

**Report of the Trustees and
Financial Statements For The Period 6 April 2023 to 31 December 2023
for
Treebreard Trust CIO**

Fuller Spurling
Statutory Auditors
Mill House
58 Guildford Street
Chertsey
Surrey
KT16 9BE

Treebreard Trust CIO

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For The Period 6 April 2023 to 31 December 2023**

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Treebeard Trust CIO

Report of the Trustees For The Period 6 April 2023 to 31 December 2023

The trustees present their report with the financial statements of the charity for the period 6 April 2023 to 31 December 2023. The trustees have adopted the provisions of 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

Objectives and aims

Our Mission:

Our mission is to support transformational initiatives which have the potential to create a healthier planet and a fairer society.

Our Strategy:

Our strategy has three pillars:

1) Maximise the "return" on our grant investments

Treebeard, like any charitable foundation, is ultimately an investment vehicle. The only difference between us and a mainstream investment vehicle is that our primary objective is to change the world rather than make money. Our grants are among the most important investments we make, and we aim to be rigorous in assessing the impact they create. With limited resources, we want to ensure that every penny we spend is used wisely. We will continue to be proactive in identifying new charity partners; and will use our mission statement and values as a template by which to measure them. We rarely respond to speculative applications.

2) Create impact with our financial investments

For some time we have been irked by the limitations of the traditional foundation model, where the assets are invested for financial return leaving only the residual income to be deployed to support the mission. Any foundation which seeks to protect its endowment has a finite resource of "free money" (i.e. grant-making capacity). But this is only a constraint if one is wedded to the notion that grant-making is the only funding model available. We take a more holistic view. Every investment has an impact, either positive or negative. Our goal is to drive as much positive impact as possible through our investments, without materially compromising our financial objectives.

3) Leverage our support beyond the purely financial

We are small and we want to punch above our weight. We look for opportunities to further our mission in non-financial ways, through advocacy, networking, fundraising support and consulting.

Public benefit

The Trustees confirm that they have complied with the duty in Section 17(5) of the 2011 Charities Act to have due regard to guidance published by the Charity Commission (public benefit requirement).

Treebeard Trust CIO

Report of the Trustees For The Period 6 April 2023 to 31 December 2023

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Last year we converted from a charitable trust to a charitable incorporated organisation (CIO). It makes no difference to how we operate and it absorbed a fair amount of our time, but it is a more suitable legal structure, especially for an organisation as active on the investment front as we are. We also took the opportunity to change our year end from April to December. As such, the period in question is shorter than normal, covering just the nine months since 5 April 2023.

During the period, we distributed a little over £900,000 in grants to 44 different partners. Over 80% were part of multi-year commitments, and over 60% of partners received unrestricted funding. Where funding was restricted, it was often at the request of the partner. Generally we aim to be as flexible as possible in our approach, trusting our partners to deploy funding where they see fit. Our primary focus areas remain unchanged: violence against women and girls; criminal justice; refugees and vulnerable migrants, and the environment.

We have had an increasing focus on supporting women who are in contact with the criminal justice and family justice systems. We renewed existing partnerships with Centre for Women's Justice and the Domestic Abuse Response Alliance and began supporting the Prison Advice and Care Trust's 'Journeys to Freedom' programme which provides bespoke, holistic resettlement support for vulnerable women leaving prison. We were also delighted to start a new partnership with the Howard League for Penal Reform which is pushing for reform across a range of systemic issues in the criminal justice system including the growing number of women on remand - we are excited to see their ambitious strategic plan play out in coming years.

In June 2023 our partner One Small Thing's Hope Street Centre opened and began to welcome women with multiple needs, to support their journey out of the criminal justice system. Our partnership with The Bureau for Investigative Journalism across their Family Justice Open Court Programme continued, bringing much needed transparency - through expert, sensitive reporting from three court locations - into the family justice system. The early signs of this project are encouraging and indeed in early 2024 we were delighted to hear that this programme was to be rolled out across 16 court locations in England and Wales, with the support of the President of the Family Justice Division and the judiciary.

