

LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

England & Wales · Charity number 1172239

Details

Status Registered

Legal form Other

Registered 2017-03-24

Register [View on the Charity Commission register](#)

Contact

Address Simcox & Co.
35B Market Street
Hoylake
Wirral
CH47 2BG

Phone 01516323333

Email info@LNRCT.co.uk

Website www.lnrct.co.uk

Activities

Objects: FOR SUCH CHARITABLE INSTITUTION OR INSTITUTIONS OR OTHER CHARITABLE OBJECT OR OBJECTS AND IF MORE THAN ONE IN SUCH SHARES AND PROPORTIONS AS MY TRUSTEES SHALL IN THEIR ABSOLUTE AND UNCONTROLLED DISCRETION THINK FIT.

Activities: General purposes

Classification

- **How:** Makes Grants To Organisations
- **What:** General Charitable Purposes
- **Who:** Other Charities Or Voluntary Bodies

Geography

- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-04-05	£994,304	£1,168,109	£15,887,110	0
2024-04-05	£990,154	£1,186,511	£15,927,915	0
2023-04-05	£959,371	£1,169,422	£15,791,813	0
2022-04-05	£913,544	£754,342	£15,330,907	0
2021-04-05	£854,475	£727,149	£14,245,255	0

Trustees

Name	Role	Appointed
JOSEPH RICHARD MAURICE SIMCOX	Chair	2011-05-05
Fay Victoria Norman		2019-10-15
KATHERINE AMANDA KONSTA		2015-04-07
Michael Quentin Smye		2018-11-20

LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

England & Wales - Charity number 1172239

Accounts

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

(Registered Charity no: 1172239)

ACCOUNTS

FOR THE YEAR ENDED

5 APRIL 2025

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
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**THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
ACCOUNTS
REFERENCE AND ADMINISTRATIVE INFORMATION**

Charity Name	The Louis Nicholas Residuary Charitable Trust Registered Charity no: 1172239
Governing Instrument	Will of the late Louis Nicholas
Trustees	Mr J R M Simcox FCA Mrs K A Konsta M Q Smye Mrs F V Norman
Principal Office	35B Market Street Hoylake Wirral CH47 2BG
Administration and Accountancy	Simcox & Co. 35B Market Street Hoylake Wirral CH47 2BG
Auditor	Riverside Accountancy Lancaster Limited Suite 2, 2 Mannin Way Lancaster Business Park Caton Road Lancaster LA1 3SU
Bankers	Handelsbanken Liverpool Duke Street Branch 4th Floor 10 Duke Street Liverpool LA1 1RD
Website	lnrct.co.uk

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
ACCOUNTS
TRUSTEES ANNUAL REPORT

Trustees' Annual Report for the year ended 5 April 2025

The trustees of the Louis Nicholas Residuary Charitable Trust present their report and accounts for the year ended 5 April 2025. The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the Charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

The Charity does not carry out fundraising activities.

Trustees

The trustees who acted throughout the year were as follows:

Mr J R M Simcox FCA

Mrs K A Konsta

M Q Smye

Mrs F V Norman

Structure, Governance and Management

The Charity is an unincorporated trust, constituted under the Will of the late Louis Nicholas and is a charity, number 1172239.

The number of trustees will be determined by the existing trustees. The nature of the trust is that there is seldom a need to appoint any new trustees. New trustees, when required, will be found by the existing trustees. When recruiting new trustees, the trustees look for individuals with skills and experience which are of value to the Charity. The existing trustees will spend a significant time in providing background information to the new candidate and at the same time make reference to the detailed guidance provided by the Charity Commission.

The trustees met formally four times during the year to consider applications and decide on grants to worthy causes.

The day to day processing of applications and correspondence is delegated to Simcox & Co. from the principal office.

The trustees give their time freely. Details of trustees expenses are disclosed in note 9 to the accounts.

Risk Policy

The trustees have examined the major strategic, operational and financial risks which the Charity faces and are satisfied that systems have been established to mitigate exposure to them.

Objectives and grant policy

The Charity has general charitable purposes set out in its trust deed. The trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to the public guidance published by the Charity Commission when reviewing the Charity's aims and objectives and setting the grant making policy.

The Charity's grant making policy (which is set out in general guidelines for applicants) was as follows:

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
ACCOUNTS
TRUSTEES ANNUAL REPORT (continued)

Guidelines for Grants

- 1 The Charity provides financial assistance to those organisations with any general charitable purposes within England and Wales.
- 2 Grants are awarded only to charitable organisations which have a proven track record of successful and efficient use of resources in their operation or, in the case of newer organisations, convincing evidence of ability.

Objectives and grant policy

- 3 The Charity will consider grants to organisations of all sizes. Grants vary in amount, but generally fall within the range of £1,000 to £25,000. The total amount awarded varies from year to year according to available funds. On occasions payments in excess of £25,000 are made to support one-off projects.
- 4 In the current financial climate, commitments to make future payments are given only in exceptional circumstances, with grants normally being one-off annual grants.
- 5 **Exceptional Grants**
The trustees do consider larger exceptional grants, but this is unusual and generally confined to charities that we know well. There is no separate grants programme for this, and contenders will be identified from the normal grant round.

Review of activities

During the year ended 5 April 2025, a total of 199 grants were awarded totalling £1,090,000 compared with £1,104,900 (199 grants) the previous year.

Examples of grants awarded during the year are as follows:

- a A donation of £5,000 to assist in the adaptation of clothing for people with disabilities.
- b A donation of £10,000 towards an organisation providing farming scholarships.
- c A donation of £5,000 towards the promotion of safety in the home in deprived areas.
- d A donation of £10,000 to assist in the electric conversion of a youth club's mini-bus.
- e A donation of £5,000 towards the costs of training of dogs for people suffering with autism.
- f A donation of £10,000 to assist a charity offering support to people suffering with epilepsy.
- g A donation of £5,000 to an organisation supporting men who suffer domestic abuse.
- h A donation of £4,000 to provide countryside experiences for inner city children.

Financial Position and Results of the year

All funds of the Charity are held as Unrestricted Funds. During the year the net outgoing resources totalled £173,805 (2024 £196,357).

The value of the investments at 5 April 2025 is shown in note 2 to the accounts.

The Trustees are satisfied with the performance of the charity's investments.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
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TRUSTEES ANNUAL REPORT (continued)

Investment Policy

The investments held within the trust are holdings in unquoted companies. As with all unquoted investments, the trustees are mindful of their values. However, they are confident that the values shown are fair. They are also confident in the companies to maintain the current level of dividends into the foreseeable future.

Reserves Policy

The Charity is a grant making charity and its income generating assets are therefore held as investments and cash deposits. In any given year, a surplus or deficit on net resources will arise which will fluctuate from year to year. Any balance of income carried forward into the next year is treated as income available for distribution. The trustees consider all income is available for distribution and do not anticipate setting aside any funds for special projects. At 5 April 2025 the Charity held reserves of £15,887,110 (2024 £15,927,915).

Plans for future periods

The trustees do not anticipate any significant changes to their current system for awarding grants.

Statement of trustees' responsibilities in relation to the financial statements

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Standards. The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the Charity and enable them to ascertain to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The trustees are responsible for the maintenance and integrity of the charity and financial information included on the Charity's website.

**THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
ACCOUNTS
TRUSTEES ANNUAL REPORT (continued)**

Declaration

I declare, in my capacity of charity trustee, that the trustees have approved the report above and have authorised me to sign it on their behalf.

.......... **J R M Simcox, Trustee**

DATE 05/12/2025

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

ACCOUNTS

INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the financial statements of the Louis Nicholas Residuary Charitable Trust (the charity) for the year ended 5 April 2024 which comprise Statement of Financial Activities, Balance Sheet, Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2024, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice: and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- The financial statements have been reviewed in conjunction with an FRS102 Charity checklist to ensure the entity is complying with the correct framework.
- Review of trustees minutes and review of nominal postings for legal and professional fees ensured we identified any regulatory compliance issues and laws that the charity must follow in the year and to the date of signing the financial statements.
- The assessment of fraud was considered as low due to the segregation of duties seen, the low levels of cash handled and the regular reporting required of the charity to its trustees.
- During the audit we speak to management, test the systems and speak to various members of the finance function to understand the entity its processes and the nature of trade to assist in determining if the financial statements are true and fair.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charity's internal control
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation (ie gives a true and fair view).

