

The Joseph and Frances Clark Trust
Unaudited Financial Statements
5 April 2021

CHARITY REGISTRATION NUMBER: 1170424

CHALMERS HB LTD

Chartered Accountants
20 Chamberlain Street
Wells
Somerset BA5 2PF

The Joseph and Frances Clark Trust

Financial Statements

Year ended 5 April 2021

	Page
Trustees' annual report	1
Independent examiner's report to the trustees	6
Statement of financial activities	7
Statement of financial position	8
Notes to the financial statements	9

The Joseph and Frances Clark Trust

Trustees' Annual Report

Year ended 5 April 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 5 April 2021.

Achievements and performance

During the year, the trust has been able to continue to meet its charitable objectives as set out above.

As noted in prior years, the trust has made two loans amounting to £178,000 to a local landowner in order to safeguard various pieces of land upon which the Large Blue Butterfly inhabits. These loans have been treated as a Programme related investment as they were made wholly in furtherance of the Trust's aims and this has continued in the current year.

As noted in last year's accounts, the charity managed to secure additional funding from the Rural Payments Agency by way of a Countryside Stewardship Agreement. This is a long term project to maintain and restore calcareous grassland and provide additional bespoke habitat for Large blue, Brown hairstreak, Chalkhill Blue, White letter hairstreak, Small blue butterflies and potentially reintroduce the Duke of Burgundy butterfly. This agreement commenced on 1 January 2020 and is due to run until 31 December 2029 with funding being received each year dependent upon various criteria being fulfilled. This year has seen much progress made on this project and the relevant funding has been received based upon the works performed.

Financial review

The results for the year are shown on page 7. Gains/(losses) on investments are treated as a component of net income under FRS 102 and the trust's net expenditure was £1,404,888 (2020: net income: £130,885).

The trust saw an unrealised loss on the revaluation of its investment in C&J Clark Limited of £1,244,172 compared to an unrealised gain of £234,258 in the previous year.

There has been no income once again from these unlisted investments as no dividends were paid by C&J Clark Limited during the year.

The trust has earned interest of £7,593 (2020: £8,524) in respect of the Programme related investment.

The Joseph and Frances Clark Trust

Trustees' Annual Report (*continued*)

Year ended 5 April 2021

Financial review (*continued*)

Investment Performance

As noted above, the charity made an unrealised loss of £1,244,172 (2020: unrealised gain of £234,258) on the unlisted investment in C&J Clark Limited shares.

Information relating to changes in investments is given in note 17 to the accounts. A valuation of the shares in C&J Clark Limited has now been carried out on 31 July 2021 by BDO and has seen a decrease in the share value from £2.85 to 46p which has resulted in an unrealised loss of £1,244,172.

The previous valuation was carried out as at 20 September 2019 by Pricewaterhouse Coopers LLP and there had been none since that date due to the Covid-19 pandemic restrictions and the subsequent acquisition of the majority stake in C&J Clark in November 2020 by LionRock Capital.

This July 2021 valuation is closest to the balance sheet date and is considered to be the fair value of the other investment as at 5 April 2021.

As at the date of approval of the accounts a share valuation has been issued as at 31 May 2022 of £1.76 per share.

Reserves policy

The trustees utilise the income arising from year to year to pay the costs of managing and maintaining its land and properties and the adequacy of the reserves policy is reviewed annually.

At the end of the financial year, reserves were £1,605,323 (2020: £3,010,211), of which £367,891 are free reserves (2020: £531,827).

Investments

Information related to change in investments is given in note 17 to the accounts. The unlisted investments have been included at fair value which is based on the valuation carried out on 31 July 2021 by BDO.

Investment policy

There are no restrictions imposed on the investment policy by the trust deed. The trustees make the investments in accordance with Charity Law.

The Joseph and Frances Clark Trust

Trustees' Annual Report (*continued*)

Year ended 5 April 2021

Objectives and activities

The Charity was incorporated as a Charitable Incorporated Organisation (CIO) on 28 November 2016 to take forward the work of the unincorporated charity, with the same name, The Joseph and Frances Clark Trust, registered number 267441 and the transfer of all assets from what came known as the "old charity" took place at the end of last year on 5 April 2020. The comparative results for the year ended 5 April 2020 therefore show the first year of activity for the CIO combined with the results of the unincorporated trust. As the unincorporated trust was inactive until the transfer date, the figures were just in respect of the old charity.