We welcomed two new specialist domestic abuse services into our VAWG portfolio: Sikh Women's Aid and The Women's Centre Cornwall 'DIVAS' programme, which is designing and delivering services and cross sector training to support neurodiverse women and women with learning difficulties who are survivors of, or at risk of, domestic abuse. We were also excited to start supporting the 'DRIVE Partnership' domestic abuse perpetrator programme, where the flagship high risk, high harm programme has already demonstrated strong outcomes, and where Treebeard's funding will focus on broadening the partnership's work into new areas, which include early intervention through their Restart pilot, and the design of new specialist perpetrator services for racialized and LGBTQI+ communities.

Our valued partnerships with other specialist services, including Latin American Women's Aid, Hopscotch Charity, Phoebe Centre, the Vavengers and Kurdish and Middle Eastern Women's Organisation continued this year. Our support for other partners supporting vulnerable women and their children to rebuild their lives (Furnishing Futures and Magpie Project) also continued this year, as it did for our small portfolio of partners focused on broader system or community change - Our Future's work in Grimsby, the Social Finance Impact Incubator, and Elect Her.

In a challenging policy context, our partners supporting refugees and vulnerable migrants continue to inspire us with their persistence and resilience. Existing partners Young Roots, Medical Justice, Asylum Matters and Refugee Women Connect are battling to support vulnerable people at the frontline and sharp end of our asylum system, while pushing for reform and building evidence alongside, all in extremely tough circumstances. We were pleased to add Right to Remain to this portfolio in 2023.

Finally, we made four new grants in our environment portfolio this year. Following Treebeard's seed funding in 2018, we matched prize funding secured by the Green Apple Foundation, Colombia, to enable them to expand their glass recycling operations to mainland Cartagena. We also began new partnerships with Eco Cascade, a seaweed processing and research facility on the west coast of Scotland, and with Youngwilders, a new and ambitious charity engaging young people in rewilding and natural restoration projects across privately held land in the UK. Finally, we joined forces with expert funders to support IPPR's Fairer Transport initiative, designing a people-focused pathway to a fairer and greener transport system.

Treebreard Trust CIO

Report of the Trustees For The Period 6 April 2023 to 31 December 2023

We continued to expand our portfolio of social investments. On the venture equity side, we made a follow-on investment in Redemption Roasters, a coffee business with a mission to reduce reoffending through providing training and employment to prisoners and ex-offenders. We also made two new investments. Lightning Reach is a financial support portal which enables access to a range of personalised support (grants, benefits, help with bills etc); there are a large number of organisations which exist to provide support but connecting them with potential beneficiaries is a major bottleneck which Lightning Reach aims to unlock. Treeapp is trying to expedite reforestation through connecting corporates and individuals with tree planting projects around the world.

On the debt side, our one new investment was a convertible loan to Mr Green Africa. MGA aims to be the leading recycling company in Africa. Alongside the environmental impact of reducing plastic waste, it has a strong focus on social impact through providing rewarding jobs and a fair income to the independent waste collectors who are the primary source of raw material.

By year end our aggregate social investment portfolio comprised just under forty different partners and amounted to £6.8m or 29% of our total net assets. The portfolio is diverse by sector, issue area and vehicle. It includes venture equity, property, debt and fund investments. Our long term goal remains to build this to 50% of our endowment and we expect to make further progress this year, with a number of new investments either completed or in the pipeline.

Performance Monitoring

We carry out careful due diligence before committing capital to any partner. For both grant and financial investees, we have an evaluation framework which incorporates a range of criteria, with a view to ensuring consistency and rigour when it comes to making the critical decision of whether or not to invest. We maintain close contact with our partners post-investment to check that the project is progressing as we had hoped. We have a light touch annual impact measurement framework which is structured to be applicable to all our investees. The phrase "light touch" is key here. At all times we are mindful that our needs should never conflict with the needs of our partners. We are there to support them, not the other way round. We never ask for bespoke reporting and we try to be respectful of their time.

FINANCIAL REVIEW

Financial position

The charity's incoming resources are derived from rental income of £75,000, dividends received of £110,713 and interest on bank deposits and other loans amounting to £77,610. Total expenditure amounted to £1,071,481, of which grants costs made up £925,884. In addition, the charity benefitted from an upturn of £817,004 in the value on its investment assets with investment management costs of £76,416. The charity ended the year with net assets of £23,224,857 (April 2023 funds transferred from the predecessor trust: £23,216,011).

