

Charity No. 1199923 (England and Wales)

SKINNERS' CHARITY FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE PERIOD 2 AUGUST 2022 30 JUNE 2023

SKINNERS' CHARITY FOUNDATION

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SKINNERS' CHARITY FOUNDATION

REPORT OF THE TRUSTEES FOR THE PERIOD 2 AUGUST 2022 TO 30 JUNE 2023

Introduction

The Trustees present their report along with the financial statements of the Charity for the period ended 30 June 2023. The financial statements have been prepared in accordance with the accounting policies set out on pages 8 and 9 to the accounts and comply with the Charity's constitution, the Charities Act 2011 and the second edition of the 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).

History

Skinners' Charity Foundation is registered as a charitable incorporated organisation under number 1199923. It was established on 2 August 2022 by constitution; its initial funding being a gift from Lawrence Atwell Charity.

The Foundation reflects the Skinners' Company's philanthropic aims on a range of charitable causes. The Company has a long history of charitable work that includes the three main themes represented here. These are young people's vocational development; the relief of poverty and hardship; and the arts, heritage & communities. These themes existed in multiple historic Company charities; however, it was recognised that there existed significant gains by combining them into a single foundation. This included benefits to strategic oversight, efficient administration, and improved communications and fundraising.

Aims and objectives

The objectives of the Charity are to apply income and, if the Trustees think fit, the capital (where possible) in or towards:

- Young people's vocational development
- The relief of poverty and hardship
- Arts, heritage and communities
- Other general charitable purposes.

The Trustees' current aim is to build up the capital fund to produce sufficient income to support these objects.

The address of the Charity is Skinners' Hall, 8 Dowgate Hill, London, EC4R 2SP.

Constitution The Charity is a charitable incorporated organisation regulated by the constitution dated 2.8.2022.

Trustees

The Lord Lisvane KCB DL
Mrs Anne Buchanan
The Hon. Mrs Emmeline Winterbotham
Mrs Lynda Myers
Lord Evans of Weardale KCB DL
Mr Simon Holden (from 16.6.23)
The Skinners Company

Clerk to the Trustees

Mr Andrew Kennett CBE

Principal Office

Skinners' Hall, 8 Dowgate Hill, London, EC4R 2SP

Charity Number

1199923

SKINNERS' CHARITY FOUNDATION

REPORT OF THE TRUSTEES (Continued) FOR THE PERIOD 2 AUGUST 2022 TO 30 JUNE 2023

Organisational structure

Day to day operations are delegated to the Clerk by the Trustees. The Skinners' Charity Foundation Board oversees the management of the Charity and reports to the Court of the Skinners' Company. The Trustees serve on the Board.

Recruitment of Trustees

Trustee members are usually approached in the first instance by the Clerk who, with the Chairman, keeps membership under review. Final decisions on membership rest with the Chairman. Support and guidance is provided by the Chairman, fellow Board members and the Charity's administrative staff.

Key management personnel and remuneration

The Trustees consider the Clerk and the Director of Finance of the Skinners' Company as comprising the key management personnel of the Charity in charge of directing and controlling the Charity and operating it on a day to day basis. The Committee members give their time freely and no Trustees' remuneration was paid in the year. Details of Trustees' expenses, if any, are disclosed in note 3.

The charity's operations

The work of the charity is structured with a board of Trustees, and three sub-Committees. The Trustees are responsible for the governance, finances, and strategic oversight of the foundation – in line with good practice. From here, the operation of the Foundation's programmes of funding are delegated to the three sub-Committees. Each sub-Committee is responsible for one of the Foundation's three core themes of work detailed above (young people's vocational development; the relief of poverty and hardship; and the arts, heritage & communities).

Sub-Committee members are not Trustees and operate only under the authority delegated to them. Regular communication is maintained between these four bodies – with sub-Committee minutes presented at trustees meetings, and by Chairs and staff in regular communication with one another.

