

ERICA LAWSON CHARITABLE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

ERICA LAWSON CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr H Gee Lim Mr D Williams Mr A William De Cruz (Appointed 15 July 2021)
Charity number	1159415
Registered office	First Floor 67 Victoria Road Horley RH6 7QH
Independent examiner	Darren Harding ACA FCCA DChA Richard Place Dobson Services Limited Chartered Accountants 1-7 Station Road Crawley West Sussex RH10 1HT

ERICA LAWSON CHARITABLE TRUST

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ERICA LAWSON CHARITABLE TRUST

TRUSTEES REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their annual report and financial statements for the year ended 31 December 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's trust deed, the Charities Act 2011 and "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 2019)".

Objectives and activities

The objective of the Charity is the relief of current and former Israeli soldiers and their families including the widows of Israeli soldiers who have died in the course of their service, who are in conditions of need due to their poverty or financial hardship, sickness, disability or other disadvantage through the provision of grants to individuals in need and/or charities or other organisations working to relieve such needs.

In accordance with the conditions and objectives of the Trust, we have located an organisation that deals directly with a Charity in Israel which looks after the interests of Injured Israeli Soldiers. The organisation (Beit Halochem UK) has an office in London and its headquarters are in Israel. They have built and are continuing to build and manage, four facilities in Israel that provide multiple facilities for the soldiers, including and not limited to, Rehabilitation and ongoing sports facilities etc. As well as their website and information provided by them in the form of brochures, we have investigated their authenticity, by research. We are also, when the timing is right, going to visit the facility in Israel with a view to ensuring that our funds are being used in accordance with the wishes of the Trust. We are actively seeking additional, potential beneficiaries but consider for the short term that Beit Halochem suits our needs for the Trust.

In order to achieve the maximum return for the Trust we have invested into Stocks and Shares via Close Brothers and also into properties with a view to renovating and subsequently improving the value thereof and the renting accordingly in order to produce the best rental income. In the medium term this investment strategy will not only improve the value of the portfolio but will also generate the best return for distribution.

Achievements and performance

We continue to invest in properties to provide an ongoing rental Income for the Charity to distribute. We have also taken advice from Close Brothers and invested a sizeable sum with them, again for long term growth together with a regular income for distribution.

Financial review

At 31 December 2021 the charity had net incoming resources of £364,557 (2020: £7,636,076).

It is the policy of the trust that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the trust's current activities while consideration is given to ways in which additional funds may be raised. The level of reserves at the year end is currently higher. The trustees plan on making further charitable donations once suitable donors have been identified in the coming year.

The trustees meet regularly to discuss investments with the investment advisors. The balance of the portfolio is reviewed and adjusted based on current and anticipated market conditions. The allocation of investments aim to provide protection against inflation and capital growth in majority of funds, together with providing liquidity for possible grants as the need arises.

The trustees have assessed the major risks to which the trust is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The Trustees have considered the main risks facing the charity and consider these to be:

- A fall in the value of investment properties and listed investments held
- Being unable to let property and income falling leading to insufficient income to make grant payments
- Grant payments being made to individuals not meeting the charity objects.

Trustees plan to continue with the current policy with a view to growing capital through investments and hopefully, producing greater income for distribution.

ERICA LAWSON CHARITABLE TRUST

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Structure, governance and management

The governing document is a Trust deed dated 25 November 2014. It is an unincorporated charity.

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr H Gee Lim

Mr D Williams

Mr A William De Cruz

(Appointed 15 July 2021)

New trustees will undergo an induction to clarify their duties and responsibilities. Trustees recognise the need for training and will receive training as required.

The Trust has three trustees. The trustees meet formally on a regular basis to review requests for grants and document these decisions.

Trustees are given training on their duties once they have been appointed.

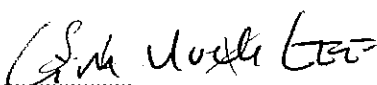
Mr H G Lim, a trustee of the charity, was loaned £425,000 by Mrs Erica Lawson in 2016. The loan term is 25 years and interest is repayable at 2% per annum. On her death Mrs Erica Lawsons estate has passed to the charity and this includes the loan made to Mr H G Lim.

