

FIFTYFOUR TWO FOUNDATION

Charity Number: 1180441

**Annual Report and Financial Statements
for the year ended 30 September 2024**

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Charity information

Trustees

William Dalziel
Hilary A Dalziel
Jennifer R Stirrup
Christopher D Dalziel
Eleanor C Dalziel

Charity number

1180441

Investment managers

London and Capital Asset Management Limited
16 Babmaes Street
London
SW1Y 6AH

Accountants

TC Group
The Old Town Hall
Market Place
Oundle
Peterborough
PE8 4BA

Independent Examiner

Graham Darbourne FCA
The Old Town Hall
Market Place
Oundle
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The FiftyFour Two Foundation (a Charitable Incorporated Organisation)

Report of the Trustees for the financial year ended 30 September 2024

The trustees present their report and the financial statements for the financial year ended 30 September 2024. These are prepared in accordance with the governing document, the recommendations of the Statement of Recommended Practice applicable to charities preparing their accounts following the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the small companies' regime of the Companies Act 2006.

Structure, governance, and Management

The FiftyFour Two Foundation (54:2) is a grant-making Charitable Incorporated Organisation (CIO) formed in 2018. It is a company limited by guarantee and is also a registered charity (in England & Wales).

As a CIO, there is no share capital. Every member of the company undertakes to contribute to the assets of the company in the event of it being wound up whilst being a member or within one year of ceasing to be a member, such amount not to exceed £10. The relevant governing document is the CIO's Constitution.

The trustees, who are also directors for the purposes of company law, who served during the period and up to the date of this report are:

- William Dalziel
- Hilary A Dalziel
- Jennifer R Stirrup
- Christopher D Dalziel
- Eleanor C Dalziel

The trustees are responsible for setting general policy and for the day-to-day running of the company, and meet at least annually, and up to four times a year, depending on the number of grant applications and other administrative matters that need to be considered.

Trustees are not remunerated for their services, and no payments or services were made to Trustees during the year. New trustees may be appointed by resolution passed at a special meeting of the trustees, or by statutory powers. The training and induction of new trustees will depend on experience.

Objectives and principal activities

54:2 was established to help small Charities and other suitable organisations by providing technical, administrative, and/or financial support aimed at significantly increasing their impact and/or reach. We seek to support charities and organisations that have objects that align with our own which generally include the promotion of the Christian faith, the relief of poverty, and/or the advancement of education.

54:2's charitable objects, which are for the public benefit, are:

1. The prevention or relief of poverty.
2. The advancement of education, in particular the development of individual capabilities, competence, leadership, skills and understanding.
3. The advancement of the Christian faith.
4. To advance the efficiency and effectiveness of Charities and the effective use of charitable resources; and
5. To advance such charitable purposes (according to the law of England and Wales) as the Trustees see fit from time to time by the provision of grants and other financial assistance.

In making grants, preference is given to registered charities. Where the proposed recipient organisation is not a registered charity, the trustees undertake an examination of the organisation to ensure the purpose of the grant is well aligned with 54:2 Foundation's objects, that the grant will be wholly used for public benefit, and that there are controls in place to ensure as far as practicable that any grant made to the organisation, will be properly applied to such charitable purpose, failing which, it is returned.

The trustees avoid grants to individuals. While we have made grants to individuals, such grants are few and small. With a few notable exceptions, we do not generally have the resources to ensure any Grants to individuals fully meet the Foundation's Charitable Objects. As such, we generally prefer to work with organisations as opposed to individuals.

The trustees also avoid grants to organizations of an overtly political nature, including organisations established to promote a subjective opinion.

We aim to work with organisations with whom our Trustees have first-hand experience, that are developing innovative approaches to addressing significant social challenges, have a roadmap to sustainability, and where our funding can make a meaningful difference. Typically, but not exclusively, these would be local, focused organisations that operate from a Christian philosophy of service. We are particularly interested in investing in organisational development, to build governance and administrative capacity, so, in addition to funding, we often contribute technical, administrative, governance and other support as needed. We have also been able to fund infrastructure that will release bottlenecks in service delivery.

We understand that Charities find it easier to find funding for high-visibility projects and buildings, so we focus on those areas that prove more difficult, such as overheads and administration. Well-governed and administered Charities are more likely to be effective in delivering their mission.

Risks

The trustees confirm that the major risks to which the charity is exposed have been identified.

Public Benefit

The trustees are satisfied that they have complied with the duty in Section 17(5) of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission.

When planning the charity's activities, the trustees considered the Charity Commission's Guidance on public benefit. The trustees also considered how the charity had succeeded in delivering its aims, including any public benefit, when reviewing the achievements for the period which are set out below.