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Other information

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, the trustees are responsible for the preparation of financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Use of our report

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



Penelope Bowden
Riverside Accountancy Lancaster Limited
Chartered Accountants and Statutory Auditors

Riverside Offices
Suite 2, 2 Mannin Way
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Caton Road
Lancaster
LA1 3SU

Dated... 14/01/2025

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
ACCOUNTS
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2025

	Note	2025 £	2024 £
All funds held are unrestricted			
Incoming resources			
Investment income	3	994,304	990,154
Charitable activities	4	-	-
		<u>994,304</u>	<u>990,154</u>
Resources expended			
Charitable Activities			
Grants made to institutions	8	1,090,000	1,104,900
Support costs	6	74,120	77,635
Governance costs	7	3,989	3,976
		<u>1,168,109</u>	<u>1,186,511</u>
Net (outgoing)/incoming resources		(173,805)	(196,357)
Gain in fair value of investment assets	2	<u>133,000</u>	<u>332,459</u>
Net movement in funds for the year		(40,805)	136,102
Total funds brought forward		<u>15,927,915</u>	<u>15,791,813</u>
Total funds carried forward		<u>15,887,110</u>	<u>15,927,915</u>

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
ACCOUNTS
BALANCE SHEET
FOR THE YEAR ENDED 5 APRIL 2025

	Note	2025		2024	
		£	£	£	£
All funds held are unrestricted					
Fixed assets					
Investments	2		15,410,756		15,277,756
Current assets					
Cash at bank and in hand		520,171		697,732	
Current liabilities					
Creditors: amounts falling due within one year	5	<u>43,817</u>		<u>47,573</u>	
Net current assets			<u>476,354</u>		<u>650,159</u>
Net assets			<u>15,887,110</u>		<u>15,927,915</u>
Represented by:					
Unrestricted funds			<u>15,887,110</u>		<u>15,927,915</u>
			<u>15,887,110</u>		<u>15,927,915</u>

Approved by the trustees on 05/12/2025 and signed on their behalf by:

.....


J R M Simcox, Trustee

The notes on pages 13 to 16 form part of these accounts

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
ACCOUNTS
CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2025

	2025	2024
	£	£
Cash flows from operating activities:		
Net movement in funds per Statement of Financial Activities - Income and Expenditure Account	(173,805)	(196,357)
Adjustment for increase in creditors	<u>(3,756)</u>	<u>2,778</u>
Net cash provided by operating activities	<u>(177,561)</u>	<u>(193,579)</u>
Cash outflow	(177,561)	(193,579)
Cash and cash equivalents brought forward	<u>697,732</u>	<u>891,311</u>
Cash and cash equivalents carried forward	<u>520,171</u>	<u>697,732</u>
Analysis of cash and cash equivalents		
Cash at bank and in hand	<u>505,171</u>	<u>697,732</u>

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS

1 Principal accounting policies

a Basis of accounting

These financial statements have been prepared under the historical cost convention (as modified by the revaluation of investments at year end values) in accordance with the Charities Acts, the Statement of Recommended Practice 2019: FRS102 and other applicable accounting standards. The charity is a public benefit entity. The accounts are prepared in sterling, which is the functional currency of the Charity. Monetary amount in these financial statements are rounded to the nearest £.

b Fund accounting

All funds held within the Charity are unrestricted and are for the use at the discretion of the trustees in furtherance of the general charitable objectives.

c Investments

Investments are stated at a fair market value as calculated by the trustees at the balance sheet date. All gains and losses, on these fair values are taken to the Statement of Financial Activities as they arise.

d Grants

Donations are charged to the Statement of Financial Activities in the year when the donation is confirmed by the trustees.

e Support costs

These relate to support the grant making activities of the Charity.

f Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees.

g Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

h Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the Charity's balance sheet when the Charity becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

1 h **Financial instruments cont.**

Basic financial assets

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

Basic financial liabilities

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

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

i **Judgements and key sources of estimation uncertainty**

In the application of the Charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Key sources of estimated uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows:

Fair value of Investments

The charity's trustees determine the fair value of the investments; as these are unlisted investments there is no market comparison available, however they calculate future valuation of the investment based on the return from these investments using a historic dividend yield of 6.4%.

j **Fixed Asset Investments**

The fair value of the fixed asset investments held by the Charity is performed on the basis of a historic dividend yield model using an expected yield of 6.4%. The trustees consider this to be an appropriate rate to use on the basis of returns that might be expected from similar investments in unquoted trading companies.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

1 k **Incoming Resources**

Investment Income - Interest and other investment income is recorded in the Statement of Financial Activities when received by the Charity.

	2025 £	2024 £
2 Investment assets		
UK unquoted investments		
At fair value as per trustees valuation	<u>15,410,756</u>	<u>14,945,297</u>
Fair value at 5 April 2025 (2024)	15,410,756	15,277,756
Fair value at 5 April 2024 (2023)	<u>15,277,756</u>	<u>14,945,297</u>
Increase in fair value	<u>133,000</u>	<u>332,459</u>
3 Investment income		
UK unquoted investments	986,287	977,775
Other income	<u>8,017</u>	<u>12,379</u>
	<u>994,304</u>	<u>990,154</u>
4 Charitable activities		
Donations not presented	<u>-</u>	<u>-</u>
5 Creditors: amounts falling due within one year		
Accruals	<u>43,817</u>	<u>47,573</u>
6 Support costs		
Fees charged by Simcox & Co. in the accounts for the year were £73,876. (2024 £77,635) inclusive of VAT and disbursements.		
7 Governance costs		
Bank charges for the year amounted to £155 (2024 £142).		
Trustees expenses for the year amounted to £244 paid to two trustees in the year. (2024 £NIL).		
These related to travelling expenses.		
Audit fees of £3,834 were charged during the year in respect of the year ended 5 April 2024 (2024 £3,834).		

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

8 Donations	2025	2024
	£	£
The trustees made donations during the year to institutions in the following sectors of society:		
Animal Welfare	24,000	36,500
Children and Youth	239,000	220,000
Education and Training	49,000	34,000
Environment	32,000	28,000
Ex Service Support	20,000	38,000
Family Support	503,000	470,500
Health and Hospitals	179,000	244,500
The Arts	14,000	10,400
Religious Aid	30,000	23,000
	<u>1,090,000</u>	<u>1,104,900</u>

9 Employees

The Charity did not have any employees during the year (2024 nil)

No trustees received remuneration or employment benefits from the Charity.

10 Related Party Transactions

During the year fees were charged by Simcox & Co., a firm in which J R M Simcox, a trustee is principal, amounting to £73,876 (2024 £77,635) inclusive of VAT and disbursements for the provision of administrative and other support services. At the year end an amount of £43,817 (2024 £47,573) was included within Creditors.

In 2019, Mr M Q Smye was appointed a director of all four companies in which the charity has investments.

During 2024 there were no other related party donations made (2024: none).

11 Commitment to future donations

The trust has not committed to any donations in the 12 months after 5 April 2025 (2023: £10,000).

12 Control Relationships

The charity is controlled by the trustees.

LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

England & Wales - Charity number 1172239

Accounts

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

(Registered Charity no: 1172239)

AUDITED

ACCOUNTS

FOR THE YEAR ENDED

5 APRIL 2024

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THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
REFERENCE AND ADMINISTRATIVE INFORMATION

Charity Name	The Louis Nicholas Residuary Charitable Trust Registered Charity no: 1172239
Governing Instrument	Will of the late Louis Nicholas
Trustees	Mr J R M Simcox FCA Mrs K A Konsta M Q Smye Mrs F V Norman
Principal Office	35B Market Street Hoylake Wirral CH47 2BG
Administration and Accountancy	Simcox & Co. 35B Market Street Hoylake Wirral CH47 2BG
Auditor	Riverside Accountancy Lancaster Limited Riverside Offices Second Floor 26 St. Georges Quay Lancaster LA1 1RD
Bankers	Handelsbanken Liverpool Duke Street Branch 4th Floor 10 Duke Street Liverpool LA1 1RD
Website	lnrct.co.uk

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
TRUSTEES ANNUAL REPORT

Trustees' Annual Report for the year ended 5 April 2024

The trustees of the Louis Nicholas Residuary Charitable Trust present their report and accounts for the year ended 5 April 2024. The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the Charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

The Charity does not carry out fundraising activities.

Trustees

The trustees who acted throughout the year were as follows:

Mr J R M Simcox FCA

Mrs K A Konsta

M Q Smye

Mrs F V Norman

Structure, Governance and Management

The Charity is an unincorporated trust, constituted under the Will of the late Louis Nicholas and is a charity, number 1172239.

The number of trustees will be determined by the existing trustees. The nature of the trust is that there is seldom a need to appoint any new trustees. New trustees, when required, will be found by the existing trustees. When recruiting new trustees, the trustees look for individuals with skills and experience which are of value to the Charity. The existing trustees will spend a significant time in providing background information to the new candidate and at the same time make reference to the detailed guidance provided by the Charity Commission.

The trustees met formally twice during the year to consider applications and decide on grants to worthy causes.

The day to day processing of applications and correspondence is delegated to Simcox & Co. from the principal office.

The trustees give their time freely. Details of trustees expenses are disclosed in note 9 to the accounts.

Risk Policy

The trustees have examined the major strategic, operational and financial risks which the Charity faces and are satisfied that systems have been established to mitigate exposure to them.

Objectives and grant policy

The Charity has general charitable purposes set out in its trust deed. The trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to the public guidance published by the Charity Commission when reviewing the Charity's aims and objectives and setting the grant making policy.

