

PRUDENCE 'TRUST'

ANNUAL REPORT OF
THE TRUSTEE AND
FINANCIAL
STATEMENTS

FOR THE YEAR TO
31 DECEMBER 2024

(Registered Charity No. 1187700)

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THE PRUDENCE TRUST

ANNUAL REPORT OF THE TRUSTEE

FOR THE YEAR TO 31 DECEMBER 2024

The Trustee Directors present their report and independently audited financial statements of The Prudence Trust ("the Trust" or "the Charity"), for the year to 31 December 2024. These have been prepared in accordance with the accounting policies set out in note 1 and comply with applicable charity law.

1. REFERENCE AND ADMINISTRATIVE DETAILS

The Prudence Trust, (registered charity number 1187700) is based and administered in the United Kingdom. The registered address is 32 Sackville Street, London, W1S 3EA.

Trustee:

The Trustee of the Trust who held office during the period and continues to serve at the date of this report is:

- Prudence Trust Company Limited

The Trustee did not hold any beneficial interest in the Trust at 31 December 2024 or at any time during or since that period.

Key Management:

The Directors of the Corporate Trustee ("Trustee Directors") are in charge of directing and controlling the Trust. Day to day operations of the Trust are delegated to the Director, Tara Leathers.

Trustee Directors:

The following persons act as Directors of the Trustee

- Prudence MacLeod
- Guy Elliott
- Beatrice Hollond
- Julia Samuel MBE (resigned 31 December 2024)
- Peter Bennett-Jones CBE
- Peter Fonagy CBE (appointed 1 September 2024)
- Clementine MacLeod (appointed 1 March 2025)

2. OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

The objects of the Trust are restricted specifically to the application of Trust funds, at such time or times and in such manner, for the public benefit, as the Trustee Directors may in their discretion think fit for any exclusively charitable purposes in any part of the world. The Charity operates as a grant-making charity, with a view to support charitable projects and organisations with grants of varying sizes and durations.

The Trustee Directors have defined a programme of grant-making to charities which will achieve one or more of the following:

- The advancement of mental health especially in the UK
- The advancement of the arts especially in the UK
- The relief of those in need because of youth, age, financial hardship or other disadvantage
- Any other general purpose that the Trustee Directors think fit

During 2024 the Trustee Directors confirmed the continued funding priorities for its first years of operation. These are to:

- a) Build young people's resilience and tools to cope with life's challenges and prevent mental illness
- b) Improve young people's access to support when they have signs of mental ill health
- c) Build the evidence of what treatments work to prevent and treat youth mental illness, alongside building the community of adolescent mental health researchers

The emphasis is on young people in the UK aged 11-25 years, although this will not exclude support to other groups.

The Trustee Directors have pursued a broad strategy of ensuring proper due diligence in the assessment of potential grants and ensuring that grants are made subject to appropriate terms and conditions.

Statement of Public Benefit

As a grant-funder, the Charity's activities will provide public benefit to the individuals and communities who are beneficiaries of the Charity's funded projects. The Charity's public benefit is not limited with reference to geography, by the charging of fees or otherwise. The Trustee Directors are aware of the Charity Commission guidance on Public Benefit and confirm that they have complied with the duty in Section 4 of the Charities Act 2011 to have due regard to it. They consider the information which follows in this annual report, about the Charity's aims, activities and achievements in the areas of interest that the Charity supports, demonstrates the benefit to its beneficiaries and through them to the public, that arise from those activities.

Grant Making Policies

Updates to the grant making and social investment policy to guide the Trustee Directors' decisions in achieving the charitable objectives was approved by Trustee Directors on 9 February 2023. Grant-making is also guided by some further funding parameters (approved in November 2022) which allow Trustee Directors to properly select appropriate grantees and impose prudent terms on grants, including, as appropriate, monitoring and evaluation of the way in which funds are applied by grantees. The Trustee Directors' grant making policy was generally to consider making donations by way of direct

funding and also by way of grants to charitable organisations recognised as such in their respective jurisdictions, for projects that are exclusively charitable under English law.

3. ACHIEVEMENT AND PERFORMANCE

The main aims during the period were to:

1. Deliver a high-quality grants programme and understand the impact on the Charity's strategic goals over the first years of grant-making
2. Build the Charity's role as an expert children's mental health funder and respond to the needs of the sector
3. Monitor the Charity's investments against the objectives

During this period, the following was achieved:

Deliver a high quality grants programme

In 2024 the Charity considered a number of grants to advance the Charity's funding priorities detailed in section 2. The total of grants awarded in 2024 was £6.5m (2023: £7.1m) – made up of 34 grants (2023: 32). A full list of grants made in the year is below.

At the end of the year the Charity had made grants to 90 organisations since it started grant-making (2020). The Charity has actively pursued building partnerships with key organisations, awarding multiple grants to some charities and universities.

Across the Charity's strategic aims, some of the key grant activities were:

Resilience-building to prevent mental illness

The Charity focused on the prevention of poor mental health in the prior year, 2023. Trustee Directors continue to monitor grants made in that year to Young Minds, Action for Children and Kinship for supporting parents and other carers as a fundamental way to help young people as early as possible.

The Charity believes that youth work is a vital route to support young people and in 2024 made a large grant to UK Youth to create the Joined Up Institute and to pilot Youth First. The Joined Up Institute brings the many sectors who work with young people to scale up what is shown to be effective to improve their futures. Youth First is a new leadership programme to bring more young people into youth work.

The trust continued to monitor grants made in previous years to Onside Youth Zones and Oxfordshire Youth to ensure that youth workers can be an effective first port of call for young people in distress.

Improve young people's access to support

In the past year the Charity focused a number of grants on improving access to early support, when young people are already experiencing first symptoms of poor mental health. We believe in the effectiveness of getting help as soon as possible, but recognise that the statutory and voluntary provision is under huge pressure. Several funding rounds have sought to help alleviate this.

First, we have made two grants to charities offering support in a digital environment, which is one way to reach young people. Grants were made to 42nd Street to share their digital counselling platform with other charities and to Stem4 to ensure their mental health apps for young people are sustainable. Additionally we made a grant to the merger of Mental Health Innovations with The Mix, where we were encouraged to see two charities come together with plans to significantly expand their early, digitally-delivered support to young people.

Our next grant round focused on early support hubs which offer young people a place to go for help in their local area. We made grants to Centre 33 in Cambridgeshire, MAP in Norfolk, Cranstoun in the West Midlands, No Limits (South) in Hampshire and Creative Youth Network in Bristol.

