and management of the investment portfolio.

Grant making policy

Grants shall be made in accordance with the objects of the charity. All grant applications must be in writing, on the charity's application form, and they will be considered at Trustees meetings. Conditional grants must be taken up within twelve months or will be subject to withdrawal.

Appointment of trustees

The Board of Trustees appoint new members of the Board either to fill a casual vacancy or by way of addition to the Board. Particular emphasis is placed upon the appointment of trustees with knowledge and experience relevant to the charity's activities.

The Trustees have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission in exercising any powers or duties to which the guidance is relevant.

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk and changes in sentiment concerning equities and within particular sectors or sub sectors.

The most significant areas of adjustment and key assumptions that affect items in the accounts are to do with the gains and losses on revaluation of these investments each year.

By order of the Trustees



David Morrison
Trustee

Dated: 29 Mar 2022

The Chaldean Charitable Trust

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF The Chaldean Charitable Trust FOR THE YEAR ENDED 30 May 2021

I report to the charity trustees on my examination of the accounts of the charity for the year ended 30 May 2021 which are set out on pages 4 to 10.

Responsibilities and basis of report

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

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

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with 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.



Michael Cooper-Davis FCA ACCA

For and on behalf of

Price Bailey LLP

Chartered Accountants

30 March 2022

Causeway House
1 Dane Street
Bishop's Stortford
Hertfordshire
CM23 3BT

THE CHALDEAN CHARITABLE TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 May 2021

	Note	Unrestricted 2021 £	Unrestricted 2020
Income from:			
Donations		250,000	250,000
Dividend Income	2	11,379	4,063
Total income		<u>261,379</u>	<u>254,063</u>
Expenditure on:			
Raising funds - Investment management expenses		1,784	683
Charitable activities	3	43,007	186,893
Total expenditure		<u>44,791</u>	<u>187,576</u>
Net expenditure before gains on investments		216,588	66,487
Net gains on investments		<u>28,527</u>	<u>3,466</u>
Net income for the year being net movement in funds		245,115	69,953
Reconciliation of funds			
Total funds brought forward		<u>318,917</u>	<u>248,964</u>
Total funds carried forward		<u>564,032</u>	<u>318,917</u>

The notes on pages 6 to 10 form part of these accounts

THE CHALDEAN CHARITABLE TRUST

BALANCE SHEET AT 30 May 2021

	Note	£	2021 £	£	2020 £
Fixed assets					
Investments	6		472,834		269,666
Current assets					
Debtors	7	-		50,000	
Cash at bank and in hand		93,698		751	
		<u>93,698</u>		<u>50,751</u>	
Creditors: amounts falling due within one year	8	2,500		1,500	
		<u>2,500</u>		<u>1,500</u>	
Net current assets			<u>91,198</u>		<u>(49,251)</u>
Net assets			<u>564,032</u>		<u>318,917</u>
Funds					
Unrestricted fund			<u>564,032</u>		<u>318,917</u>

The notes on pages 6 to 10 form part of these accounts

Approved by the trustees on 29 Mar 2022 and signed on their behalf by:



David Morrison
Trustee

THE CHALDEAN CHARITABLE TRUST

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 May 2021

1 Accounting policies

(a) Basis of Accounting

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (SORP 2019) and in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and, the Charities Act 2011.

This is the first time the accounts have been presented under FRS102 accruals accounting and previously were presented using the receipts and payments method. Accordingly the comparatives have been restated. The effect has been to change the surplus reported in 2020 from £188,513 to £69,953 as follows:

Surplus reported in 2020 under receipts and payments accounting	£ 188,513
Less: Investment asset sale proceeds	(£ 170,526)
Less: Accountancy accrual including VAT	(£ 1,500)
Add: Gift Aid accrual	£ 50,000
Add: Net gains on investments	<u>£ 3,466</u>
Revised surplus	<u>£ 69,953</u>

The charity reserves were not previously reported under receipts and payments accounting. Under accruals accounting the net reserves are reported as follows: 2019: £248,964, 2020: £318,917, 2021: £564,032.

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 Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued 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.

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 note(s) to these accounts. The functional currency used in the accounts is the pound sterling.

The charity constitutes a public benefit entity as defined by FRS 102. The accounts are prepared in pound sterling which is the functional currency of the charity.

(b) Income

All income is included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Donations are accounted for on a received basis.

Investment income and bank interest is recognised on a receivable basis.

The Chaldean Charitable Trust

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 May 2021

1. ACCOUNTING POLICIES – (continued)

(c) Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. The charity is not registered for VAT and irrecoverable VAT is charged against the expenditure heading for which it was incurred. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Expenditure on raising funds includes portfolio management costs.
- Expenditure on charitable activities includes grants made, governance costs and an apportionment of support costs where applicable.