The Charity's grant making policy (which is set out in general guidelines for applicants) was as follows:

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
TRUSTEES ANNUAL REPORT (continued)

Guidelines for Grants

- 1 The Charity provides financial assistance to those organisations with any general charitable purposes within England and Wales.
- 2 Grants are awarded only to charitable organisations which have a proven track record of successful and efficient use of resources in their operation or, in the case of newer organisations, convincing evidence of ability.

Objectives and grant policy

- 3 The Charity will consider grants to organisations of all sizes. Grants vary in amount, but generally fall within the range of £1,000 to £25,000. The total amount awarded varies from year to year according to available funds. On occasions payments in excess of £25,000 are made to support one-off projects.
- 4 In the current financial climate, commitments to make future payments are given only in exceptional circumstances, with grants normally being one-off annual grants.
- 5 **Exceptional Grants**
The trustees do consider larger exceptional grants, but this is unusual and generally confined to charities that we know well. There is no separate grants programme for this, and contenders will be identified from the normal grant round.

Review of activities

During the year ended 5 April 2024, a total of 199 grants were awarded totalling £1,104,900 compared with £1,090,000 (180 grants) the previous year.

Examples of grants awarded during the year are as follows:

- a A donation of £8,000 to support disabled service veterans.
- b A donation of £12,000 towards an organisation providing equipment for use by disabled children.
- c A donation of £20,000 offering a befriending service to people who are housebound.
- d A donation of £10,000 to support the work of protecting the countryside.
- e A donation of £10,000 towards the costs of redistribution of unwanted food.
- f A donation of £1,000 to support an independent animal charity.
- g A donation of £10,400 supporting the arts community in inner city schools.
- h A donation of £7,000 to provide new equipment for an air ambulance.

Financial Position and Results of the year

All funds of the Charity are held as Unrestricted Funds. During the year the net outgoing resources totalled £196,357 (2023 £210,051).

The value of the investments at 5 April 2024 is shown in note 2 to the accounts.

The Trustees are satisfied with the performance of the charity's investments.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
TRUSTEES ANNUAL REPORT (continued)

Investment Policy

The investments held within the trust are holdings in unquoted companies. As with all unquoted investments, the trustees are mindful of their values. However, they are confident that the values shown are fair. They are also confident in the companies to maintain the current level of dividends into the foreseeable future.

Reserves Policy

The Charity is a grant making charity and its income generating assets are therefore held as investments and cash deposits. In any given year, a surplus or deficit on net resources will arise which will fluctuate from year to year. Any balance of income carried forward into the next year is treated as income available for distribution.

The trustees consider all income is available for distribution and do not anticipate setting aside any funds for special projects. At 5 April 2024 the Charity held reserves of £15,927,915 (2023 £15,791,813).

Plans for future periods

The trustees do not anticipate any significant changes to their current system for awarding grants.

Statement of trustees' responsibilities in relation to the financial statements

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Standards. The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period. In preparing these financial statements, the trustees are required to:

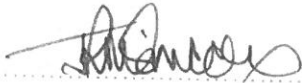
- select suitable accounting policies and apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the Charity and enable them to ascertain to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The trustees are responsible for the maintenance and integrity of the charity and financial information included on the Charity's website.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
TRUSTEES ANNUAL REPORT (continued)

Declaration

I declare, in my capacity of charity trustee, that the trustees have approved the report above and have authorised me to sign it on their behalf.



..... J R M Simcox, Trustee

DATE 16 / OCTOBER / 2024

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the financial statements of the Louis Nicholas Residuary Charitable Trust (the charity) for the year ended 5 April 2024 which comprise Statement of Financial Activities, Balance Sheet, Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2024, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- The financial statements have been reviewed in conjunction with an FRS102 Charity checklist to ensure the entity is complying with the correct framework.
- Review of trustees minutes and review of nominal postings for legal and professional fees ensured we identified any regulatory compliance issues and laws that the charity must follow in the year and to the date of signing the financial statements.
- The assessment of fraud was considered as low due to the segregation of duties seen, the low levels of cash handled and the regular reporting required of the charity to its trustees.
- During the audit we speak to management, test the systems and speak to various members of the finance function to understand the entity its processes and the nature of trade to assist in determining if the financial statements are true and fair.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation (ie gives a true and fair view).

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Other information

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, the trustees are responsible for the preparation of financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Use of our report

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



Penelope Bowden
Riverside Accountancy Lancaster Limited
Chartered Accountants and Statutory Auditors

Riverside Offices
Second Floor, 26 St Georges Quay
Lancaster
LA1 1RD

Dated..... 17/10/2024

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2024

	Note	2024 £	2023 £
All funds held are unrestricted			
Incoming resources			
Investment income	3	990,154	957,371
Charitable activities	4	-	2,000
		<u>990,154</u>	<u>959,371</u>
Resources expended			
Charitable Activities			
Grants made to institutions	8	1,104,900	1,090,000
Support costs	6	77,635	74,932
Governance costs	7	3,976	4,490
		<u>1,186,511</u>	<u>1,169,422</u>
Net (outgoing)/incoming resources		(196,357)	(210,051)
Gain in fair value of investment assets	2	<u>332,459</u>	<u>670,957</u>
Net movement in funds for the year		136,102	460,906
Total funds brought forward		<u>15,791,813</u>	<u>15,330,907</u>
Total funds carried forward		<u>15,927,915</u>	<u>15,791,813</u>

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
BALANCE SHEET
FOR THE YEAR ENDED 5 APRIL 2024

	Note	2024		2023	
		£	£	£	£
All funds held are unrestricted					
Fixed assets					
Investments	2		15,277,756		14,945,297
Current assets					
Cash at bank and in hand		697,732		891,311	
Current liabilities					
Creditors: amounts falling due within one year	5	<u>47,573</u>		<u>44,795</u>	
Net current assets			<u>650,159</u>		<u>846,516</u>
Net assets			<u>15,927,915</u>		<u>15,791,813</u>
Represented by:					
Unrestricted funds			<u>15,927,915</u>		<u>15,791,813</u>
			<u>15,927,915</u>		<u>15,791,813</u>

Approved by the trustees on 16/10/2024 and signed thereby:



J R M Simcox, Trustee



Mrs K A Konsta, Trustee



M Q Smye, Trustee



Mrs F V Norman, Trustee

The notes on pages 13 to 16 form part of these accounts

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2024

	2024	2023
	£	£
Cash flows from operating activities:		
Net movement in funds per Statement of Financial Activities - Income and Expenditure Account	(196,357)	(210,051)
Adjustment for increase in creditors	<u>2,778</u>	<u>(11,434)</u>
Net cash provided by operating activities	<u>(193,579)</u>	<u>(221,485)</u>
Cash outflow	(193,579)	(221,485)
Cash and cash equivalents brought forward	<u>891,311</u>	<u>1,112,796</u>
Cash and cash equivalents carried forward	<u>697,732</u>	<u>891,311</u>
Analysis of cash and cash equivalents		
Cash at bank and in hand	<u>697,732</u>	<u>891,311</u>

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS

1 Principal accounting policies

a Basis of accounting

These financial statements have been prepared under the historical cost convention (as modified by the revaluation of investments at year end values) in accordance with the Charities Acts, the Statement of Recommended Practice 2019: FRS102 and other applicable accounting standards. The charity is a public benefit entity. The accounts are prepared in sterling, which is the functional currency of the Charity. Monetary amount in these financial statements are rounded to the nearest £.

b Fund accounting

All funds held within the Charity are unrestricted and are for the use at the discretion of the trustees in furtherance of the general charitable objectives.

c Investments

Investments are stated at a fair market value as calculated by the trustees at the balance sheet date. All gains and losses, on these fair values are taken to the Statement of Financial Activities as they arise.

d Grants

Donations are charged to the Statement of Financial Activities in the year when the donation is confirmed by the trustees.

e Support costs

These relate to support the grant making activities of the Charity.

f Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees.

g Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

h Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the Charity's balance sheet when the Charity becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

1 h **Financial instruments cont.**

Basic financial assets

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

Basic financial liabilities

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

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

i **Judgements and key sources of estimation uncertainty**

In the application of the Charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Key sources of estimated uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows:

Fair value of Investments

The charity's trustees determine the fair value of the investments; as these are unlisted investments there is no market comparison available, however they calculate future valuation of the investment based on the return from these investments using a historic dividend yield of 6.4%.

j **Fixed Asset Investments**

The fair value of the fixed asset investments held by the Charity is performed on the basis of a historic dividend yield model using an expected yield of 6.4%. The trustees consider this to be an appropriate rate to use on the basis of returns that might be expected from similar investments in unquoted trading companies.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

1 k **Incoming Resources**

Investment Income - Interest and other investment income is recorded in the Statement of Financial Activities when received by the Charity.

