

Charity registration number 1193635 (England and Wales)

THE FLETCHER-SMILLIE FOUNDATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2024

THE FLETCHER-SMILLIE FOUNDATION

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THE FLETCHER-SMILLIE FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	J Fletcher OBE N Smillie A Golightly
Charity number	1193635
Registered office	c/o PM+M Solutions for Business LLP New Century House Greenbank Technology Park Challenge Way Blackburn Lancashire BB1 5QB
Portfolio Managers	Bank Julius Baer & Co. Ltd No 1, The Plaza Elizabeth Avenue Guernsey GY1 4BS

THE FLETCHER-SMILLIE FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2024

The Trustees present their annual report and financial statements for the year ended 5 April 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

Public benefit

The objects of the CIO are to advance such charitable purposes (according to the law of England and Wales) as the trustees see fit from time to time, in particular, but not limited to:

1. The prevention or relief of poverty for the public benefit by assisting, in such way as the charity trustees see fit, other organisations whose aims include:

- a. providing grants, items and services to individuals in need and/or charities, or other organisations working to prevent or relieve poverty,
- b. undertaking and supporting research into factors that contribute to poverty and the most appropriate ways to mitigate these;

2. The advancement in life and help for young people for the public benefit by assisting, in such way as the charity trustees see fit, other organisations whose aims include providing support and activities which help young people overcome disadvantage and lack of opportunity, in order that they may realise their potential and enjoy healthy and fulfilling lives and enable them to participate in society as mature and responsible individuals;

3. The advancement of animal welfare for the public benefit by assisting, in such way as the charity trustees see fit, such organisations whose aims include promoting humane behaviour towards animals by providing appropriate care, protection, treatment and security for animals which are in need of care and attention by reason of sickness, maltreatment, poor circumstances or ill usage and to educate the public in matters pertaining to animal welfare in general and the prevention of cruelty and suffering among animals;

4. The advancement of environmental protection or improvement for the public benefit by assisting, in such way as the charity trustees see fit, such organisations whose aims include the education of the public in the conservation, protection and improvement of the physical and natural environment (including but not limited to promoting biological diversity); and

5. The relief of financial need and suffering among victims of natural or other kinds of disaster for the public benefit by assisting, in such way as the charity trustees see fit, organisations whose aims include providing support in the form of money (or other means deemed suitable) for persons, bodies, organisations and/or countries affected.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

Significant activities and achievements against objectives

Details of the income and expenditure during the year and the balance sheet at 5 April 2024 are set out in pages 5 and 6.

THE FLETCHER-SMILLIE FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

Financial review

Reserves policy

During the period the charitable income and fair value movements exceeded the charity's expenses by £115,102 (2023 - charity's expenses and fair value movements exceeded charitable income £48,499).

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Structure, governance and management

The charity is a Charitable Incorporated Organisation (CIO) and is entered onto the Charity register for England and Wales.

The Trustees who served during the year and up to the date of signature of the financial statements were:

J Fletcher OBE

N Smillie

A Golightly

Recruitment and appointment of trustees

The responsibility to appoint new trustees is held by the existing trustees.

Other

The trustees consider that all the major strategic, business and operational risks to which the charity is exposed, as identified by the trustees, have been reviewed and procedures have been put in place to mitigate those risks.

The charity's investment policy is to achieve a balance between capital growth and rising income, over the medium to long term.

Donations are made from the annual income of the charity, after careful consideration by the trustees of applications received throughout the year.

The trustees regularly consult with their financial and stockbroking advisers, Julius Baer, before any changes are made to the investment portfolio.

Grant policy and organisational structure

All charitable expenditure is regularly reviewed and approved by the trustees. The funds are fully committed throughout 2024.

The trustees' report was approved by the Board of Trustees.