Achievements and Performance

This is our sixth full year of operation. We have followed the criteria established by the Trustees to guide our Charitable Grant-making, largely through engaging with Charities and organisations known by or local to our Trustees, in Bristol, London and the East Midlands. In addition, we have continued to support charitable projects in Zimbabwe.

In the period under review, 48% of the grants we have made have been allocated to Charities that promote the advancement of the Christian Faith and 46% to Charities that are concerned with Social Action, including the relief of poverty, while 6% has been given to Education initiatives.

We have also been supporting charities in ways other than just financial support. One of our trustees has invested time to develop and support Charity founders and lead strategic sessions with leadership teams. This includes Reaching Higher, Power the fight, Orchards, Jubilee+ and Growing Hope. This works well in helping us target financial grants and engage in the development and capacity building of those organisations.

We have continued to support a focused number of charities in the UK working for the public good. Some of the organisations we are partnering with are involved in:

- supporting women at risk of sexual violence and/or modern slavery (Orchards),
- community provision in a small town (The Well)
- providing housing and support to people at risk of homelessness (King's Church London),
- strengthening families and marriages (Marriage Care)

We have supported a community-authored project in Zimbabwe helping to create livelihoods in a rural area, also an affordable housing project in Kenya (Placemakers).

Projects we have supported in the past continue to grow particularly Reaching Higher and Power the Fight which we remain connected to.

Our structured financial support for The Well and Orchards ended in this financial year. Both are now on a stronger footing financially and are achieving their aims. Orchards has grown over the period increasing housing provision for the vulnerable and broadening its reach through counselling and befriending services. The Well has also found alternative funding and continues to be an effective charity alleviating poverty and loneliness it's in local community.

Ongoing projects

We continued to support Kings church and its work in the local community this year – the church has grown and its social action ministry serves those who are marginalised.

In 23/24 we have seen progress on an affordable housing initiative in Kenya, Placemakers, which we have provided some equity funding for. The project is engaged with local capital providers, lenders, Government agencies and others who we expect will take on the scaling up of the concept if the project is successful. It has faced several challenges and delays this year but continues to move forward.

We have been working with a few agencies who are trying to start and support businesses in developing countries. This has been mainly factfinding and developing a broader understanding of how to promote livelihoods, social impact and demonstrate the gospel. We are mentoring people developing business ideas, particularly in Zimbabwe.

Individuals

We continue to support a family with education costs as they plant a church in Rotterdam.

The trustees have given some small grants to individuals and projects known to them locally in response to specific needs.

Financial review

The Trustees have considered the need to maximise the impact of the Charity's available Income for the period and have put in place plans to steward the resources for maximum public benefit.

The income for the year in review was £61,468, almost entirely represented by investment returns on the Charity's reserves and a £100 donation received.

Total expenditure for the period was £165,016. Of this expenditure, 97.9% (£161,570) was in the form of Grants, with £3,446 spent on other costs. The result for the year was a loss of

£103,548. Allowing for reserves brought forward, this leaves £1,023,391 as the Charity's retained surplus and reserves.

Of this balance, £69,494 is classed as Designated Funds. As we consider future grant applications, it is the Trustees' policy to limit any commitments to those that can be fully met from funds in hand, and any future commitments are set aside as Designated Funds.

The trustees review the reserve levels at each Trustee meeting. This review includes any income, new Grant applications and committed grants. The Charity has no meaningful operating costs, as the administration and oversight are carried out voluntarily. As such, the Trustees consider that the level of reserves not held for a specific purpose which are needed to support the Charity are de minimis, and more than adequately covered by our present reserves.

Plans for future periods.

We continue to receive unsolicited Grant Applications, many of which do not meet our grant-making criteria and priorities. We are currently not considering unsolicited grant applications. We intend to continue to develop our website so that, among other things, it will help grant applicants understand our Charity's objects, priorities, and approach more clearly.

It has been very encouraging to see organisations that we have partnered with since we started, reach the point where they no longer need our support as they have achieved sustainability. As these organisations move on and up, we are beginning to work with other charities which we will be funding over the next 3 years.

The Trustees expect that grants will continue to be made at a similar annual rate to the past four years. We also expect our trustees to be working with charities on capacity building, strategy and leadership development.

In addition to grants, we will consider using our reserves to make loans to, and investments in, business ventures with social objectives, provided we can have confidence in the sustainability of their business model.

Trustees' responsibilities statement

The trustees (who are also directors of the charitable company for the purposes of company law) are responsible for preparing the trustees' report (incorporating the directors' report) and the financial statements in accordance with 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). Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the affairs of the charitable company

and of the income and expenditure of the charitable company for that period. In preparing these financial statements, the trustees are required to:

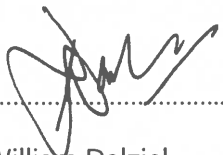
- select suitable accounting policies and apply them consistently.
- observe the methods and principles in the Charities SORP.
- make judgements and estimates that are reasonable and prudent, and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for maintaining adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable the trustees to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small entities' regime.