	2024 £	2023 £
2 Investment assets		
UK unquoted investments		
At fair value as per trustees valuation	<u>15,277,756</u>	<u>14,945,297</u>
Fair value at 5 April 2024 (2023)	15,277,756	14,945,297
Fair value at 5 April 2023 (2022)	<u>14,945,297</u>	<u>14,274,340</u>
Increase in fair value	<u>332,459</u>	<u>670,957</u>
3 Investment income		
UK unquoted investments	977,775	956,499
Other income	<u>12,379</u>	<u>872</u>
	<u>990,154</u>	<u>957,371</u>
4 Charitable activities		
Donations not presented	<u>-</u>	<u>2,000</u>
5 Creditors: amounts falling due within one year		
Accruals	<u>47,573</u>	<u>44,795</u>
6 Support costs		
Fees charged by Simcox & Co. in the accounts for the year were £77,635, (2023 £74,932) inclusive of VAT and disbursements.		
7 Governance costs		
Bank charges for the year amounted to £142 (2023 £144).		
Trustees expenses for the year amounted to £NIL paid to two trustees in the year, (2023 £511).		
These related to travelling expenses.		
Audit fees of £3,834 were charged during the year in respect of the year ended 5 April 2023 (2023 £3,834).		

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

	2024	2023
	£	£
8 Donations		
The trustees made donations during the year to institutions in the following sectors of society:		
Animal Welfare	36,500	49,000
Children and Youth	220,000	247,000
Education and Training	34,000	59,000
Environment	28,000	43,000
Ex Service Support	38,000	37,000
Family Support	470,500	394,000
Health and Hospitals	244,500	200,000
The Arts	10,400	-
Religious Aid	23,000	61,000
	<u>1,104,900</u>	<u>1,090,000</u>

9 Employees

The Charity did not have any employees during the year (2023 nil)

No trustees received remuneration or employment benefits from the Charity.

10 Related Party Transactions

During the year fees were charged by Simcox & Co., a firm in which J R M Simcox, a trustee is principal, amounting to £77,635 (2023 £74,932) inclusive of VAT and disbursements for the provision of administrative and other support services. At the year end an amount of £47,573 (2023 £44,795) was included within Creditors.

In 2019, Mr M Q Smye was appointed a director of all four companies in which the charity has investments.

During 2024 there were no other related party donations made (2023: none).

11 Commitment to future donations

The trust has committed to donations totalling £10,000 in the 12 months after 5 April 2024 (2023: £30,000).

12 Control Relationships

The charity is controlled by the trustees.

LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

England & Wales - Charity number 1172239

Accounts

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

(Registered Charity no: 1172239)

**AUDITED
ACCOUNTS
FOR THE YEAR ENDED
5 APRIL 2023**

Simcox & Co.
Chartered Accountants

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
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10	:	Statement of financial activities for the year ended 5 April 2023
11	:	Balance sheet as at 5 April 2023
12	:	Cash flow statement for the year ended 5 April 2023
13 - 16	:	Notes to the financial statements

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
REFERENCE AND ADMINISTRATIVE INFORMATION

Charity Name	The Louis Nicholas Residuary Charitable Trust Registered Charity no: 1172239
Governing Instrument	Will of the late Louis Nicholas
Trustees	Mr J R M Simcox FCA Mrs K A Konsta M Q Smye Mrs F V Norman
Principal Office	35B Market Street Hoylake Wirral CH47 2BG
Administration and Accountancy	Simcox & Co. 35B Market Street Hoylake Wirral CH47 2BG
Auditor	Riverside Accountancy Lancaster Limited Riverside Offices Second Floor 26 St. Georges Quay Lancaster LA1 1RD
Bankers	Handelsbanken Liverpool Duke Street Branch 4th Floor 10 Duke Street Liverpool LA1 1RD
Website	lnrct.co.uk

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

AUDITED ACCOUNTS

TRUSTEES ANNUAL REPORT

Trustees' Annual Report for the year ended 5 April 2023

The trustees of the Louis Nicholas Residuary Charitable Trust present their report and accounts for the year ended 5 April 2023. The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the Charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

The Charity does not carry out fundraising activities.

Trustees

The trustees who acted throughout the year were as follows:

Mr J R M Simcox FCA

Mrs K A Konsta

M Q Smye

Mrs F V Norman

Structure, Governance and Management

The Charity is an unincorporated trust, constituted under the Will of the late Louis Nicholas and is a charity, number 1172239.

The number of trustees will be determined by the existing trustees. The nature of the trust is that there is seldom a need to appoint any new trustees. New trustees, when required, will be found by the existing trustees. When recruiting new trustees, the trustees look for individuals with skills and experience which are of value to the Charity. The existing trustees will spend a significant time in providing background information to the new candidate and at the same time make reference to the detailed guidance provided by the Charity Commission.

The trustees met formally twice during the year to consider applications and decide on grants to worthy causes.

The day to day processing of applications and correspondence is delegated to Simcox & Co. from the principal office.

The trustees give their time freely. Details of trustees expenses are disclosed in note 9 to the accounts.

Risk Policy

The trustees have examined the major strategic, operational and financial risks which the Charity faces and are satisfied that systems have been established to mitigate exposure to them.

Objectives and grant policy

The Charity has general charitable purposes set out in its trust deed. The trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to the public guidance published by the Charity Commission when reviewing the Charity's aims and objectives and setting the grant making policy.

The Charity's grant making policy (which is set out in general guidelines for applicants) was as follows:

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
TRUSTEES ANNUAL REPORT (continued)

Guidelines for Grants

- 1 The Charity provides financial assistance to those organisations with any general charitable purposes within England and Wales.
- 2 Grants are awarded only to charitable organisations which have a proven track record of successful and efficient use of resources in their operation or, in the case of newer organisations, convincing evidence of ability.

Objectives and grant policy

- 3 The Charity will consider grants to organisations of all sizes. Grants vary in amount, but generally fall within the range of £1,000 to £25,000. The total amount awarded varies from year to year according to available funds. On occasions payments in excess of £25,000 are made to support one-off projects.
- 4 In the current financial climate, commitments to make future payments are given only in exceptional circumstances, with grants normally being one-off annual grants.
- 5 **Exceptional Grants**
The trustees do consider larger exceptional grants, but this is unusual and generally confined to charities that we know well. There is no separate grants programme for this, and contenders will be identified from the normal grant round.

Review of activities

During the year ended 5 April 2023, a total of 180 grants were awarded totalling £1,090,000 compared with £694,000 (122 grants) the previous year.

Examples of grants awarded during the year are as follows:

- a A donation of £5,000 to refurbish a youth organisation's headquarters.
- b A donation of £5,000 towards an organisation providing corrective headwear for babies.
- c A donation of £10,000 supporting the elderly who live on their own.
- d A donation of £3,000 to a inner city multi-cultural faith organisation.
- e A donation of £10,000 towards the costs of rapid transfer of seriously ill children.
- f A donation of £10,000 towards the training of dogs for people with autism.
- g A donation of £2,000 supporting the protection of cats.
- h A donation of £5,000 supporting the work of cleansing Britain's coastline.

Financial Position and Results of the year

All funds of the Charity are held as Unrestricted Funds. During the year the net outgoing resources totalled £210,051 (2022 net incomings £159,202).

The value of the investments at 5 April 2023 is shown in note 2 to the accounts.

The Trustees are satisfied with the performance of the charity's investments.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
TRUSTEES ANNUAL REPORT (continued)

Investment Policy

The investments held within the trust are holdings in unquoted companies. As with all unquoted investments, the trustees are mindful of their values. However, they are confident that the values shown are fair. They are also confident in the companies to maintain the current level of dividends into the foreseeable future.

Reserves Policy

The Charity is a grant making charity and its income generating assets are therefore held as investments and cash deposits. In any given year, a surplus or deficit on net resources will arise which will fluctuate from year to year. Any balance of income carried forward into the next year is treated as income available for distribution. The trustees consider all income is available for distribution and do not anticipate setting aside any funds for special projects. At 5 April 2023 the Charity held reserves of £15,791,813 (2022 £15,330,907).

Plans for future periods

The trustees do not anticipate any significant changes to their current system for awarding grants.

Statement of trustees' responsibilities in relation to the financial statements

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Standards. The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the Charity and enable them to ascertain to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The trustees are responsible for the maintenance and integrity of the charity and financial information included on the Charity's website.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
TRUSTEES ANNUAL REPORT (continued)

Declaration

I declare, in my capacity of charity trustee, that the trustees have approved the report above and have authorised me to sign it on their behalf.

 J R M Simcox, Trustee

10 / JANUARY / 2024

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the financial statements of the Louis Nicholas Residuary Charitable Trust (the charity) for the year ended 5 April 2023 which comprise Statement of Financial Activities, Balance Sheet, Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2023, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Other information

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, the trustees are responsible for the preparation of financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- The financial statements have been reviewed in conjunction with an FRS102 Charity checklist to ensure the entity is complying with the correct framework.
- Review of trustees minutes and review of nominal postings for legal and professional fees ensured we identified any regulatory compliance issues and laws that the charity must follow in the year and to the date of signing the financial statements.
- The assessment of fraud was considered as low due to the segregation of duties seen, the low levels of cash handled and the regular reporting required of the charity to its trustees.
- During the audit we speak to management, test the systems and speak to various members of the finance function to understand the entity its processes and the nature of trade to assist in determining if the financial statements are true and fair.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation (ie gives a true and fair view).

