

The H.O.B. Trust

**Trustees' Report and Unaudited Accounts
for the Year Ended 30 June 2021**

The H.O.B. Trust

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for the Year Ended 30 June 2021**

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The H.O.B. Trust
Trustees' Report
for the Year Ended 30 June 2021

The trustees present their report with the accounts of the charity for the year ended 30 June 2021.

The H.O.B. Trust is a charitable trust, created by deed on 7 January 2016, and registered as a charity on 8 February 2016.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number
1165471

Principal office
9 Wellington Park, Bristol BS8 2UR

Trustees
Gerard Hosty
Siobhan Hosty
Christopher Taylor
Donald Glenn Earlam
Geraldine Earlam

Independent Examiner
Corrigan Accountants Limited
The Tramshed
25 Lower Park Row
Bristol
BS1 5BN

The H.O.B. Trust
Trustees' Report
for the Year Ended 30 June 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Charity is governed by a trust deed dated 7 January 2016.

Trustees

The current trustees, who served throughout the year under review, are listed on page 1.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Charity's objects, as defined in the trust deed, are "such exclusively charitable objects and purposes ("objects") as the trustees may in their absolute discretion think fit".

Public benefit statement

The trustees have had regard to Charity Commission guidance on public benefit and report on these activities below:

The HOB Trust exists to benefit disadvantaged people - for example people who are suffering life-shortening illnesses or people who have suffered severe economic disadvantage such as homelessness. Grants are made to people in need, in order to support them to overcome their disadvantage, whatever it may be.

The Trust made the following grants during this reporting period;

- A grant of £50,000 was made to Peace Child International, UK registered charity number 1095189, to support the provision of training for illiterate young women in Sierra Leone in order to give them the skills, experience and confidence they need to start and develop their own businesses and become financially independent for life.
- Grants totalling £10,346 were provided to Bristol East Foodbank, part of the Trussell Trust, UK Registered Charity number 1110522, to provide additional food parcels at Christmas and to support the supply of food to the Foodbank during the COVID crisis.
- Other grants totalling £19,909 were provided as follows: £6,603 for an individual in Madagascar who had lost his source of employment in the tourist sector due to the COVID crisis; £6,306 to support the housing costs of 4 vulnerable individuals; £5,000 for a charity supporting education in Gambia; and, £2,000 to provide a "books reward" vending machine for East Manchester Academy, a school in a highly deprived area of Manchester.

No harm resulted from any of the Trust's actions.

No benefits were provided to any of the trustees or any people connected to them.

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Trustees' Report
for the Year Ended 30 June 2021

ACHIEVEMENT AND PERFORMANCE

This reporting year was dominated by issues related to the COVID pandemic, and the Trust responded well both in direct support for individuals and by supporting other charities to continue their good works at a time when their usual funding sources were badly affected.

The various grants described above are all entirely consistent with the Trust's Public Benefit Statement, and go directly to benefitting disadvantaged individuals. All of the grants are either paid directly to beneficiaries, paid to purchase goods provided to beneficiaries or paid to other charitable organisations which operate on low costs, so that a high proportion of the expenditure has been spent on benefit provision rather than overheads.

FINANCIAL REVIEW

The Trust received donations of £230,492 during the year, of which £23,049 are general unrestricted funds and £207,443 are designated, unrestricted funds. £80,255 was paid in grants, as described above and the Trust's total cost base was £1,110. This was the first full reporting period where the Trust held a significant amount of reserves in non-cash investments, and a positive return of £149,281 was received on investments of £653,202, plus £2,136 on cash investments.

At the end of the period the Trust holds designated, unrestricted funds of £1,487,361 and general unrestricted funds of £93,540, making £1,580,901 in total.

RESERVES POLICY

The Trust receives charitable donations from 2 individuals and does not anticipate wider fund raising in the near future. One of the individuals thinks it is unlikely he would make significant contributions in the future; the other will continue to contribute as described in "Future Developments", below. Given the finite nature of the Trust's cash resources the trustees adopt a cautious and prudent approach to reserves.

