

THE HARRY BOTTOM CHARITABLE TRUST

England & Wales · Charity number 204675

Details

Status Registered

Legal form Other

Registered 1963-02-28

Register [View on the Charity Commission register](#)

Contact

Address Lishmans LLP
16-18 Station Road
Chapelton
Sheffield
S35 2XH

Phone 01142465348

Email harrybottomtrust@lishmansllp.com

Website <https://www.theharrybottomtrust.co.uk/>

Activities

Objects: A) THE ADVANCEMENT OF RELIGION.B) THE RELIEF OF THE AGED OR SICK POOR.C) THE ADVANCEMENT OF EDUCATION.D) THE RELIEF OF PERSONS SUFFERING FROM CHRONIC DISEASE.E) RESEARCH INTO THE CAUSES RELIEF OR CURE OF CHRONIC DISEASE.F) ANY OTHER CHARITABLE PURPOSE DECIDED UPON BY THE TRUSTEES IN THEIR ABSOLUTE DISCRETION.

Activities: The charity's activities are the donation of grants within Sheffield , Rotherham , Barnsley and North East Derbyshire to medical, religious, educational and other institutions that the trustees see fit with applications which demonstrate significant community enhancement encouraged.

Classification

- **How:** Makes Grants To Organisations, Sponsors Or Undertakes Research
- **What:** General Charitable Purposes, Education/training, The Advancement Of Health Or Saving Of Lives, Disability, The Prevention Or Relief Of Poverty, Accommodation/housing, Religious Activities
- **Who:** Children/young People, Elderly/old People, People With Disabilities, Other Charities Or Voluntary Bodies, Other Defined Groups

Geography

- Barnsley
- Derbyshire
- Doncaster
- Rotherham
- Sheffield City

Finances

Period end	Income	Expenditure	Assets	Employees
2025-06-30	£270,863	£387,435	-	-
2024-06-30	£270,264	£352,404	-	-
2023-06-30	£249,875	£308,539	-	-
2022-06-30	£249,257	£348,163	-	-
2021-06-30	£243,780	£288,745	-	-

Trustees

Name	Role	Appointed
Derek Handforth		2014-06-06
Dr Christopher Mark Lees Hall		2026-01-27
JONATHAN LESLIE HATTERSLEY		2022-03-03
Professor HELEN ELIZABETH WOOLLEY		2013-12-10
Rev WILLIAM SHAW MA		2017-03-03

THE HARRY BOTTOM CHARITABLE TRUST

England & Wales - Charity number 204675

Accounts

REGISTERED CHARITY NUMBER: 204675

Report of the Trustees and
Financial Statements for the Year Ended 30 June 2023
for
The Harry Bottom Charitable Trust

Armstrong Watson LLP
York House
Thornfield Business Park
Northallerton
DL6 2XQ

The Harry Bottom Charitable Trust

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for the Year Ended 30 June 2023**

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The Harry Bottom Charitable Trust

Report of the Trustees **for the Year Ended 30 June 2023**

The trustees present their report with the financial statements of the charity for the year ended 30 June 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 activities

The objectives of the Charity are the advancement of religion, the relief of the aged, sick and poor, the advancement of education, the relief of persons suffering from chronic disease, research into the cause, relief or cure of chronic disease and any other charitable purpose decided upon by the Trustees in their absolute discretion by way of grant making. The Trustees confirm that they have considered the Charity Commission's guidance on public benefit when reviewing the Trust's aims and objectives and in the planning of future activities and setting the grant making policy for the year.

The main activities undertaken by the Charity in the year to further its charitable purposes for the public benefit were to raise sufficient funds by way of its investments and to distribute them to various worthy causes that fulfil the criteria set out in its objectives.

The main achievements of the Charity during the year were that sufficient funds were raised in order to continue with its grant making activities; to achieve its objectives for the public benefit to improve the lives of the aged, sick and poor and the advancement of religion and education. The Trustees review this grant making policy at quarterly meetings to ensure that it reflects the Charities objectives and thereby advances public benefit.

The Charity holds various shares in a subsidiary undertaking. These shares are held for investment purposes in order to provide investment income for the Charity.

Achievements and Performance

During the year the Charity has generated sufficient funds from which it is able to distribute and continue its support for the various worthy causes that fit the criteria of its objectives for the public benefit. Neither a minimum nor a maximum level is set for grants to be made in the year. The total of grants made in the year was £158,980 (2022 £125,436).