The objects of the CIO, as set in its constitution, are the advancement or furtherance of such charitable purposes or charitable institutions and in such manner and in such proportions as the charity trustees may from time to time in their absolute discretion determine.

The trustees, in doing this and also taking into consideration the original trust deed of the unincorporated trust dated 22 April 1974, shall give preference to charitable purposes for the:

- a) preservation of the natural beauty of Street and its vicinity; and
- b) benefit of the inhabitants of Street and its vicinity.

Public benefit

The trustees review the objectives and activities to ensure that they continue to reflect the trust's aims and in carrying out this review, the trustees have considered the Charity Commission's general guidance on public benefit.

In doing so, the Trustees confirm that they have complied with section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission.

The charity's main objective is therefore to keep Street "green", so as to enhance and preserve the beauty of the area in and around Street for all to enjoy. Through its continuous projects it maintains the upkeep of its land and actively pursues conservation work on these areas.

Through its conservation work, it has been notably successful in re-introducing the Large Blue Butterfly to the East Polden Hills and the Trust has an ongoing Programme related investment in connection with the protection of the Butterfly.

The Joseph and Frances Clark Trust

Trustees' Annual Report (*continued*)

Year ended 5 April 2021

Structure, governance and management

The Trust was registered as a Charitable Incorporated Organisation (CIO) on 28th November 2016 with the charity number 1170424. It is governed according to the 'Foundation' Constitution approved by the trustees on 5th November 2016.

The first trustees are as listed below and any further trustees, who must have the necessary skills and expertise required to effectively manage the CIO, must be appointed by a resolution passed at a properly convened trustees' meeting.

New trustees will be given a copy of the current constitution and a copy of the latest Trustees' Annual Report and accounts.

The CIO was established to take on the activities of the unincorporated trust with the same name, The Joseph and Frances Clark Trust, charity number 267441 and as noted above the transfer of assets and activities from the unincorporated trust took place at the year end of the prior financial year on 5 April 2020.

The trustees continue to agree the broad strategy and areas of activity for the trust, including consideration of investment, reserves and risk management policies and performance at the trustees' meetings. The day to day administration of the trust is delegated to Mr R B Clark.

Reference and administrative details

Registered charity name The Joseph and Frances Clark Trust

Charity registration number 1170424

Principal office Greenbank House
44 High Street
Street
Somerset
BA16 0EQ

The trustees Mr R B Clark
Mr W B Pedder
Mrs S M Pedder
Mr W R Clark
Mrs A H Wakeford

Solicitors Lancaster Parr
Pear Tree House
Wanstrow
Somerset

Bankers NatWest
72 High Street
Street, Somerset
BA16 0EJ

The Joseph and Frances Clark Trust

Trustees' Annual Report (*continued*)

Year ended 5 April 2021

Independent examiner

Mr D C Winter ACA
Chalmers HB Ltd
Chartered Accountants
20 Chamberlain Street
Wells
Somerset
BA5 2PF

Funds held as custodian trustee

All of the properties are held in the name of two or more trustees on behalf of the trust.

The trustees' annual report was approved on 28/7/2022 and signed on behalf of the board of trustees by:



Mr R B Clark
Trustee

The Joseph and Frances Clark Trust

Independent Examiner's Report to the Trustees of The Joseph and Frances Clark Trust

Year ended 5 April 2021

I report to the trustees on my examination of the financial statements of The Joseph and Frances Clark Trust ('the charity') for the year ended 5 April 2021.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 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; 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 accounts to be reached.