Impact of COVID 19

During the year under review COVID 19 was declared a worldwide pandemic. The main impact has been to curtail any visits to Israel to identify suitable beneficiaries. Travel restrictions have now eased and the Trustees will commence activities to identify suitable donors.

During the year the funds have been invested in a managed portfolio of listed equities. COVID 19's impact on global markets and share prices has not significantly affected the charity.


The trustees report was approved by the board of trustees.

X 

Mr H Gee Lim

Trustee

Dated: 26/10/22



Mr D Williams

Trustee

Dated: 26/10/22

ERICA LAWSON CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF ERICA LAWSON CHARITABLE TRUST

I report to the trustees on my examination of the financial statements of Erica Lawson Charitable Trust (the trust) for the year ended 31 December 2021.

Responsibilities and basis of report

As the trustees of the trust you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the trust's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

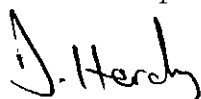
Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with 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 trust as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements to be reached.



Darren Harding ACA FCCA DChA

Richard Place Dobson Services Limited
1-7 Station Road
Crawley
West Sussex
RH10 1HT

Dated: 28/10/2022

ERICA LAWSON CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds general 2021 £	Unrestricted funds designated 2021 £	Total 2021 £	Unrestricted funds general 2020 £	Unrestricted funds designated 2020 £	Total 2020 £
Income from:							
Legacies	3	38,035	-	38,035	5,320,349	2,532,248	7,852,597
<u>Charitable activities</u>							
Investment income	4	74,961	-	74,961	24,325	-	24,325
Total income		<u>112,996</u>	<u>-</u>	<u>112,996</u>	<u>5,344,674</u>	<u>2,532,248</u>	<u>7,876,922</u>
Expenditure on:							
<u>Raising funds</u>							
Investment management	5	<u>11,880</u>	<u>-</u>	<u>11,880</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Charitable activities</u>							
Provision of relief to Israeli Soldiers	6	<u>209,761</u>	<u>-</u>	<u>209,761</u>	<u>240,846</u>	<u>-</u>	<u>240,846</u>
Total charitable expenditure		<u>209,761</u>	<u>-</u>	<u>209,761</u>	<u>240,846</u>	<u>-</u>	<u>240,846</u>
Total resources expended		<u>221,641</u>	<u>-</u>	<u>221,641</u>	<u>240,846</u>	<u>-</u>	<u>240,846</u>
Net gains/(losses) on investments	9	<u>473,202</u>	<u>-</u>	<u>473,202</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net incoming resources before transfers		<u>364,557</u>	<u>-</u>	<u>364,557</u>	<u>5,103,828</u>	<u>2,532,248</u>	<u>7,636,076</u>
Gross transfers between funds		<u>(3,788,669)</u>	<u>3,788,669</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net (expenditure)/income for the year/							
Net movement in funds		<u>(3,424,112)</u>	<u>3,788,669</u>	<u>364,557</u>	<u>5,103,828</u>	<u>2,532,248</u>	<u>7,636,076</u>
Fund balances at 1 January 2021		<u>5,108,658</u>	<u>2,532,248</u>	<u>7,640,906</u>	<u>4,830</u>	<u>-</u>	<u>4,830</u>
Fund balances at 31 December 2021		<u><u>1,684,546</u></u>	<u><u>6,320,917</u></u>	<u><u>8,005,463</u></u>	<u><u>5,108,658</u></u>	<u><u>2,532,248</u></u>	<u><u>7,640,906</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

ERICA LAWSON CHARITABLE TRUST

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Investment properties	10	4,101,341		2,532,248	
Investments	11	1,970,075		-	
		<u>6,071,416</u>		<u>2,532,248</u>	
Current assets					
Debtors	13	815,895		777,860	
Cash at bank and in hand		1,121,152		4,339,798	
		<u>1,937,047</u>		<u>5,117,658</u>	
Creditors: amounts falling due within one year	14	(3,000)		(9,000)	
Net current assets			1,934,047		5,108,658
Total assets less current liabilities			<u>8,005,463</u>		<u>7,640,906</u>
Income funds					
<u>Unrestricted funds</u>					
Designated funds	15	6,320,917		2,532,248	
General unrestricted funds		1,684,546		5,108,658	
		<u>8,005,463</u>		<u>7,640,906</u>	
			<u>8,005,463</u>		<u>7,640,906</u>

