

Charity number: 1185450

THE JAMES GRACE TRUST

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

THE JAMES GRACE TRUST

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THE JAMES GRACE TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 30 JUNE 2023

Trustees	Ian James Sutherland Christopher David Winfield (resigned 11 December 2022) Janet Grace Sutherland Jyotir Moy Banerjee Ian Michael Spaxman (appointed 8 February 2023)
Charity registered number	1185450
Principal office	23 Mill Lane Saffron Walden Essex CB10 2AS
Accountants	Feltons Chartered Accountants 1 The Green London TW9 1PL
Bankers	Lloyds Bank Plc 120 Lewisham High Street Lewisham London SE13 6JG
Investment Managers	Brown Shipley & Co Ltd Richmond House 16-20 Regent Street Cambridge CB2 1DB

THE JAMES GRACE TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30 JUNE 2023

The Trustees present their annual report together with the financial statements of the charity for the year ended 30 June 2023. The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) and the Charities Act 2011.

Objectives and activities

a. Policies and objectives

The Charity's primary objectives are the advancement of the Christian faith within the United Kingdom and the world as the Charity Trustees may from time to time think fit and the relief of poverty and those in need by the way of financial hardship, ill-health, disability, unemployment, poor educational or skills attainment, and/or victims of war, natural disaster or catastrophe.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Activities undertaken to achieve objectives

The Trustees meet a minimum of twice a year to consider the payment of grants. Almost all grants are made to organisations already known to the Trustees. The Trustees always respond to unsolicited request for grants, explaining the Trustees' policy.

c. Grant-making policies

The Trust has established its grant making policy to achieve its objects for the public benefit.

The amount of work or number of projects that can be supported by the Trustees is necessarily limited to the amount of funds that are available for distribution each year. The Trustees have determined that the current priorities for funding are:

- The advancement of the Christian faith within local communities and across the world, but particularly in UK, Middle East and North Africa ("MENA") and the Indian subcontinent.
- The relief of poverty within local communities and among the world's deprived and needy peoples, with particular focus on UK, the Indian subcontinent and MENA or as determined by the Trustees from time to time and in accordance with this policy.
- The provision of education among the world's deprived and needy peoples, with particular focus on UK, MENA and the Indian subcontinent or as determined by the Trustees from time to time and in accordance with this policy.

d. Main activities undertaken to further the charity's purposes for the public benefit

The Trustees monitor the activities of the Trust's beneficiaries through meetings and conversations, periodic reports and photographs. Normally, the Trustees would expect to visit projects outside the UK but, following Foreign Office advice to avoid non-essential international travel, no visits have taken place during the year.

THE JAMES GRACE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2023

Achievements and performance

a. Review of activities

In the financial year ended 30 June 2023 the trust distributed £125,000 (2022: £123,000) in grants. The Trust's income derives principally from donations and dividends and interest on its investments.

b. Investment policy and performance

During the year, the Trustees reviewed Brown Shipley's investment performance. They noted that the return on the portfolio had fallen short of the benchmark returns in three of the last four years. This was considered to be unsatisfactory and they agreed to appoint Rathbones in place of Brown Shipley. The transfer of the mandate is expected to be completed by 31 December 2023. During the year, the Trust continued to draw down funds to finance its charitable objectives.

The portfolio achieved a return of 5.45% but less than Brown Shipley's benchmark return of 9.67%. The value of the portfolio (net of withdrawals) increased in value by £34,365. (2022: decline £100,140).

Financial review

a. Going concern

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

b. Reserves policy

The financial result for the year and the financial state of affairs at 30 June 2023 are set out in the Statement of Financial Activities and the Balance Sheet. The unrestricted fund balance at 30 June 2023 amounted to £632,228 (2022: £655,112).

The Trustees provide their services free of all costs and the Trust has no employees. Its only running costs are governance costs and investment management fees. Since the long term objective is to fully distribute its remaining assets to charitable causes, the Trustees do not consider it necessary to have a formal reserves policy.

THE JAMES GRACE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2023

c. Principal risks and uncertainties

As the Trust has no employees, property or clients and does not provide advice or services, the Trustees do not foresee any risks other than the synchronous death of all Trustees or the possibility of fraud by any of the Trustees. Since Trustees may not indemnify themselves against damages for fraud or negligence they see no need to safeguard against this risk.

The Trustees are well aware that they are choosing to deploy certain funds in regions of the world characterised by social, economic and political instability. They accept that these factors bring to the Trust an inescapable element of risk of loss of resources which is managed through active relationships with those involved.