Following discussions with the main donor, the Trust is designating 90% of funds donated by him for the potential future development of a hostel for the homeless, as described in "Future Developments", below, although in accordance with his wishes, in January 2020 the Trustees reallocated £150,000 of the designated reserves to general activities to enable continued higher spend during the COVID pandemic.

INVESTMENT POLICY AND OBJECTIVES

The Investment Policy is as follows;

Given the Trust's strong cash balances and the long-term nature of some of the Trust's intended Future Developments, the Trustees consider it appropriate to hold its investments in a combination of cash accounts with banks and building societies, and other funds and securities listed on the UK Stock Market and other recognised stock markets. Non-cash investments will usually be held in liquid low-cost index tracker funds, and cash balances will usually be maintained at a level to meet expected outgoings for the forthcoming 18 month period. Cash is held at the bank in a combination of interest-bearing and non-interest bearing accounts. Investment returns on non-cash investments totalled £149,281 for the period and interest received on cash investments was £2,136.

This policy is reviewed annually.

The H.O.B. Trust
Trustees' Report
for the Year Ended 30 June 2021

RISK MANAGEMENT POLICY

It is the trustees' responsibility to identify, assess and manage risks.

The trustees will meet at least once every 3 years to identify risks to the Trust, assess the potential impact of that risk and the likelihood of the risk materialising, and to identify any existing or potential future actions that can mitigate or eliminate the risk. A meeting to establish the Risk Register was arranged for April 2021 but has been postponed due to the COVID crisis, and will be held at the next presential meeting of the Trustees.

In addition, trustees may raise concerns about potential risks either at any Trustees Meeting, or by email on an ad hoc basis if they consider more urgent attention might be required.

The trustees operate the following exposure limits;

- for cash balances, £500,000 to any large high street UK bank or the Nationwide Building Society, £250,000 to Triodos Bank and £100,000 to any other appropriately regulated financial institution (of which £85,000 would be protected by the Financial Services Compensation Scheme).
- for actively managed non-cash investments a limit of £250,000 per fund or security applies. No limit applies for index funds tracking significant components of major stock markets.

For both cash and non-cash investments the limits apply to the amount of cash invested net of withdrawals, rather than current investment balances, so that there is no requirement to reduce investments to the extent that investment returns have brought the balances above the prevailing exposure limits.

The Trust's Secretary maintains a Register of Identified Risks.

This policy is reviewed annually.

CONFLICT OF INTEREST POLICY

A register of "Conflicts of Interest" is maintained by the Trust's Secretary, and Trustees are required to declare Conflicts of Interest at the start of each Trustee Meeting. Where a Trustee identifies a potential conflict of interest in connection with a specific activity, for example a connection with a potential recipient of a grant from the Trust, the Trustee should declare it when that activity arises, and in discussion with the other Trustees should consider whether it would be appropriate for that Trustee to leave the meeting while the area of conflict is being discussed.

The H.O.B. Trust

Trustees' Report for the Year Ended 30 June 2021

GRANT MAKING POLICY

Grants are made in accordance with the Trust's objects and public benefit statement, as described above.

The Trust would usually expect to make grants to utilise 80% of any general, unrestricted funds within 5 years of receipt.

The Trust receives many more applications than it has funds to support. Prospective applicants should be aware that not all applications are successful, even if the request fully satisfies the Trust's charitable objectives and funding priorities.

Applications can be made in writing to the Trust, either by email or by letter using the contact details shown on the Charity Commission website. In deciding whether to fund a grant, the trustees will primarily consider the benefit(s) that will be provided. Successful applicants are typically able to demonstrate that a high percentage of any grant made will go directly to beneficiaries. Applications from charitable or other organisations with substantial sales and/or marketing overheads are unlikely to be successful.

Successful applicants will be notified by email or letter and will be required to provide any additional information requested by the trustees. Payment will be made as agreed between the two parties. All grant recipients will be required to provide further feedback and evidence to satisfy the Trust that the grant was used for the purpose for which it was awarded.

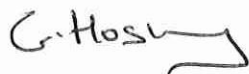
To comply with data protection legislation, applicants may be required to consent to the use of the personal data that they supply in the processing and review of their application. This includes transfer to and use by such individuals and organisations as the Trust deems appropriate. On submission of a grant request, the applicant must confirm that personal data relating to any other individuals is supplied with their consent.