During this first period of operation, the Charity is focusing on development and philanthropy in order to generate capital and income for the furtherance of its operations. Funding will come partly by transfer of assets from existing Skinners' charities.

Achievements

The first tranche of the transfer of assets in the Charity has taken place and will be followed by further donation receipts in 2023-24.

SKINNERS' CHARITY FOUNDATION

REPORT OF THE TRUSTEES (Continued) FOR THE PERIOD 2 AUGUST 2022 TO 30 JUNE 2023

Financial review

The funds under the Trustees' control consist of:

- Unrestricted funds, being the funds available to the Trustees for the general purposes of the Charity.
- Permanent Endowment Fund. Funds held for capital purposes in perpetuity.
- Restricted Fund Heritage and Education – Funds held where the donor has expressed wishes to support specific categories of grants.

The Statement of Financial Activities of the Charity can be summarised as follows:

	2023
	£
Donations received	570,003
Other income	1,695
	<hr/> 571,698
Grants and charitable activities	1,842
Investment management costs	-
Net incoming resources before gains and losses	<hr/> 569,856 <hr/>

Reserves policy

The Charity is a new charity and aims to build up its endowment over time. Free reserves at the year end amounted to £(147).

Investment policy and performance

The Charity's investment objective is to maximise total return while providing income. Management of the Charity's main investment portfolio is held with Cazenove Capital and Schroders property unit trusts.

Risk management

The Charity maintains a risk register and reviews risk annually. This ensures the Trustees are in the best position to identify the major risks to which the Charity is exposed and establish systems to ensure that these risks are reviewed and minimised as far as possible.

The principal risks faced by the charity are that investment returns may not be sufficient to meet its objectives and grants may exceed income reducing the expendable endowment over time. These are mitigated by retaining expert investment managers and having a diversified portfolio. A new head of philanthropy and development has been appointed to the staff to drive the fundraising towards an ethos of regular giving.

Fundraising

The Trustees take their responsibility under the Charities (Protection and Social Investment) Act 2016 seriously and have considered the implications on the activities of the charity. The charity does not actively raise funds or solicit donations directly from the general public. The Charity does not work directly with commercial sponsors in relation to fundraising. The Trustees are not aware of any complaints made in respect of fundraising during the period.

SKINNERS' CHARITY FOUNDATION

REPORT OF THE TRUSTEES (continued) FOR THE PERIOD 2 AUGUST 2022 TO 30 JUNE 2023

Future plans

The Charity's main objectives for the coming year is the ongoing provision of grants. The Foundation maintained programmes of funding operated by the various historic Company charities it anticipates replacing. The Trustees, and sub-Committees, continue a period of strategic review – both for the overall direction of travel for the Foundation, and regarding the operation of each programme of funding. With this it is anticipated that pre-existing programmes may change, or close, and new programmes of funding be launched.

Public benefit

The Trustees have complied with the duty in section 4 of the Charities Act 2011 to have due regard to all guidance published by the Charity Commission.

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 the incoming resources and application of resources of the charity 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 in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable it 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.

SKINNERS' CHARITY FOUNDATION

REPORT OF THE TRUSTEES (continued) FOR THE PERIOD 2 AUGUST 2022 TO 30 JUNE 2023

Bankers and professional advisers

Bankers

Royal Bank of Scotland PLC
62/63 Threadneedle Street
London EC2R 8LA

Solicitors

Lee Bolton Monier Williams
1 The Sanctuary, Westminster
London SW1P 3JT

Investment managers

Cazenove Capital
1 London Wall Place
London EC2Y 5AU

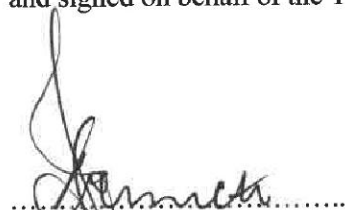
Independent Examiner

Cara Turtington FCA DChA
Saffery LLP
71 Queen Victoria Street
London EC4V 4BE

Insurance Brokers

Marsh Brokers Limited
1-5 Perrymount Road
Haywards Heath
West Sussex RH16 3SY

Approved by the Trustees on 14 November 2023
and signed on behalf of the Trustees by