The Trust's portfolio of investments is exposed to a variety of commercial risks. These risks are managed by the Trust's investment managers by maintaining a broad spread of investments.

Structure, governance and management

a. Constitution

The James Grace Trust was registered on the 23 September 2019, number 1185450, and is constituted under a Charitable Incorporated Organisation (CIO).

b. Methods of appointment or election of Trustees

There must be at least three Charity Trustees. Charity Trustees must be appointed by a resolution passed at a properly convened meeting of the Charity Trustees. In selecting individuals for appointment as Charity Trustees, the Charity Trustees must have regard to the skills, knowledge and experience needed for the effective administration of the CIO. All Charity Trustees must subscribe and adhere to, in belief and lifestyle, the Statement of Faith.

c. Financial risk management

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the charity, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

Plans for future periods

The Trustees plan to steadily increase the total grants paid to beneficiaries in the coming year. In line with the Trustees' policy, these grants are expected to be paid to organisations and individuals already known to the Trustees.

THE JAMES GRACE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2023

Statement of Trustees' responsibilities

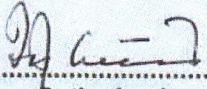
The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & 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 its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the CIO - Association. 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.

Approved by order of the members of the board of Trustees on 11/12/2023 and signed on their behalf by:


.....
Ian James Sutherland
Trustee

THE JAMES GRACE TRUST

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 30 JUNE 2023

Independent Examiner's Report to the Trustees of The James Grace Trust ('the charity')

I report to the charity Trustees on my examination of the accounts of the charity for the year ended 30 June 2023.

Responsibilities and Basis of Report

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

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

Independent Examiner's Statement

Your attention is drawn to the fact that the charity has prepared the accounts 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 (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

I understand that this has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.


I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for my work or for this report.

THE JAMES GRACE TRUST

INDEPENDENT EXAMINER'S REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2023

Signed:



Richard Rhodes

Dated:

14/12/23

Chartered Accountant

Feltons
1 The Green
Richmond
TW9 1PL

THE JAMES GRACE TRUST

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2023

	Note	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income from:				
Donations and legacies		70,000	70,000	98,596
Investments	3	18	18	9,840
Total income		70,018	70,018	108,436
Expenditure on:				
Investment management fees		600	600	3,439
Charitable activities		126,667	126,667	124,708
Total expenditure		127,267	127,267	128,147
Net expenditure before net gains/(losses) on investments		(57,249)	(57,249)	(19,711)
Net gains/(losses) on investments		34,365	34,365	(101,320)
Net movement in funds		(22,884)	(22,884)	(121,031)
Reconciliation of funds:				
Total funds brought forward		655,112	655,112	776,143
Net movement in funds		(22,884)	(22,884)	(121,031)
Total funds carried forward		632,228	632,228	655,112

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

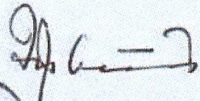
The notes on pages 10 to 18 form part of these financial statements.

THE JAMES GRACE TRUST

BALANCE SHEET
AS AT 30 JUNE 2023

	Note	2023 £	2022 £
Fixed assets			
Investments	9	618,640	633,081
		<u>618,640</u>	<u>633,081</u>
Current assets			
Cash at bank and in hand		14,968	25,281
		<u>14,968</u>	<u>25,281</u>
Creditors: amounts falling due within one year	10	(1,380)	(3,250)
Net current assets		<u>13,588</u>	<u>22,031</u>
Total assets less current liabilities		<u>632,228</u>	<u>655,112</u>
Net assets excluding pension asset		<u>632,228</u>	<u>655,112</u>
Total net assets		<u><u>632,228</u></u>	<u><u>655,112</u></u>
Charity funds			
Restricted funds		-	-
Unrestricted funds		632,228	655,112
Total funds		<u><u>632,228</u></u>	<u><u>655,112</u></u>

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


Ian James Sutherland

11 December 2023

The notes on pages 10 to 18 form part of these financial statements.

THE JAMES GRACE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

1. General information

The James Grace Trust is an organisation incorporated in the United Kingdom under the Charities Act 2011. The organisation is a Charity Incorporated Organisation, registered in England and Wales and in Scotland. The address of the registered office is 23 Mill Lane, Saffron Walden, Essex CB10 2AS.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 October 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

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

2.2 Income

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

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

2.3 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

THE JAMES GRACE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

2. Accounting policies (continued)

2.3 Expenditure (continued)

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

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

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

All expenditure is inclusive of irrecoverable VAT.