Finally, we have seen the rise in teenagers, young women in particular, experiencing disordered eating, but not yet meeting the criteria for statutory services. We have made grants to charities offering early support: South Yorkshire Eating Disorder Association, Noa Girls, Renew Counselling, Brent Centre for Young People, Eating Distress North East, SWEDA and to the network of disordered eating charities, REDCAN. We were pleased to work alongside another funder, the Stone Family Foundation, to extend the funding available.

The Charity monitors the grants made in in 2022 and 2023 round to a number of talking therapy services (both in person and digitally delivered) and also in the field of social activities for anxiety and depression (“social prescribing”).

Build the evidence of what works to prevent and treat mental illness.

The Charity is committed to supporting both the research community and frontline charities in establishing what interventions are effective in prevention and early intervention for anxiety and depression. In the last year the Charity ran an open funding round, “What’s Working for Youth Mental Health” which offered grants to charities working with young people to strengthen the evaluation of their projects. Eight grants were made to Centre 33, the Childhood Bereavement Network, Gendered Intelligence, Open Door, Power2, The Wave Project, Catch 22 and Young Gloucestershire.

The grants made in the prior year to Prudence Trust Research Fellows are still in progress. The eight Fellows are pursuing research in adolescent mental health at the Charity’s four research partners (University of Bristol, University of Oxford, University College London and King’s College London). Trustee Directors were pleased to bring the Fellows together and hear about their work at a gathering in May.

- Naomi Warne and Laura Hull, University of Bristol
- Josefien Breedvelt and Stephanie Lewis, Kings College London
- Lucy Foulkes and Tessa Reardon, Oxford University
- Christina Carlisi and Sarah Griffiths, University College London

All grantees share half-yearly updates and meet with the staff team after each update. The trustees have an annual schedule of learning visits to current grantees to see the work, meet the team and learn about the needs and challenges which inform our future grant-making.

The full list of grants made across the year is below. All grants were made to registered charities or community interest companies.

Charity	Project	Grant
Mental Health: Accessing Support		
42nd Street	Sharing digital counselling platform with other charities	£517,500
Centre 33	Early support hubs	£513,530
Cranstoun	Early support hubs	£200,000
Creative Youth Network	Early support hubs	£288,798

MAP (Mancroft Advice Project)	Early support hubs	£384,000
No Limits (South)	Early support hubs	£407,537
Brent Centre for Young People	Disordered eating support	£192,778
Eating Distress North East	Disordered eating support	£171,990
Noa Girls	Disordered eating support	£180,000
Renew Counselling	Disordered eating support	£93,570
South Yorkshire Eating Disorder Association	Disordered eating support	£109,687
SWEDA	Disordered eating network, REDCAN	£36,650
SWEDA	Disordered eating support	£281,286
Mental Health Innovations	Merger with The Mix	£350,000
Norfolk and Waveney Mind	Counselling support	£70,000
stem4	Sustainability of mental health apps	£270,000
Youth Access	Core costs	£180,000
Action for M.E.	Core costs	£30,000
Amber Foundation	Staff at Downsview, Kent	£49,280
Mental Health: Prevention		
OnSide	Scoping a new Youth Zone model	£51,100
OnSide	Renewal of Wellbeing Programme	£366,259
Gardening with Disabilities	Return of unspent grant	(£9,510)
UK Youth	Youth First and the Joined Up Institute	£1,000,000
PROMISEWorks	Core costs	£30,000
Mental Health: Research		
Centre for Mental Health	Coalition for Children & Young People's Mental Health	£12,838
Catch22	Evaluation	£64,006
Centre 33	Evaluation	£88,677
Childhood Bereavement Network	Evaluation	£195,401
Gendered Intelligence	Evaluation	£60,001
Open Door, Young People's Consultation Service	Evaluation	£100,000
Power2	Evaluation	£80,572
The Wave Project	Evaluation	£48,680
Young Gloucestershire	Evaluation	£70,000
YoungMinds	Future Minds Campaign	£63,000
Other: Environment		
Royal Welsh Agricultural Society	Regenerative agriculture conference	£15,000
		£6,562,630

2. Build the Charity's role as an expert children's mental health funder and respond to the needs of the sector

In January the Charity had made over 100 grants since inception. Trustee Directors wanted to better understand the impact of the grants made to date to inform its future direction. An external review was commissioned, led by Bean Consulting, to examine this. Alongside this, a review of the funding landscape for adolescent mental health was also commissioned. Trustee Directors, supported by the Advisory Panel including our Young Advisors, came together in September and reflected on the findings to determine where the Prudence Trust is able to make the best use of its resources in future years. During the year Trustee Directors have developed the Charity's direction for 2025 to 2029.

The Charity has continued to build its connections with the sector during 2024. Two events have been hosted with other funders in the field: the Grant Funders' Network meeting and the Alliance of Mental Health Research Funders. The Prudence Trust brought together experts for a panel discussion on early support mental health hubs in May; hosted the Fund the Hubs Implementation Workshop; and was proud to sponsor the Lancet Commission on youth mental health in October.

Monitor investments against the objectives

The Investment & Audit Committee oversees the Charity's investments, supported by an investment consultant, JT Financial Management Limited. The Investment & Audit Committee is chaired by Trustee Director Bea Holland with further Director members Guy Elliott and Peter Bennett Jones and a further member Neil Robson.

During the year, as part of diversifying the Charity's assets, the Trustee Directors appointed a fourth investment manager. The details are outlined in the Financial Review.

4. FINANCIAL REVIEW

The Statement of Financial Activities on page 16 shows total incoming resources for the period of £3,510,321 (2023: £14,595,619) and expenditure on charitable activities of £7,229,464 (2023: £7,583,136). Direct charitable expenditure of £6,562,630 (2023: £7,085,716) was incurred in the year by way of awarding grants. Governance costs amounted to £19,552 (2023: £18,674) and are included within charitable activities. The balance of charitable activities comprised support costs totalling £647,282 (2023: £478,746). The increase in support costs was primarily driven by an increase in staff, office and administrative costs.

The Trust spent £1,115,134 (2023: £1,194,038) on investment management fees. The total reserve at 31 December 2024 amounted to £211,697,688 (2023: 196,852,333).