We want to thank the Charities and organisations we have been able to support this year. We are grateful to be able to partner with organisations that are visionary, ambitious, creative, undaunted, and passionate about bringing about change for good.

This report was approved by the trustees on 19th May 2025 and is signed on their behalf:-

A handwritten signature in black ink, appearing to read 'William Dalziel', written over a horizontal dotted line.

William Dalziel

Independent Examiner's Report to the trustees of

FiftyFour Two Foundation

I report on the accounts of the charity for the year ended 30th September 2024.

Respective responsibilities of trustees and examiner

The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Charities Act), and that an independent examination is needed.

It is my responsibility to

- examine the accounts under section 145 of the Charities Act;
- follow the procedures laid down in the General Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act; and
- state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the accounts.

Independent examiner's statement

In the course of my examination, no matter has come to my attention:

- 1 which gives me reasonable cause to believe that, in any material respect, the trustees have not met the requirements to ensure that:
 - proper accounting records are kept in accordance with section 130 of the Charities Act; and
 - accounts are prepared which agree with the accounting records and comply with the accounting requirements of the Charities Act; or
- 2 to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Graham Darbourne FCA
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Date: 19th May 2025

FiftyFour Two Foundation

Statement of Financial Activities for the year ended 30 Sept 2024

Note	Unrestricted fund 2024 £	Designated fund 2024 £	Total 2024 £	Total 2023 £
INCOMING RESOURCES				
Donations	100	-	100	1,227,470
Investment income and changes in market value of investments	61,368	-	61,368	-
Total income	<u>61,468</u>	<u>-</u>	<u>61,468</u>	<u>1,227,470</u>
RESOURCES EXPENDED				
Charitable giving	99,468	62,102	161,570	175,355
Accountancy Charges	956	-	956	956
Administrative Expenses	2,058	-	2,058	4,075
Subscriptions	432	-	432	403
Resources expended	<u>102,914</u>	<u>62,102</u>	<u>165,016</u>	<u>180,789</u>
Net income / (deficit) for the year	(41,446)	(62,102)	(103,548)	1,046,681
Balance brought forward	995,343	131,596	1,126,939	80,258
Transfer between funds	-	-	-	-
Balance carried forward	<u>953,897</u>	<u>69,494</u>	<u>1,023,391</u>	<u>1,126,939</u>

FiftyFour Two Foundation
Balance sheet as at 30 Sept 2024

	Note	2024	2023
		£	£
INVESTMENTS			
Portfolio Investments		936,368	1,000,000
		<u>936,368</u>	<u>1,000,000</u>
CURRENT ASSETS			
Loan to Angello Development Fund		72,557	72,557
Loan to Boromi Limited		8,000	12,000
Cash at bank		6,466	42,382
		<u>87,023</u>	<u>126,939</u>
		1,023,391	1,126,939
LESS: CREDITORS			
Amounts falling due within one year		-	-
		<u>1,023,391</u>	<u>1,126,939</u>
REPRESENTED BY: -			
DESIGNATED FUND		69,494	131,596
UNRESTRICTED FUND		953,897	995,343
		<u>1,023,391</u>	<u>1,126,939</u>

The financial statements were approved by the trustees and signed on behalf of:


W Dalziel

Date: 19th May 2025

The notes on the next page form part of these accounts

FiftyFour Two Foundation

Notes to the accounts for the year ended 30 September 2024

1 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with 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 (FRS102) - (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102). The charity meets the definition of a public benefit entity under FRS102.

Exemption from preparing a cash flow statement

The charity adopted to not include a cash flow statement in these financial statements.

Fixed asset investments

Fixed asset investments are included within the financial statements at open market values.

Fixed asset investments are included at open market value as at the balance sheet date with the unrealised movement being shown in the Statement of Financial Activities.

Resources expended

Expenditure incurred on the operating of the charity is provided for on an accruals basis.

Investment and Voluntary income

Interest and dividends received are accounted for on an accruals basis. Tax recoverable on income is recognised in the same accounting period.

Donations are recognised when received. Grants and legacies are accounted for as soon as legally entitled.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements.

Fund accounting

Unrestricted funds represent the funds of the Foundation that are not subject to any restrictions regarding their use and are available for application for the general purposes of the Charity.

Designated or restricted funds and funds earmarked by the trustees for a particular purpose. The designated or restricted fund shown in the accounts is for future grants to certain charities with whom we have agreed medium term funding.

2 Trustee expenses

The Trustees were reimbursed £1,758 (2023 : £3,000) in respect of travelling and training courses.