2.4 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.5 Investments

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

2.6 Cash at bank and in hand

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

2.7 Liabilities and provisions

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

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

2.8 Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

THE JAMES GRACE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

2. Accounting policies (continued)

2.9 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Investment income, gains and losses are allocated to the appropriate fund.

3. Investment income

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income from investments	-	-	9,691
Investment income - interest receivable	18	18	149
	<hr/> 18	<hr/> 18	<hr/> 9,840
	<hr/>	<hr/>	<hr/>
Total 2022	<hr/> 9,840	<hr/> 9,840	

THE JAMES GRACE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

4. Analysis of grants

	Grants to Institutions 2023 £	Grants to Individuals 2023 £	Total funds 2023 £	Total funds 2022 £
Grants paid out	116,000	-	116,000	113,000
Grants paid out	-	9,000	9,000	10,000
	<u>116,000</u>	<u>9,000</u>	<u>125,000</u>	<u>123,000</u>
<i>Total 2022</i>	<u>113,000</u>	<u>10,000</u>	<u>123,000</u>	

THE JAMES GRACE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

5. Donations granted

	2023 £	2022 £
Anglican International Development	28,000	28,000
Stichting Nijlvallei	14,000	15,000
Fountain of Life	11,000	13,000
Life Association	8,000	11,000
Caring for Life	8,000	9,000
Anglican Consultative Council	8,000	8,000
African Hope Learning Centre	6,000	6,000
Interserve GB	4,000	4,000
Saltmine Trust	5,000	4,000
Azalea	4,000	-
Ibex Capital Trust	3,000	3,000
inHope	2,000	2,000
Frontiers	3,000	-
Arab Vision	2,000	2,000
Lighthouse Ministry	2,000	2,000
Church Army	2,000	2,000
Stort Valley Schools Trust	2,000	2,000
Church Mission Society	2,000	2,000
Friends of Vellore	1,000	-
National Parenting Initiative	1,000	-
Grants to individuals	9,000	10,000
	125,000	123,000

6. Analysis of expenditure by activities

	Grant funding of activities 2023 £	Support costs 2023 £	Total funds 2023 £	Total funds 2022 £
Grant making to institutions	116,000	1,667	117,667	114,708
Grants to individuals	9,000	-	9,000	10,000
	125,000	1,667	126,667	124,708
<i>Total 2022</i>	123,000	1,708	124,708	

THE JAMES GRACE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

6. Analysis of expenditure by activities (continued)

Analysis of support costs

	Grant making activities 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Governance costs - other	-	-	78
Bank charges	229	229	344
Governance costs - Independent Examiner's remuneration	1,438	1,438	1,286
	<u>1,667</u>	<u>1,667</u>	<u>1,708</u>
<i>Total 2022</i>	<u>1,708</u>	<u>1,708</u>	

7. Independent examiner's remuneration

	2023 £	<i>2022 £</i>
Fees payable to the charity's independent examiner for the independent examination of the charity's annual accounts	<u>1,438</u>	<u>1,286</u>

THE JAMES GRACE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

8. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2022 - £NIL).

During the year ended 30 June 2023, no Trustee expenses have been incurred (2022 - £NIL).

9. Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 July 2022	633,081
Disposals	(48,806)
Revaluations	34,365
At 30 June 2023	<u>618,640</u>
Net book value	
At 30 June 2023	<u>618,640</u>
At 30 June 2022	<u>633,081</u>

THE JAMES GRACE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

10. Creditors: Amounts falling due within one year

	2023	2022
	£	£
Accruals and deferred income	1,380	3,250

11. Summary of funds

Summary of funds - current year

	Balance at 1 July 2022	Income	Expenditure	Gains/ (Losses)	Balance at 30 June 2023
	£	£	£	£	£
General funds	655,112	71,673	(127,267)	32,710	632,228

Summary of funds - prior year

	Balance at 1 July 2021	Income	Expenditure	Gains/ (Losses)	Balance at 30 June 2022
	£	£	£	£	£
General funds	776,143	108,436	(128,147)	(101,320)	655,112

12. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2023	Total funds 2023
	£	£
Fixed asset investments	618,640	618,640
Current assets	14,968	14,968
Creditors due within one year	(1,380)	(1,380)
Total	632,228	632,228

THE JAMES GRACE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

12. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2022 £</i>	<i>Total funds 2022 £</i>
Fixed asset investments	633,081	633,081
Current assets	25,281	25,281
Creditors due within one year	(3,250)	(3,250)
Total	<u>655,112</u>	<u>655,112</u>