Grants and bursaries payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance, the grant is only accrued when any unfulfilled conditions are outside the control of the charity.

(d) Investment Fixed Assets

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 quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year. The Trust does not acquire put options, derivatives or other complex financial instruments. The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors. Investment income, gains and losses are allocated to the appropriate fund.

Realised investment gains and losses are calculated as the difference between the market value at the date of sale and the original cost of the investment. Unrealised investment gains and losses are calculated as the difference between the market value at 30 May 2021 and the market value at 30 May 2020, or the value on date of purchase if later. Unrealised gains and losses are adjusted for any previously unrealised gains or losses that are realised during the year.

(e) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

(f) Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in a transfer of funds to a third party and the amount due to settle the obligator can be measured as estimated reliability. Creditors are recognised at their settlement amount.

The Chaldean Charitable Trust

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 May 2021

1. ACCOUNTING POLICIES – (continued)

(g) Funds

Unrestricted funds are funds given for no particular purpose or projects, to be spent as Trustees decide.

(h) 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, which is at cost, with the exception of investments which are measured at their fair value as at the balance sheet date. The investments note 6 details the historical cost of the investments and the unrealised gains to arrive at their fair value

(i) Critical accounting estimates and judgements

The accounts do not contain any critical accounting estimates or judgements which might have a material impact on the figures reported in these accounts.

2 Investment income

	2021 £	2020 £
UK listed investments	11,379	4,016
Interest on short term deposits	-	47
	<u>11,379</u>	<u>4,063</u>

3a Charitable activities – current year

	Direct costs 2021 £ (note 4)	Support costs 2021 £ (note 5)	Total 2021 £
Charitable activities	<u>40,100</u>	<u>2,907</u>	<u>43,007</u>

3b Charitable activities – prior year

	Direct costs 2020 £ (note 4)	Support costs 2020 £ (note 5)	Total 2020 £
Charitable activities	<u>185,373</u>	<u>1,520</u>	<u>186,893</u>

The Chaldean Charitable Trust

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 May 2021

4 Grants paid

The charity undertakes its charitable activities through grant making and paid grants to the following institutions in furtherance of its charitable activities. Grants were made 15 charitable institutions (2020: 17). No grants were made to individuals.

Programme	Total 2021 £	Total 2020 £
Grants and donations	40,100	185,373
Reconciliation of grants payable:		
	2021 £	2020 £
Accrued at 1 June	-	-
Grants payable for the year (see above)	40,100	185,374
Grants paid during the year	(40,100)	(185,374)
Accrued at 30 May	-	-

5 Support costs

The breakdown of support costs and how these were allocated between governance and charitable activities is shown in the table below. No support costs were allocated to raising funds.

	Charitable £	Total Governance £	2021 £
Independent examination fees – current year		2,500	2,500
Other expenses	407	-	407
	407	2,500	2,907
	Charitable £	Total Governance £	2020 £
Independent examination fees – current year	-	1,500	1,500
Other expenses	20	-	20
	20	1,500	1,520

The Chaldean Charitable Trust

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 May 2021

6 Investment asset investments

	2021 £	2020 £
Market value at 1 June	68,031	235,091
Purchases	230,333	-
Disposal proceeds	-	(170,526)
Net investment gain	28,527	3,466
Market value	326,891	68,031
Cash	145,943	201,635
Total Investments	472,834	269,666

Listed investments

	2021 £	Market Value 2020 £
UK equities	230,031	45,139
Bonds	28,213	4,637
Alternatives	52,671	11,074
Multi Asset funds	5,335	2,174
Cash held in managed funds	10,640	5,007
Cash	145,943	201,635
	472,834	269,666

7 Debtos

	2021 £	2020 £
Gift Aid	-	50,000
	-	50,000

8 Creditors falling due within one year

	2021 £	2020 £
Accruals	2,500	1,500
	2,500	1,500

9 Related party transactions

The trustees received no emoluments (2020: £Nil) and no expenses reimbursement in the year totalled (2020: £Nil). A charitable donation was received from one Trustee amounting to £200k (2020: £200k). A donation was made during year of £26,000 (2020: £109,571) to World Child Cancer UK a charity in which the Trustee, Gordon Morrison, is a Director. Mr Morrison was involved in the meeting and decisions to make these donations. There are no other related party transactions to note.



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Tue, 29th Mar 2022 15:22:27 BST	David Morrison has been assigned to this envelope (5.148.19.153)
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