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Use of our report

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



Penelope Bowden
Riverside Accountancy Lancaster Limited
Chartered Accountants and Statutory Auditors

Riverside Offices
Second Floor, 26 St Georges Quay
Lancaster
LA1 1RD

Dated.....

15th January 2024 .

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2023

	Note	2023 £	2022 £
All funds held are unrestricted			
Incoming resources			
Investment income	3	957,371	913,544
Charitable activities	4	2,000	-
		<u>959,371</u>	<u>913,544</u>
 Resources expended			
Charitable Activities			
Grants made to institutions	8	1,090,000	673,000
Support costs	6	74,932	71,919
Governance costs	7	4,490	9,423
		<u>1,169,422</u>	<u>754,342</u>
Net (outgoing)/incoming resources		(210,051)	159,202
Gain in fair value of investment assets	2	<u>670,957</u>	<u>926,450</u>
Net movement in funds for the year		460,906	1,085,652
Total funds brought forward		<u>15,330,907</u>	<u>14,245,255</u>
Total funds carried forward		<u>15,791,813</u>	<u>15,330,907</u>

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
BALANCE SHEET
AS AT 5 APRIL 2023

	Note	2023		2022	
		£	£	£	£
All funds held are unrestricted					
Fixed assets					
Investments	2		14,945,297		14,274,340
Current assets					
Cash at bank and in hand		891,311		1,112,796	
Current liabilities					
Creditors: amounts falling due within one year	5	<u>44,795</u>		<u>56,229</u>	
Net current assets			<u>846,516</u>		<u>1,056,567</u>
Net assets			<u>15,791,813</u>		<u>15,330,907</u>
Represented by:					
Unrestricted funds			<u>15,791,813</u>		<u>15,330,907</u>
			<u>15,791,813</u>		<u>15,330,907</u>

Approved by the trustees on 10 JANUARY 2024 and signed on their behalf by:

.....  **J R M Simcox, Trustee**

The notes on pages 13 to 16 form part of these accounts

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2023

	2023	2022
	£	£
Cash flows from operating activities:		
Net movement in funds per Statement of Financial Activities - Income and Expenditure Account	(210,051)	159,202
Adjustment for decrease in creditors	<u>(11,434)</u>	<u>(1,446)</u>
Net cash provided by operating activities	<u>(221,485)</u>	<u>157,756</u>
Cash inflow	(221,485)	157,756
Cash and cash equivalents brought forward	<u>1,112,796</u>	<u>955,040</u>
Cash and cash equivalents carried forward	<u>891,311</u>	<u>1,112,796</u>
Analysis of cash and cash equivalents		
Cash at bank and in hand	<u>891,311</u>	<u>1,112,796</u>

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS

1 Principal accounting policies

a Basis of accounting

These financial statements have been prepared under the historical cost convention (as modified by the revaluation of investments at year end values) in accordance with the Charities Acts, the Statement of Recommended Practice 2019: FRS102 and other applicable accounting standards. The charity is a public benefit entity. The accounts are prepared in sterling, which is the functional currency of the Charity. Monetary amount in these financial statements are rounded to the nearest £.

b Fund accounting

All funds held within the Charity are unrestricted and are for the use at the discretion of the trustees in furtherance of the general charitable objectives.

c Investments

Investments are stated at a fair market value as calculated by the trustees at the balance sheet date. All gains and losses, on these fair values are taken to the Statement of Financial Activities as they arise.

d Grants

Donations are charged to the Statement of Financial Activities in the year when the donation is confirmed by the trustees.

e Support costs

These relate to support the grant making activities of the Charity.

f Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees.

g Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

h Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the Charity's balance sheet when the Charity becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

1 h **Financial instruments cont.**

Basic financial assets

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

Basic financial liabilities

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

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

i **Judgements and key sources of estimation uncertainty**

In the application of the Charity's accounting policies, the trustees are required to make judgements, estimated and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Key sources of estimated uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows:

Fair value of Investments

The charity's trustees determine the fair value of the investments; as these are unlisted investments there is no market comparison available, however they calculate future valuation of the investment based on the return from these investments using a historic dividend yield of 6.4%.

j **Fixed Asset Investments**

The fair value of the fixed asset investments held by the Charity is performed on the basis of a historic dividend yield model using an expected yield of 6.4%. The trustees consider this to be an appropriate rate to use on the basis of returns that might be expected from similar investments in unquoted trading companies.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

1 k **Incoming Resources**

Investment Income - Interest and other investment income is recorded in the Statement of Financial Activities when received by the Charity.

	2023	2022
	£	£
2 Investment assets		
UK unquoted investments		
At fair value as per trustees valuation	<u>14,945,297</u>	<u>14,274,340</u>
Fair value at 5 April 2023 (2022)	14,945,297	14,274,340
Fair value at 5 April 2022 (2021)	<u>14,274,340</u>	<u>13,347,890</u>
Increase in fair value	<u>670,957</u>	<u>926,450</u>
3 Investment income		
UK unquoted investments	956,499	913,544
Other income	<u>872</u>	<u>-</u>
	<u>957,371</u>	<u>913,544</u>
4 Charitable activities		
Donations not presented	<u>2,000</u>	<u>-</u>
5 Creditors: amounts falling due within one year		
Accruals	<u>44,795</u>	<u>56,229</u>
6 Support costs		
Fees charged by Simcox & Co. in the accounts for the year were £74,932, (2022 £71,919) inclusive of VAT and disbursements.		
7 Governance costs		
Bank charges for the year amounted to £144 (2022 £69).		
Trustees expenses for the year amounted to £511 paid to two trustees in the year, (2022 £241).		
These related to travelling expenses.		
Audit fees of £3,834 were charged during the year in respect of the year ended 5 April 2022 (2022 £7,668 in respect of 2020 and 2021).		

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

8 Donations	2023 £	2022 £
The trustees made donations during the year to institutions in the following sectors of society:		
Animal Welfare	49,000	8,000
Children and Youth	247,000	159,000
Education and Training	59,000	42,000
Environment	43,000	27,000
Ex Service Support	37,000	22,000
Family Support	394,000	253,000
Health and Hospitals	200,000	114,000
Religious Aid	61,000	53,000
	<u>1,090,000</u>	<u>678,000</u>

9 Employees

The Charity did not have any employees during the year (2022 nil)

No trustees received remuneration or employment benefits from the Charity.

10 Related Party Transactions

During the year fees were charged by Simcox & Co., a firm in which J R M Simcox, a trustee is principal, amounting to £74,932 (2022 £71,919) inclusive of VAT and disbursements for the provision of administrative and other support services. At the year end an amount of £44,795 (2022 £56,229) was included within Creditors.

In 2019, Mr M Q Smye was appointed a director of all four companies in which the charity has investments.

During the course of the year, £80,000 was donated to the DFN Charitable Foundation, an organisation where Mrs Konsta's husband, Mr S Konsta is a trustee.

During the year a donation of £5,000 was made to Merseyside Holiday Service, Mr Simcox is the treasurer and administrator (2022: £5,000)

During 2023 there were no other related party donations made (2022: none).

11 Commitment to future donations

The trust has committed to donations totalling £30,000 in the 12 months after 5 April 2023 (2022: £45,000).

12 Control Relationships

The charity is controlled by the trustees.

LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

England & Wales - Charity number 1172239

Accounts

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

(Registered Charity no: 1172239)

AUDITED

ACCOUNTS

FOR THE YEAR ENDED

5 APRIL 2022

Simcox & Co.

Chartered Accountants

35B Market Street, Hoylake, Wirral, CH47 2BG

0151 632 3333

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
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2 - 5	: Trustees annual report
6 - 9	: Report of the auditors
10	: Statement of financial activities for the year ended 5 April 2022
11	: Balance sheet as at 5 April 2022
12	: Cash flow statement for the year ended 5 April 2022
13 - 16	: Notes to the financial statements

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
REFERENCE AND ADMINISTRATIVE INFORMATION

Charity Name	The Louis Nicholas Residuary Charitable Trust Registered Charity no: 1172239
Governing Instrument	Will of the late Louis Nicholas
Trustees	Mr J R M Simcox FCA Mrs K A Konsta M Q Smye Mrs F V Norman
Principal Office	35B Market Street Hoylake Wirral CH47 2BG
Administration and Accountancy	Simcox & Co. 35B Market Street Hoylake Wirral CH47 2BG
Auditor	Riverside Accountancy Lancaster Limited Riverside Offices Second Floor 26 St. Georges Quay Lancaster LA1 1RD
Bankers	Handelsbanken Liverpool Duke Street Branch 4th Floor 10 Duke Street Liverpool Duke Street L1 5AS
Website	lnrct.co.uk

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

AUDITED ACCOUNTS

TRUSTEES ANNUAL REPORT

Trustees' Annual Report for the year ended 5 April 2022

The trustees of the Louis Nicholas Residuary Charitable Trust present their report and accounts for the year ended 5 April 2022. The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the Charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

The Charity does not carry out fundraising activities.