The Trust entered into a three year bursary grant commitment to Sheffield University for ten students, for £2,000 each, a total of £20,000 per year. The total commitment is £60,000 and the first payment was made in the year to 30 June 2021 and the final payment was made in the current year to 30 June 2023.

The Trust is again committed to a £30,000 grant to the Yorkshire Baptist Association for the year to 30 June 2023. The commitment donation to The Archer Project for £10,000 paid over 2 years was agreed in the current year to 30 June 2023.

The Charity also makes grants to a number of smaller entities that also fulfil the criteria set out in its objectives. All grants made, large or small, make a substantial difference to the beneficiaries.

FINANCIAL REVIEW

Financial position

The Charities work is reliant on the investment returns it receives from its quoted and unquoted investments, its investment properties and interest received on deposits. This income is used to not only cover the Charities running costs but also to fund the grants that it pays to support its key objectives.

Quoted investments are the subject of discretionary investment management by Investec Wealth and Investments LTD with the objective of maximizing overall returns. This year the income achieved was £79,714 (2022 £69,825).

The financial position of the Charity's subsidiary and its performance is shown in notes 10 and 18 of the accounts.

In the current year to 30 June 2023, the subsidiary's investments were transferred over to the charity. The subsidiary was closed at 30th June 2023.

The Harry Bottom Charitable Trust

Report of the Trustees for the Year Ended 30 June 2023

FINANCIAL REVIEW

Investment policy and objectives

The Trusts quoted investments are the subject of discretionary investment management by Investec Wealth and Investments Ltd with the aim of maximizing overall returns based on an approximate asset allocation as follows:

	<u>Range</u>
Fixed Interest	15-25%
UK Equities	25-35%
Overseas Equities	30-40%
Commercial Property	0-10%
Alternative Assets	5-15%
Cash	0-5%

The overall strategy should be one of prudence and moderate risk, no individual holding within the portfolio exceeding 5% of the total value of the portfolio. The sector weightings of the UK Equity content of the portfolio should be broadly in line with the composition of the FT All Share Indices. The Charity has chosen not to adopt any formal, social, environmental or ethical investment policies.

This year the trust has seen the minimum gross income achieved and has seen an increase in the market value of quoted investments from £3,193,858 at 30th June 2022 to £4,391,769 at 30th June 2023 after adjusting for additions and disposals during the year. This movement also includes the absorption of the subsidiary's assets.

Year-end valuations are carried out by Investec Wealth and Investments Ltd and show a yield of 2.59%, which was considered satisfactory.

There was a profit on revaluation of unquoted investments of £147,950 which was transferred from the endowment fund.

Reserves policy

It is normally the policy of the Charity to maintain unrestricted funds which are the free reserves of the charity at a level which equates to at least four to five months unrestricted expenditure. At the moment the Charity has unrestricted funds that are in excess of this. The reasons for this are that on 30th June 2008 the Charity received a one off Gift Aid donation of £398,083 and on 30th June 2009 the unrestricted reserve fund of £197,150 was also transferred to the unrestricted fund as it was felt that this unrestricted reserve fund was no longer needed.

The Charities reserves policy is now that of four to five months, unrestricted expenditure plus the balance for the extensive programme of improvements to the investment properties the charity owns and also to increase the level of grants made in future as charitable applications are becoming more demanding of funds.

Going concern

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

FUTURE PLANS

The Charity intends to continue providing grants in the future with the focus on its objectives for the public benefit as it has done in the past with applications which demonstrate significant community enhancement encouraged.

The Harry Bottom Charitable Trust

Report of the Trustees for the Year Ended 30 June 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Harry Bottom Charitable Trust is constituted under a trust deed dated 7th October 1960 and is a registered charity, number 204675.

The Trustees who have served during the year and since the year-end are set out on page 3. The Trust Deed provides the number of Trustees shall not be less than four nor no more than seven. If the number of trustees falls below four, the number as soon as practicable shall be increased to at least four.

If the Trust requires appointment of a new trustee(s) the continuing trustees may approach the original bodies* as well as approaching third party bodies to make such an appointment as they in their absolute discretion see fit subject to unanimous approval by the continuing Trustees of said appointment.

*Original bodies:

The Yorkshire Baptist Association (Formerly The Sheffield and District Association of Baptist Churches)

The Cutlers Company in Hallamshire

The Sheffield University

The Lord Mayor Aldermen and Citizens of the City of Sheffield

Any Trustee except the Settlor shall retire from the Charity on attaining the age of seventy-five unless re-appointed by the continuing Trustees, such appointment to be renewed annually thereafter.