During 2024 the Charity held its investments across four portfolios. At 31 December 2024, 51.7% was held with Brown Advisory, 46.3% with Meridiem Investment Partners (UK) Limited, 1.9% held with Pantheon and 0.01% with Ruffer LLP. During 2024, the Trust redeemed its investments held with Ruffer, with proceeds being invested with Meridiem.

The investment managers operate under a discretionary mandate with advice provided by JTFM Limited.

As at 31 December 2024 the funds held with Brown Advisory appreciated 13.8% over the year on a time weighted return basis, Meridiem Investment Partners (UK) Limited appreciated 12.3% over the year on a time weighted return basis and Ruffer LLP depreciated by 6.5% over the year on a time weighted return basis. The total investment income for the year across all portfolios increased to £3,379,691 (2023: £2,347,704) as more interest yielding investments were held throughout the year.

The benchmark of inflation as measured by the UK Consumer Price Index ("CPI") plus 4.0% totalled 6.3% for the year, of which both Brown Advisory and Meridiem were able to outperform against a relatively high inflationary environment. The Trustee Directors have reviewed the performance of the portfolios and are satisfied with the returns to date given the wider economic volatility.

Pantheon Ventures (UK) LLP was appointed in October 2023 with the Trust committing to invest £30m into a Luxembourg domiciled fund with this manager over 13 years from date of investment. As at 31 December 2024, £4,237,305 (2023: nil) was invested with this manager and it is expected the total investment with this manager will not exceed 10% of total investment holdings over the long term.

Reserves policy and going concern

The Trustee Directors have examined the Charity's requirement for resources in light of the main risks to the organisation and have no outstanding commitments or cash demands which are not adequately covered by existing resources. The net unrestricted assets of the Charity are regarded as free reserves and the funds at 31 December 2024 will be retained to make grants in accordance with the Charity's charitable objects and any policies. The Trustee Directors consider that the freely expendable funds are appropriate and adequate taking into account plans for grants to be awarded in future years. The Trustee Directors have agreed that at least £10m of reserves is held in cash and/or liquid investments that can be realised and their settlement proceeds are available within 5 business days.

The geo-political and macro-economic effects of the war in Ukraine and the Middle East, rising costs, high interest rates and inflation continued to impact the Charity throughout 2024. Despite this backdrop, the Charity benefited from the US technology equity rally in the fourth quarter of 2024, contributing to an appreciation in the valuation of the Charity's investments of £19,670,445 (10.97%) during the year to 31 December 2024. Post year end the investment portfolio was affected by the global market volatility triggered by the US tariffs announcement In April 2025, with investment valuation declines of up to 10% and a subsequent recovery. The establishment of a liquidity reserve has enabled the Trust to reduce the impact of such volatility on withdrawals for funding grant payments. The Trustee Directors consider the adoption of the going concern basis in preparing these financial statements continues to be appropriate.

Investment Policy

The investment objective is to maintain and grow the real value of the assets and to generate stable, sustainable, distributable returns (capital and income), sufficient to at least maintain the purchasing power of those distributions.

The long-term total return objective is to achieve inflation as measured by UK Consumer Price Index ("CPI") plus 4.0% per annum to be measured over 5 year rolling periods.

Remuneration Policy

The Trust aims to ensure that staff are paid appropriately according to the nature of the work and the experience, knowledge and skills needed to carry out their job.

The Trust aims to remunerate at a median level or above when benchmarked against similar organisations in the sector. The Charity is committed to principles ensuring that pay and conditions of employment do not discriminate unlawfully and are free from bias.

The Trustees determine the salary for the Director and seek to pay a fair salary to attract and retain a skilled and expert senior leader for the organisation taking into account the median range for similar organisations in the UK Charity sector. Trustees ensure that the Director's performance is reviewed and reported at least annually by the Chair of the Board of Trustees. The Director is responsible for determining the salaries of other staff in line with the remuneration policy above and as approved in the budget.

5. PLANS FOR THE FUTURE

The Trustees do not propose to deviate from the current objectives as detailed in section 2 of this report. The strategic aims for the next five years have been determined as:

- Increase the availability of effective early support for young people and the adults around them.
- Raise the standard of evidence-based adolescent mental health support, and support implementation into practice.
- Support the youth mental health sector to be healthy, effective and influential.

Trustees have approved a grants plan to deliver on the areas of focus and a schedule of grant rounds until December 2026.

In the first months of 2025 the Charity has supported an initiative of four leading youth mental health charities to come together in the Future Minds campaign. The campaign held a parliamentary launch of its first report which makes the case for reform and investment in children's mental health. This work, which builds an evidence-based case to shape better policies for children and young people, will continue in 2025.

The Charity has two live funding rounds. The second year of its evaluation funding "What's Working for Young People's Mental Health" will focus on building data and evaluation capability and capacity in frontline charities working with young people's mental health. This is an open and competitive funding round. The second funding round is in the prevention of poor mental health by spending time in nature. The trustee Directors will award grants in these areas in June 2025.

The Charity is planning activities which bring charities and researchers in the field together to share knowledge and strengthen key skills, in particular evaluation of effectiveness.

The Charity continues to ensure that Trustees are informed about developments in adolescent mental health. The Trustee Board is supported by a Mental Health Advisory Panel which provides both regular guidance on strategic direction and input into grant-making recommendations. The composition of the panel is reviewed periodically to ensure it has the appropriate skills and perspectives to inform the work.

The Prudence Trust profile and networks will be built further with the aim of attracting high quality applications for open rounds and to identify opportunities for collaboration with other funders.

6. STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity is a trust governed by its declaration of trust dated 20 May 2019 and is registered as a charity with the Charity Commission for England and Wales.

The Charity is controlled by its sole corporate trustee, the Prudence Trust Company Ltd. The Charity resolved to appoint The Prudence Trust Company Ltd as sole corporate trustee in June 2020. Charity Commission approval for this appointment was received in September 2020.

The Trustee Directors liaise regularly and meet at least quarterly to discuss and develop the Charity's goals and strategy and to review grant proposals and general grant requests.

In 2020 the Trust appointed an investment and audit sub-committee with oversight of investment, audit, risk management and financial performance. The committee meets at least twice a year.

The number of Trustees shall be a minimum of three at any one time, or one Trustee if said Trustee is a Trust corporation, and new Trustees shall be appointed in writing by the Founding Trustee. The range of skills represented on the Trustee Board, and any sub committees, will be kept under review as the Charity's work develops.

