
THE LEWIN TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

THE LEWIN TRUST

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THE LEWIN TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2023

Trustees	M J Kinton, Chair C R Kinton, Trustee M C Kinton, Trustee R M Kinton, Trustee J H Brown, Trustee R C Sinfield, Trustee M A Goudge, Trustee
Charity registered number	1197855
Principal office	Unit 1, Chuck-a-Bush Farm Royston Road Whittlesford Cambridge CB3 9DU
Independent auditors	CLA Evelyn Partners Limited Stonecross Trumpington High Street Cambridge CB2 9SU
Bankers	Lloyds Bank 25 Gresham Street London EC2V 7HN
Investment Managers	Charles Stanley & Co Ltd 55 Bishopsgate London EC2N 3AS
Investment Managers	Ruffer LLP 80 Victoria Street London SW1E 5JL
Investment Managers	Cazenove Capital 1 London Wall Place London Wall Barbican London EC2Y 5AU

THE LEWIN TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2023

The Trustees of The Lewin Trust ("the Trust"), a charity registered in 2022, present their annual report and financial statements for the year ended 31 December 2023.

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 trust deed, 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".

Structure

The Lewin Trust is an unincorporated charitable trust governed by the Trustees in accordance with the trust deed registered with the Charity Commission of England and Wales. Trustees are appointed by election in accordance with the trust deed.

Objectives and activities for the public benefit

The objects of the Trust are, for the public benefit, the provision of grants and financial support to individuals and organisations, particularly (but not exclusively) to support the development of people and communities disadvantaged through inequality or poverty, and to protect, promote and preserve good health and wellbeing and to relieve sickness.

The Trustees ensure that any strategic focus falls within the objects of the Trust: the current focus is on making grants to other UK registered charities for a maximum of three years, following a detailed application and assessment process, and with six-monthly monitoring and reviews built into the agreement. The grant-making policy is regularly reviewed by the Trustees to ensure that it continues to meet the objects of the Trust and thereby advances the public benefit.

In setting their grant-making policy and when reviewing the Trust's aims and objectives, the Trustees confirm that they have given due consideration to general guidance published by the Charity Commission relating to the public benefit, including the guidance "Public benefit: running a charity (PB2)".

Achievements and performance

Our second year of operation saw the following:

- Receipt of 69 (2022: 10) full applications and the subsequent selection of 14 charities (2022: 8), representing 20% of applications received (2022: 80%), which are aligned with the Trust's aims and objectives, leading to the disbursement of funds for specified projects. These allocations (for up to 3 years of funding) represent a total disbursement of £1,329,118 (2022: £1,007,521), which is shown within the accounts as £1,291,522 (2022: £964,098) due to discounting to present value. 41% (2022: 48%) of the funds disbursed related to projects within the UK, with the remainder for UK charities that are working overseas.
- Continuation of support for 8 projects awarded in the prior year, with payments of £400,322 made following six-monthly reviews. In total, this represents 22 (2022: 8) projects supported during the year, with 1 project reaching the end of their grant agreement by the end of December 2023.
- Transition from using consultancy resource for administration to directly employing staff, with three part-time appointments being made by the end of the year (in addition to the part-time Chief Executive employed towards the end of 2022), thus creating stronger foundations from which to ensure that the Trust is achieving maximum impact and effectiveness through grant-making.

THE LEWIN TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

Achievements and performance (continued)

- Significant improvements to grant-making principles, criteria and processes, as detailed in the grant-making policy, based upon reflection on lessons learnt from the first year of operation and adoption of best practice as researched from other similar grant-making bodies.

- Recognition that the number of projects which can be supported is, of necessity, limited to the amount of funding available for distribution in any year; determination by the Trustees early in 2023 that the strategic priorities for funding over the coming years would be based on the following vision and mission:

"The Lewin Trust's vision is to make a tangible difference to poverty and inequality through early intervention and to break the cycles of dependence on relief. We aim to achieve this by providing grant funding and support to UK-registered charities working within the UK or overseas in areas of need or deprivation."

The Trustees will review each year (or more often if deemed appropriate by the Trustees) how best to meet this vision and mission, with a published focus for which projects are the current priority. This focus will vary based on the Trustees' view of the most effective application of available funds at any point in time. The current focus is therefore as follows:

"Providing support for projects where every child is being given the best start in life, enabling charities to help young children, carers and their families on their journey to independence."