Trustees

The trustees who acted throughout the year were as follows:

Mr J R M Simcox FCA

Mrs K A Konsta

M Q Smye

Mrs F V Norman

Structure, Governance and Management

The Charity is an unincorporated trust, constituted under the Will of the late Louis Nicholas and is a charity, number 1172239.

The number of trustees will be determined by the existing trustees. The nature of the trust is that there is seldom a need to appoint any new trustees. New trustees, when required, will be found by the existing trustees. When recruiting new trustees, the trustees look for individuals with skills and experience which are of value to the Charity. The existing trustees will spend a significant time in providing background information to the new candidate and at the same time make reference to the detailed guidance provided by the Charity Commission.

The trustees meet formally twice a year to consider applications and decide on grants to worthy causes.

The day to day processing of applications and correspondence is delegated to Simcox & Co. from the principal office.

The trustees give their time freely. Details of trustees expenses are disclosed in note 9 to the accounts.

Risk Policy

The trustees have examined the major strategic, operational and financial risks which the Charity faces and are satisfied that systems have been established to mitigate exposure to them.

Objectives and grant policy

The Charity has general charitable purposes set out in its trust deed. The trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to the public guidance published by the Charity Commission when reviewing the Charity's aims and objectives and setting the grant making policy.

The Charity's grant making policy (which is set out in general guidelines for applicants) was as follows:

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
TRUSTEES ANNUAL REPORT (continued)

Guidelines for Grants

- 1 The Charity provides financial assistance to those organisations with any general charitable purposes within England and Wales.
- 2 Grants are awarded only to charitable organisations which have a proven track record of successful and efficient use of resources in their operation or, in the case of newer organisations, convincing evidence of ability.

Objectives and grant policy cont.

- 3 The Charity will consider grants to organisations of all sizes. Grants vary in amount, but generally fall within the range of £1,000 to £25,000. The total amount awarded varies from year to year according to available funds.
- 4 In the current financial climate, commitments to make future payments are given only in exceptional circumstances, with grants normally being one-off annual grants.
- 5 **Exceptional Grants**
The trustees do consider larger exceptional grants, but this is unusual and generally confined to charities that we know well. There is no separate grants programme for this, and contenders will be identified from the normal grant round.

Review of activities

During the year ended 5 April 2022, a total of 120 grants were awarded totalling £673,000 compared with £658,500 (114 grants) the previous year.

Examples of grants awarded during the year are as follows:

- a A donation of £5,000 to support people who have suffered an amputation.
- b A donation of £1,000 towards the running of a play centre for children with autism.
- c A donation of £15,000 supporting the families of the clergy.
- d A donation of £20,000 to an organisation giving support to people who are housebound.
- e A donation of £5,000 towards research into spinal injuries.
- f A donation of £5,000 supporting youth organisations in Wales.
- g A donation of £10,000 supporting the activities for the benefit of ex-servicemen.
- h A donation of £3,000 supporting the work of a craft centre working with wood for the benefit of both able-bodied and disabled people.

Financial Position and Results of the year

All funds of the Charity are held as Unrestricted Funds. During the year the net incoming resources totalled £159,202 (2021 net incomings £127,326).

The value of the investments at 5 April 2022 is shown in note 2 to the accounts.

The Trustees are satisfied with the performance of the charity's investments.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
TRUSTEES ANNUAL REPORT (continued)

Investment Policy

The investments held within the trust are holdings in unquoted companies. As with all unquoted investments, the trustees are mindful of their values. However, they are confident that the values shown are fair. They are also confident in the companies to maintain the current level of dividends into the foreseeable future.

Reserves Policy

The Charity is a grant making charity and its income generating assets are therefore held as investments and cash deposits. In any given year, a surplus or deficit on net resources will arise which will fluctuate from year to year. Any balance of income carried forward into the next year is treated as income available for distribution. The trustees consider all income is available for distribution and do not anticipate setting aside any funds for special projects. At 5 April 2022 the Charity held reserves of £15,330,907 (2021 £14,245,255).

Plans for future periods

The trustees do not anticipate any significant changes to their current system for awarding grants.

Statement of trustees' responsibilities in relation to the financial statements

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Standards. The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the Charity and enable them to ascertain to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The trustees are responsible for the maintenance and integrity of the charity and financial information included on the Charity's website.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
TRUSTEES ANNUAL REPORT (continued)

Declaration

I declare, in my capacity of charity trustee, that the trustees have approved the report above and have authorised me to sign it on their behalf.



..... J R M Simcox, Trustee

DATE 01 / Nov / 2022

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the financial statements of the Louis Nicholas Residuary Charitable Trust (the charity) for the year ended 5 April 2022 which comprise Statement of Financial Activities, Balance Sheet, Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2022, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Other information

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, the trustees are responsible for the preparation of financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- The financial statements have been reviewed in conjunction with an FRS102 Charity checklist to ensure the entity is complying with the correct framework.
- Review of trustees minutes and review of nominal postings for legal and professional fees ensured we identified any regulatory compliance issues and laws that the charity must follow in the year and to the date of signing the financial statements.
- The assessment of fraud was considered as low due to the segregation of duties seen, the low levels of cash handled and the regular reporting required of the charity to its trustees.
- During the audit we speak to management, test the systems and speak to various members of the finance function to understand the entity its processes and the nature of trade to assist in determining if the financial statements are true and fair.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation (ie gives a true and fair view).

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Use of our report

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



Penelope Bowden
Riverside Accountancy Lancaster Limited
Chartered Accountants and Statutory Auditors

Riverside Offices
Second Floor, 26 St Georges Quay
Lancaster
LA1 1RD

Dated...*11/11/2022*

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2022

	Note	2022 £	2021 £
All funds held are unrestricted			
Incoming resources			
Investment income	3	<u>913,544</u>	<u>854,475</u>
Resources expended			
Charitable Activities			
Grants made to institutions	8	673,000	658,500
Support costs	6	71,919	68,580
Governance costs	7	<u>9,423</u>	<u>69</u>
		<u>754,342</u>	<u>727,149</u>
Net incoming resources		159,202	127,326
Gain in fair value of investment assets	2	<u>926,450</u>	<u>-</u>
Net movement in funds for the year		1,085,652	127,326
Total funds brought forward		<u>14,245,255</u>	<u>14,117,929</u>
Total funds carried forward		<u>15,330,907</u>	<u>14,245,255</u>

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
BALANCE SHEET
AS AT 5 APRIL 2022

	Note	2022	2021
		£	£
All funds held are unrestricted			
Fixed assets			
Investments	2	14,274,340	13,347,890
Current assets			
Cash at bank and in hand		1,112,796	955,040
Current liabilities			
Creditors: amounts falling due within one year	5	56,229	57,675
Net current assets		1,056,567	897,365
Net assets		15,330,907	14,245,255
Represented by:			
Unrestricted funds		15,330,907	14,245,255
		15,330,907	14,245,255

Approved by the trustees on 01/11/2022 and signed thereby:


 J R M Simcox, Trustee


 Mrs K A Konsta, Trustee


 M Q Smye, Trustee


 Mrs F V Norman, Trustee

The notes on pages 13 to 16 form part of these accounts

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2022

	2022	2021
	£	£
Cash flows from operating activities:		
Net movement in funds per Statement of Financial Activities - Income and Expenditure Account	159,202	127,326
Adjustment for increase in creditors	<u>(1,446)</u>	<u>14,273</u>
Net cash provided by operating activities	<u>157,756</u>	<u>141,599</u>
Cash inflow	157,756	141,599
Cash and cash equivalents brought forward	<u>955,040</u>	<u>813,441</u>
Cash and cash equivalents carried forward	<u>1,112,796</u>	<u>955,040</u>
Analysis of cash and cash equivalents		
Cash at bank and in hand	<u>1,112,796</u>	<u>955,040</u>

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS

1 Principal accounting policies

a Basis of accounting

These financial statements have been prepared under the historical cost convention (as modified by the revaluation of investments at year end values) in accordance with the Charities Acts, the Statement of Recommended Practice 2019: FRS102 and other applicable accounting standards. The charity is a public benefit entity. The accounts are prepared in sterling, which is the functional currency of the Charity. Monetary amount in these financial statements are rounded to the nearest £.

b Fund accounting

All funds held within the Charity are unrestricted and are for the use at the discretion of the trustees in furtherance of the general charitable objectives.

c Investments

Investments are stated at a fair market value as calculated by the trustees at the balance sheet date. All gains and losses, on these fair values are taken to the Statement of Financial Activities as they arise.

d Grants

Donations are charged to the Statement of Financial Activities in the year when the donation is confirmed by the trustees.

e Support costs

These relate to support the grant making activities of the Charity.

f Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees.

g Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

h Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the Charity's balance sheet when the Charity becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

1 h **Financial instruments cont.**

Basic financial assets

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

Basic financial liabilities

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

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

i **Judgements and key sources of estimation uncertainty**

In the application of the Charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Key sources of estimated uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows:

1. Fair value of Investments

The charity's trustees determine the fair value of the investments; as these are unlisted investments there is no market comparison available, however they calculate future valuation of the investment based on the return from these investments using a historic dividend yield of 6.4%.

j **Fixed Asset Investments**

The fair value of the fixed asset investments held by the Charity is performed on the basis of a historic dividend yield model using an expected yield of 6.4%. The trustees consider this to be an appropriate rate to use on the basis of returns that might be expected from similar investments in unquoted trading companies.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

1 k **Incoming Resources**

Investment Income - Interest and other investment income is recorded in the Statement of Financial Activities when received by the Charity.