This policy is reviewed annually.

FUTURE DEVELOPMENTS

Following discussions with its primary donor, the Trust has started to investigate the feasibility of establishing a hostel for homeless people in Guildford. In order to establish a facility which is as durable as possible, the donor's preference is to purchase premises outright and avoid the liability of future rents. At present the Trust's resources fall short of the amount needed to acquire a suitable property but the donor has confirmed his ambition, over a period of years, to donate sufficient funds to make such a purchase, and subsequently to provide for the hostel's initial running costs. A plan for the on-going funding of the project will be developed when it is closer to being realised.

ON BEHALF OF THE BOARD:



Gerard Hosty – Trustee

Dated: ^{init} 5 March 2022

**Independent Examiner's Report to the Trustees of
The H.O.B. Trust**

Independent Examiner's Report to the Trustees of The H.O.B. Trust

I report to the charity trustees on my examination of the accounts of the charity for the year ended 30 June 2021 which are set out on pages 7 to 16.

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

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;
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.



Stuart Crisp BSc FCA
Corrigan Accountants Limited
The Tramshed
25 Lower Park Row
Bristol
BS1 5BN

Dated: ...22 March 2022.....

The H.O.B. Trust

Statement of Financial Activities for the Year Ended 30 June 2021 including the Income and Expenditure Account

	Notes	Unrestricted Funds 2021 £	Unrestricted Funds 2020 £
INCOME			
Investment income			
Bank interest received, net bank charges	5	2,136	7,115
Voluntary income			
Donations	4	230,492	469,773
TOTAL INCOME		232,628	476,888
EXPENDITURE	6		
Charitable activities			
Grants made	2	80,255	189,390
Support Costs	7	<u>1,110</u>	<u>900</u>
TOTAL EXPENDITURE		<u>81,365</u>	<u>190,290</u>
Gains on investment assets	5	149,281	3,202
NET INCOME / (EXPENDITURE) AND NET MOVEMENT IN FUNDS		300,544	289,800
FUNDS BROUGHT FORWARD		<u>1,280,357</u>	<u>990,557</u>
TOTAL FUNDS CARRIED FORWARD	11	<u>1,580,901</u>	<u>1,280,357</u>

The Trust has no recognised gains or losses other than the results for the period as set out above.

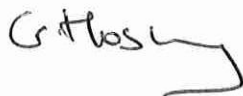
All of the activities of the Trust are classed as continuing.

The notes form part of these accounts

Balance Sheet as at 30 June 2021

	Notes	£	2021 £	£	2020 £
Fixed assets					
Investments	9		<u>802,483</u>		<u>653,202</u>
Current Assets					
Bank & Cash	8	<u>779,318</u>		<u>628,055</u>	
		779,318		628,055	
Current Liabilities					
Creditors:					
Amounts falling due within one year	10	<u>(900)</u>		<u>(900)</u>	
Net Current Assets			<u>778,418</u>		<u>627,155</u>
TOTAL NET ASSETS			<u>1,580,901</u>		<u>1,280,357</u>
Charitable Funds	11				
Restricted			-		-
Unrestricted			<u>1,580,901</u>		<u>1,280,357</u>
TOTAL CHARITY FUNDS			<u>1,580,901</u>		<u>1,280,357</u>

The financial statements were approved by the Board of Trustees on ...5 March 2022... and were signed on its behalf by:



Gerard Hosty – Trustee

The notes form part of these accounts

The H.O.B. Trust

Notes to the Financial Statements for the Year Ended 30 June 2021

1. ACCOUNTING POLICIES

a. Legal status of the Trust and basis of preparation of these financial statements

The H.O.B. Trust is a charitable trust, created by deed on 7 January 2016, and registered as a charity on 8 February 2016.

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities 2020 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Practice.

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) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern, due to the liquid reserves held

The Trust is a public benefit entity.