THE LEWIN TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

Financial review

The principal source of funds for the Trust was the gifting of a direct-listed investment in 2021. The Trust does not actively fundraise and seeks to meet the objects of the Trust through income on investments and a gradual utilisation of the capital, balancing the needs of current and future beneficiaries.

The investment objective is therefore to achieve, over the medium to long term, a real total return in excess of 4% (net of fees and UK CPI inflation). The Trust is prepared to take a "medium level" of investment risk relative to the risk profile of UK charity investors in general. As such, the expectation is that the Trust's investment managers will aim to take no more than 80% of equity market risk, at any one time.

A tender exercise for the provision of investment management services to the Trust was conducted towards the end of 2022, resulting in the appointment of Cazenove Capital and Ruffer LLP during this year.

The appointment of Cazenove Capital and Ruffer LLP has enabled the Trust to begin the transition from holding all of the Charity's Assets in a single stock direct-listed investment, as gifted to the Trust, to a diversified portfolio of investments. Over the year to 31 December 2023, the Trust invested £3.37m in the Cazenove Capital Sustainable Multi-Asset Fund (SMAF) and £8m in the Ruffer Charity Assets Trust (CAT). Further transition is expected throughout 2024 to achieve the desired position with Cazenove Capital and Ruffer LLP, as market conditions allow.

The Cazenove SMAF Fund delivered a total return (net-of-fees) of 7.3% for the 12 months to 31 December 2023 against a real return benchmark of 8.2% (CPI plus 4%) and ARC Steady Growth Index of 7.5% (the ARC Steady Growth Index is a composite of charity portfolios exhibiting 60-80% of the volatility of the UK equity market). The Ruffer CAT Fund had a total return (net-of-fees) of -6.7% over the year.

The returns of both Funds were below the inflation plus target over the year; however, the Trust's aim is to outperform this target over the medium to long term. Inflation was relatively high over the year making it difficult for a charity with a medium risk profile to exceed the target, given market returns over the year. The Cazenove SMAF Fund's performance was slightly behind the ARC Steady Growth Charity Index, which is the relevant peer group index, whereas the Ruffer CAT Fund was significantly behind the index over the year. Both Funds outperformed the index over three and five years to 31/12/23.

In this context, the Trust's policy is to hold at least 12 months of funds in cash accounts to make grant payments and cover operational costs. This is currently set at £2m and is reviewed annually.

In terms of ethical considerations, the Trust's Assets are to be invested in line with its purpose. The Trustees do not wish to adopt a rigid exclusionary policy, but individual investments may be excluded if perceived to conflict with the Trust's purpose. It is in this context that the Trust excludes having direct holdings in companies whose activities may have a negative impact upon the Charity's reputation or conflict with its Objectives. Following the appointment of Cazenove Capital and Ruffer LLP as investment managers, the Trust regards Cazenove Capital and Ruffer LLP's Ethical and ESG Investment Policies (Cazenove Capital Charity Responsible Multi-Asset Fund and the Ruffer Charity Assets Trust), as reasonable best practice and therefore appropriate as investment funds for the Trust.

The principal risks faced by the Trust are therefore:

- Further reduction in the value of the direct-listed investments and/or poor performance of the managed funds. Mitigation – direct-listed investments to continue to be disposed of and invested within the diversified portfolio of the investment manager with clear guidance on investment policy and risk profile.
- Misuse of funds by charities who are provided with a grant. Mitigation – rigorous assessment before the selection of projects to support, followed by six-monthly reviews built into the grant agreement ahead of release of funds, with the ability to withhold funds at any point or to seek repayment.

THE LEWIN TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

Structure, governance and management

The Trust was established by a charitable trust deed on 29 November 2021 and was registered with the Charity Commission on 9 February 2022 (registration number 1197855). There are 7 Trustees.

The management of the Charity is the responsibility of the Trustees, who are elected and co-opted under the terms of the Trust deed, with all Trustees involved in the grant-making process of the Trust. To support this, the Chief Executive is responsible for the day-to-day management of the Trust and for implementing policies agreed by the Board of Trustees.