D. C. Winter

Mr D C Winter ACA
Independent Examiner

Chalmers HB Ltd
Chartered Accountants
20 Chamberlain Street
Wells
Somerset
BA5 2PF

Dated: 2/8/22

The Joseph and Frances Clark Trust

Statement of Financial Activities

Year ended 5 April 2021

		Unrestricted funds	2021 Restricted funds	Total funds	2020 Total funds
	Note	£	£	£	£
Income and endowments					
Charitable activities	4	25,244	7,214	32,458	18,640
Investment income	5	7,784	—	7,784	9,635
Total income		<u>33,028</u>	<u>7,214</u>	<u>40,242</u>	<u>28,275</u>
Expenditure					
Expenditure on charitable activities	6,7	193,744	7,214	200,958	131,648
Total expenditure		<u>193,744</u>	<u>7,214</u>	<u>200,958</u>	<u>131,648</u>
Net (losses)/gains on investments	10	(1,244,172)	—	(1,244,172)	234,258
Net (expenditure)/income and net movement in funds		<u>(1,404,888)</u>	<u>—</u>	<u>(1,404,888)</u>	<u>130,885</u>
Reconciliation of funds					
Total funds brought forward		3,010,211	—	3,010,211	2,879,326
Total funds carried forward		<u>1,605,323</u>	<u>—</u>	<u>1,605,323</u>	<u>3,010,211</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The Joseph and Frances Clark Trust

Statement of Financial Position

5 April 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	15	819,967	816,747
Heritage assets	16	1	1
Investments	17	239,464	1,483,636
Programme related investments	18	178,000	178,000
		<u>1,237,432</u>	<u>2,478,384</u>
Current assets			
Stocks	19	1000	1000
Debtors	20	52,101	44,202
Cash at bank and in hand		351,667	517,480
		<u>404,768</u>	<u>562,682</u>
Creditors: amounts falling due within one year	21	36,877	30,855
Net current assets		<u>367,891</u>	<u>531,827</u>
Total assets less current liabilities		<u>1,605,323</u>	<u>3,010,211</u>
Net assets		<u>1,605,323</u>	<u>3,010,211</u>
Funds of the charity			
Unrestricted funds		1,605,323	3,010,211
Total charity funds	23	<u>1,605,323</u>	<u>3,010,211</u>

These financial statements were approved by the board of trustees and authorised for issue on

28/7/2022, and are signed on behalf of the board by:

Richard Clark

Mr R B Clark
Trustee

The Joseph and Frances Clark Trust

Notes to the Financial Statements

Year ended 5 April 2021

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Greenbank House, 44 High Street, Street, Somerset, BA16 0EQ.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts as modified by the revaluation of certain financial assets and liabilities. The financial statements are prepared in sterling, which is the functional currency of the entity.

The assets, liabilities and functions of the unincorporated charity, The Joseph and Frances Clark Trust, registered charity 267441, were transferred to the CIO under a Transfer Agreement. Under merger accounting, the results of both charities were combined and the comparative figures for the year ended 5 April 2020 reflect this.

Going concern

There are no material uncertainties about the charity's ability to continue.

In response to the Covid-19 pandemic, the trustees have taken all necessary measures to mitigate the impact of this on the trust and have in place the appropriate framework to carry on its activities. Due to the nature of its activities which are principally outdoors, the trust has fortunately been largely unaffected by the pandemic.

The Joseph and Frances Clark Trust

Notes to the Financial Statements (*continued*)

Year ended 5 April 2021

3. Accounting policies (*continued*)

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The judgements (apart from those involving estimations) that management has made in the process of applying the entity's accounting policies and that have the most significant effect on the amounts recognised in the financial statements are as follows:

- The valuation of the Investments as detailed in Note 17. The value of 46p is based upon the latest valuation of the shares C&J Clark Ltd which was carried out as at 31 July 2021. The process involved making judgements of assumptions in arriving at a final valuation result.

Fund accounting

The Trust has two distinct categories: unrestricted and restricted.

Unrestricted funds

These funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Restricted funds

These funds are in respect of a performance related grant that is being given by the donor for a specific project. A small amount of these funds were received in the prior year and have been reclassified as restricted funds.

The Joseph and Frances Clark Trust

Notes to the Financial Statements (*continued*)

Year ended 5 April 2021

3. Accounting policies (*continued*)

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- Income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably. The performance related grant for a specific project is recognised in the same period as the related expenditure and once the conditions for its receipt have been fulfilled. This is in respect of both the revenue and the capital grant receivable as the capital element is to be utilised for improvements to the land such as new hedges.
- Income from charitable activities is recognised on a receivable basis.
- Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.
- Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.
- Interest on programme related investments is accounted for on a receivable basis when due.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes VAT which cannot be recovered as the trust is not VAT registered, and is classified under headings of the statement of financial activities to which it relates.

Expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis. The trust currently has one charitable activity, being the maintenance of land and property and therefore all costs are allocated to this activity.

The Joseph and Frances Clark Trust**Notes to the Financial Statements (*continued*)****Year ended 5 April 2021**

3. Accounting policies (*continued*)**Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Fixed assets that have been donated have been valued at the Trustees' best estimate of fair value at the date of the gift.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery - 2-5 years from the month of acquisition

No depreciation is charged on freehold or leasehold property as the property is in respect of land.

Heritage assets

Heritage assets measured under the cost model are recognised initially recorded at acquisition cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

The heritage asset acquired on 16th September 2014 is subject to an agreement which stipulates that the Trust is not allowed to dispose of the asset without first offering to sell it for the original purchase cost of £1 back to the seller. The asset has therefore been capitalised at this initial acquisition cost, rather than its valuation, to reflect this restriction and no depreciation has been charged.

Where information on the cost or value of an asset is not available and cannot be obtained at a cost which is commensurate with the benefits to users of the financial statements, the asset shall not be recognised in the statement of financial position.

The Joseph and Frances Clark Trust

Notes to the Financial Statements (*continued*)

Year ended 5 April 2021

3. Accounting policies (*continued*)

Investments

Investments are a form of basic financial instrument.

Unlisted investments are initially recorded at cost and are subsequently revalued to reflect valuations at a date closest to the balance sheet in order to be measured at fair value.

As noted above, the value of 46p is based upon the latest valuation of the shares C&J Clark Ltd which was carried out as at 31 July 2021 by BDO, whereas the previous valuation was at 20 September 2019 by Pricewaterhouse Coopers LLP.

Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

Programme related investments

Programme related investments are made exclusively to further the charity's aims by funding specific activities. The trust has concessionary loans that are initially measured at the amount received and paid and then adjusted in subsequent years to reflect repayments, interest and any impairment. Programme related investments that are measured at cost or amortised cost are assessed for objective evidence of impairment at the end of each reporting period. Any impairment losses are recognised immediately as a cost within 'expenditure on charitable activities' in the statement of financial activities.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Stocks

Livestock is stated at cost.

The Joseph and Frances Clark Trust

Notes to the Financial Statements (*continued*)

Year ended 5 April 2021

3. Accounting policies (*continued*)

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Where investments in shares are held and their fair value can be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in the Statement of Financial Activities. All other such investments are subsequently measured at cost less impairment.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

Defined contribution plans

A money purchase defined contribution scheme was set up in August 2018 and contributions to this scheme are recognised as an expense in the period in which the related service is provided.

4. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Income from non-investment property in furtherance of the charity's objects	699	—	699
Project performance-related grants	—	7,214	7,214
Sale of lambs	1,419	—	1,419
Wayleaves	106	—	106
Grants received in respect of land	21,963	—	21,963
Other income from charitable activities	1,057	—	1,057
	<u>25,244</u>	<u>7,214</u>	<u>32,458</u>

The Joseph and Frances Clark Trust

Notes to the Financial Statements (continued)

Year ended 5 April 2021

4. Charitable activities (continued)

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Income from non-investment property in furtherance of the charity's objects	790	—	790
Project performance-related grants	—	5,506	5,506
Sale of lambs	—	—	—
Wayleaves	72	—	72
Grants received in respect of land	12,272	—	12,272
Other income from charitable activities	—	—	—
	<u>13,134</u>	<u>5,506</u>	<u>18,640</u>

The performance related grant that was received in the prior year has been reclassified as restricted income.

5. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Bank interest receivable	191	191	1,111	1,111
Interest receivable from programme related investments	7,593	7,593	8,524	8,524
	<u>7,784</u>	<u>7,784</u>	<u>9,635</u>	<u>9,635</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Maintenance of land and property	170,512	7,214	177,726
Support costs	23,232	—	23,232
	<u>193,744</u>	<u>7,214</u>	<u>200,958</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Maintenance of land and property	108,380	5,506	113,886
Support costs	17,762	—	17,762
	<u>126,142</u>	<u>5,506</u>	<u>131,648</u>

The Joseph and Frances Clark Trust

Notes to the Financial Statements (*continued*)

Year ended 5 April 2021

7. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2021	Total fund 2020
	£	£	£	£
Maintenance of land and property	177,726	3,020	180,746	113,886
Governance costs	—	20,212	20,212	17,762
	<u>177,726</u>	<u>23,232</u>	<u>200,958</u>	<u>131,648</u>

The expenditure in respect of the project performance grant has been reclassified as restricted in line with the income as per Note 4.

8. Analysis of charitable expenditure

	2021	2020
	£	£
Wages/salaries	27,336	19,764
Pension costs	2,408	2,092
Repairs & maintenance	135,292	71,289
Insurance	3,719	5,700
Other professional fees	8,025	13,981
Depreciation	946	650
Training	—	410
Support costs as per note 9	3,020	—
Governance costs as per note 9	20,212	17,762
Total	<u>200,958</u>	<u>131,648</u>

Included within the above costs are those costs in respect of the trust's collaboration with Millfield School to manage various areas of land. The school provided the services of a full-time employee for this purpose and the trust contributed £5,840 (2020: £10,008) towards this cost. This cost was much reduced from the prior year as a result of the pandemic.

9. Analysis of support costs

	Maintenance of land and property	Total 2021	Total 2020
	£	£	£
General office	3,020	3,020	—
Governance costs	20,212	20,212	17,762
	<u>23,232</u>	<u>23,232</u>	<u>17,762</u>

The Joseph and Frances Clark Trust

Notes to the Financial Statements (continued)

Year ended 5 April 2021

9. Analysis of support costs (continued)

General office costs are analysed as follows:

General office costs

	2021	2020
	£	£
Rent	2,000	—
Internet, software and stationery costs	589	—
Light & heat	150	—
Repairs & maintenance	109	—
Other establishment	172	—
Total	<u>3,020</u>	<u>—</u>

Governance costs are analysed as follows:

Governance costs

Secretarial and accountancy salaries and wages	10,492	5,789
Secretarial and accountancy pension costs	925	1,322
Life insurance	512	557
Accountancy fees	2,460	3,459
Other professional fees	593	2,520
Independent examination fees	5,060	2,355
Section 75 pension debt	—	1,639
Other finance costs	170	121
Total	<u>20,212</u>	<u>17,762</u>

During the year, Chalmers HB Ltd also received fees of £3,053 (2020: £4,269). Of this, £200 (2020: £227) is in connection with supplying tax advice to the charity, £593 (2020: £810) in respect of providing payroll services and £2,260 (2020: £3,232) for accountancy work.

The Trust was notified of a section 75 debt relating to the C&J Clark pension scheme and an additional amount of £1,639 was accrued in last year's accounts.

10. Net (losses)/gains on investments

	Unrestricted Funds	Total Funds 2021	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Gains/(losses) on other investment assets	<u>(1,244,172)</u>	<u>(1,244,172)</u>	<u>234,258</u>	<u>234,258</u>

The Joseph and Frances Clark Trust

Notes to the Financial Statements (*continued*)

Year ended 5 April 2021

11. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation of tangible fixed assets	946	650

12. Independent examination fees

	2021	2020
	£	£
Fees payable to the independent examiner for:		
Independent examination of the financial statements	5,060	2,355

13. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021	2020
	£	£
Wages and salaries	37,828	25,553
Employer contributions to pension plans	3,333	3,414
Other employee benefits	512	557
	41,673	29,524

The trust employs a number of staff and these employees also perform work for other trusts. The above wages and salaries and pension costs reflect the charge to the Trust after the recharging of some of these payroll costs to other trusts.

Before recharges, wages and salaries amounted to £70,815 (2020: £55,563) and pension costs were £6,241 (2020: £3,564).

The average head count of employees during the year was 4 (2020: 4). The average number of full-time equivalent employees during the year is analysed as follows:

	2021	2020
	No.	No.
Number of administrative staff	2	2
Number of land and property maintenance staff	2	2
	4	4

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

The Joseph and Frances Clark Trust

Notes to the Financial Statements (*continued*)

Year ended 5 April 2021

14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees in the current or prior year.