Treebreard Trust CIO

Report of the Trustees For The Period 6 April 2023 to 31 December 2023

FINANCIAL REVIEW

Investment powers and policy

Under its Constitution the Charity has the power to invest in any way the Trustees decide.

As previously discussed, we intend to deploy a substantial part of our assets in social investments, where the goal is to achieve positive social or environmental impact alongside financial return. Generally, these will be direct investments: equity stakes in for profit businesses, debt funding to charities and social enterprises, property and other instruments. We source these investment opportunities through a variety of networks and intermediaries; increasingly, we are also sourcing opportunities directly from our existing partners.

Measuring the financial performance of these investments is only possible over the longer term (well in excess of five years). We will only know how a loan has performed once we have been repaid, and with our equity investments we hope that a small number of big winners will compensate for a likely larger number of total write-offs. While these are (what used to be called) mixed motive investments, our goal is that their financial return, in aggregate, will not be materially worse than our public market investments.

The rest of our assets are deployed, responsibly, with the objective of preserving and growing their real value over time. Some of these investments are with 3rd party fund managers, others are held directly through our brokerage account at Cazenove.

Reserves policy

Longer term, our goal is to maintain cash reserves amounting to at least 10% of our total net assets, on the grounds that would cover two years' worth of annual expenditure. Based on our current size and budget that would amount to roughly £2.3m. As of December 2023, we had cash at bank of £3.1m. We also held £6m in a combination of cash and gilts in our Cazenove account. This conservative positioning is partly because we are still early in the process of building our social investment portfolio and partly a reflection of our extreme caution around the fragility of financial markets.

FUTURE PLANS

The retirement of one of our founder trustees means that our steady income from donations will likely dry up. To sustain our current levels of philanthropic expenditure, we will be reliant on our investments to generate an adequate return. Given our ambitions around deploying our investment capital for impact as well as financial return, that creates a challenge, but not one that we shirk from. We believe that demonstrating the viability of a holistic investment approach which has as much regard for the "how" as the "how much" is potentially one of the most transformative impacts we can have. We will continue to do what we can, both through our own investments and through collaboration with like-minded peers, to help build a more sustainable investment ecosystem.

On the grant-making side, we will continue to support partners operating in our core focus areas. We also plan to be more active internationally, primarily in East Africa, where we already have some partners (both grant and investment) and are likely to develop more.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Charity is constituted as a Charitable Incorporated Organisation (CIO) and its governing document is its Constitution dated 17th August 2022.

Recruitment and appointment of new trustees

The Constitution stipulates a minimum of two trustees, and that Barnaby and Cassandra Wiener, as Founder Trustees, hold the responsibility for new appointments. We have three independent trustees: Mike Mompi, Elisabeth Barrett and Andrew Purvis. They all bring unique perspectives and invaluable insights, and they are unfailingly generous with their time. Trustees are provided with copies of the Constitution, our latest annual report and the Charity Commission leaflet "The Essential Trustee: What You Need to Know". The trustees meet formally four times a year and interact regularly on an ad hoc basis.

Organisational structure

We have two part-time employees. Jessamy Gould manages our grants portfolio and Shishir Malhotra oversees our social investment portfolio. Both play a key role in day to day operations, refining our strategy and supporting our partners and ecosystem more broadly.

Treebreard Trust CIO

**Report of the Trustees
For The Period 6 April 2023 to 31 December 2023**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1200102

Principal address

Glasses
Grafham
Petworth
West Sussex
GU28 0PU

Trustees

Barnaby Wiener
Cassandra Wiener
Michael Momp
Andrew Purvis
Elisabeth Barrett

Grants Director

Jessamy Gould

Investment Director

Shishir Malhotra

Auditors

Fuller Spurling
Statutory Auditors
Mill House
58 Guildford Street
Chertsey
Surrey
KT16 9BE

Solicitors

Russell Cooke
2 Putney Hill
London
SW15 6AB

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees 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 and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity 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.