The founder invited the initial Trustees to serve on the board. Those agreeing to serve were required to confirm their eligibility, non-disqualification and any conflict of interest through formal declaration. Future trustees will be invited to serve by agreement of the Board of Trustees and will be required to make the same declaration. The Trust deed states that the number of Trustees shall be at least 5 and not more than 12. M J Kinton, C R Kinton, M C Kinton and R M Kinton were appointed Trustees for life; all other Trustees are appointed for terms of 5 years.

Trustees receive a briefing and guidelines outlining all aspects of the Trust's purpose, processes and activities. Those new to a trustee role also receive independent trustee training and documents outlining Trustees' duties. No new Trustees were appointed in the year under review.

Trustee involvement and the use of consultancy resources was instrumental in creating the necessary administrative infrastructure to disburse funds during 2022, with Grant Farrant being employed as Chief Executive at the end of 2022. During 2023, further part-time appointments of two Grants Administrators and a Finance Officer were made, creating the strong foundations from which to ensure that the Trust is achieving maximum impact and effectiveness through grant-making. In this time, significant progress has been made on the grant-making process, criteria and assessment, alongside establishing various policies and processes required to be a good employer. To this end, the Trustees would like to thank all current employees and former consultancy resources for the significant contribution they have made.

THE LEWIN TRUST

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023

Statement of Trustees' responsibilities

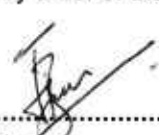
The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 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.

Approved by order of the members of the Board of Trustees and signed on their behalf by:


.....
J H Brown

Date:

6th July 2024

THE LEWIN TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE LEWIN TRUST

Opinion

We have audited the financial statements of The Lewin Trust (the 'charity') for the year ended 31 December 2023 which comprise the Statement of Financial Activities, the Balance Sheet, and the 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 2023 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

THE LEWIN TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE LEWIN TRUST (CONTINUED)

Other information

The other information comprises the information included in the Trustees' Report and Financial Statements, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the Trustees' Report and Financial Statements. Our opinion on the financial statements does not cover the other information and 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 require us to report to you if, in our opinion:

- sufficient accounting records have not been kept; or
- the information given in the financial statements is inconsistent in any material respect with the Trustees' Report; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities set out on page 6, the trustees are 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 trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

THE LEWIN TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE LEWIN TRUST (CONTINUED)

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 the Act and relevant regulations made or having effect thereunder.

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, is detailed below:

- 1) Enquiring of management around actual and potential litigation and claims;
- 2) Reviewing minutes of meetings of those charged with governance;
- 3) Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- 4) Performing audit work over the risks of management override of controls, including testing of journal entries for appropriateness and reviewing accounting estimates for bias.

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

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

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

THE LEWIN TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE LEWIN TRUST (CONTINUED)

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



CLA Evelyn Partners Limited
Statutory Auditors
Stonecross
Trumpington High Street
Cambridge
CB2 9SU
Date: 08 Jul 2024

THE LEWIN TRUST

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023

	Note	Unrestricted funds Year ended 31 December 2023 £	Total funds Year ended 31 December 2023 £	Total funds Period 29 November 2021 to 31 December 2022 £
Income from:				
Donations and legacies	2	-	-	61,065,321
Investments	3	291,507	291,507	3,434
Total income		291,507	291,507	61,068,755
Expenditure on:				
Raising funds	4	24,907	24,907	49,276
Charitable activities		1,398,774	1,398,774	1,029,701
Total expenditure		1,423,681	1,423,681	1,078,977
Net (expenditure)/income before net losses on investments		(1,132,174)	(1,132,174)	59,989,778
Net losses on investments		(1,128,573)	(1,128,573)	(16,139,516)
Net movement in funds before other recognised gains/(losses)		(2,260,747)	(2,260,747)	43,850,262
Other recognised gains/(losses):				
Gain on foreign exchange		74,237	74,237	-
Net movement in funds		(2,186,510)	(2,186,510)	43,850,262
Reconciliation of funds				
Total funds brought forward		43,850,262	43,850,262	-
Net movement in funds		(2,186,510)	(2,186,510)	43,850,262
Total funds carried forward		41,663,752	41,663,752	43,850,262

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

The notes on pages 13 to 23 form part of these financial statements.

