

MERCHANT TAYLORS' 1413 CHARITY
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
SEVEN-MONTH PERIOD ENDED 31 JULY 2021

Merchant Taylors' 1413 Charity

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Merchant Taylors' 1413 Charity

**TRUSTEES' REPORT
FOR THE PERIOD ENDED 31 JULY 2021**

The Trustees submit their report and financial statements for the seven-month period ended 31 July 2021.

The accounts comply 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 (Charities SORP (FRS 102)) second edition, and in accordance with the Charities Act 2011.

OBJECTIVES AND ACTIVITIES

Objects

The Objects of the charity are specifically restricted to:

- the relief of poverty by the provision of almshouse accommodation for beneficiaries; and
- such charitable purposes for the benefit of the residents as the Charity Trustees decide

by promoting, supporting and assisting the charitable work of the Merchant Taylors' and Christopher Boone's Almshouses Charity.

Aims and Objectives

The Charity is committed to assisting the charitable work of the Merchant Taylors' and Christopher Boone's Almshouses Charity and the Almshouse Association's objective of "providing independent living for needy people, mostly elderly, with a high standard of affordable housing in their community".

Activities

During the year the Charity continued to hold the freehold interest in the Merchant Taylors' Almshouses, Brandram Road, Lewisham and also the freehold interest in the former Christopher Boone's Almshouses site, Belmont Park, Lewisham and land and garages in Blessington Close, Lewisham.

Public Benefit

The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit, 'Charities and Public Benefit'.

The Trust's public benefit is enshrined in its charitable Objects.

The Trustees will not discriminate on the grounds of any characteristic protected by the Equality Act or any other relevant law.

Strategy

The strategy for the year was to maintain the freehold interest in Merchant Taylors' Almshouses, the former Christopher Boone's Almshouses site and garages in Blessington Close.

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FOR THE PERIOD ENDED 31 JULY 2021**

ACHIEVEMENTS AND PERFORMANCE**Performance against strategy**

The Trustees are aware of their responsibility to balance the needs of both current and future beneficiaries. During the year the Charity maintained the freehold interest in the relevant properties.

FINANCIAL REVIEW**Financial reserves policy**

The Trustees do not feel that they are exposed to operational risks of the sort that would require or be ameliorated by emergency expenditure and consequently do not operate a reserves policy. The Trustees will review this should it be necessary in the future. As at 31 December 2020 the actual amount held in the Unrestricted fund and freely available to spend on the Charity's purposes was £2,509 (2019: £2,509).

Risk management

The Trustees do not feel that they are exposed to operational risk in the short to medium term as the properties in which they have a freehold interest are on a lease of 150 years.

Financial position

The Unrestricted fund stood at £2,509 (2020: £2,509) and the Endowment fund stood at £12,215 (2020: £12,215).

FUTURE PLANS

The Trustees plan to maintain the Charity in its current state paying due regard to the actions of its lessee.

STRUCTURE, GOVERNANCE AND MANAGEMENT**Governing document**

The Charity is governed by a 'Foundation' model constituted for CIOs dated 30th January 2014.

Appointment of Trustees

The Trustees are appointed by the Merchant Taylors' Company (the appointing body) for a term of three years.

Induction and training of Trustees

Trustees are offered at least one opportunity each year to receive training from the Charity's legal and accountancy advisers, either on a dedicated training day or by joining sessions offered generally by those advisers to their clients. The latter have tended to be favoured, in recent years, as they offer a range of different perspectives on the matters in question and the opportunity to share insights and establish useful contacts in the wider sector.

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FOR THE PERIOD ENDED 31 JULY 2021**

Trustees have access to the Governing Scheme, previous minutes, plans, and other documentation, and to Charity Commission guidance. They are also supported by well-qualified and experienced staff based at Merchant Taylors' Hall.

Key Management Personnel

The Trustees consider themselves to comprise the key management personnel of the Charity in charge of directing and controlling, running and operating the Charity on a day to day basis. The Trustees receive no remuneration or reimbursement of expenses in connection with the duties as Trustees.

The Charity does not employ management personnel but receives the services of Bradestrete Services Limited, a subsidiary of the Merchant Taylors' Company, to provide all administrative functions.

Decision-making and delegation

At the start of each Trustees meeting, the Chairman asks the Trustees to declare any personal interest which might directly or indirectly cause them a conflict. If a Trustee does declare an interest, they do not participate in any decision where that interest is relevant nor do they count towards the quorum at the time of taking such decision.

Related Parties

The Trustees are all members of the Merchant Taylors' Company, which administers this Charity. Some of the Trustees may be connected to the lessee, however, the Trustees do not believe that such connections provide a conflict of interests or impact upon their decision-making ability.

The Merchant Taylors' and Christopher Boone's Almshouses Charity is a connected party as the Corporate Trustee of The Merchant Taylors' Boone's Charity.