Treebreard Trust CIO

**Report of the Trustees
For The Period 6 April 2023 to 31 December 2023**

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to 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 board of trustees on12 August 2024..... and signed on its behalf by:


.....
Barnaby Wiener - Trustee

Report of the Independent Auditors to the Trustees of Treebreard Trust CIO

Opinion

We have audited the financial statements of Treebreard Trust CIO (the 'charity') for the period ended 31 December 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (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 incoming resources and application of resources, for the period 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 Auditors' 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.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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.

In connection with our audit of the financial statements, 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 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- 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.

Report of the Independent Auditors to the Trustees of Treebreard Trust CIO

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors 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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the Charity and determined that the most significant are those that relate to the Charities Act 2011 and Charities SORP as they directly impact way the entity conducts its affairs and presents information in its financial statements.

We assessed the risks of material misstatement in respect of fraud by making enquiries of management and those charged with governance. The audit team discussed and identified particular areas that were susceptible to misstatement as part of their fraud discussion.

Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above and made enquiries of management and those charged with governance. We corroborated our enquiries through the review of appropriate documentation. We did not find any contradictory evidence.

We considered the risk of fraud through management override and in response we incorporated testing of manual journal entries, both during the year and at year end, into our audit approach.

Based on the results of our risk assessment we designed our audit procedures to identify and address material misstatements in relation to fraud in relation to the possibility of fraudulent or corrupt payments given the size of the entity and the limitation on the segregation of certain duties

We incorporated an element of unpredictability in the selection of the nature, timing and extent of our audit procedures.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**Report of the Independent Auditors to the Trustees of
Treebreard Trust CIO**

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 auditors' 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.

Fuller Spurling
Statutory Auditors
Mill House
58 Guildford Street
Chertsey
Surrey
KT16 9BE

Fuller Spurling

Date: *19/8/2024*

Treebreard Trust CIO
Statement of Financial Activities
For The Period 6 April 2023 to 31 December 2023

	Notes	Unrestricted fund £
INCOME AND ENDOWMENTS FROM		
Investment income	2	263,323
EXPENDITURE ON		
Charitable activities	3	
Charitable activities		1,071,481
Net gains on investments		817,004
NET INCOME		8,846
RECONCILIATION OF FUNDS		
Total funds brought forward		23,216,011
TOTAL FUNDS CARRIED FORWARD		23,224,857

The notes form part of these financial statements

Treebreard Trust CIO

Balance Sheet
31 December 2023

	Notes	Unrestricted fund £
FIXED ASSETS		
Investments		
Investments	8	17,239,670
Investment property	9	2,000,000
		19,239,670
CURRENT ASSETS		
Cash at bank		4,002,571
CREDITORS		
Amounts falling due within one year	10	(17,384)
NET CURRENT ASSETS		3,985,187
TOTAL ASSETS LESS CURRENT LIABILITIES		23,224,857
NET ASSETS		23,224,857
FUNDS	11	
Unrestricted funds		23,224,857
TOTAL FUNDS		23,224,857

The financial statements were approved by the Board of Trustees and authorised for issue on 12 August 2024 and were signed on its behalf by:


Barnaby Wiener - Trustee


Cassandra Wiener - Trustee

The notes form part of these financial statements

Treebreard Trust CIO
Cash Flow Statement
For The Period 6 April 2023 to 31 December 2023

	Notes	£
Cash flows from operating activities		
Cash generated from operations	1	(979,097)
Net cash (used in)/provided by operating activities		<u>(979,097)</u>
Cash flows from investing activities		
Purchase of fixed asset investments		(17,474,353)
Purchase of investment property		(2,000,000)
Sale of fixed asset investments		1,046,700
Social loans repaid		4,987
Interest received		77,610
Dividends received		110,713
Net cash (used in)/provided by investing activities		<u>(18,234,343)</u>
Cash flows from financing activities		
Transfer of assets from former charity		23,216,011
Net cash provided by financing activities		<u>23,216,011</u>
Change in cash and cash equivalents in the reporting period		<u>4,002,571</u>
Cash and cash equivalents at the beginning of the reporting period		<u>-</u>
Cash and cash equivalents at the end of the reporting period		<u><u>4,002,571</u></u>