Induction and Training

As part of their training, Trustee Directors are given an information pack which includes the Charity's Constitution. Trustee Directors are offered training on the Charity Commission guidance on Trustees' Responsibilities. All Trustee Directors are aware of their legal duties and obligations in respect of the management of the Charity, including in relation to the protection of its assets.

Statement of Trustees' Responsibilities

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

Law applicable to charities in England and Wales requires the Trustee to prepare financial statements for each financial year which give a true and fair view of the C

Charity's financial activities during the period and of its financial position at the end of the period. In preparing financial statements giving a true and fair view, the Trustee should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and statement of recommended practice have been followed, subject to any material 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 operation.

The Trustee is responsible for keeping proper accounting records that 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 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 Trustee Directors have signed fit and proper declarations in line with HMRC guidance.

Charity Governance Code

In addition, each alternate year the Trustee Directors give due consideration to Good Governance – A Code for the Voluntary and Community Sector, ensuring that the seven main principles of the Code are adhered to. These are:

- Understanding the Trustees' role;
- Doing what the organisation was set up to do;
- Working effectively;
- Control;
- Behaving with integrity;
- Equality, diversity and inclusion; and
- Openness and accessibility.

The Trustee recognises that good governance plays an essential part in securing the future of the Charity and confirm that the said main principles of the Code are followed by them in leading, directing and managing the Charity.

No Trustee Director received any remuneration during the year to 31 December 2023. The Trust does not undertake fundraising from the general public and does not use professional fundraisers or commercial participators. The income of the Trust is not bound by any regulatory scheme, and the Trust does not consider it necessary to comply with any voluntary code of practice relating to fundraising. As such, we have received no complaints in relation to any fundraising activities. As we do not approach individuals for the purpose of raising funds, we do not have specific requirements related to fundraising activities, nor do we consider it necessary to design specific procedures to monitor such activities.

Internal Controls

The Trustee has overall responsibility for ensuring that the Charity has appropriate systems of internal controls. They are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements follow best practice and all applicable law regulation and guidance. The Trustee is also responsible for the Charity safeguarding its assets and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The system of internal controls is designed to provide reasonable, but not absolute, assurance against material misstatement or loss.

Risk Management & Corporate Governance

A risk assessment has been performed during the preparation of this report and the Financial Statements. The risk assessment undertaken comprises of:

- A review of the risks the Charity faced during the period, since the period end and which it may face in the future;
- The establishment of systems and procedures to mitigate those risks; and

- The implementation of procedures designed to minimise any potential impact on the Charity should those risks materialise.

This continuing process will identify risk areas to which the Charity is vulnerable and highlight any necessary safeguards that will need to be put in place. The current version of the Charity's Risk Register was approved by the Board of Trustee Directors in January 2024.

The risk register is reviewed every six months by the Board. Mitigation plans are in place for all risks and are overseen by the Investment & Audit Committee.

Principle risks for the Charity were identified as:

- The market outlook remains unclear for the Trust's investment portfolio. The performance of each manager is overseen by the Investment & Audit Committee, supported by a specialist investment adviser.
- As the Charity makes larger single grant commitments, greater scrutiny needs to be given to due diligence, building confidence in the grant application, the Charity's financial stability and the grantee leadership's ability to manage risks related to grants.

Related Party Transactions

The Trust has no subsidiary undertakings and has not entered into any co-operation agreements with other Charities in pursuit of its charitable objectives. Where the Trust engages in a transaction with which one of the Trustee Directors is connected, the conflicted Trustee Director recuses themselves from the decision-making process. Any related party transactions are disclosed in note 13 to the Financial Statements.

Approved by the Trustee and signed on their behalf by:

Guy Elliott

Date: 12 June 2025

Director of the Prudence Trust Company Limited (Trustee)

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEE OF THE THE PRUDENCE TRUST

Opinion

We have audited the financial statements of The Prudence Trust (the 'Charity') for the year ended 31 December 2024 which comprise the statement of financial activities, balance sheet, statement of cash flows 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 FRS 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 31 December 2024 and of its incoming resources and application of resources, 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 Trustee's 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 Prudence Trust'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 Trustee 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 Trustee's annual report, other than the financial statements and our auditor's report thereon. The Trustee is 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. 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 requires us to report to you if, in our opinion:

- The information given in the Trustee's annual report is inconsistent in any material respect with the financial statements;
- Sufficient accounting records have not been kept; 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 Trustee

As explained more fully in the statement of Trustee's responsibilities set out in the Trustee's annual report, the Trustee is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustee determines 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 Trustee is 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 Trustee either intends to liquidate the Charity or to cease operations, or has 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.

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 are set out below.

Capability of the audit in detecting irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- We enquired of management and the audit and investment committee, which included obtaining and reviewing supporting documentation, concerning the Charity's policies and procedures relating to:
 - ☐ Identifying, evaluating, and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - ☐ Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected, or alleged fraud;
 - ☐ The internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations.
- We inspected the minutes of meetings of those charged with governance.
- We obtained an understanding of the legal and regulatory framework that the Charity operates in, focusing on those laws and regulations that had a material effect on the financial statements or that had a fundamental effect on the operations of the Charity from our professional and sector experience.
- We communicated applicable laws and regulations throughout the audit team and remained alert to any indications of non-compliance throughout the audit.
- We reviewed any reports made to regulators.
- We reviewed the financial statement disclosures and tested these to supporting documentation to assess compliance with applicable laws and regulations.
- We performed analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.

- In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments, assessed whether the judgements made in making accounting estimates are indicative of a potential bias and tested significant transactions that are unusual or those outside the normal course of business.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Charity's Trustee as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the Charity's Trustee 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 Trustee as a body, for our audit work, for this report, or for the opinions we have formed.