The financial statements present information about the Trust as an individual undertaking and not a group. The reason for not preparing consolidated accounts is included in the Accounting Policies.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

204675

Principal address

Lishmans LLP
16-18 Station Road
Chapelton
Sheffield
S35 2XH

Trustees

Mr D Handforth
Professor A Rawlinson
Professor H Woolley
Reverend W Shaw
Mr J L Hattersley

Independent Examiner

Simon Turner
Armstrong Watson LLP
York House
Thornfield Business Park
Northallerton
DL6 2XQ

Solicitors

Wake Smith Solicitors
No1 Velocity
2 Tenter Street
Sheffield
S1 4BY

The Harry Bottom Charitable Trust

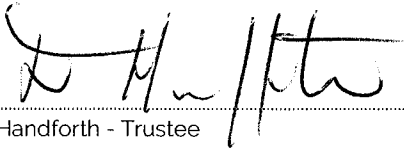
**Report of the Trustees
for the Year Ended 30 June 2023**

REFERENCE AND ADMINISTRATIVE DETAILS

Investment Advisers

Investec
Beech House
61 Napier Street
Sheffield
S11 8HA

Approved by order of the board of trustees on 02/04/24 and signed on its behalf by:


.....
Mr D Handforth - Trustee



**Independent Examiner's Report to the Trustees of
The Harry Bottom Charitable Trust**

Independent examiner's report to the trustees of The Harry Bottom Charitable Trust

I report to the charity trustees on my examination of the accounts of The Harry Bottom Charitable Trust (the Trust) for the year ended 30 June 2023.

Responsibilities and basis of report

As the charity trustees of the Trust 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 Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

Independent examiner's statement

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 Trust 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.



Simon Turner

Armstrong Watson LLP
York House
Thornfield Business Park
Northallerton
DL6 2XQ

Date: 03/04/2024.....

The Harry Bottom Charitable Trust

**Statement of Financial Activities
for the Year Ended 30 June 2023**

	Notes	Unrestricted funds £	Endowment fund £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Investment Property Income	2	170,131	-	170,131	179,428
Investment income	3	<u>79,744</u>	<u>-</u>	<u>79,744</u>	<u>69,829</u>
Total		<u>249,875</u>	<u>-</u>	<u>249,875</u>	<u>249,257</u>
EXPENDITURE ON					
Raising funds	4	71,595	23,248	94,843	161,085
Charitable activities	5				
Religious Grants		43,938	-	43,938	33,500
Medical		37,343	-	37,343	15,235
Educational/Sundry		77,699	-	77,699	76,701
Other		<u>54,716</u>	<u>-</u>	<u>54,716</u>	<u>61,642</u>
Total		<u>285,291</u>	<u>23,248</u>	<u>308,539</u>	<u>348,163</u>
Net gains/(losses) on investments		<u>-</u>	<u>(179,763)</u>	<u>(179,763)</u>	<u>(311,357)</u>
NET INCOME/(EXPENDITURE)		(35,416)	(203,011)	(238,427)	(410,263)
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>933,807</u>	<u>6,102,860</u>	<u>7,036,667</u>	<u>7,446,930</u>
TOTAL FUNDS CARRIED FORWARD		<u>898,391</u>	<u>5,899,849</u>	<u>6,798,240</u>	<u>7,036,667</u>

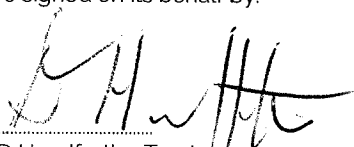
The notes form part of these financial statements

The Harry Bottom Charitable Trust

Balance Sheet
30 June 2023

	Notes	Unrestricted funds £	Endowment fund £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Investments					
Investments	10	894,760	3,497,009	4,391,769	4,647,269
Investment property	11	-	<u>2,402,840</u>	<u>2,402,840</u>	<u>2,402,840</u>
		894,760	5,899,849	6,794,609	7,050,109
CURRENT ASSETS					
Debtors	12	71,525	-	71,525	14,208
Cash at bank		<u>4,748</u>	-	<u>4,748</u>	<u>69,763</u>
		76,273	-	76,273	83,971
CREDITORS					
Amounts falling due within one year	13	(37,642)	-	(37,642)	(67,413)
NET CURRENT ASSETS					
		<u>38,631</u>	-	<u>38,631</u>	<u>16,558</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		933,391	5,899,849	6,833,240	7,066,667
CREDITORS					
Amounts falling due after more than one year	14	(35,000)	-	(35,000)	(30,000)
NET ASSETS					
		<u>898,391</u>	<u>5,899,849</u>	<u>6,798,240</u>	<u>7,036,667</u>
FUNDS					
Unrestricted funds	16			898,391	933,807
Endowment funds				<u>5,899,849</u>	<u>6,102,860</u>
TOTAL FUNDS					
				<u>6,798,240</u>	<u>7,036,667</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 02/09/24 and were signed on its behalf by:


Mr D Handforth - Trustee


Mr J L Hattersley - Trustee

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 30 June 2023

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with 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.

Income

Investment income

Income from investments is shown gross and is taken into account in the year in which it is receivable. Investment management costs are shown separately.

Rental income

Rental income is shown gross with repairs and commissions including value added tax being shown separately, where applicable.

Liability recognition

Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

Expenditure

Expenditure is charged on the accruals basis. Irrecoverable VAT is charged to the Statement of Financial Activities as incurred.

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.

Raising funds

Investment management costs are the investment property expenses and investment portfolio management costs incurred.

Charitable activities

Grant expenditure is recorded once the grant has been agreed to be paid at a quarterly Trustees' meeting. Where there are provisions for multi-year grants, these have not been adjusted for the effects of discounting as due to low interest rates and inflation and the short period over which the grants are to be paid, it is not considered material. Charitable activities also includes governance costs and apportionment of support costs.

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.

Allocation and apportionment of costs

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to Independent examination and Trustees remuneration together with an apportionment of overhead and support costs.

Fixed asset investment

Quoted investments are shown at market value. Investment properties are valued on the basis of a multiple of rents receivable or current market value. Quoted investments are valued by the investment advisers to the charity. Unquoted investments are valued at fair value of the net assets.

The main form of financial risk faced by the Charity is that of volatility in equity and investment markets due to wider economic conditions, the attitude of investors to investment risk and the changes in sentiment concerning equities and are summarised below.

Notes to the Financial Statements - continued
for the Year Ended 30 June 2023

1. ACCOUNTING POLICIES - continued

Fixed asset investment

The main risk to the Trust from financial instruments lies in the combination of uncertain investment markets and volatility in yield. Due to 'quantitative easing' and market sentiment favouring lower risk investments, the yield on bonds has been abnormally low giving rise to a significant downside risk of a fall in capital values when interest rates return to normal levels. Although rising interest rates resulting from stronger economy and improved economic activity should be indicative of improving dividend yields and equity values, there is a concern that the abnormal availability of 'cheap money' to the banking sector has led to wider over-valuation of traded assets (an 'asset bubble') that may depress equity values once economic conditions ease.

The trust is reliant on dividend yield in part to finance its work and this leads to a greater exposure to international companies, the values of which, together with their yield are exposed to exchange rate risk when converting the holdings into sterling. The outlook for the sterling exchange rate remains uncertain but has already been discounted by the markets.

Liquidity risk is anticipated to be low as all assets are traded and the commitment to intervention by central banks and market regulators has continued to provide for orderly trading in the markets and so their ability to buy and sell quoted equities and stock is anticipated to continue. The trusts investments are mainly traded in markets subject to exchange controls or trading restrictions.

The trust manages these investments risks by retaining expert advisors and operating an investment policy that provides for a high degree of diversification of holdings within investment asset classes that are quoted on recognised stock exchanges. The trust does not make use of derivatives and similar complex financial instruments as it takes the view that investments are held for their longer term yield total return and historic studies of quoted financial instruments have shown that volatility in any particular 5 year period will normally be corrected.

The trusts subsidiary has an investment in financial instruments which are managed by the same professional investment managers and on the same basis with reference to risk and return.

In addition to the trusts portfolio of stock market investments, it holds a mixed portfolio of properties, the bulk of which are residential houses. The trust derives substantial income from these properties. The main risk to this income is from changes to social security benefits and in particular the benefits cap which could affect the tenants' ability to meet their rents. Not all tenants are on benefits and those that are are either on shorthold assured or statutory periodic tenancies enabling the trust to take possession and re-let. The cuts could however in the longer term reduce potential letting income.

Net gains/(losses) on investments

Unrealised and realised investments gains and losses are shown net in the Statement of Financial Activities.