The notes form part of these financial statements

Treebreard Trust CIO

**Notes to the Cash Flow Statement
For The Period 6 April 2023 to 31 December 2023**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	£
Net income for the reporting period (as per the Statement of Financial Activities)	8,846
Adjustments for:	
Interest received	(77,610)
Dividends received	(110,713)
Net gains on investments	(817,004)
Increase in creditors	17,384
Net cash (used in)/provided by operations	(979,097)

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 6.4.23 £	Cash flow £	At 31.12.23 £
Net cash			
Cash at bank	-	4,002,571	4,002,571
	-	4,002,571	4,002,571
Total	-	4,002,571	4,002,571

The notes form part of these financial statements

Treebreard Trust CIO

Notes to the Financial Statements For The Period 6 April 2023 to 31 December 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, 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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The financial statements of the charity, which is a public benefit entity under FRS 102, 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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

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

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

At 31st December 2023 the charity had no restricted funds.

Fixed asset investments

Managed funds are stated at the closing prices of the underlying securities within the funds at the balance sheet date. Unrealized gains or losses on revaluation are taken to the Statement of Financial Activities.

Illiquid investments include social investments and financial investments which are valued as follows:

Debt and related investments are valued at amortised cost, unless the Trustees have reason to believe that the counter-party will have difficulty redeeming (e.g. missed interest payment), in which case they will conduct an impairment test.

Treebreard Trust CIO

Notes to the Financial Statements - continued For The Period 6 April 2023 to 31 December 2023

1. ACCOUNTING POLICIES - continued

Fixed asset investments

Unlisted equity investments are valued at cost, unless further information allows the Trustees to update the valuation. This could include: a follow-on capital raise at a different valuation; a positive or negative development in the company's trading; a revaluation of the company's assets.

Investment Property

Investment property is shown initially at cost plus any refurbishment work. Once rental income commences it is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Debtors and accrued income

Debtors are recognised at the settlement amount where recoverability is certain.

Accrued income represents interest receivable on bank deposits and other loans where interest has not been applied to an account within one month of the year end.

Cash at bank and in hand

Cash at bank includes cash and short term highly liquid investments with a short maturity.

Creditors

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provision are normally recognised at their settlement amount after allowing for any trade discounts due.

2. INVESTMENT INCOME

	£
Rents received	75,000
Dividend income	110,713
Deposit account interest	73,257
Other interest	4,353
	<u>263,323</u>

3. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 4) £	Support costs (see note 5) £	Totals £
Charitable activities	<u>111,055</u>	<u>925,884</u>	<u>34,542</u>	<u>1,071,481</u>

Treebreard Trust CIO

**Notes to the Financial Statements - continued
For The Period 6 April 2023 to 31 December 2023**

4. GRANTS PAYABLE

	£
Charitable activities	925,884
	<u>925,884</u>

The total grants paid to institutions during the period was as follows:

	£
Centre for Women's Justice	35,000
IPPR	30,000
Prison Advice & Care Trust	32,000
Right to Remain	30,000
Rights of Women	35,000
SafeLives	35,000
Seed Sovereignty (Gaia Foundation)	30,000
The Howard League	30,000
Young Roots	30,000
30 grants less than £30,000	638,884
	<u>925,884</u>

Further information on the purposes of the grants is included in the Trustees' Report.

5. SUPPORT COSTS

	Governance costs
	£
Charitable activities	34,542
	<u>34,542</u>

Support costs, included in the above, are as follows:

	Charitable activities
	£
Auditors' remuneration	8,262
Auditors' remuneration for non audit work	815
Sundries	4,843
Legal fees	19,436
IT software and website	1,186
	<u>34,542</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the period ended 31 December 2023.

Trustees' expenses

There were no trustees' expenses paid for the period ended 31 December 2023.