Date: 23 June 2025

Sayer Vincent LLP, Statutory Auditor

110 Golden Lane, LONDON, EC1Y 0TG

Sayer Vincent LLP is eligible to act as auditor in terms of section 1212 of the Companies Act 2006

THE PRUDENCE TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR TO 31 DECEMBER 2024

	Note	Unrestricted Funds 2024 £	Restricted Funds 2024 £	Total Funds 2024 £	Total Funds 2023 £
Income from:					
Donations	2	113,100	-	113,100	12,231,475
Investments	3	1,173,241	2,206,450	3,379,691	2,347,704
Charitable activities		17,530	-	17,530	16,440
Total Income		1,303,871	2,206,450	3,510,321	14,595,619
Expenditure on:					
Charitable activities	4	748,162	6,481,302	7,229,464	7,583,136
Raising funds: investment management	6	456,114	659,020	1,115,134	1,194,038
Total Expenditure		1,204,276	7,140,322	8,344,598	8,777,174
Net(expenditure)/ income before gains on investments		99,595	(4,933,872)	(4,834,277)	5,818,445
Net gains on investments	7	6,802,826	12,867,619	19,670,445	13,814,632
Net income		6,902,421	7,933,747	14,836,168	19,633,077
Other recognised gains/(losses)		9,195	(8)	9,187	59,428
Net movement in funds		6,911,616	7,933,739	14,845,355	19,692,505
Reconciliation of funds:					
Total funds brought forward		68,856,784	127,995,549	196,852,333	177,159,827
Total funds carried forward		75,768,400	135,929,288	211,697,688	196,852,333

All of the above results are derived from continuing activities. There were no recognised gains and losses for either period other than those stated above. Movement in funds are disclosed in Note 15 to the Financial Statements. A comparative Statement of Financial Activity is included as Note 17.

THE PRUDENCE TRUST

BALANCE SHEET

AS AT 31 DECEMBER 2024

	Note	2024 £	2023 £
Fixed assets			
Investments and cash under management	7	218,220,742	200,310,491
Tangible Assets	8	8,618	4,735
Total fixed assets		<u>218,229,360</u>	<u>200,315,226</u>
Current assets			
Debtors	9	47,826	747,703
Cash at bank		3,146,924	5,930,893
Total Current Assets		<u>3,194,750</u>	<u>6,678,596</u>
Current liabilities			
Creditors - amounts falling due within one year	10	(6,216,651)	(6,187,756)
Net current (liabilities)/ assets		<u>(3,021,901)</u>	<u>490,840</u>
Total assets less current liabilities		215,207,459	200,806,066
Non-current liabilities			
Creditors – amounts falling due in more than one year	11	(3,509,771)	(3,953,733)
Total net assets		<u>211,697,688</u>	<u>196,852,333</u>
The funds of the Charity:			
Unrestricted funds		75,768,400	68,856,784
Restricted funds		135,929,288	127,995,549
Total charity funds		<u>211,697,688</u>	<u>196,852,333</u>

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

Guy Elliott

Director of Prudence Trust Company Limited
(Trustee)

Beatrice Hollond

Director of Prudence Trust Company Limited
(Trustee)

Date: 12 June 2025

THE PRUDENCE TRUST
STATEMENT OF CASH FLOWS
FOR THE YEAR TO 31 DECEMBER 2024

	Note	2024	2023
		£	£
Net cash flow from Operating Activities			
Net movement in funds for the year		14,845,355	19,692,506
Less: Investment income and deposit interest		(3,379,691)	(2,347,704)
Depreciation charge	8	2,943	1,578
Net (gain) / loss on investment assets		(19,670,445)	(13,814,632)
Decrease/ (increase) in debtors		699,877	(724,532)
(Increase) / decrease in creditors		(415,068)	2,567,208
		<u>(7,917,029)</u>	<u>5,374,424</u>
Cash flows from investing activities			
Investment income	3	3,379,691	2,347,704
Purchase of tangible assets		(6,826)	-
Purchase of investments		(127,529,943)	(61,063,939)
Proceeds from sale of investments	7	129,216,064	55,162,255
		<u>5,058,986</u>	<u>(3,553,980)</u>
Change in cash and cash equivalents in the year		<u><u>(2,858,043)</u></u>	<u><u>1,820,444</u></u>
Reconciliation of net cash flow to movement in net funds			
Net cash resources at 1 January 2024		16,393,489	14,573,045
Net increase in cash		<u>(2,858,043)</u>	<u>1,820,444</u>
Net cash resources at 31 December 2024		<u><u>13,535,446</u></u>	<u><u>16,393,489</u></u>
Analysis of net funds:			
Cash held in investment portfolio	7	10,388,522	10,462,596
Cash at Bank		<u>3,146,924</u>	<u>5,930,893</u>
		<u><u>13,535,446</u></u>	<u><u>16,393,489</u></u>

THE PRUDENCE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR TO 31 DECEMBER 2024

1. ACCOUNTING POLICIES

Basis of Preparation of Financial Statements

The Prudence Trust ("the Trust"), registered charity number 1187700, is based and administered in the United Kingdom. The registered address is 32 Sackville Street, London, W1S 3EA. The nature of the Trust's operations and principal activities are set out in the Trustees' Annual Report.

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 (FRS 102) ("Charities SORP FRS 102"), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and where relevant, the Charities Act 2023, and UK Generally Accepted Accounting Practice.

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 Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Trust constitutes a public benefit entity as defined by Charities SORP FRS 102.

The significant 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.

In applying the financial reporting framework, the Trustee has made a number of subjective judgements, for example in respect of significant accounting estimates. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The nature of the estimation means the actual outcomes could differ from those estimates. Any significant estimates and judgements affecting these financial statements are detailed within the relevant accounting policy below.

Incoming Resources

Investment income is derived from interest and dividends receivable from investments and is accounted for in the period in which the Trust is entitled to receipt. Interest from deposit accounts are included as and when received only. All incoming resources are included in the SOFA when the Trust is entitled to the income and the amount can be quantified with reasonable accuracy.

Voluntary donations include donations under Gift Aid with the associated tax credits included when receivable. Interest from deposit accounts are included when received.

Resources Expended

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation committing the Trustee to the expenditure. Irrecoverable VAT is charged against the activity for which expenditure was incurred.

Charitable activities include governance costs made during the period and are expended through the SOFA when the offer is conveyed to the recipient.

Cost of raising funds relate to the costs incurred by the Trust in managing its investment portfolios.

Governance costs relating to the general running of the Trust, as opposed to the management functions inherent in generating funds.

Grants payable

Grants payable are made to third parties in furtherance of the Trust's objects. Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the Trustee has agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and that any condition attaching to the grant is outside of the control of the Trust.

Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. Any change in fair value will be recognised in the statement of financial activities. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading "Net gains/ (losses) on investments" in the statement of financial activities. The Trust does not trade in options, derivatives or other complex financial instruments. However the Trust's investment managers may trade in such financial instruments as part of their investment portfolio management.