The Financial Statements are presented in sterling which is the functional currency of the Trust.

b. Donations

Donations are accounted for gross when received. Gift aid is recognised at the point of donation.

c. Legacies

Legacies are accounted for when their receipt is certain and can be properly quantified.

d. Fund Raising and Publicity Costs

The Trust does not make formal appeals for funds, and expenditure on these items is therefore not material.

e. Grants Payable

The Trust makes grants to other organisations or directly to individuals in the furtherance of its charitable objects. Grant awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Trust.

The H.O.B. Trust

Notes to the Financial Statements for the Year Ended 30 June 2021 (continued)

1. ACCOUNTING POLICIES (continued)

f. Governance Costs

This represents direct expenditure on the governance of the Trust. The management is carried out without charge by volunteers. This intangible cost is not included in the Statement of Financial Activities since there is no measurable cost to the volunteers for their services.

g. Fund Accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the Trust.

Designated funds are unrestricted funds of the Trust which the trustees have decided at their discretion to set aside to use for specific purpose.

Restricted funds are donations which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Trust for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

h. Support Costs

Support costs are those functions that assist the work of the Trust but do not directly undertake charitable activities. Support costs include governance costs which support the Trust's activities.

i. Investments

Listed shares, including unitised investments, are valued at market value at the balance sheet date. Unrealised gains and losses represent the movement in market values during the year and are charged or credited to the statement of financial activities based on their market value at the year end.

j. Cash at Bank and In Hand

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

The H.O.B. Trust

Notes to the Financial Statements for the Year Ended 30 June 2021 (continued)

1. ACCOUNTING POLICIES (continued)

k. Financial Instruments

The Trust 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.

l. Foreign Currency

Transactions in foreign currencies are recorded at the sterling cost to the Trust.

2. GRANTS MADE

	Grants for the benefit of individuals 2021	Grants for the benefit of individuals 2020
Number of grants made	<u>2</u>	<u>11</u>
Value of grants made	<u>£80,255</u>	<u>£189,390</u>

A breakdown of the Grants Made is shown in the Trustees' Report under Objectives and Activities.

3. TRUSTEES' REMUNERATION, BENEFITS AND OTHER TRANSACTIONS.

There were no trustees' remuneration or other benefits for the period ended 30 June 2021 (2020: nil).

There were no trustees' expenses paid for the period ended 30 June 2021 (2020: nil).

£230,492 donations were received from a trustee (2020: £469,773).

There are no other related party transactions which require disclosure (2020: nil).

The H.O.B. Trust

**Notes to the Financial Statements for the Year Ended 30 June 2021
(continued)**

4. DONATIONS AND LEGACIES

Year ended 30 June 2021:

	Unrestricted Funds		Total Funds 2021
	General	Designated	
	£	£	£
Donations - General	<u>23,049</u>	<u>207,443</u>	<u>230,492</u>
Total	<u>23,049</u>	<u>207,443</u>	<u>230,492</u>

Year ended 30 June 2020:

	Unrestricted Funds		Total Funds 2020
	General	Designated	
	£	£	£
Donations - General	<u>46,977</u>	<u>422,796</u>	<u>469,773</u>
Total	<u>46,977</u>	<u>422,796</u>	<u>469,773</u>

The H.O.B. Trust

**Notes to the Financial Statements for the Year Ended 30 June 2021
(continued)**

5. INVESTMENT INCOME, GAINS AND LOSSES

Year ended 30 June 2021:

	Unrestricted Funds		Restricted Funds	Total Funds 2021
	General	Designated		
	£	£	£	£
Revaluation of non-cash investments to market value	1,377	147,904	-	149,281
Interest Received	<u>20</u>	<u>2,116</u>	-	<u>2,136</u>
Total	<u>1,397</u>	<u>150,020</u>	-	<u>151,417</u>

Year ended 30 June 2020:

	Unrestricted Funds		Restricted Funds	Total Funds 2021
	General	Designated		
	£	£	£	£
Revaluation of non-cash investments to market value	435	2,767	-	3,202
Interest Received	<u>968</u>	<u>6,147</u>	-	<u>7,115</u>
Total	<u>1,403</u>	<u>8,914</u>	-	<u>10,317</u>

The gain arising on the revaluation of investments to market value represents the only gains / income on financial assets measured at fair value through net income / expenditure. Other income relates to financial assets measured at amortised cost.