The financial statements were approved by the trustees on 26/10/22



Mr H Gee Lim

Trustee



Mr D Williams

Trustee

ERICA LAWSON CHARITABLE TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	19		(227,641)		6,842,891
Investing activities					
Purchase of investment property		(1,317,899)		(2,532,248)	
Purchase of other investments		(2,016,462)		-	
Proceeds from disposal of other investments		268,395		-	
Investment income received		74,961		24,325	
Net cash used in investing activities			(2,991,005)		(2,507,923)
Net cash used in financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(3,218,646)		4,334,968
Cash and cash equivalents at beginning of year			4,339,798		4,830
Cash and cash equivalents at end of year			<u>1,121,152</u>		<u>4,339,798</u>

ERICA LAWSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

1.1 Accounting convention

The financial statements have been prepared in accordance with the trust's trust deed, the Charities Act 2011 and "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 2019)". The trust is a Public Benefit Entity as defined by FRS 102.

The financial statements 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 Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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 under the historical cost convention, modified to include the investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the charity in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the trust is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Investment income, which includes rental income from investment properties, listed investments and loan interest, is recognised in the year to which it relates.

ERICA LAWSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 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.

Liabilities and costs are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to make a payment to a third party.

Charitable activity costs consist of costs in maintaining investment properties, grants made, support and governance costs. Governance costs include costs incurred in meeting the legal and statutory obligations of the Trust.

Support costs are all allocated to the one charitable activity.

1.6 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in income and expenditure.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 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.

1.9 Financial instruments

The charity has elected 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.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

ERICA LAWSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.10 Taxation

The charity is exempt from tax on its charitable activities.

1.11 Leases

Rentals payable under operating leases are charged as an expense on a straight line basis over the term of the relevant lease.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount 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 where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The key accounting estimates and judgements are:

Estimation of market value of investment properties at the financial year end.

Valuation of investments at market value, based on calculation by the investment fund manager. The investments held are all shares listed on a recognised stock exchange and have an easily identifiable market value.

3 Legacies

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £	Unrestricted funds designated 2020 £	Total 2020 £
Legacies receivable	38,035	5,320,349	2,532,248	7,852,597

ERICA LAWSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

4 Investment income

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Rental income	39,550	17,950
Income from listed investments	26,911	-
Interest income	8,500	6,375
	<u>74,961</u>	<u>24,325</u>

5 Raising funds

	Unrestricted funds general 2021 £	Total 2020 £
<u>Investment management</u>	<u>11,880</u>	<u>-</u>
	<u>11,880</u>	<u>-</u>

6 Charitable activities

	Grant giving 2021 £	Grant giving 2020 £
Property costs	164,284	208,848
Travel costs	5,270	6,640
Charitable distributions	25,000	-
Rent	5,720	10,954
Insurance	512	602
	<u>200,786</u>	<u>227,044</u>
Share of support costs (see note 7)	1,675	1,253
Share of governance costs (see note 7)	7,300	12,549
	<u>209,761</u>	<u>240,846</u>

ERICA LAWSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

7 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Bank charges	1,675	-	1,675	1,253	-	1,253
Audit fees	-	-	-	-	7,000	7,000
Accountancy	-	4,800	4,800	-	3,775	3,775
Legal and professional	-	2,500	2,500	-	1,774	1,774
	<u>1,675</u>	<u>7,300</u>	<u>8,975</u>	<u>1,253</u>	<u>12,549</u>	<u>13,802</u>
Analysed between Charitable activities	<u>1,675</u>	<u>7,300</u>	<u>8,975</u>	<u>1,253</u>	<u>12,549</u>	<u>13,802</u>

Governance costs includes payments to the independent examiners of £3,000 (2020 - payments of £7,000 to the auditors).

8 Trustees

None of the trustees received any remuneration from the charity during the period to 31 December 2021 nor to the year 31 December 2020.

During the year none of the trustees were reimbursed for travel and meeting cost expenses (2020: £6,640).

Erica Lawson Trust loaned one of the trustees £425,000 over 25 years with an interest rate of 2%. On settlement of the estate this loan has been transferred to the charity and the Trustee owes this amount to the Charity and is paying the interest to the charity.