Tangible fixed assets

Items of equipment are capitalised where the purchase price exceeds £1,000. Depreciation costs are allocated to activities on the basis of the use of the related assets in those activities. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

Tangible fixed assets are included at their cost value and depreciated using the straight line method over 5 years.

Status of funds

Restricted funds are to be used for specific purposes as laid down by the donor. Income arising from the investment of those funds and expenditure which meets the criteria set out by the donor is charged to the fund.

Unrestricted funds are donations and other incoming resources received or generated for the charitable purposes.

Foreign currency

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Transactions denominated in foreign currencies are converted at the rate of

exchange ruling at the date of the transaction. All translation differences are taken to the statement of financial activities as they arise.

Taxation

The Trust is not subject to any taxes on its charitable activities.

Debtors and creditors receivable / payable

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised as expenditure.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held on call with banks, other short-term highly liquid investments with original maturities of three months or less and bank overdrafts.

Provisions

Provisions are recognised when the Trust has an obligation at the Balance Sheet date and, as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

Going concern

The Trustee Directors consider the adoption of the going concern basis in preparing these financial statements continues to be appropriate.

For the year ended 31 December 2024			
2. INCOME FROM DONATIONS	Unrestricted	Restricted	Total 2024 £
Donations received	113,100	-	113,100
	<u>113,100</u>	<u>-</u>	<u>113,100</u>

For the year ended 31 December 2023

	Unrestricted	Restricted	Total 2023 £
Donations received	82,800	12,148,675	12,231,475
	<u>82,800</u>	<u>12,148,675</u>	<u>12,231,475</u>

For the year ended 31 December 2024			
3. INCOME FROM INVESTMENTS	Unrestricted	Restricted	Total 2024 £
UK quoted securities income	108,449	415,162	523,611
Overseas quoted securities income	847,818	1,387,618	2,235,436
Bank interest	216,974	403,670	620,644
	<u>1,173,241</u>	<u>2,206,450</u>	<u>3,379,691</u>

For the year ended 31 December 2023

	Unrestricted	Restricted	Total 2023 £
UK quoted securities income	35,878	103,100	138,978
Overseas quoted securities income	781,114	1,002,897	1,784,011
Deposit interest	172,455	252,260	424,715
	<u>989,447</u>	<u>1,358,257</u>	<u>2,347,704</u>

4. EXPENDITURE ON CHARITABLE ACTIVITIES

Grants expended:

The Trust awarded grants totalling £6,562,630 to thirty four UK registered charities during the year to 31 December 2024 (Current year list is shown in the Annual Report of the Trustees) (2023: £7,085,716 to twenty four UK registered charities (note 18)). The grants awarded were in the following areas of focus of the Trust with the cumulative amount per area shown:

	Total 2024 £	Total 2023 £
Mental Health: Research	783,175	3,722,716
Mental Health: Access to support	4,326,606	380,000
Mental Health: Prevention	1,447,359	2,703,000
Environment	15,000	290,000
Cancelled Grants – Mental health: Access to support	(9,510)	(10,000)
	<hr/>	<hr/>
Total Grants expended	6,562,630	7,085,716

Grants have been awarded from restricted and unrestricted funds as follows:

Restricted	6,481,302	904,516
Unrestricted	81,328	6,181,200
	<hr/>	<hr/>
	6,562,630	7,085,716

Support Costs:

Staff costs (note 5)	367,344	282,686
Office and Admin costs	150,348	125,053
Professional fees	119,227	70,473
Travel, Events and Subsistence	10,363	534
	<hr/>	<hr/>
Total Support costs	647,282	478,746

Support costs are allocated between restricted and unrestricted funds as follows:

Restricted	-	820
Unrestricted	647,282	477,926
	<hr/>	<hr/>
	647,282	478,746

	Total 2024 £	Total 2023 £
Governance Costs:		
Legal fees	5,602	7,814
Audit fees	13,950	10,860
	<hr/>	<hr/>
Total Governance costs:	19,552	18,674
	<hr/>	<hr/>
Governance costs are allocated to unrestricted funds.		
	<hr/>	<hr/>
Total Charitable activities	7,229,464	7,583,136
	<hr/>	<hr/>

Auditor remuneration in respect of their audit of the Financial Statements for the year to 31 December 2024 totalled £11,550 excluding VAT. (2023: 11,000 excluding VAT)

5. STAFF COSTS

During the year to 31 December 2024, the average number of employees was 5 (2023: 4). The associated costs of employment are as follows:

	Total 2024 £	Total 2023 £
Gross Salaries	287,624	229,005
Employers Social Security	33,966	26,582
Employers Pension contribution	30,490	24,626
Staff benefits and insurance	15,264	2,473
	<hr/>	<hr/>
	367,344	282,686
	<hr/>	<hr/>

The total amount of benefit received by key management personnel was £157,500 (2023: £142,623). Key management personnel represent the Trustees and the Foundation Director. One employee earned between £120,000 and £130,000 during the year (2023: 1 earned between £110,000 and £120,000)

For the year ended 31 December 2024

6. EXPENDITURE ON INVESTMENT MANAGEMENT	Unrestricted	Restricted	Total 2024 £
JTFM Limited – Financial consultant	47,700	-	47,700
Meridiem Investment management fees	269,329	192,076	461,405
Ruffer LLP Investment management fees	139,085	213,940	353,025
Brown Advisory investment management fee	-	253,004	253,004
	<u>456,114</u>	<u>659,020</u>	<u>1,115,134</u>

For the year ended 31 December 2023

	Unrestricted	Restricted	Total 2023
JTFM Limited – Financial consultant	45,900	-	45,900
Meridiem Investment management fees	261,782	121,598	383,380
Ruffer LLP Investment management fees	-	443,801	443,801
Brown Advisory investment management fee	132,587	188,370	320,957
	<u>440,269</u>	<u>753,769</u>	<u>1,194,038</u>

7. FIXED ASSET INVESTMENTS	2024	2023
	£	£
Quoted investments	203,594,914	189,847,895
Unquoted investments	4,237,306	-
Cash held as part of portfolios	10,388,522	10,462,596
	<u>218,220,742</u>	<u>200,310,491</u>
Total investments and cash under management		
	<u>19,670,445</u>	<u>13,814,632</u>
Net gain/(loss) on investments		
Market value at 1 January	189,847,896	170,131,580
Additions at cost	127,529,943	61,063,939
Disposals	(129,216,064)	(55,162,255)
Net realised investment gain/ (loss)	4,546,169	(1,897,319)
Net unrealised investment gain	15,124,276	15,711,951
	<u>207,832,220</u>	<u>189,847,896</u>
Market Value at 31 December		

The Trust has unaccrued investment commitments of £25m at 31 December 2024 (2023: £28m).