Treebreard Trust CIO

Notes to the Financial Statements - continued
For The Period 6 April 2023 to 31 December 2023

7. STAFF COSTS

	£
Wages and salaries	33,165
	<u>33,165</u>

The key management personnel of the charity comprise the trustees, the grants director and the investment director. The total costs of the key management personnel of the charity were:

	£
Wages and salaries	30,150
Fees	28,800
Pension costs	3,015
	<u>£61,195</u>

The average monthly number of employees during the period was as follows:

Management	<u>1</u>
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No employees received emoluments in excess of £60,000.

8. FIXED ASSET INVESTMENTS

	£
Shares	9,215,601
Loans	564,843
Managed funds	7,459,226
	<u>17,239,670</u>

Additional information as follows:

	Social investment shares £	Financial investments shares £	Totals £
MARKET VALUE			
Additions	3,356,608	6,545,828	9,902,436
Disposals	-	(1,001,700)	(1,001,700)
Revaluations	179,664	135,201	314,865
At 31 December 2023	<u>3,536,272</u>	<u>5,679,329</u>	<u>9,215,601</u>
NET BOOK VALUE			
At 31 December 2023	<u>3,536,272</u>	<u>5,679,329</u>	<u>9,215,601</u>

Treebreard Trust CIO

Notes to the Financial Statements - continued
For The Period 6 April 2023 to 31 December 2023

8. FIXED ASSET INVESTMENTS - continued

	Social investment loans £
New in year	578,218
Repayments in year	(4,987)
Revaluations	(8,388)
At 31 December 2023	564,843

Social investments loans include £162,980 held outside of the UK. This includes £58,921 advanced in the period to entities outside of the UK.

The charity does not have original cost information surrounding assets transferred from the former Charity. All investments are stated at values according to the accounting policies adopted

Investments (neither listed nor unlisted) were as follows:

	£
Managed funds additions	6,993,702
Managed funds disposals	(45,000)
Managed funds revaluations	510,524
	7,459,226

9. INVESTMENT PROPERTY

	£
FAIR VALUE	
Additions	2,000,000
At 31 December 2023	2,000,000
NET BOOK VALUE	
At 31 December 2023	2,000,000

Treebeard Trust CIO

Notes to the Financial Statements - continued
For The Period 6 April 2023 to 31 December 2023

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Other creditors	17,384
	<u>17,384</u>

11. MOVEMENT IN FUNDS

	At 6.4.23 £	Net movement in funds £	At 31.12.23 £
Unrestricted funds			
General fund	23,216,011	8,846	23,224,857
	<u>23,216,011</u>	<u>8,846</u>	<u>23,224,857</u>
TOTAL FUNDS	<u>23,216,011</u>	<u>8,846</u>	<u>23,224,857</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	263,323	(1,071,481)	817,004	8,846
	<u>263,323</u>	<u>(1,071,481)</u>	<u>817,004</u>	<u>8,846</u>
TOTAL FUNDS	<u>263,323</u>	<u>(1,071,481)</u>	<u>817,004</u>	<u>8,846</u>

12. RELATED PARTY DISCLOSURES

On 6th April 2023 the former charity Treebeard Trust,, Charity number 1144241, transferred all its net assets to this charity amounting to £23,216,011, following approval by the Charity Commission. For simplicity, all investment transfers have been shown within additions in the period rather than shown separately. More details for the reasons behind this are given in the Trustees' Report.

During the year, £1760 was paid in fees to AP Advisory in exchange for coaching services provided to the CEO of one of Treebeard Trust's charity partners. AP Advisory is owned and operated by Andrew Purvis, a trustee of Treebeard Trust.

Treebreard Trust CIO

**Detailed Statement of Financial Activities
For The Period 6 April 2023 to 31 December 2023**

£

INCOME AND ENDOWMENTS

Investment income

Rents received	75,000
Dividend income	110,713
Deposit account interest	73,257
Other interest	4,353

263,323

Total incoming resources

263,323

EXPENDITURE

Charitable activities

Salary costs	33,165
Insurance	1,474
Investment management costs	45,000
Investment management consultancy	31,416
Grants to institutions	925,884

1,036,939

Support costs

Governance costs

Auditors' remuneration	8,262
Auditors' remuneration for non audit work	815
Sundries	4,843
Legal fees	19,436
IT software and website	1,186

34,542

Total resources expended

1,071,481

Net expenditure

(808,158)