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A C P Kennett
Clerk

SKINNERS' CHARITY FOUNDATION

INDEPENDENT EXAMINERS' REPORT TO THE TRUSTEES FOR THE PERIOD 2 AUGUST 2022 TO 30 JUNE 2023

I report to the Trustees on my examination of the accounts of the Skinners' Charity Foundation for the period ended 30 June 2023.

Respective Responsibilities of Trustees and examiner

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

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

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

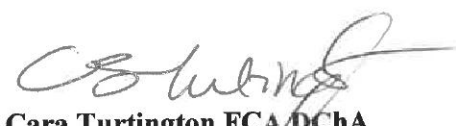
Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

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

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

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


Cara Turtington FCA/DChA
Saffery LLP
Statutory Auditors

71 Queen Victoria Street
London EC4V 4BE

18 January 2024

SKINNERS' CHARITY FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES FOR THE PERIOD ENDED 30 JUNE 2023

	Notes	Unrestricted Funds £	Restricted Fund Heritage & Education £	Permanent Endowment Fund £	Total 2023 £
Income from:					
Donations	2	-	100,778	469,225	570,003
Investments		1,695	-	-	1,695
Bank interest		-	-	-	-
Total income		1,695	100,778	469,225	571,698
Expenditure on:					
Grants and charitable activities	3	1,842	-	-	1,842
Investment management costs		-	-	-	-
		1,842	-	-	1,842
Realised gains/(losses) on investments	5	-	-	-	-
Unrealised gains/(losses) on investments	6	-	5,274	(5,594)	(320)
Net income/(expenditure)		(147)	106,052	463,631	569,536
Transfers between funds	4	-	-	-	-
Net movement in funds for the period		(147)	106,052	463,631	569,536
Balances brought forward		-	-	-	-
Balances carried forward at 30 June 2023		(147)	106,052	463,631	569,536

The statement of financial activities contains all gains and losses for the year, which all relate to continuing activities.

SKINNERS' CHARITY FOUNDATION

BALANCE SHEET AS AT 30 JUNE 2023

	Notes	2023 £	2023 £
Fixed assets			
Permanent endowment fund investments	5		463,631
Restricted Fund investments	5		106,052
			<u>569,683</u>
Current assets			
Debtors and prepayments	6	1,695	
Cash at bank		-	
		<u>1,695</u>	
Current liabilities			
Amounts falling due within one year	7	1,842	
Net current assets			<u>(147)</u>
Total assets less current liabilities			<u>569,536</u>
Net assets	14		<u>569,536</u>
Funds			
Permanent endowment	10		463,631
Restricted fund - Heritage			106,052
Unrestricted fund			(147)
			<u>569,536</u>

Approved by the Trustees on 14 November 2023 and signed on behalf of the Trustees by


A Kennett
Clerk

SKINNERS' CHARITY FOUNDATION

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

1 Accounting policies

1.1 Basis of accounting

The accounts are prepared under the historical cost convention as modified by the revaluation of investments (including property held for investment purposes), and in accordance with the second edition of the Statement of Recommended Practice: 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) published in October 2019 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011. The accruals basis is followed throughout.

The accounts (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) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Charity constitutes a public benefit entity as defined by FRS 102.

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 £.

Reporting Period

These financial statements are drawn covering a period of 11 months. The Trustees have chosen to close the period on 31 June annually to align reporting with other associated charities. As this is the charity's first period of account there are no comparative figures.