	2024	2023
	£	£
8. TANGIBLE FIXED ASSET		
Fixtures, fittings and equipment at cost		
Balance at 1 January	8,402	8,402
Additions	6,826	-
Balance at 31 December 2024	15,228	8,402
Accumulated depreciation		
Balance at 1 January	3,667	2,089
Charge for the year	2,943	1,578
Balance at 31 December 2024	6,610	3,667
Net Book Value at 31 December 2024	8,618	4,735

Tangible fixed assets are depreciated over a five year period using the straight line method.

The fixed assets are still being used by the Trust.

9. DEBTORS	2024	2023
	£	£
Investments Awaiting Settlement	-	716,670
Accrued Income	17,530	18,990
Accounts Receivable	18,990	-
Prepayments	11,306	12,043
	47,826	747,703

10. CREDITORS - amounts falling due within one year	2024	2023
	£	£
Accounts payable	21,470	310,517
Accruals	298,646	18,825
Grants payable	5,896,535	5,141,743
Investment commitment	-	716,670
	6,216,651	6,187,755

11. CREDITORS - amounts falling due in more than one year**2024
£****2023
£**

Grants payable

3,509,771

3,953,733

12. GRANTS PAYABLE

During the year the Trustees awarded thirty four new multi-year commitments. The following amounts outstanding as at 31 December 2024:

Organisation

	Amount falling due within one year	Amount falling due in more than one year	Total £
UK Youth	650,000	-	650,000
Kinship	310,012	-	310,012
Centre 33	256,765	256,765	513,530
YoungMinds	217,240	-	217,240
No Limits (South)	203,769	203,769	407,538
Kings College London Fellowship	200,000	200,000	400,000
University College London Fellowship	200,000	200,000	400,000
MAP (Mancroft Advice Project)	192,000	192,000	384,000
Action for Children	178,333	-	178,333
University College London	146,467	-	146,467
Creative Youth Network	144,399	144,399	288,798
The Centre for Young Lives c/o Oasis Community Partnerships	128,000	-	128,000
42nd Street	126,600	152,500	279,100
Kings College London Fellowship	125,000	-	125,000
University of Oxford Fellowship	125,000	-	125,000
OnSide	121,981	129,203	251,184
East London Dance	115,517	-	115,517
Mental Health Innovations	115,000	-	115,000
Bristol University Fellowship	100,000	-	100,000
Cranstoun	100,000	100,000	200,000
The Wave Project	100,000	-	100,000
Childhood Bereavement Network	97,701	-	97,701
Oxford University	97,077	-	97,077
MQ	96,862	116,682	213,544
Empire Fighting Chance	96,590	-	96,590
SWEDA	93,762	187,524	281,286
The Music Works	92,682	-	92,682

Stem4	90,000	90,000	180,000
Youth Access	90,000	90,000	180,000
Oxfordshire Youth	88,200	-	88,200
OnSide	83,057	-	83,057
Young Roots	82,831	-	82,831
Raw Material Music and Media	74,250	81,965	156,215
Bristol University	66,549	-	66,549
OTR Bristol	66,337	-	66,337
Groundwork London	65,938	-	65,938
Brent Care for Young People	64,259	128,519	192,778
YoungMinds	63,000	-	63,000
Noa Girls	60,000	120,000	180,000
Eating Distress North East	57,330	114,660	171,990
Dose of Nature	50,000	-	50,000
The Listening Place	50,000	-	50,000
University College London Fellowship	50,000	-	50,000
Centre 33	44,339	-	44,339
Power2	40,286	-	40,286
SWEDA	36,650	-	36,650
South Yorkshire Eating Disorder Association	36,562	73,125	109,687
Norfolk & Waveney Mind	35,000	-	35,000
Renew Counselling	31,190	62,380	93,570
Action for M.E	30,000	-	30,000
Comics Youth	30,000	-	30,000
Designs in Mind	30,000	-	30,000
Global Canopy	25,000	25,000	50,000
Young Gloucestershire	25,000	-	25,000
Bristol University Fellowship	-	441,280	441,280
University of Oxford Fellowship	-	400,000	400,000
	<u>5,896,535</u>	<u>3,509,771</u>	<u>9,406,306</u>

13. RELATED PARTY TRANSACTIONS

During the year one donation for £100,000 (2023: £264,916) was paid to Anna Freud Centre where the spouse of one of the Trustee Directors, Julia Samuel, is the Chair. Julia recused herself from the decision-making process related to this grant.

A Trustee Director received a reimbursement of expense for the amount of £70 during the year to 31 December 2024 (2023: £nil).

Trustee Liability insurance of £8,207 was paid by the Charity on behalf of the Trustee Director (2023: £6,186)

A Trustee Director, Beatrice Hollond is a Non-Executive Director of Brown Advisory. Beatrice Hollond recused herself from any decisions made in relation to Brown Advisory. Fees payable to Brown are disclosed in note 6.

During the year, a Trustee received the services of one of the employees of the Trust. The terms and provisions of these services were agreed by way of a consultancy agreement with fees charged to the Trustee that are above the cost incurred by the Trust in providing these services and agreed with the Trustee and the Trust at arm's length. The fee income for the Trust for the year was £17,530 (2023 £16,440).

Aggregate donations from related parties were £Nil (2023: £Nil).

14. ULTIMATE CONTROLLING PARTY

The Trustee Directors consider that the Trust is jointly controlled by the Directors of The Prudence Trust Company and therefore there is no one ultimate controlling party.