	2022 £	2021 £
2 Investment assets		
UK unquoted investments		
At fair value as per trustees valuation	<u>14,274,340</u>	<u>13,347,890</u>
Fair value at 5 April 2022	14,274,340	13,347,890
Fair value at 5 April 2021	<u>13,347,890</u>	<u>13,347,890</u>
Increase in fair value	<u>926,450</u>	<u>-</u>
3 Investment income		
UK unquoted investments	913,544	854,262
Other income	<u>-</u>	<u>213</u>
	<u>913,544</u>	<u>854,475</u>
4 Charitable activities		
Donations not presented	<u>5,000</u>	<u>-</u>
5 Creditors: amounts falling due within one year		
Accruals	<u>56,229</u>	<u>57,675</u>

6 **Support costs**

Fees charged by Simcox & Co. in the accounts for the year were £71,919, (2021 £68,580) inclusive of VAT and disbursements.

7 **Governance costs**

Bank charges for the year amounted to £69 (2021 £69).

Trustees expenses for the year amounted to £241 paid to two trustees in the year, (2021 £nil).

These related to travelling expenses.

Audit fees of £7,668 were charged during the year in respect of the years ended 5 April 2020 and 5 April 2021 by the auditors, Riverside Accountancy Lancaster Limited. (2021:nil)

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

	2022	2021
	£	£
8 Donations		
The trustees made donations during the year to institutions in the following sectors of society:		
Animal Welfare	8,000	25,500
The Arts	-	-
Children and Youth	159,000	115,000
Education and Training	42,000	35,000
Environment	27,000	25,000
Ex Service Support	22,000	20,000
Family Support	253,000	303,500
Health and Hospitals	114,000	72,500
Religious Aid	53,000	62,000
	<u>678,000</u>	<u>658,500</u>

9 Employees

The Charity did not have any employees during the year (2021 nil)

No trustees received remuneration or employment benefits from the Charity.

10 Related Party Transactions

During the year fees were charged by Simcox & Co., a firm in which J R M Simcox, a trustee is principal, amounting to £71,919 (2021 £68,580) inclusive of VAT and disbursements for the provision of administrative and other support services. At the year end an amount of £56,229 (2021 £57,675) was included within Accruals.

In 2019, Mr M Q Smye was appointed a director of all four companies in which the charity has investments.

During the course of the year, £20,000 was donated to the DFN Charitable Foundation, an organisation where Mrs Konsta's husband, Mr S Konsta is a trustee. The Charity has further committed itself to a similar donation each year until November 2022.

During the year, the charity made a donation to Erase Meso, in memoriam of Mr N P L Whipp who was married to a granddaughter of Louis Nicholas.

During the year there was a donation made to Bro Enlli Ministry Area following a request from the family of Louis Nicholas on behalf of the charity.

During the year there was a donation made to Koala NW following a request by Mrs P Smye on behalf of the charity.

During the year a donation was made to Merseyside Holiday Service, Mr Simcox is the treasurer and administrator (2021:nil)

During 2022 there were no other related party donations made (2021: none).

11 Commitment to future donations

The trust has committed to donations totalling £45,000 in the 12 months after 5 April 2022.

12 Control Relationships

The charity is controlled by the trustees.

LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

England & Wales - Charity number 1172239

Accounts

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

(Registered Charity no: 1172239)

AUDITED

ACCOUNTS

FOR THE YEAR ENDED

5 APRIL 2021

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
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10	: Statement of financial activities for the year ended 5 April 2021
11	: Balance sheet as at 5 April 2021
12	: Cash flow statement for the year ended 5 April 2021
13 - 16	: Notes to the financial statements

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
REFERENCE AND ADMINISTRATIVE INFORMATION

Charity Name	The Louis Nicholas Residuary Charitable Trust Registered Charity no: 1172239
Governing Instrument	Will of the late Louis Nicholas
Trustees	Mr J R M Simcox FCA Mrs K A Konsta M Q Smye Mrs F V Norman
Principal Office	35B Market Street Hoylake Wirral CH47 2BG
Administration and Accountancy	Simcox & Co. 35B Market Street Hoylake Wirral CH47 2BG
Auditor	Riverside Accountancy Lancaster Limited t/a Paul Clegg & Company Riverside Offices Second Floor 26 St. Georges Quay Lancaster LA1 1RD
Bankers	Handelsbanken Unit A1 Oaklands Office Park Hooton Road Hooton Cheshire CH66 7NZ
Website	lnrct.co.uk

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

AUDITED ACCOUNTS

TRUSTEES ANNUAL REPORT

Trustees' Annual Report for the year ended 5 April 2021

The trustees of the Louis Nicholas Residuary Charitable Trust present their report and accounts for the year ended 5 April 2021. The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the Charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

The Charity does not carry out fundraising activities.

Trustees

The trustees who acted throughout the year were as follows:

Mr J R M Simcox FCA

Mrs K A Konsta

M Q Smye

Mrs F V Norman

Structure, Governance and Management

The Charity is an unincorporated trust, constituted under the Will of the late Louis Nicholas and is a charity, number 1172239.

The number of trustees will be determined by the existing trustees. The nature of the trust is that there is seldom a need to appoint any new trustees. New trustees, when required, will be found by the existing trustees. When recruiting new trustees, the trustees look for individuals with skills and experience which are of value to the Charity. The existing trustees will spend a significant time in providing background information to the new candidate and at the same time make reference to the detailed guidance provided by the Charity Commission.

The trustees meet formally twice a year to consider applications and decide on grants to worthy causes.

The day to day processing of applications and correspondence is delegated to Simcox & Co. from the principal office.

The trustees give their time freely. Details of trustees expenses are disclosed in note 9 to the accounts.

Risk Policy

The trustees have examined the major strategic, operational and financial risks which the Charity faces and are satisfied that systems have been established to mitigate exposure to them.

Objectives and grant policy

The Charity has general charitable purposes set out in its trust deed. The trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to the public guidance published by the Charity Commission when reviewing the Charity's aims and objectives and setting the grant making policy.

The Charity's grant making policy (which is set out in general guidelines for applicants) was as follows:

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
TRUSTEES ANNUAL REPORT (continued)

Guidelines for Grants

- 1 The Charity provides financial assistance to those organisations with any general charitable purposes within England and Wales.
- 2 Grants are awarded only to charitable organisations which have a proven track record of successful and efficient use of resources in their operation or, in the case of newer organisations, convincing evidence of ability.

Objectives and grant policy cont.

- 3 The Charity will consider grants to organisations of all sizes. Grants vary in amount, but generally fall within the range of £1,000 to £25,000. The total amount awarded varies from year to year according to available funds.
- 4 In the current financial climate, commitments to make future payments are given only in exceptional circumstances, with grants normally being one-off annual grants.
- 5 **Exceptional Grants**
The trustees do consider larger exceptional grants, but this is unusual and generally confined to charities that we know well. There is no separate grants programme for this, and contenders will be identified from the normal grant round.

Review of activities

During the year ended 5 April 2021, a total of 114 grants were awarded totalling £658,500 compared with £688,350 (96 grants) the previous year.

Examples of grants awarded during the year are as follows:

- a A donation of £3,000 to a local scout group to improve their amenities for the benefit of the community.
- b A donation of £2,500 towards the running of a local animal rescue centre.
- c A donation of £10,000 towards the running of a scheme to redistribute unwanted food to those in need.
- d A donation of £5,000 to an organisation giving support to bereaved children.
lives.
- e A donation of £10,000 towards the costs of a support telephone line.
- f A donation of £10,000 towards the costs of supporting people with life incurable diseases.
- g A donation of £5,000 towards the training of dogs for the blind and visually impaired.
- h A donation of £5,000 towards training long-term unemployed by refurbishing sports equipment.

Financial Position and Results of the year

All funds of the Charity are held as Unrestricted Funds. During the year the net incoming resources totalled £127,326 (2020 net incomings £118,886).

The value of the investments at 5 April 2021 is shown in note 2 to the accounts.

The Trustees are satisfied with the performance of the charity's investments.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
TRUSTEES ANNUAL REPORT (continued)

Investment Policy

The investments held within the trust are holdings in unquoted companies. As with all unquoted investments, the trustees are mindful of their values. However, they are confident that the values shown are fair. They are also confident in the companies to maintain the current level of dividends into the foreseeable future.