THE LEWIN TRUST

BALANCE SHEET
AS AT 31 DECEMBER 2023

	Note	2023 £	2022 £
Fixed assets			
Investments	10	40,396,192	39,535,037
		<u>40,396,192</u>	<u>39,535,037</u>
Current assets			
Cash at bank and in hand		2,723,399	5,063,445
		<u>2,723,399</u>	<u>5,063,445</u>
Creditors: amounts falling due within one year	11	(841,870)	(398,973)
Net current assets		<u>1,881,529</u>	<u>4,664,472</u>
Total assets less current liabilities		<u>42,277,721</u>	<u>44,199,509</u>
Creditors: amounts falling due after more than one year	12	(613,969)	(349,247)
Total net assets		<u>41,663,752</u>	<u>43,850,262</u>
Charity funds			
Restricted funds	13	-	-
Unrestricted funds	13	41,663,752	43,850,262
Total funds		<u>41,663,752</u>	<u>43,850,262</u>

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


.....
J H Brown

Date: 6th July 2024

The notes on pages 13 to 23 form part of these financial statements.

THE LEWIN TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

1. Accounting policies

1.1 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 January 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 in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Lewin 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.

1.2 Going concern

The Trustees are confident that the Charity has adequate reserves and resources to continue operations for the foreseeable future and is well placed to manage its business risks successfully despite the current uncertain economic outlook. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

1.3 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.

The Charity does not have restricted funds.

1.4 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.

Where the donated good is a fixed asset, it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset class and depreciated over the useful economic life in accordance with the Charity's accounting policies.

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

THE LEWIN TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

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 on raising funds includes all expenditure incurred by the Charity to raise funds for its charitable purposes and includes investment management costs.

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.

1.6 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the reporting date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Statement of Financial Activities.

1.7 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.

1.8 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.

THE LEWIN TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

1. Accounting policies (continued)

1.9 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.

Provisions are measured at the best estimate of the amounts required to settle the obligation.

Grant commitments are recognised as liabilities in the Balance Sheet and charged to the statement of financial activities when the offer of a grant award has been communicated to the beneficiary. Grants due in more than one year are discounted to present value. The discount rate used is determined by the Trustees after considering the expected time value of money for the Charity.

1.10 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 grant commitments which are subsequently measured at amortised cost using the effective interest method.

2. Income from donations and legacies

	Unrestricted funds Year ended 31 December 2023 £	Total funds Year ended 31 December 2023 £	<i>Total funds Period 29 November 2021 to 31 December 2022 £</i>
Donations	-	-	61,065,321

THE LEWIN TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

3. Investment income

	Unrestricted funds Year ended 31 December 2023 £	Total funds Year ended 31 December 2023 £	<i>Total funds Period 29 November 2021 to 31 December 2022 £</i>
Income from listed investments	233,299	233,299	-
Interest received	58,208	58,208	3,434
	<u>291,507</u>	<u>291,507</u>	<u>3,434</u>

4. Investment management costs

	Unrestricted funds Year ended 31 December 2023 £	Total funds Year ended 31 December 2023 £	<i>Total funds Period 29 November 2021 to 31 December 2022 £</i>
Investment management fees	24,907	24,907	49,276
	<u>24,907</u>	<u>24,907</u>	<u>49,276</u>

THE LEWIN TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

5. Analysis of expenditure by activities

	Grant funding of activities Year ended 31 December 2023 £	Support costs Year ended 31 December 2023 £	Total funds Year ended 31 December 2023 £
Direct costs	1,264,844	107,252	1,372,096
Financing charge (unwinding of discount, as note 1.9)	26,678	-	26,678
	<u>1,291,522</u>	<u>107,252</u>	<u>1,398,774</u>

	Grant funding of activities Period 29 November 2021 to 31 December 2022 £	Support costs Period 29 November 2021 to 31 December 2022 £	Total funds Period 29 November 2021 to 31 December 2022 £
Direct costs	964,098	65,603	1,029,701

THE LEWIN TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

5. Analysis of expenditure by activities (continued)

Analysis of support costs

	Activities Year ended 31 December 2023 £	Total funds Year ended 31 December 2023 £	Total funds Period 29 November 2021 to 31 December 2022 £
Staff costs	62,452	62,452	6,358
Admin support and bookkeeping	4,849	4,849	30,012
Legal and professional expenses	8,100	8,100	12,639
Rent	5,209	5,209	2,951
IT software and consumables	4,446	4,446	2,235
Staff training	-	-	120
Trustee travel and subsistence	203	203	209
Staff travel and subsistence	572	572	262
Audit and accountancy fees	14,520	14,520	10,000
Sundry expenses	4,505	4,505	817
Insurance	2,396	2,396	-
	107,252	107,252	65,603