Non preparation of consolidated accounts

The financial statements present information about the trust as an individual undertaking and not a group.

During the year ended 30th June 2023 neither the charitable audit threshold nor group accounts threshold are exceeded and therefore the charity does not have to prepare group accounts.

Taxation

The charity is exempt from tax on its charitable activities.

Funds

The endowment of the Charity is considered permanent. The income arising from this endowment is unrestricted income.

Debtors

Debtors are measured on initial recognition at settlement amount. Subsequently, they are measured at the cash or other consideration expected to be received.

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2023**

2. INVESTMENT PROPERTY INCOME	2023	2022
	£	£
Doncaster property	16,984	16,984
Worskop property	131,349	125,033
Sheffield property	20,891	36,504
Other ground rents & wayleave	<u>907</u>	<u>907</u>
	<u>170,131</u>	<u>179,428</u>
3. INVESTMENT INCOME	2023	2022
	£	£
Interest & dividends	79,714	69,825
Deposit account interest	<u>30</u>	<u>4</u>
	<u>79,744</u>	<u>69,829</u>
4. RAISING FUNDS		
Investment management costs	2023	2022
	£	£
Portfolio management	23,248	24,976
Investment property expenses	-	1,681
Worskop property expenses	61,848	118,662
London road flats	9,427	15,446
Other ground rents	<u>320</u>	<u>320</u>
	<u>94,843</u>	<u>161,085</u>
5. CHARITABLE ACTIVITIES COSTS		Grant funding of activities
		£
Religious Grants		43,938
Medical		37,343
Educational/Sundry		<u>77,699</u>
		<u>158,980</u>

The Harry Bottom Charitable Trust

Notes to the Financial Statements - continued
for the Year Ended 30 June 2023

6. SUPPORT COSTS

	Management £	Finance £	Governance costs £	Totals £
Other resources expended	<u>26,467</u>	<u>102</u>	<u>28,147</u>	<u>54,716</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

	2023 £	2022 £
Trustees' salaries	<u>6,405</u>	<u>4,580</u>

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 June 2023 nor for the year ended 30 June 2022.

8. STAFF COSTS

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

2023 NIL	2022 NIL
-------------	-------------

The only staff costs paid in the year were to trustees. The remuneration to the trustees is stated in the original trust deed, which is increased by RPI each year.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Investment Property Income	179,428	-	179,428
Investment income	<u>69,829</u>	<u>-</u>	<u>69,829</u>
Total	<u>249,257</u>	<u>-</u>	<u>249,257</u>
EXPENDITURE ON			
Raising funds	136,106	24,979	161,085
Charitable activities			
Religious Grants	33,500	-	33,500
Medical	15,235	-	15,235
Educational/Sundry	76,701	-	76,701
Other	<u>61,642</u>	<u>-</u>	<u>61,642</u>
Total	<u>323,184</u>	<u>24,979</u>	<u>348,163</u>
Net gains/(losses) on investments	<u>-</u>	<u>(311,357)</u>	<u>(311,357)</u>
NET INCOME/(EXPENDITURE)	(73,927)	(336,336)	(410,263)
RECONCILIATION OF FUNDS			
Total funds brought forward	1,007,734	6,439,196	7,446,930

The Harry Bottom Charitable Trust

Notes to the Financial Statements - continued
for the Year Ended 30 June 2023

9.	COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted funds £	Endowment fund £	Total funds £
	TOTAL FUNDS CARRIED FORWARD	<u>933,807</u>	<u>6,102,860</u>	<u>7,036,667</u>
10.	FIXED ASSET INVESTMENTS			
		Shares in group undertakings £	Other Investments £	Totals £
	MARKET VALUE			
	At 1 July 2022	1,453,411	3,193,858	4,647,269
	Additions	-	749,082	749,082
	Disposals	-	(760,361)	(760,361)
	Revaluations	147,949	-	147,949
	Impairments	-	(266,652)	(266,652)
	Reclassification/transfer	<u>(1,601,360)</u>	<u>1,475,842</u>	<u>(125,518)</u>
	At 30 June 2023	<u>-</u>	<u>4,391,769</u>	<u>4,391,769</u>
	NET BOOK VALUE			
	At 30 June 2023	<u>-</u>	<u>4,391,769</u>	<u>4,391,769</u>
	At 30 June 2022	<u>1,453,411</u>	<u>3,193,858</u>	<u>4,647,269</u>

Investec Wealth and Investments Ltd hold investments on behalf of the Trust outside the UK.