Merchant Taylors' 1413 Charity

**TRUSTEES' REPORT
FOR THE PERIOD ENDED 31 JULY 2021**

REFERENCE AND ADMINISTRATIVE DETAILS

CHARITY NAME:	Merchant Taylors' 1413 Charity
REGISTERED CHARITY NUMBER:	1155580 (registered with the Charity Commission for England and Wales)
ADDRESS:	Merchant Taylors' Hall 30 Threadneedle Street London, EC2R 8JB
TRUSTEES:	Mr D G M Eggar (Chairman) Mr H A F Parshall Mr R A D Sullivan
CHIEF EXECUTIVE OFFICER:	Rear Admiral J R H Clink CBE
BANKERS:	Royal Bank of Scotland PLC 62-62 Threadneedle Street London, EC2R 8LA
ACCOUNTANTS:	Saffery Champness LLP 71 Queen Victoria Street London, EC4V 4BE
SOLICITORS:	Charles Russell Speechley LLP 5 Fleet Place London, EC4M 7RD

*Merchant Taylors' 1413 Charity***TRUSTEES' REPORT
FOR THE PERIOD ENDED 31 JULY 2021**

STATEMENT OF THE TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources, including the income and expenditure, 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 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 proper accounting records that 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 governing document. 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 Report of the Trustees was approved by the Trustees on 20/05/2022 and signed on their behalf:

(If I type or otherwise electronically sign my name, I confirm that I intend to authenticate this document by so doing)

Trustee

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Merchant Taylors' 1413 Charity

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD ENDED 31 JULY 2021

	Note	Unrestricted fund £	Endowment fund £	7 month Total 2021 £	12 month Total 2020 £
Expenditure on:					
Support costs	3	-	-	-	-
Total expenditure		-	-	-	-
Net incoming resources before investment movements		-	-	-	-
Net gains on investments					
Unrealised	4	-	-	-	-
Net movement in funds		-	-	-	-
Fund balances brought forward 1 January 2021		2,509	12,215	14,724	14,724
Fund balances carried forward 31 July 2021	9	2,509	12,215	14,724	14,724

The accounting policies and notes on pages 8 to 13 form part of these financial statements.

*Merchant Taylors' 1413 Charity***BALANCE SHEET
AS AT 31 JULY 2021**

	Note	Jul 2021		Dec 2020	
		£	£	£	£
Fixed assets					
Freehold investment property	4		12,215		12,215
Current assets					
Debtors	5	20		20	
Cash at bank		3,719		3,719	
		<u>3,739</u>		<u>3,739</u>	
Creditors: amounts falling due within one year	6	1,230		1,230	
		<u>1,230</u>		<u>1,230</u>	
Net current assets			2,509		2,509
			<u>14,724</u>		<u>14,724</u>
			<u><u>14,724</u></u>		<u><u>14,724</u></u>
Funds					
Endowment	7		12,215		12,215
Unrestricted	8		2,509		2,509
			<u>14,724</u>		<u>14,724</u>
	9		<u><u>14,724</u></u>		<u><u>14,724</u></u>

These financial statements were approved by the Trustees on 20/05/2022

Trustee

DocuSigned by:

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Richard Sullivan

(If I type or otherwise electronically sign my name, I confirm that I intend to authenticate this document by so doing)

The accounting policies and notes on pages 8 to 13 form part of these financial statements.

*Merchant Taylors' 1413 Charity***ACCOUNTING POLICIES
FOR THE PERIOD ENDED 31 JULY 2021**

1 Accounting policies

These financial statements have been prepared 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) updated 1 January 2019) - (Charities 2nd edition of SORP (FRS 102)) and the Charities Act 2011.

1.1 Accounting convention

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared on an accruals basis under the historic cost convention, with the exception of investments which are stated at market value.

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

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 SORP rather than Accounting and Reporting by Charities: Statement of Recommended Practice (revised 2005) which has been withdrawn.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Income and endowments

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. All incoming resources are included in the Statement of Financial Activities when the Charity is entitled to the income and the amount can be quantified with reasonable accuracy.

1.4 Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Expenditure on charitable activities includes those costs incurred by the Charity in the delivery of its objectives. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

*Merchant Taylors' 1413 Charity***ACCOUNTING POLICIES
FOR THE PERIOD ENDED 31 JULY 2021**

1.4 Expenditure (continued)***Allocation of support and governance costs***

Support costs are allocated wholly against the Charity's main activity.

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs related to statutory audit and legal fees together with an apportionment of overhead and support cost.

1.5 Fixed asset investments

Freehold property used for charitable purposes as almshouses are stated at nominal value at the balance sheet date. Net gains and losses arising on revaluation and disposals throughout the year are taken to the Statement of Financial Activities.