6. Analysis of grants

	Grants to Institutions Year ended 31 December 2023 £	Total funds Year ended 31 December 2023 £
Grant-making activities	1,264,844	1,264,844
Financing charge (unwinding of discount, as note 1.9)	26,678	26,678
	1,291,522	1,291,522

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

6. Analysis of grants (continued)

	<i>Grants to Institutions Period 29 November 2021 to 31 December 2022 £</i>	<i>Total funds Period 29 November 2021 to 31 December 2022 £</i>
Grant-making activities	964,098	964,098

Grants awarded in the year

	<i>Year ended 31 December 2023 £</i>	<i>Period 29 November 2021 to 31 December 2022 £</i>
Granted for projects in the UK	525,249	515,884
Granted to UK Charities, for projects in other countries	739,595	448,214
	<u>1,264,844</u>	<u>964,098</u>

7. Auditors' remuneration

	<i>Year ended 31 December 2023 £</i>	<i>Period 29 November 2021 to 31 December 2022 £</i>
Fees payable to the Charity's auditor for the audit of the Charity's annual accounts	11,500	10,000

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

8. Staff costs

	Year ended 31 December 2023 £	<i>Period 29 November 2021 to 31 December 2022 £</i>
Wages and salaries	55,691	5,833
Social security costs	2,617	-
Contribution to defined contribution pension schemes	4,145	525
	<u>62,453</u>	<u>6,358</u>

The average number of persons employed by the Charity during the year was as follows:

	Year ended 31 December 2023 No.	<i>Period 29 November 2021 to 31 December 2022 No.</i>
Management	1.00	0.08
Administration	2.08	-
	<u>3.08</u>	<u>0.08</u>

No employee received remuneration amounting to more than £60,000 during the period.

Total remuneration paid to Key Management Personnel was £35,000 (2022 - £6,358).

9. Trustees' remuneration and expenses

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

During the year, expenses totaling £203 were reimbursed or paid directly to 2 Trustees (2022 - £189 to 2 Trustees) for travel expenses. No other Trustees received any other reimbursement for expenses.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

10. Fixed asset investments

	Direct listed investments £	Listed investment funds £	Total £
Cost or valuation			
At 1 January 2023	39,535,037	-	39,535,037
Additions	-	11,478,607	11,478,607
Disposals	(9,591,406)	-	(9,591,406)
Revaluations	(798,046)	(228,000)	(1,026,046)
	<u>29,145,585</u>	<u>11,250,607</u>	<u>40,396,192</u>
At 31 December 2023			
	<u>29,145,585</u>	<u>11,250,607</u>	<u>40,396,192</u>
Net book value			
At 31 December 2023	<u>29,145,585</u>	<u>11,250,607</u>	<u>40,396,192</u>
At 31 December 2022	<u>39,535,037</u>	<u>-</u>	<u>39,535,037</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

11. Creditors: Amounts falling due within one year

	2023 £	2022 £
Other taxation and social security	9,719	1,558
Other creditors	-	1,104
Accruals and deferred income	14,500	10,000
Grants accrued	817,651	386,311
	<u>841,870</u>	<u>398,973</u>

12. Creditors: Amounts falling due after more than one year

	2023 £	2022 £
Grants accrued	<u>613,969</u>	<u>349,247</u>

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**NOTES TO THE FINANCIAL STATEMENTS
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13. Statement of funds

Statement of funds - current period

	Balance at 1 January 2023 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 December 2023 £
Unrestricted funds					
General Funds	43,850,262	291,507	(1,423,681)	(1,054,336)	41,663,752

Statement of funds - prior year

	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 December 2022 £
Unrestricted funds				
General Funds	61,068,755	(1,078,977)	(16,139,516)	43,850,262

14. Related party transactions

The Charity received aggregate unconditional donations from Trustees of £Nil (2022 - £62,009,870).

The Charity recieved temporary assistance from a related Charity, The Lauderdale Trust, of which M J Kinton and M C Kinton are Trustees. At the period end, £Nil (2022 - £203) was owed to The Lauderdale Trust. The Charity also used office space owned by The Lauderdale Trust and paid rent of £3,000 (2022 - £nil) in the year.