

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022
FOR
PARACLETOS**

Collards
Chartered Accountants
Registered Auditors
5-9 Eden Street
Kingston-upon-Thames
Surrey
KT1 1BQ

PARACLETOS

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PARACLETOS
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2022

The trustees present their report with the financial statements of the charity for the year ended 30 June 2022. The trustees have adopted the provisions of 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

Objectives and aims

The objectives of Paracletos ('the Trust') are to advance, promote or carry out such charitable purposes as the Trustees in their absolute discretion from time to time think fit.

Grant making policy

The Trust has made a number of ad hoc grants this year, where the trustees were unanimously agreed so to do. The Trust is still developing its overall grant making policy and expects only to make grants on an ad hoc basis again during the next year.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Trust makes grants to organisations or individuals carrying on or furthering activities within the objectives and grant making policy of the Trust. The Trust made 7 grants to such beneficiaries during the financial year totalling £65,000 (2021: 9 grants totalling £90,000), as detailed in the notes to the financial accounts on page 11.

For the next year, the Trust will continue to invest its capital in order to generate an income which can in due course be disbursed as grants. The aim for the coming year will be to develop the grant making policy to a greater extent and make a number of somewhat larger grants.

FINANCIAL REVIEW

Investment policy and objectives

The Trustees have wide powers of investment which they have largely delegated to their Investment Advisers, Barclays Bank, in accordance with the powers given to them under the Trust Deed. Following the development of an investment policy, most of the capital has been invested in funds designed to provide a balance between income and real terms capital maintenance and in November 2021 was moved to a more clearly 'sustainable' financial product, while still maintaining a screening for unsuitable investments and within our existing investment policy.

The Trustees regularly receive financial reports from Barclays Bank.

The capital for the trust was primarily provided by the sale of shares in a limited company, which transaction was completed in April 2019. No further external income is now expected.

Reserves policy

Apart from professional fees, there are no meaningful expenditures or ongoing commitments for the Trust at this stage. All the Trust's funds are in cash or capital and are primarily invested in order to maintain capital value and to create income, which will then be available to be disbursed as grants. Accordingly, there is no need for any reserves to be held this year. Once the Trust is making multi-year grants and committed so to do, the Trustees will create a reserves policy appropriate for its then commitments and planned operations.

FUTURE PLANS

Over the coming year, the Trustees have no plans to make any large, long term grants. However, subject to unanimous trustee approval, a number of ad hoc grants will be made to charitable causes known to the Trustees in the coming year, some of which may be larger than in previous years.

The Trustees will continue to review and revise as necessary all relevant policies and procedures to allow the Trust to function effectively and with good governance.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Trust is an unincorporated trust registered with the Charity Commissioners under number 1163819. It was established by Deed on 16th July 2015 with the objectives set out above. The financial statements have been prepared in accordance with the accounting policies set out on page 10 and comply with the Trust Deed and applicable law.

Recruitment, training and appointment of new trustees

The Trustees handle the appointment of replacement Trustees and also New Trustees.

At the time of appointment New Trustees are made aware of their responsibilities and, from the outset, are encouraged to understand the Charity's objectives. All Trustees are also encouraged to identify any training needs on appointment and annually thereafter so that measures can be taken to ensure that these needs are met.

No Trustee appointments have been made in the current year and none are expected in the coming year.

PARACLETOS

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Management

The Trust is controlled by the Trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1163819

Principal address

7 Lingfield Avenue
Kingston-upon-Thames
Surrey
KT1 2TL

Trustees

Mr J Cooper
Mrs E Cooper
Miss J Cooper

Auditors

Collards
Chartered Accountants
Registered Auditors
5-9 Eden Street
Kingston-upon-Thames
Surrey
KT1 1BQ

Investment Advisers

Barclays Wealth Management
1 Churchill Place
Canary Wharf
London
E14 5HP

STATEMENT OF TRUSTEES' RESPONSIBILITIES


The trustees are responsible for preparing the Report of the Trustees 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, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- 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 which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

Approved by order of the board of trustees on 7/2/23 and signed on its behalf by:


.....
Mr J Cooper - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF PARACLETOS

Opinion

We have audited the financial statements of Paracletos (the 'charity') for the year ended 30 June 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 June 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF PARACLETOS

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- * the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;

- * identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- * making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;

- * considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations;

To address the risk of fraud through management bias and override of controls, we:

- * performed analytical procedures to identify any unusual or unexpected relationships;
- * tested journal entries to identify unusual transactions;
- * assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias;
- * investigated the rationale behind significant or unusual transactions;

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- * agreeing financial statement disclosures to underlying supporting documentation;
- * reading the minutes of meetings of those charged with governance;
- * enquiring of management as to actual and potential litigation and claims;
- * reviewing correspondence with HMRC, relevant regulators and the charity's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
PARACLETOS**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Collards
Chartered Accountants
Registered Auditors
5-9 Eden Street
Kingston-upon-Thames
Surrey
KT1 1BQ

Date: 1/2/23

PARACLETOS

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2022

	Notes	2022 Unrestricted fund £	2021 Total funds £
INCOME AND ENDOWMENTS FROM			
Investment income	2	327,922	381,560
EXPENDITURE ON			
Raising funds	3	66,211	43,612
Charitable activities			
Grants issued		65,000	90,000
Other		3,275	2,520
Total		134,486	136,132
Net gains/(losses) on investments		(1,359,102)	1,998,447
NET INCOME/(EXPENDITURE)		(1,165,666)	2,243,875
RECONCILIATION OF FUNDS			
Total funds brought forward		15,556,380	13,312,505
TOTAL FUNDS CARRIED FORWARD		14,390,714	15,556,380

The notes form part of these financial statements

PARACLETOS

BALANCE SHEET
30 JUNE 2022

	Notes	2022 Unrestricted fund £	2021 Total funds £
FIXED ASSETS			
Investments	6	14,198,935	15,570,112
CURRENT ASSETS			
Debtors: amounts falling due within one year	7	32,567	-
Cash at bank		182,552	430
		<u>215,119</u>	<u>430</u>
CREDITORS			
Amounts falling due within one year	8	(23,340)	(14,162)
		<u>191,779</u>	<u>(13,732)</u>
NET CURRENT ASSETS			
		14,390,714	15,556,380
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>14,390,714</u>	<u>15,556,380</u>
NET ASSETS			
		<u>14,390,714</u>	<u>15,556,380</u>
FUNDS	9		
Unrestricted funds		14,390,714	15,556,380
TOTAL FUNDS		<u>14,390,714</u>	<u>15,556,380</u>

The financial statements were approved by the Board of Trustees and authorised for issue on7/2/23..... and were signed on its behalf by:


Mr J. Cooper - Trustee

PARACLETOS

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2022**

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	(157,875)	(134,413)
Net cash used in operating activities		(157,875)	(134,413)
Cash flows from investing activities			
Purchase of fixed asset investments		(17,631,982)	(381,560)
Sale of fixed asset investments		17,966,128	48,447
Dealing account movement		(322,071)	(6,554)
Interest received		3	-
Dividends received		327,919	381,560
Net cash provided by investing activities		339,997	41,893
Change in cash and cash equivalents in the reporting period		182,122	(92,520)
Cash and cash equivalents at the beginning of the reporting period		430	92,950
Cash and cash equivalents at the end of the reporting period		182,552	430

The notes form part of these financial statements

PARACLETOS

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2022**

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(1,165,666)	2,243,875
Adjustments for:		
Losses/(gain) on investments	1,359,102	(1,998,447)
Interest received	(3)	-
Dividends received	(327,919)	(381,560)
Increase in debtors	(32,567)	-
Increase in creditors	9,178	1,719
Net cash used in operations	(157,875)	(134,413)

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.7.21 £	Cash flow £	At 30.6.22 £
Net cash			
Cash at bank	430	182,122	182,552
	430	182,122	182,552
Total	430	182,122	182,552

The notes form part of these financial statements

PARACLETOS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Allocation and apportionment of costs

In the financial period the charity has only incurred professional fees and these have been allocated under governance costs. In the future costs shall be allocated and apportioned according to the income generation they relate to. Unallocated costs shall be apportioned under support costs as appropriate.