The H.O.B. Trust

**Notes to the Financial Statements for the Year Ended 30 June 2021
(continued)**

6. TOTAL FUND EXPENDITURE

Year ended 30 June 2021:

	Grant Funding £	Support Costs £	Total 2021 £
General Unrestricted Fund	<u>80,255</u>	<u>1,110</u>	<u>81,365</u>
Total	<u>80,255</u>	<u>1,110</u>	<u>81,365</u>

Year ended 30 June 2020:

	Grant Funding £	Support Costs £	Total 2020 £
General Unrestricted Fund	<u>189,390</u>	<u>900</u>	<u>190,290</u>
Total	<u>189,390</u>	<u>900</u>	<u>190,290</u>

7. CHARITABLE ACTIVITIES

	Total Funds 2021 £	Total Funds 2020 £
Support Costs		
Governance Costs – Independent		
Examiner's fee	900	900
Licences	210	-
Grants Payable / External Giving		
Grants – UK	<u>80,255</u>	<u>189,390</u>
Total	<u>81,365</u>	<u>190,290</u>

The Trust has no staff (2020: none) and therefore incurs no staff costs (2020: nil).

The H.O.B. Trust

**Notes to the Financial Statements for the Year Ended 30 June 2021
(continued)**

8. BANK AND CASH BALANCES

	2021	2020
	£	£
Barclays Bank	479,004	79,956
Nationwide	261,990	509,843
Triodos Bank	38,324	38,256
Total	<u>779,318</u>	<u>628,055</u>

9. INVESTMENTS IN STOCKS AND SHARES

	2021	2020
	£	£
At start of year (at valuation)	653,202	-
Additions during year (at cost)	-	650,000
Revaluation to market value	149,281	3,202
At end of year (at valuation)	<u>802,483</u>	<u>653,202</u>
<i>Represented by:</i>		
Unitised investments held with Vanguard	802,483	653,202
Total	<u>802,483</u>	<u>653,202</u>

The closing balance represents the Charity's only financial assets measured at fair value through net income / expenditure.

10. CREDITORS: AMOUNTS FALLING DUE WITH ONE YEAR

	2021	2020
	£	£
Accruals	<u>900</u>	<u>900</u>
Total	<u>900</u>	<u>900</u>

The H.O.B. Trust

Notes to the Financial Statements for the Year Ended 30 June 2021 (continued)

11. FUND MOVEMENTS

Year ended 30 June 2021:

	Opening balance £	Income £	Outgoings £	Transfer £	Closing balance £
General unrestricted reserves	459	24,446	(81,365)	150,000	93,540
Designated unrestricted reserve – hostel	1,279,898	357,463	-	(150,000)	1,487,361
Total	<u>1,280,357</u>	<u>381,909</u>	<u>(81,365)</u>	<u>-</u>	<u>1,580,901</u>

In January 2020 the Trustees reallocated £150,000 of the designated reserves to general activities to enable continued higher spend during the COVID pandemic.

Year ended 30 June 2020:

	Opening balance £	Income £	Outgoings £	Closing balance £
General unrestricted reserves	142,370	48,379	(190,290)	459
Designated unrestricted reserve – hostel	848,187	431,711	-	1,279,898
Total	<u>990,557</u>	<u>480,090</u>	<u>(190,290)</u>	<u>1,280,357</u>

Income above includes unrealised gains on the revaluation of investments to their market value at the year-end.

Unrestricted funds:

The funds of the charity include unrestricted funds comprising of the following balances of income received in the general furtherance of the charity's objects:

General fund:

General fund represents 'free reserves' available for spending on the furtherance of the charity's objects.

Designated fund:

As explained further in the Trustees' Report, the Trust has started to investigate the feasibility of establishing a hostel for homeless people in Guildford.

Analysis of net assets between funds

The Trust has no tangible fixed assets or non-current liabilities. The fund balances above are therefore held wholly as net current assets, other than £802,483 of the designated fund (2020: £653,202) which is held as investments.