15. FUNDS	Balance brought forward £	Income and Gains £	Expenditure and Losses £	Balance carried forward £
For the year ended 31 December 2024:				
Unrestricted	68,856,784	8,115,892	(1,204,276)	75,768,400
Restricted	127,995,549	15,074,068	(7,140,329)	135,929,288
	<u>196,852,333</u>	<u>23,189,960</u>	<u>(8,344,605)</u>	<u>211,697,688</u>
For the year ended 31 December 2023:				
Unrestricted	66,134,894	9,941,101	(7,219,211)	68,856,784
Restricted	111,024,933	18,629,721	(1,659,105)	127,995,549
	<u>177,159,827</u>	<u>28,570,822</u>	<u>(8,878,316)</u>	<u>196,852,333</u>

For the year ended 31 December 2024			
Analysis of net assets between funds:	Unrestricted £	Restricted £	Total 2024 £
Fixed assets	76,041,664	142,187,696	218,229,360
Debtors	47,826	-	47,826
Cash at Bank	172,829	2,974,095	3,146,924
Creditors	(493,919)	(9,232,503)	(9,726,422)
Total Funds	<u>75,768,400</u>	<u>135,929,288</u>	<u>211,697,688</u>

For the year ended 31 December 2023

	Unrestricted	Restricted	Total
	£	£	2023
			£
Fixed assets	75,083,505	125,231,721	200,315,226
Debtors	747,703	-	747,703
Cash at Bank	848,934	5,081,959	5,930,893
Creditors	(7,823,358)	(2,318,131)	(10,141,489)
	<u>68,856,784</u>	<u>127,995,549</u>	<u>196,852,333</u>
Total Funds			

Restricted funds are to be used for specific purposes as laid down by the donor and must be used to furthering the charitable objectives and not for day to day operations of the Trust.

Income arising from the investment of those funds and expenditure which meets the criteria set out by the donor is charged to the fund.

16. FINANCIAL INSTRUMENTS

2024

2023

£

£

The carry amounts of the Trust's financial instruments are as follows:

Financial assets

Measured at fair value through SOFA:

-Fixed asset investments	207,832,220	189,847,895
-Tangible Fixed assets	8,618	4,735
-Cash under management	10,388,522	10,462,596
-Cash at bank and in hand	3,146,924	5,930,893

Financial liabilities

Measured at amortised cost

-Creditors	<u>9,726,422</u>	<u>10,141,489</u>
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The net gains attributable to the Trust's financial instruments are summarised as follows:

Income and expense

Measured at fair value through SOFA:

-Net gains (including changes in fair value)	<u>19,679,632</u>	<u>13,874,060</u>
----------------------------------------------	-------------------	-------------------

17. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £
Income from:			
Donations	82,800	12,148,675	12,231,475
Investments	989,447	1,358,257	2,347,704
Charitable activity	16,440	-	16,440
Total Income	1,088,687	123,506,932	14,595,619
Expenditure on:			
Charitable activities	6,677,800	905,336	7,583,136
Raising funds: investment management	440,269	753,769	1,194,038
Total Expenditure	7,118,069	1,659,105	8,777,174
Net income before gains on investments	(6,029,382)	11,847,827	5,818,445
Net gains on investments	8,852,414	4,962,218	13,814,632
Net income	2,823,032	16,810,045	19,633,077
Other recognised losses	(101,142)	160,571	59,428
Net movement in funds	2,721,890	16,970,616	19,692,505
Reconciliation of funds:			
Total funds brought forward	66,134,894	111,024,933	177,159,827
Total funds carried forward	68,856,784	127,995,549	196,852,333

18. **COMPARATIVE GRANT AWARDS**

Grants awarded for the year ended 31 December 2023 were:

Mental Health: Access to Support		
AT The Bus	Delivery of a new business plan	£150,000
Open Door, Young People's Consultation Service	Core costs	£40,000
Climbing Out	Residential outdoor programme with coaching	£10,000
Somerset and Wessex Eating Disorder Association	Continuation of counselling	£30,000
The Listening Place	Support for young people with suicidal feelings	£150,000
Mental Health: Prevention		
OnSide Youth Zones	Training and supervision for youth workers	£252,180
Oxfordshire Youth	Training and support for youth workers	£264,600
Action for Children	Expansion of parent help line services	£535,000
Kinship	Mental health support	£505,490
YoungMinds	Expansion of parent help line services	£651,720
Young Vic	Community programme for young people	£30,000
East London Dance	Youth programmes & staff wellbeing	£225,000
Place2Be	Children's Mental Health Week 2024	£34,210
Samaritans	Online chat evaluation & relaunch education resources	£174,800
Winston's Wish	Core costs	£30,000
Mental Health: Research		
University of Bristol	Prudence Trust Fellow Cohort 2 - Laura Hull	£600,000
King's College London	Prudence Trust Fellow Cohort 2 - Stephanie Lewis	£600,000
University of Oxford	Prudence Trust Fellow Cohort 2 - Tessa Reardon	£600,000
University College London	Prudence Trust Fellow Cohort 2 - Sarah Griffiths	£600,000
University of Bristol	Prudence Trust Fellow - Cohort 1 additional research costs	£75,000
King's College London	Prudence Trust Fellow - Cohort 1 additional research costs	£75,000
University of Oxford	Prudence Trust Fellow - Cohort 1 additional research costs	£74,266
University College London	Prudence Trust Fellow - Cohort 1 additional research costs	£74,615
Education Policy Institute	Research - Mapping mental health and wellbeing services	£80,000
Maudsley Charity	Eye Tracking Suite at Pears Maudsley Centre	£250,000
MQ	Review of research on mental health and the internet	£35,888
MQ	Improving Child and Adolescent Mental Health referral process	£357,031
The Centre for Young Lives c/o Oasis Community Partnerships	Centre for Young Lives mental health work	£256,000

Anna Freud	Developing and promoting manifesto	£44,916
Create	Return of unspent grant	(£10,000)
Environment		
Royal Welsh Agricultural Society	Regenerative agriculture conference	£15,000
Sustainable Food Trust	Strategy advisor to support global advocacy for regenerative agriculture	£200,000
Global Canopy	Core costs	£75,000
		£7,085,716

19. KEY SERVICE PROVIDERS

Bankers:

C Hoare & Co

37 Fleet Street, Temple. London, EC4Y 1BT

Investment Managers:

Brown Advisory

18 Hanover Square, 1st Floor, London, W1S 1JY

Meridien Investment Partners (UK) Limited

Riverside House, 2a Southwark Bridge Road, London, SE1 9HA

Pantheon Ventures (UK) LLP

10 Finsbury Square, 4th Floor, London, EC2A 1AF

Ruffer LLP,

80 Victoria Street, London SW1E 5JL

Solicitors:

Womble Bond Dickinson

4 More London Riverside, Greater London, SE1 2AU

Accountants:

Rawlinson & Hunter LLP

Eighth Floor, 6 New Street Square, New Fetter Lane, London, EC4A 3AQ

Independent Auditor:

Sayer Vincent LLP

110 Golden Lane, London, EC1Y 0TG