Taxation

The charity is exempt from tax on its charitable activities.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

2. INVESTMENT INCOME

	2022	2021
	£	£
Investment portfolio income	327,919	381,560
Interest on cash/settlements	3	-
	<u>327,922</u>	<u>381,560</u>

PARACLETOS

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2022**

3. RAISING FUNDS

Investment management costs

	2022	2021
	£	£
Portfolio management	66,211	43,612

4. GRANTS PAYABLE

	2022	2021
	£	£
Grants issued	65,000	90,000

The following grants were made during the year, all of which have been classified as being made to institutions:

Beneficiary	Amount £
Church Action on Poverty	10,000
Refugee Action Kingston	10,000
Kingston Churches Action on Homelessness	10,000
A Rocha UK	10,000
Edinburgh Food Project	10,000
Bipolar UK	10,000
Mellow Parenting	5,000
Total	65,000

The Trust makes grants to organisations or individuals carrying on or furthering activities within the objectives and grant making policy of the Trust.

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 June 2022 nor for the year ended 30 June 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 June 2022 nor for the year ended 30 June 2021.

6. FIXED ASSET INVESTMENTS

	Listed investments £	Cash and settlements pending £	Totals £
MARKET VALUE			
At 1 July 2021	15,524,436	45,676	15,570,112
Additions	17,631,982	595,297	18,227,279
Disposals	(17,966,128)	(273,226)	(18,239,354)
Revaluations	(1,359,102)	-	(1,359,102)
At 30 June 2022	13,831,188	367,747	14,198,935
NET BOOK VALUE			
At 30 June 2022	13,831,188	367,747	14,198,935
At 30 June 2021	15,524,436	45,676	15,570,112
Analysis of investments	2022	2021	
	£	£	
UK investment assets	6,527,325	15,570,112	
Non UK investment assets	7,671,610	-	
	14,198,935	15,570,112	

PARACLETOS

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2022

6. FIXED ASSET INVESTMENTS - continued

There were no material individual investments, considered to be comprising of 5% or more of the total investments.

Cost or valuation at 30 June 2022 is represented by:

	Listed investments £	Cash and settlements pending £	Totals £
Valuation in 2017	(48,581)	-	(48,581)
Valuation in 2018	396,237	-	396,237
Valuation in 2019	395,287	-	395,287
Valuation in 2020	(993,002)	-	(993,002)
Valuation in 2021	1,996,126	-	1,996,126
Valuation in 2022	(3,198,354)	-	(3,198,354)
Cost	15,283,475	367,747	15,651,222
	<u>13,831,188</u>	<u>367,747</u>	<u>14,198,935</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Prepayments and accrued income	<u>32,567</u>	<u>-</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Other creditors	<u>23,340</u>	<u>14,162</u>

9. MOVEMENT IN FUNDS

	At 1.7.21 £	Net movement in funds £	At 30.6.22 £
Unrestricted funds			
General fund	15,556,380	(1,165,666)	14,390,714
TOTAL FUNDS	<u>15,556,380</u>	<u>(1,165,666)</u>	<u>14,390,714</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	327,922	(134,486)	(1,359,102)	(1,165,666)
TOTAL FUNDS	<u>327,922</u>	<u>(134,486)</u>	<u>(1,359,102)</u>	<u>(1,165,666)</u>

PARACLETOS

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2022

9. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.7.20 £	Net movement in funds £	At 30.6.21 £
Unrestricted funds			
General fund	13,312,505	2,243,875	15,556,380
TOTAL FUNDS	<u>13,312,505</u>	<u>2,243,875</u>	<u>15,556,380</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	381,560	(136,132)	1,998,447	2,243,875
TOTAL FUNDS	<u>381,560</u>	<u>(136,132)</u>	<u>1,998,447</u>	<u>2,243,875</u>

10. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 30 June 2022.

PARACLETOS

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Investment income		
Investment portfolio income	327,919	381,560
Interest on cash/settlements	3	-
	<u>327,922</u>	<u>381,560</u>
Total incoming resources	327,922	381,560
EXPENDITURE		
Investment management costs		
Portfolio management	66,211	43,612
Charitable activities		
Grants to institutions	65,000	90,000
Other		
Currency losses/(gains)	(1,885)	-
Support costs		
Other		
Accountancy and tax	360	-
Governance costs		
Auditors' remuneration	4,800	2,520
	<u>134,486</u>	<u>136,132</u>
Total resources expended	134,486	136,132
Net income before gains and losses	193,436	245,428
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	(1,359,102)	1,998,447
Net (expenditure)/income	(1,165,666)	2,243,875