9 Net gains/(losses) on investments

	Unrestricted funds general 2021 £	Total 2020 £
Gain/(loss) on sale of investments	(62,833)	-
Revaluation of investment properties	536,035	-
	<u>473,202</u>	<u>-</u>

ERICA LAWSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

10 Investment property

	2021 £
Fair value	
At 1 January 2021	2,532,248
Additions through external acquisition	1,317,899
Net gains or losses through fair value adjustments	251,194
	<u>4,101,341</u>
At 31 December 2021	<u>4,101,341</u>

Investment property comprises of 8 properties for renting out, 3 of which were acquired during the year. The fair value of the investment properties have been arrived at on the basis of purchase price. As each property was purchased during the year, this is estimated to be a fair representation of the market value of each property at the end of the year.

	2021 £	2020 £
Freehold	495,000	340,990
Long leasehold	3,606,341	2,191,258
Short leasehold	-	-
	<u>4,101,341</u>	<u>2,532,248</u>

11 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 January 2021	-
Additions	2,016,462
Valuation changes	284,841
Disposals	(331,228)
	<u>1,970,075</u>
At 31 December 2021	<u>1,970,075</u>
Carrying amount	
At 31 December 2021	<u>1,970,075</u>
At 31 December 2020	<u>-</u>
Historical cost	
At 31 December 2021: £1,757,529	

Investments that had a value of 5% or more of the market value held at year end are:
Close Sustainable Bond portfolio I GBP INC - £121,320

ERICA LAWSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

12	Financial instruments	2021	2020
		£	£
	Carrying amount of financial assets		
	Instruments measured at fair value through profit or loss	1,970,075	-
13	Debtors	2021	2020
		£	£
	Amounts falling due within one year:		
	Legacy receivable	388,035	350,000
	Prepayments and accrued income	2,860	2,860
		390,895	352,860
	Amounts falling due after more than one year:	£	£
	Loan to Trustee	425,000	425,000
	Total debtors	815,895	777,860
14	Creditors: amounts falling due within one year	2021	2020
		£	£
	Accruals	3,000	9,000

15 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds			
	Incoming resources	Balance at 1 January 2021	Transfers	Balance at 31 December 2021
	£	£	£	£
Investment properties	2,532,248	2,532,248	1,569,093	4,101,341
Fixed asset investments	-	-	2,219,576	2,219,576
	2,532,248	2,532,248	3,788,669	6,320,917

The Investment property fund represents the charity funds being used to hold investment properties to earn future income for the charity.

The fixed asset investment fund represents the charity funds being used to hold investments in a managed portfolio to earn future income for the charity.

ERICA LAWSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

16 Analysis of net assets between funds

	Unrestricted funds 2021 £	Designated funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Designated funds 2020 £	Total 2020 £
Fund balances at 31 December 2021 are represented by:						
Investment properties	-	4,101,341	4,101,341	-	2,532,248	2,532,248
Investments	-	1,970,075	1,970,075	-	-	-
Current assets/(liabilities)	1,684,546	249,501	1,934,047	5,108,658	-	5,108,658
	<u>1,684,546</u>	<u>6,320,917</u>	<u>8,005,463</u>	<u>5,108,658</u>	<u>2,532,248</u>	<u>7,640,906</u>

17 Operating lease commitments

At the reporting end date the trust had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021 £	2020 £
Within one year	<u>6,240</u>	<u>2,860</u>

ERICA LAWSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

18 Related party transactions

During the year £5,720 (2020: £13,814) was paid to Cynicklee Ltd for rental of office premises. Mr D Williams is a director of Cynicklee Ltd. All payments made were on an arms length basis.

19 Cash generated from operations	2021	2020
	£	£
Surplus for the year	364,557	7,636,076
Adjustments for:		
Investment income recognised in statement of financial activities	(74,961)	(24,325)
Loss on disposal of investments	62,833	-
Fair value gains and losses on investment properties	(536,035)	-
Movements in working capital:		
(Increase) in debtors	(38,035)	(777,860)
(Decrease)/increase in creditors	(6,000)	9,000
Cash (absorbed by)/generated from operations	(227,641)	6,842,891

20 Analysis of changes in net funds
The trust had no debt during the year.