No trustee expenses have been incurred in the current or prior year.

15. Tangible fixed assets

	Freehold property £	Plant and machinery £	Total £
Cost			
At 6 April 2020	814,896	13,903	828,799
Additions	—	4,166	4,166
At 5 April 2021	<u>814,896</u>	<u>18,069</u>	<u>832,965</u>
Depreciation			
At 6 April 2020	—	12,052	12,052
Charge for the year	—	946	946
At 5 April 2021	<u>—</u>	<u>12,998</u>	<u>12,998</u>
Carrying amount			
At 5 April 2021	<u>814,896</u>	<u>5,071</u>	<u>819,967</u>
At 5 April 2020	<u>814,896</u>	<u>1,851</u>	<u>816,747</u>

16. Heritage assets

	Heritage assets £
Cost or valuation	
At 6 April 2020 and 5 April 2021	<u>1</u>
Accumulated depreciation	
At 6 April 2020 and 5 April 2021	<u>—</u>
Carrying amount	
At 5 April 2021	<u>1</u>
At 5 April 2020	<u>1</u>

The Joseph and Frances Clark Trust

Notes to the Financial Statements (*continued*)

Year ended 5 April 2021

16. Heritage assets (*continued*)

Heritage assets recognised at valuation

The two sculptures acquired in the year ended 5 April 2015 have been classified as heritage assets. Although these two sculptures have been valued at £125,000 each for insurance purposes, they are subject to an agreement which stipulates that the Trust is not allowed to dispose of them, without first offering to sell them back to the seller for the original purchase cost of £1. The sculptures have therefore been capitalised at their initial acquisition cost of £1, rather than at valuation, to reflect this restriction.

Two further sculptures were gifted to the trust by The Clark Foundation, another trust, two years earlier. These sculptures have not been valued as the cost of these two sculptures had been fully written down in The Clark Foundation. These are recognised as heritage assets as they are held for their contribution to knowledge and culture.

17. Investments

	Other investments £
Cost or valuation	
At 6 April 2020	1,483,636
Additions	—
Fair value movements	(1,244,172)
At 5 April 2021	<u>239,464</u>
Impairment	
At 6 April 2020 and 5 April 2021	<u>—</u>
Carrying amount	
At 5 April 2021	<u>239,464</u>
At 5 April 2020	<u>1,483,636</u>

All investments shown above are held at valuation.

The Joseph and Frances Clark Trust

Notes to the Financial Statements (*continued*)

Year ended 5 April 2021

17. Investments (*continued*)

Unlisted investments are shown at fair value at the balance sheet date.

The unlisted investments are revalued based on a valuation of the shares by BDO. The valuation incorporated in the accounts was prepared on 31 July 2021, the value closest to the balance sheet date and was 46p per share (2020: 20 September 2019: £2.85 per share).

At the year end, the value of the shares held at the balance sheet date is £239,464 (520,574 shares at 46p per share) (2020: £1,483,636 - 520,574 shares at £2.85 per share).

The significance of financial instruments to the trust is considered in the financial review and investment policy and performance sections of the Trustees' Annual Report. The main risk from financial instruments lies in the combination of the share valuation and the dividend yield.

18. Programme related investments

	Loans £
Cost	
6 April 2020 and 5 April 2021	178,000
Impairment	
6 April 2020 and 5 April 2021	—
Carrying amount	
At 5 April 2021	178,000
At 5 April 2020	178,000

On 15th November 2011, the Trust made a loan of £150,000 to a local landowner and a further advance of £28,000 was made in May 2015 in connection with another piece of land. This total loan of £178,000 is secured, by way of a mortgage, upon land where the Large Blue Butterfly is present. The protection of the Butterfly and its habitat is within the ambit of the objects of the Trust and the loan was therefore made in connection with furthering the Trust's aims.

This loan has therefore been classified as a programme related investment.

The initial term of the loan as set out in the loan agreement and the supplemental loan agreement, which was made on the same terms, has now come to an end and the total loan is thus repayable on demand. Interest will continue to be payable at 4% per annum above Barclay's base rate. The interest receivable has been included in Investment income.