Reserves Policy

The Charity is a grant making charity and its income generating assets are therefore held as investments and cash deposits. In any given year, a surplus or deficit on net resources will arise which will fluctuate from year to year. Any balance of income carried forward into the next year is treated as income available for distribution. The trustees consider all income is available for distribution and do not anticipate setting aside any funds for special projects. At 5 April 2021 the Charity held reserves of £14,245,255 (2020 £14,117,929).

Plans for future periods

The trustees do not anticipate any significant changes to their current system for awarding grants.

Statement of trustees' responsibilities in relation to the financial statements

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Standards. The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the Charity and enable them to ascertain to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The trustees are responsible for the maintenance and integrity of the charity and financial information included on the Charity's website.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
TRUSTEES ANNUAL REPORT (continued)

Declaration

I declare, in my capacity of charity trustee, that the trustees have approved the report above and have authorised me to sign it on their behalf.

..... **J R M Simcox, Trustee**

DATE

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST

AUDITED ACCOUNTS

INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the financial statements of the Louis Nicholas Residuary Charitable Trust (the charity) for the year ended 5 April 2021 which comprise Statement of Financial Activities, Balance Sheet, Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2021, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Other information

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, the trustees are responsible for the preparation of financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- The financial statements have been reviewed in conjunction with an FRS102 Charity checklist to ensure the entity is complying with the correct framework.
- Review of trustees minutes and review of nominal postings for legal and professional fees ensured we identified any regulatory compliance issues and laws that the charity must follow in the year and to the date of signing the financial statements.
- The assessment of fraud was considered as low due to the segregation of duties seen, the low levels of cash handled and the regular reporting required of the charity to its trustees.
- During the audit we speak to management, test the systems and speak to various members of the finance function to understand the entity its processes and the nature of trade to assist in determining if the financial statements are true and fair.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation (ie gives a true and fair view).

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
INDEPENDENT AUDITOR'S REPORT (continued)

Use of our report

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



Penelope Bowden
Riverside Accountancy Lancaster Limited
t/a Paul Clegg & Company
Chartered Accountants and Statutory Auditors

Riverside Offices
Second Floor, 26 St Georges Quay
Lancaster
LA1 1RD

Dated...*01/02/2022*...

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2021

	Note	2021 £	2020 £
All funds held are unrestricted			
Incoming resources			
Investment income	3	854,475	854,848
Charitable activities	4	<u>-</u>	<u>30,000</u>
		<u>854,475</u>	<u>884,848</u>
Resources expended			
Charitable Activities			
Grants made to institutions	8	658,500	688,350
Support costs	6	68,580	71,836
Governance costs	7	<u>69</u>	<u>5,776</u>
		<u>727,149</u>	<u>765,962</u>
Net incoming resources		127,326	118,886
Gain in fair value of investment assets	2	<u>-</u>	<u>210,337</u>
Net movement in funds for the year		127,326	329,223
Total funds brought forward		<u>14,117,929</u>	<u>13,788,706</u>
Total funds carried forward		<u>14,245,255</u>	<u>14,117,929</u>

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
BALANCE SHEET
AS AT 5 APRIL 2021

	Note	2021		2020	
		£	£	£	£
All funds held are unrestricted					
Fixed assets					
Investments	2		13,347,890		13,347,890
Current assets					
Cash at bank and in hand		955,040		813,441	
Current liabilities					
Creditors: amounts falling due within one year	5	<u>57,675</u>		<u>43,402</u>	
Net current assets			<u>897,365</u>		<u>770,039</u>
Net assets			<u>14,245,255</u>		<u>14,117,929</u>
Represented by:					
Unrestricted funds			<u>14,245,255</u>		<u>14,117,929</u>
			<u>14,245,255</u>		<u>14,117,929</u>

Approved by the trustees on and signed thereby:

..... **J R M Simcox, Trustee**

..... **Mrs K A Konsta, Trustee**

..... **M Q Smye, Trustee**

..... **Mrs F V Norman, Trustee**

The notes on pages 13 to 16 form part of these accounts

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2021

	2021 £	2020 £
Cash flows from operating activities:		
Net movement in funds per Statement of Financial Activities - Income and Expenditure Account	127,326	118,886
Adjustment for increase in creditors	<u>14,273</u>	<u>5,512</u>
Net cash provided by operating activities	<u>141,599</u>	<u>124,398</u>
Cash inflow	141,599	124,398
Cash and cash equivalents brought forward	<u>813,441</u>	<u>689,043</u>
Cash and cash equivalents carried forward	<u>955,040</u>	<u>813,441</u>
Analysis of cash and cash equivalents		
Cash at bank and in hand	<u>955,040</u>	<u>813,441</u>

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS

1 Principal accounting policies

a Basis of accounting

These financial statements have been prepared under the historical cost convention (as modified by the revaluation of investments at year end values) in accordance with the Charities Acts, the Statement of Recommended Practice 2019: FRS102 and other applicable accounting standards. The charity is a public benefit entity. The accounts are prepared in sterling, which is the functional currency of the Charity. Monetary amount in these financial statements are rounded to the nearest £.

b Fund accounting

All funds held within the Charity are unrestricted and are for the use at the discretion of the trustees in furtherance of the general charitable objectives.

c Investments

Investments are stated at a fair market value as calculated by the trustees at the balance sheet date. All gains and losses, on these fair values are taken to the Statement of Financial Activities as they arise.

d Grants

Donations are charged to the Statement of Financial Activities in the year when the donation is confirmed by the trustees.

e Support costs

These relate to support the grant making activities of the Charity.

f Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees.

g Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

h Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the Charity's balance sheet when the Charity becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

1 h **Financial instruments cont.**

Basic financial assets

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

Basic financial liabilities

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

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

i **Judgements and key sources of estimation uncertainty**

In the application of the Charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Key sources of estimated uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows:

j **Fixed Asset Investments**

The fair value of the fixed asset investments held by the Charity is performed on the basis of a historic dividend yield model using an expected yield of 6.4%. The trustees consider this to be an appropriate rate to use on the basis of returns that might be expected from similar investments in unquoted trading companies.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

1 k **Incoming Resources**

Investment Income - Interest and other investment income is recorded in the Statement of Financial Activities when received by the Charity.

	2021 £	2020 £
2 Investment assets		
UK unquoted investments		
At fair value as per trustees valuation	<u>13,347,890</u>	<u>13,347,890</u>
Fair value at 5 April 2021	13,347,890	13,347,890
Fair value at 5 April 2020	<u>13,347,890</u>	<u>13,137,553</u>
Increase in fair value	<u>-</u>	<u>210,337</u>
3 Investment income		
UK unquoted investments	854,262	854,262
Other income	<u>213</u>	<u>586</u>
	<u>854,475</u>	<u>854,848</u>
4 Charitable activities		
Donations not required	<u>-</u>	<u>30,000</u>
5 Creditors: amounts falling due within one year		
Accruals	<u>57,675</u>	<u>43,402</u>

6 **Support costs**

Fees paid to Simcox & Co. and charged in the accounts for the year were £68,580, (2020 £67,891) inclusive of VAT and disbursements.

7 **Governance costs**

Bank charges for the year amounted to £69 (2020 £67).

Trustees expenses for the year amounted to £nil (2020 £669). No trustees were reimbursed (2020:2). These related to travelling expenses.

THE LOUIS NICHOLAS RESIDUARY CHARITABLE TRUST
AUDITED ACCOUNTS
NOTES TO THE FINANCIAL STATEMENTS (continued)

8 Donations	2021	2020
	£	£
The trustees made donations during the year to institutions in the following sectors of society:		
Animal Welfare	25,500	15,500
The Arts	-	2,000
Children and Youth	115,000	117,500
Education and Training	35,000	53,000
Environment	25,000	30,000
Ex Service Support	20,000	25,000
Family Support	303,500	189,000
Health and Hospitals	72,500	179,350
Religious Aid	62,000	77,000
	<u>658,500</u>	<u>688,350</u>

9 Employees

The Charity did not have any employees during the year (2020 nil)

No trustees received remuneration or employment benefits from the Charity.

10 Related Party Transactions

During the year fees were charged by Simcox & Co., a firm in which J R M Simcox, a trustee is principal, amounting to £68,580 (2020 £67,891) inclusive of VAT and disbursements for the provision of administrative and other support services. At the year end an amount of £57,675 (2020 £ 43,402) was included within Accruals.

In 2019, Mr M Q Smye was appointed a director of all four companies in which the charity has investments.

During the course of the year, £20,000 was donated to DNF Charitable Foundation, an organisation where Mrs Konsta's husband, Mr S Konsta is a trustee. The Charity has further committed itself to a similar donation each year until November 2022.

During the year, the charity made a donation to Erase Meso, in memoriam of Mr N P L Whipp who was married to a granddaughter of Louis Nicholas.

During the 2020 there were other related party donations made totalling £19,000, none of these were made in 2021.

At 5 April 2021, the trustees were committed to donations totalling £60,000 after that date.