1.2 Going concern

Investment markets are enduring a period of uncertainty and instability. However, investments are held for the long term and valuations are expected to recover over the long term. After reviewing the Charity's forecasts and projections, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. The Charity therefore continues to adopt the going concern basis in preparing its accounts.

1.3.1 Investments

Investments are stated at market value. Surpluses or deficits on revaluation are taken to restricted or endowment funds as appropriate. Investment income arising on restricted investments is credited to the corresponding restricted fund. Investment income arising on endowment investments is credited to unrestricted funds or a restricted fund dependent on the terms of the endowment.

Profit and loss on disposals is calculated as the difference between the sales proceeds and the market value at the beginning of the year (purchase date if later).

1.4 Income

Donations and legacies are accounted for as and when entitlement arises, the amount can be reliably quantified and the economic benefit to the charity is considered probable.

Property rentals and interest on short term deposits are recognised when they arise. Dividends and interest on investments are recognised when they become due and payable.

SKINNERS' CHARITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE PERIOD ENDED 30 JUNE 2023

1 Accounting policies (continued)

1.5 Expenditure

Expenditure is accrued as soon as a liability is considered probable.

1.6 Grants

Grant expenditure is recorded once the Charity has made an unconditional commitment to pay the grant and this is communicated to the recipient or the grant has been paid, whichever is earlier.

1.7 Charitable activities

Costs of charitable activities comprises direct costs attributable to each activity which include grants made to third parties and directly attributable overhead and support costs, including governance costs, as shown in Note 3.

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits at call with banks and bank overdrafts.

1.9 Financial instruments

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

1.10 **Undesignated funds** are the funds available to the Trustee for the general purposes of the Charity.

1.11 **Restricted Fund – Heritage** – This restricted fund holds donations where the donor expressed a preference for the grant to be used for Heritage preservation.

1.12 **Permanent Endowment Fund** – This fund holds monies which are permanently endowed, the income of which is transferred to undesignated funds.

SKINNERS' CHARITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE PERIOD ENDED 30 JUNE 2023

2 Donations received

	2023 £
Permanent endowment	469,225
Restricted - Heritage	100,778
	<u>570,003</u>
Independent examination	<u>570,003</u>

3 Charitable activities

	2023 £
Independent examination	<u>1,842</u>

The key management personnel of the Charity are the Clerk to the Trustees and the Director of Finance of The Skinners' Company. The total cost of key management personnel, as recharged by The Skinners' Company is £Nil.

4 Transfers between funds

To the extent that undesignated income is not sufficient to cover expenditure of undesignated funds, a transfer will be made once expendable assets have been donated to cover this.

5 Investments

	2023 £
Permanent endowment investments	
Market value brought forward	-
Net additions	469,225
Unrealised loss	<u>(5,594)</u>
Market value carried forward	<u>463,631</u>
Historic Cost	<u>469,225</u>
Restricted fund investments	
Market value brought forward	-
Net additions and (disposals)	100,778
Unrealised gain	<u>5,274</u>
Market value carried forward	<u>106,052</u>
Historic Cost	<u>100,778</u>

SKINNERS' CHARITY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 30 JUNE 2023

6 Debtors

2023
£

Accrued income 1,695

7 Current liabilities: Amounts falling due within one year

2023
£

Independent examination fee 1,842

8 Analysis of net assets between funds

	Investments	Net Current Assets	2023 Total
	£	£	£
Permanent endowment	463,631	-	463,631
Restricted Fund - Heritage	106,052	-	106,052
Unrestricted Fund	-	(147)	(147)
	<u>569,683</u>	<u>(147)</u>	<u>569,536</u>

Revaluation Reserves

Included within the funds above are revaluation reserves with the following values:

	2023 £
Quoted securities:	
Permanent endowment	(5,594)
Restricted Fund - Heritage	5,274
	<u>(320)</u>

9 Taxation

Skinners' Charity Foundation is a registered charity. Its income is not liable to direct taxation as it is applied to wholly charitable purposes.