

THE LITTLE ORCHARD CHARITABLE TRUST

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

THE LITTLE ORCHARD CHARITABLE TRUST

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THE LITTLE ORCHARD CHARITABLE TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2021

Trustees	Mr B Parkander Mrs E Parkander Mrs A Parkander
Charity registered number	1169417
Principal office	James Cowper Kreston 2 Communications Road Greenham Business Park Greenham Newbury Berkshire RG19 6AB
Accountants	James Cowper Kreston Chartered Accountants 2 Communications Road Greenham Business Park Greenham Newbury Berkshire RG19 6AB

THE LITTLE ORCHARD CHARITABLE TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees present their annual report together with the financial statements of The Little Orchard Charitable Trust (the Charity) for the year 1 January 2021 to 31 December 2021.

The Trustees confirm that the Annual report and financial statements of the Charity comply with the Charities Act 2011, the requirements of the Charity's governing document and Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) 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).

Reference and administrative information

The Little Orchard Charitable Trust administrative office is James Cowper Kreston, 2 Communications Road, Greenham Business Park, Greenham, Newbury, Berkshire, RG19 6AB. It is registered with Charity Commissioners in England and Wales under number J169417.

The Trust was founded in 2014 and was dormant until it registered as a charity in September 2016. It is governed by its deed of trust dated 26 September 2014.

Objectives and activities

Policies and objectives

The objectives of the Charity are to apply its income for any charitable objects and purposes in any part of the world as the Trustees may, in their discretion, see fit.

The Trustees also resolve to seek, where possible, to fulfil their charitable objects by providing funds to local causes in Gloucestershire which promote mental health awareness.

The Trustees confirm their investment policy is to provide a balance of income and capital growth. The Trustees seek to maintain a sum, assessed from time to time in the light of probable future expenditure, in cash reserves to meet that expenditure.

The Trustees confirm that in setting the objectives of the Trust they have complied with the duty in section 4 of the Charities Act 2011 so have due regard to public benefit guidance published by the Charity Commission.

Achievements and performance

Main achievements of the Charity

During the year the Trust received donations of £900,000 (2020 - £900,000) and reported a surplus after investment fair value gains of £1,099,358 (2020: £979,947). A £20,000 grant (2020: £20,000) was given to Gloucester Community Fund to support beat voluntary and community groups that are in the field of mental health. The Charity also built up its reserves to continue gifting grants in the future.

Financial review

In the year, the Charity had net income for the year of £1,099,358 (2020: £979,947). The total assets of the Charity are £3,123,430 (2020: £2,033,625).

Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

THE LITTLE ORCHARD CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

Reserves policy

A minimum level of reserves are held to cover all planned future expenditure. These funds will be utilised to fulfil the objects of the charity in future periods. It is intended that reserves held should be sufficient for the charity to fund charitable expenditure out of the return on the Investments held.

At the year end the Trust had £3,123,430 (2020: £2,024,072) free reserves, being unrestricted funds.

Structure, governance and management

Organisational structure and decision-making policies

The Charity is administered by the Trustees as set out in the general information. The Trustees hold at least two meetings a year.

The Trustees who served during the year were :

Mr B Parkander
Mrs E Parkander
Mrs A Parkander

The appointment of new Trustees is made by the existing Trustees. The Trustees shall consist of at least two but no more than six individuals. Subject to disqualification or resignation the First Trustees, Mr B Parkander and Mrs E Parkander, are entitled to hold office for life. Future Trustees must be appointed by resolution of the Trustees. Every future Trustee must sign a declaration of wellness to act as a Trustee of the Charity before he or she may act as a Trustee.

No remuneration is paid to the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:


.....
Mr B Parkander

Date: 28/10-2022

THE LITTLE ORCHARD CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

Independent Examiner's Report to the Trustees of The Little Orchard Charitable Trust ('the Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 31 December 2021.

Responsibilities and Basis of Report

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

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

Independent Examiner's Statement

Since the Charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no 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 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with methods and principles of the Statement of Recommended Practice for accounting and reporting by charities, applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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.

THE LITTLE ORCHARD CHARITABLE TRUST

**INDEPENDENT EXAMINER'S REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

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. My work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for my work or for this report.

Signed: 

Dated: 31/10/2022

Fiona Hawkins

FCA

James Cowper Kreston
2 Communications Road
Greenham Business Park
Greenham
Newbury
Berkshire
RG19 6AB

THE LITTLE ORCHARD CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:				
Donations and legacies	2	900,000	900,000	900,000
Investments	3	25,252	25,252	17,954
Total income		925,252	925,252	917,954
Expenditure on:				
Raising funds	4	3,270	3,270	3,144
Charitable activities	6	23,812	23,812	27,512
Total expenditure		27,082	27,082	30,656
Net income before net gains on investments		898,170	898,170	887,298
Net gains on investments		201,188	201,188	92,649
Net movement in funds		1,099,358	1,099,358	979,947
Reconciliation of funds:				
Total funds brought forward		2,024,072	2,024,072	1,044,125
Net movement in funds		1,099,358	1,099,358	979,947
Total funds carried forward		3,123,430	3,123,430	2,024,072

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 9 to 18 form part of these financial statements.