19. Stocks

	2021 £	2020 £
Finished goods and goods for resale	1000	1000

The Joseph and Frances Clark Trust

Notes to the Financial Statements (*continued*)

Year ended 5 April 2021

20. Debtors

	2021	2020
	£	£
Prepayments and accrued income	809	955
Other debtors	51,292	43,247
	<u>52,101</u>	<u>44,202</u>

21. Creditors: amounts falling due within one year

	2021	2020
	£	£
Accruals and deferred income	11,852	10,456
Other creditors	25,025	20,399
	<u>36,877</u>	<u>30,855</u>

22. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £3,333 (2020: £3,414).

A money purchase defined contribution scheme was set up and operated by Aviva from August 2018 onwards and contributions to this scheme are recognised as an expense in the period in which the related service is provided. Total contributions to this scheme, before recharges to other trusts, amounted to £6,241 (2020: £3,564).

23. Analysis of charitable funds

Unrestricted funds

	At 6 April 2020	Income	Expenditure	Gains and losses	At 5 April 2021
	£	£	£	£	£
General funds	<u>3,010,211</u>	<u>33,028</u>	<u>(193,744)</u>	<u>(1,244,172)</u>	<u>1,605,323</u>

	At 6 April 2019	Income	Expenditure	Gains and losses	At 5 April 2020
	£	£	£	£	£
General funds	<u>2,879,326</u>	<u>22,769</u>	<u>(126,142)</u>	<u>234,258</u>	<u>3,010,211</u>

The Joseph and Frances Clark Trust

Notes to the Financial Statements (*continued*)

Year ended 5 April 2021

23. Analysis of charitable funds (*continued*)

Restricted funds

	At 6 April 2020 £	Income £	Expenditure £	Gains and losses £	At 5 April 2021 £
Restricted Fund - Compton Meadows Scheme	<u>—</u>	<u>7,214</u>	<u>(7,214)</u>	<u>—</u>	<u>—</u>
	At 6 April 2019 £	Income £	Expenditure £	Gains and losses £	At 5 April 2020 £
Restricted Fund - Compton Meadows Scheme	<u>—</u>	<u>5,506</u>	<u>(5,506)</u>	<u>—</u>	<u>—</u>

The Restricted fund is in respect of a specific project, Compton Meadows Scheme, that is being part-funded by the Department for Environment Food and Rural Affairs and a Countryside Stewardship Agreement to primarily maintain and restore calcareous grassland and provide additional bespoke habitat for certain butterflies. The first tranche of these funds were included in income in the prior year and have been reclassified as a restricted fund.

The Joseph and Frances Clark Trust

Notes to the Financial Statements (*continued*)

Year ended 5 April 2021

24. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	2021	2021
	£	£
Tangible fixed assets	819,967	819,967
Heritage assets	1	1
Investments	417,464	417,464
Current assets	404,768	404,768
Creditors less than 1 year	(36,877)	(36,877)
Net assets	1,605,323	1,605,323

	Unrestricted Funds	Total Funds
	2020	2020
	£	£
Tangible fixed assets	816,747	816,747
Heritage assets	1	1
Investments	1,661,636	1,661,636
Current assets	562,682	562,682
Creditors less than 1 year	(30,855)	(30,855)
Net assets	3,010,211	3,010,211

25. Financial instruments

The carrying amount for each category of financial instrument is as follows:

	2021	2020
	£	£
Financial assets measured at fair value through income and expenditure		
Financial assets measured at fair value through income and expenditure	417,464	1,661,636

26. Contingencies

As disclosed in the accounts last year, the trust is to be given a further property and land, known as Hindhayes School and field. This property has not been included in the financial statements for this year as there is still no reliable estimate of its valuation at this stage. It is also likely that the trust will be given Whitenights, a property currently held by the Nathan Clark 1984 Charitable Settlement. This property is valued at £825,000, but has not been included in these accounts as there is no formal evidence of entitlement.

The Joseph and Frances Clark Trust

Notes to the Financial Statements (*continued*)

Year ended 5 April 2021

27. Related parties

The Trust has two employees working on the land and both these employees also do work for Polden Farms Limited and for two of the Trustees, Richard Clark and William Clark. Richard Clark is the controlling shareholder and director of Polden Farms Limited.