Investments are stated at market value at the balance sheet date. Net gains and loss arising on revaluation and disposals throughout the year are taken to the Statement of Financial Activities.

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method. The Charity has selected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

1.8 Funds

The unrestricted fund represents income available for expenditure, whilst the endowment fund has the principal purpose of being used for charitable purposes. See note 7 and 8 for further information.

1.8 Reporting period

These financial statements cover a seven-month period, being the period from 1 January 2021 to 31 July 2021, as the Trustees decided to align the reporting period with Bradestrete Services Limited, a wholly owned subsidiary of Merchant Taylors Company, which provides administrative support services to the charity. The comparative figures, including the related notes, are therefore not entirely comparable

Merchant Taylors' 1413 Charity

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 JULY 2021

2 Donations and legacies

No donations were received during the year.

3 Support costs

	2021 £	2020 £
Governance costs:		
Independent examiner's remuneration:		
- Statutory report - prior year	-	-
- Accountancy fees - prior year	-	-
	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

Trustees received no remuneration (2019: £nil) and were not reimbursed for any of their expenses in the year (2019: £nil). The Charity had no employees during the current or prior year.

4 Freehold property investment

	2021 £	2020 £
Opening value at 1 January 2021	12,215	12,215
Revaluations to market value	-	-
	<u>12,215</u>	<u>12,215</u>
Closing value at 31 July 2021	<u>12,215</u>	<u>12,215</u>
Christopher Boone's Almshouses - Belmont Park, Lewisham	1	1
Merchant Taylors' Almshouses - Brandram Road, Lewisham	1	1
Blessington Close Garages	12,213	12,213
	<u>12,215</u>	<u>12,215</u>

On 4 December 2014, the freehold interest of Merchant Taylors' Almshouses, Christopher Boone's Almshouses and the garages in Blessington Close were transferred from The Merchant Taylors' Boone's Charity. On completion the Trustees granted a 150 year lease of those properties to the Trustee of Merchant Taylors' Boone's Charity.

Freehold property used for charitable purposes as almshouses is stated at nominal value.

*Merchant Taylors' 1413 Charity***NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 JULY 2021****4 Freehold property investment (continued)**

The freehold property investments have been externally revalued by Knight Frank as at 31 December 2018. This valuation is basis of the open market value in accordance with the Red Book Guidelines issued by the RICS.

5 Debtors

	2021 £	2020 £
Other debtors	20	20
	<u>20</u>	<u>20</u>

6 Creditors

	2021 £	2020 £
Other creditors	1,230	1,230
	<u>1,230</u>	<u>1,230</u>

Other creditors include the following balances with connected parties:

	2021 £	2020 £
Merchant Taylors' Boone's Charity	1,230	1,230

7 Endowment fund

	2021 £	2020 £
Balance at 1 January 2020	12,215	12,215
Balance at 31 December 2020	<u>12,215</u>	<u>12,215</u>

The Trustees granted a 150 year lease of all the properties to the Merchant Taylors' Boone's Charity on 4 December 2014, therefore freehold property is stated at nominal value.

Merchant Taylors' 1413 Charity

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 JULY 2021

8 Unrestricted fund

	Movement in fund		
	Balance 1 Jan 2021 £	Total expenditure £	Balance 31 Jul 2021 £
Unrestricted fund	2,509	-	2,509

Unrestricted fund 2020 Comparasion

	Movement in fund		
	Balance 1 Jan 2020 £	Total expenditure £	Balance 31 Dec 2020 £
Unrestricted fund	2,509	-	2,509

Details of the objects of this fund can be found in the Report of the Trustees on page 1.

9 Analysis of net assets between funds

	Unrestricted fund	Endowment fund £	Total £
Freehold investment property	-	12,215	12,215
Net current assets	2,509	-	2,509
Balance at 31 July 2021	2,509	12,215	14,724

10 Related party transactions

Some of the Trustees may be connected to one or more of the organisations that received grants during the year. However, as all grants are approved on a majority basis by the members of a separate committee the Trustees do not believe that such connections impact on the grant making process.

The balances due to the other Trusts administered by the Merchant Taylors' Company at 31 July 2021 are disclosed in note 6 to the financial statements.

The Trustees are all members of the Merchant Taylors' Company, which administers the Trust.

*The Merchant Taylors' 1413 Charity***NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 JULY 2021****11 Comparative information**

	Unrestricted fund £	Endowment fund £	Total 2020 £
Expenditure on:			
Support costs	-	-	-
Total expenditure	-	-	-
Net incoming resources before investment movements	-	-	-
Net gains on investments			
Realised	-	-	-
Unrealised	-	-	-
Net movement in funds	-	-	-
Fund balances brought forward 1 January 2020	2,509	12,215	14,724
Fund balances carried forward 31 December 2020	2,509	12,215	14,724