THE LITTLE ORCHARD CHARITABLE TRUST

BALANCE SHEET AS AT 31 DECEMBER 2021

	Note	2021 £	2020 £
Fixed assets			
Investments	10	2,975,434	1,973,859
Current assets			
Debtors	11	-	1,638
Cash at bank and in hand		153,036	58,128
		<u>153,036</u>	<u>59,766</u>
Creditors: amounts falling due within one year	12	(5,040)	(9,553)
Net current assets		<u>147,996</u>	<u>50,213</u>
Total net assets		<u><u>3,123,430</u></u>	<u><u>2,024,072</u></u>
Charity funds			
Unrestricted funds	14	3,123,430	2,024,072
Total funds		<u><u>3,123,430</u></u>	<u><u>2,024,072</u></u>

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:


.....
Mr B Parkander

Date: 28/10 - 2022

The notes on pages 9 to 18 form part of these financial statements.

THE LITTLE ORCHARD CHARITABLE TRUST

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Note	2021 £	2020 £
Cash flows from operating activities			
Net cash used in operating activities	17	870,043	866,695
Cash flows from investing activities			
Purchases of investments		(1,423,891)	(1,718,053)
Proceeds on disposal of investments		623,504	746,238
Interest receivable		25,252	17,954
Net cash used in investing activities		(775,135)	(953,861)
Cash flows from financing activities			
Net cash provided by financing activities		-	-
Change in cash and cash equivalents in the year		94,908	(87,166)
Cash and cash equivalents at the beginning of the year		58,128	145,294
Cash and cash equivalents at the end of the year	18	153,036	58,128

The notes on pages 9 to 18 form part of these financial statements

THE LITTLE ORCHARD CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The Little Orchard Charitable Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

1.3 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. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Expenditure on raising funds includes all expenditure incurred by the Charity to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charity's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

1.4 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of financial activities.

1.5 Cash at bank and in hand

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

THE LITTLE ORCHARD CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1. Accounting policies (continued)

1.6 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

1.7 Financial instruments

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 effective interest methods unless the arrangement constitutes a financing transaction, where the transaction is measured at present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Other financial assets, including trade investments, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in the fair value are recognised on net income / (expenditure), except for investments in equity instruments that are not publicly traded and whose fair values cannot be reliably measured at cost less impairment.

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.

2. Income from donations and legacies

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Donations	720,000	720,000	720,000
Gift aid	180,000	180,000	180,000
	<hr/> 900,000 <hr/>	<hr/> 900,000 <hr/>	<hr/> 900,000 <hr/>

THE LITTLE ORCHARD CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

3. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from listed investments	25,252	25,252	17,310
Interest receivable	-	-	644
	<u>25,252</u>	<u>25,252</u>	<u>17,954</u>

4. Investment management costs

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Investment management costs	3,270	3,270	3,144
	<u>3,270</u>	<u>3,270</u>	<u>3,144</u>

5. Analysis of grants

	Grants to Institutions 2021 £	Total funds 2021 £	Total funds 2020 £
Grant funding of activities	20,000	20,000	20,000
	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>

The Charity has made the following material grants to institutions during the year:

	2021 £	2020 £
Name of institution		
Gloucestershire Community Foundation	<u>20,000</u>	<u>20,000</u>

Grants were made to Gloucestershire Community Foundation to support local voluntary and community groups and organisations that are in the field of mental health.

THE LITTLE ORCHARD CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

6. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2021 £	Total 2021 £	Total 2020 £
Grant funding of activities	23,812	23,812	27,512
	<u>23,812</u>	<u>23,812</u>	<u>27,512</u>

7. Analysis of expenditure by activities

	Grant funding of activities 2021 £	Support costs 2021 £	Total funds 2021 £	Total funds 2020 £
Grant funding of activities	20,000	3,812	23,812	27,512
	<u>20,000</u>	<u>3,812</u>	<u>23,812</u>	<u>27,512</u>
Total 2020	20,000	7,512	27,512	
	<u>20,000</u>	<u>7,512</u>	<u>27,512</u>	

Analysis of support costs

	Grant funding of activities 2021 £	Total funds 2021 £	Total funds 2020 £
Bank charges	50	50	50
Governance costs	3,762	3,762	7,462
	<u>3,812</u>	<u>3,812</u>	<u>7,512</u>

THE LITTLE ORCHARD CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

8. Independent examiner's remuneration

	2021 £	2020 £
Fees payable to the Charity's independent examiner for the independent examination of the Charity's annual accounts (including VAT)	2,400	2,965
Fees payable to the Charity's independent examiner in respect of: Preparation of the accounts (including VAT)	<u>2,640</u>	<u>4,497</u>

9. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 December 2021, no Trustee expenses have been incurred (2020 - £NIL).

10. Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 January 2021	1,973,859
Additions	1,423,891
Disposals	(608,135)
Fair value movements	185,819
At 31 December 2021	<u>2,975,434</u>
Net book value	
At 31 December 2021	<u>2,975,434</u>
At 31 December 2020	<u>1,973,859</u>

THE LITTLE ORCHARD CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

The following are considered material investments held in the portfolio:

	2021 £
ETFS Physical Gold	154,275
Twenty Four Absolute Return Credit G	177,431
Fundsmith Equity Inc	180,553
Guardcap Global Equity GBP	186,686
Loomis Sayles Global Growth Equity Fund	156,546
Jupiter UK Specialist Equity Fund I GBP Acc	148,365
JPM Global Macro Opportunities C Inc	180,978
Threadneedle UK Equity Income L Inc	159,137
TB Evenlode Income C GBP Inc	157,889
Lyxor Core US TIPS ETF Hedged GBP	185,983
Insight Global II High Grade ABS B GBP	175,648
	<u>1,863,491</u>

11. Debtors

	2021 £	2020 £
Due within one year		
Prepayments and accrued income	-	1,638
	<u>-</u>	<u>1,638</u>

12. Creditors: Amounts falling due within one year

	2021 £	2020 £
Other creditors	-	3,000
Accruals	5,040	6,553
	<u>5,040</u>	<u>9,553</u>

THE LITTLE ORCHARD CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

13. Financial instruments

	2021 £	2020 £
Financial assets		
Equity instruments measured at fair value through the Statement of Financial Activities	<u>2,975,434</u>	<u>1,973,859</u>

Equity instruments that are listed on a regulated stock exchange are measured at fair value using observable market value.

The inputs used in valuing the instruments include indexes provided by these regulated markets.

THE LITTLE ORCHARD CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

14. Statement of funds

Statement of funds - current year

	Balance at 1 January 2021 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 December 2021 £
Unrestricted funds					
General Funds - all funds	2,024,072	925,252	(27,082)	201,188	3,123,430

15. Summary of funds

Summary of funds - current year

	Balance at 1 January 2021 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 December 2021 £
General funds	2,024,072	925,252	(27,082)	201,188	3,123,430

16. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Total funds 2021 £
Fixed asset investments	2,975,434	2,975,434
Current assets	153,036	153,036
Creditors due within one year	(5,040)	(5,040)
Total	3,123,430	3,123,430

THE LITTLE ORCHARD CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

16. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior year

	Unrestricted funds 2020 £	Total funds 2020 £
Fixed asset investments	1,973,859	1,973,859
Current assets	59,766	59,766
Creditors due within one year	(9,553)	(9,553)
Total	<u><u>2,024,072</u></u>	<u><u>2,024,072</u></u>

17. Reconciliation of net movement in funds to net cash flow from operating activities

	2021 £	2020 £
Net income for the year (as per Statement of Financial Activities)	<u>1,099,358</u>	<u>979,947</u>
Adjustments for:		
Decrease/(increase) in debtors	1,638	60
(Decrease)/increase in creditors	(4,513)	(2,709)
Investment income recognised in statement of financial activities	(25,252)	(17,954)
(Gain)/loss on disposal of investments	(15,369)	7,517
Fair value gains and losses on investments	(185,819)	(100,166)
Net cash provided by operating activities	<u><u>870,043</u></u>	<u><u>866,695</u></u>

18. Analysis of cash and cash equivalents

	2021 £	2020 £
Cash in hand	<u>153,036</u>	<u>58,128</u>
Total cash and cash equivalents	<u><u>153,036</u></u>	<u><u>58,128</u></u>

THE LITTLE ORCHARD CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

19. Analysis of changes in net debt

	At 1 January 2021 £	Cash flows £	At 31 December 2021 £
Cash at bank and in hand	58,128	94,908	153,036
	<u>58,128</u>	<u>94,908</u>	<u>153,036</u>

20. Related party transactions

During the year donations of £720,000 (2020 - £720,000) were received from the Trustees. The amount due to the Trustees at the year end is £3,000 (2020 - £3,000) relating to expenses previously paid on behalf of the entity by the Trustees.