The cost of the labour provided and any expenses incurred by these two employees are recharged to the relevant entity or to Richard Clark or William Clark. For the year ended 5 April 2021, labour and expenses recharged amounted to £1,175 (2020: £3,117).

From 6 April 2013, the Trust employed a secretary and secretarial services are provided to Richard Clark, one of the Trustees and to various trusts and one company as follows: Greenbank Pool, The Street Library, The Crispin Hall Trust, The Nathan Clark 1984 Settlement, The Park Tower Trust and Polden Farms Limited. Richard Clark is the controlling shareholder and director of Polden Farms Limited and is also a trustee of Greenbank Pool, The Street Library, The Crispin Hall Trust, The Nathan Clark 1984 Settlement and The Park Tower Trust. Mr W Clark is also a trustee of The Crispin Hall Trust.

The cost of secretarial fees provided are recharged to the relevant entity or to Richard Clark. For the year ended 5 April 2021, secretarial fees recharged amounted to £21,905 (2020: £14,410).

The Trust employed a bookkeeper and accounting services are also provided to various trusts as follows: Greenbank Pool, Street Library, The Crispin Hall Trust, The Nathan Clark 1984 Settlement, The Clark Foundation, The C & J Clark Employees 1922 Trust, The WSC 1908 Trust, Long Sutton Court House and Street Youth Club. Richard Clark, one of the trustees, is also a trustee of all these trusts and Mr W Clark is also a trustee of The Crispin Hall Trust.

The cost of accounting services provided are recharged to the relevant entity. For the year ended 5 April 2021, accounting costs recharged amounted to £12,214 (2020: £12,633).

Insurance for the vehicles owned by the trust and also used by Polden Farms Limited is paid by Polden Farms Limited and recharged to the Trust. This amounted to £1,289 (2020: £483).

The trust now occupies an office in Greenbank House, a property owned by Street Properties LLP. Street Properties charges the trust rent and other office costs amounting to £12,119 in the current year. Some of these costs are recharged onto various trusts as follows: Greenbank Pool, The Street Library, The Nathan Clark 1984 Settlement, The Park Tower Trust, Polden Farms Limited and Richard Clark. Richard Clark is the controlling shareholder and director of Polden Farms Limited and is also a trustee of Greenbank Pool, The Street Library, The Nathan Clark 1984 Settlement and The Park Tower Trust. For the year ended 5 April 2021, office costs of £9,695 were recharged onto other trusts. Mr W Clark, a trustee, is a designated member of Street Properties LLP.

THE JOSEPH & FRANCES CLARK TRUST
MANAGEMENT INFORMATION
YEAR ENDED 5 APRIL 2021

The following pages do not form part of the statutory financial statements.

THE JOSEPH & FRANCES CLARK TRUST

MANAGEMENT INFORMATION

YEAR ENDED 5 APRIL 2021

DETAILS OF LAND AND PROPERTY

		2021 £	2020 £
FREEHOLD PROPERTY			
38 High Street – Strip	0.1 acre	4,645	4,645
Coombe Hollow – Squeak	1 acre	4,825	4,825
Coombe Wood	35 acres	39,929	39,929
Compton Dundon - Agricultural Land	28 acres	181,449	181,449
Hindhayes Field, Higher Brooks	6 acres	13,660	13,660
Longwood	127 acres	170,902	170,902
Meeting House Orchard	1 acre	77,475	77,475
Old Bowling Green	1 acre	14,074	14,074
Turn Hill/Beer Wood	4 acres	5,083	5,083
Vine Orchard & Land nr Greenbank	2 acres	36,832	36,832
Dunwell Fields, Moorlynch		32,327	32,327
Skateboard Park, Street		57,312	57,312
Teazle Wood, Lot 4, Higher Brooks	6.71 acres	47,857	47,857
Land at Overleigh, Street		15,740	15,740
Hatch Hill, Westfield Corner and Fields	54 acres amenity & 24 acres agricultural	72,236	72,236
Allotment Land	3.5 acres	16,953	16,953
Middle Leigh Farm and Field	3 acres	23,597	23,597
		<u>814,896</u>	<u>814,896</u>
GRAND TOTAL		<u>814,896</u>	<u>814,896</u>