N Smillie
Trustee

4 February 2025

THE FLETCHER-SMILLIE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2024

	Notes	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Income from:			
Investments	3	12,998	9,475
Charitable activities	4	12,464	11,167
Net gains/(losses) on investments	8	137,584	(66,664)
Net income/(expenditure)		138,118	(68,356)
Other recognised gains and losses:			
Other gains/(losses)	10	(23,016)	19,857
Net movement in funds		115,102	(48,499)
Reconciliation of funds:			
Fund balances at 6 April 2023		890,342	938,841
Fund balances at 5 April 2024		1,005,444	890,342

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

THE FLETCHER-SMILLIE FOUNDATION

STATEMENT OF FINANCIAL POSITION

AS AT 5 APRIL 2024

	Notes	2024 £	£	2023 £	£
Fixed assets					
Investments	11		940,327		851,845
Current assets					
Cash at bank and in hand		70,667		45,097	
Creditors: amounts falling due within one year	13	(5,550)		(6,600)	
Net current assets			65,117		38,497
Total assets less current liabilities			1,005,444		890,342
The funds of the charity					
Unrestricted funds	14		1,005,444		890,342
			1,005,444		890,342

The financial statements were approved by the Trustees on 4 February 2025



N Smillie
Trustee

THE FLETCHER-SMILLIE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2024

1 Accounting policies

Charity information

The Fletcher-Smillie Foundation is a Charitable Incorporated Organisation registered at the Charities Commission in England and Wales.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements 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 Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

THE FLETCHER-SMILLIE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

1 Accounting policies

(Continued)

1.5 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 are allocated on the portion of the asset's use.

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.8 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

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

Basic financial liabilities

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

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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

THE FLETCHER-SMILLIE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

1 Accounting policies

(Continued)

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

2 Critical accounting estimates and judgements

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

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

3 Income from investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Income from listed investments	12,714	9,475
Interest receivable	284	-
	<u>12,998</u>	<u>9,475</u>

4 Expenditure on charitable activities

	Investments 2024 £	Investments 2023 £
Direct costs		
Foreign taxation	1,995	1,772
Portfolio management and administration fees	6,817	6,695
	<u>8,812</u>	<u>8,467</u>
Share of support and governance costs (see note 5)		
Governance	3,652	2,700
	<u>12,464</u>	<u>11,167</u>
Analysis by fund		
Unrestricted funds	<u>12,464</u>	<u>11,167</u>

THE FLETCHER-SMILLIE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

5 Support costs allocated to activities

	2024 £	2023 £
Governance costs	3,652	2,700
Analysed between:		
Investments	3,652	2,700

6 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

7 Employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
Total	-	-

There were no employees whose annual remuneration was more than £60,000.

8 Gains and losses on investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Gains/(losses) arising on:		
Revaluation of investments	155,564	(45,797)
Sale of investments	(17,980)	(20,867)
	137,584	(66,664)

9 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

10 Other gains and losses

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Gains/(losses) upon:		
Foreign exchange	23,016	(19,857)

THE FLETCHER-SMILLIE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2024

11 Fixed asset investments

	Unlisted investments £
Cost or valuation	
At 6 April 2023	851,845
Additions	359,348
Valuation changes	132,547
Disposals	(403,413)
At 5 April 2024	940,327
Carrying amount	
At 05 April 2024	940,327

12 Financial instruments

	2024 £	2023 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	940,327	851,845

13 Creditors: amounts falling due within one year

	2024 £	2023 £
Accruals and deferred income	5,550	6,600

14 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 6 April 2023 £	Incoming resources £	Resources expended £	Gains and losses £	At 5 April 2024 £
General funds	890,342	12,998	(12,464)	114,568	1,005,444
Previous year:	At 6 April 2022 £	Incoming resources £	Resources expended £	Gains and losses £	At 5 April 2023 £
General funds	938,841	9,475	(11,167)	(46,807)	890,342

THE FLETCHER-SMILLIE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2024

15 Related party transactions

There were no disclosable related party transactions during the year (2023 - none).