1. Quoted investments were valued by Investec Wealth and Investments Ltd as at 30th June 2023.

2. Unquoted investments are valued at 30th June 2023 at fair value of the net assets.

3. The investments above are held primarily to provide an investment return for the charity.

Cost or valuation at 30 June 2023 is represented by:

		Other Investments £
Valuation in 2023		1,197,911
Cost		<u>3,193,858</u>
		<u>4,391,769</u>

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2023**

11. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 July 2022 and 30 June 2023	<u>2,402,840</u>
NET BOOK VALUE	
At 30 June 2023	<u>2,402,840</u>
At 30 June 2022	<u>2,402,840</u>

The above properties are all investment properties, therefore no account is taken of depreciation, as they are held primarily to provide an investment return for the charity.

The trustees have valued the investment properties and have adopted a reasonable approach in their valuation, basing Hallgate, East Laithgate, Newfield Court, London Road and Boston Street on ten years purchase of the rental income. the regulated tenancies on the Kilton Estate Worksop are valued at current market value as are the de-regulated tenancies on the Kilton Estate and the properties at London Road.

The historical cost of the investment properties is £542,413 (2022 £542,413)

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Other debtor - Lishmans LLP	65,462	-
Rental Debtors	2,819	13,768
Income tax repayment	2,183	-
Prepayments and accrued income	<u>1,061</u>	<u>440</u>
	<u>71,525</u>	<u>14,208</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Bank loans and overdrafts (see note 15)	-	8,644
Grants payable	35,002	50,000
Accrued expenses	<u>2,640</u>	<u>8,769</u>
	<u>37,642</u>	<u>67,413</u>

The Harry Bottom Charitable Trust

Notes to the Financial Statements - continued
for the Year Ended 30 June 2023

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2023 £	2022 £
Grants payable > 1 year	<u>35,000</u>	<u>30,000</u>

All creditors relate to unrestricted funds in both 2023 and 2022.

The Trustees have accrued as a liability grants payable for student bursaries distributed to the University of Sheffield. The bursaries are for ten new students chosen each year by the University of Sheffield and the bursaries run for three years. Each bursary is for £2,000 and therefore the total commitment is for £60,000. This arrangement will run for three years, starting 2021, after which it will be reviewed in 2024.

Although the bursaries are subject to two progress reports each year, the students progress is outside the control of the trustees and therefore, a full accrual for this commitment is made.

A liability has also been recognised for a further grant to the Yorkshire Baptist Association of £30,000 for 2023 (£30,000 2022).

The Trustees have accrued as a liability grants payable to The Archer Project. The grants are for £5,000 per annum and are to run for a period of two years ending in June 2024.

15. LOANS

An analysis of the maturity of loans is given below:

	2023 £	2022 £
Amounts falling due within one year on demand:		
Bank overdrafts	<u>-</u>	<u>8,644</u>

16. MOVEMENT IN FUNDS

	At 1.7.22 £	Net movement in funds £	At 30.6.23 £
Unrestricted funds			
Unrestricted Income Fund	933,807	(35,416)	898,391
Endowment funds			
Endowment Fund	6,102,860	(203,011)	5,899,849
TOTAL FUNDS	<u>7,036,667</u>	<u>(238,427)</u>	<u>6,798,240</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Unrestricted Income Fund	249,875	(285,291)	-	(35,416)
Endowment funds				
Endowment Fund	-	(23,248)	(179,763)	(203,011)
TOTAL FUNDS	<u>249,875</u>	<u>(308,539)</u>	<u>(179,763)</u>	<u>(238,427)</u>

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2023**

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.7.21 £	Net movement in funds £	At 30.6.22 £
Unrestricted funds			
Unrestricted Income Fund	1,007,734	(73,927)	933,807
Endowment funds			
Endowment Fund	6,439,196	(336,336)	6,102,860
TOTAL FUNDS	<u>7,446,930</u>	<u>(410,263)</u>	<u>7,036,667</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Unrestricted Income Fund	249,257	(323,184)	-	(73,927)
Endowment funds				
Endowment Fund	-	(24,979)	(311,357)	(336,336)
TOTAL FUNDS	<u>249,257</u>	<u>(348,163)</u>	<u>(311,357)</u>	<u>(410,263)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.7.21 £	Net movement in funds £	At 30.6.23 £
Unrestricted funds			
Unrestricted Income Fund	1,007,734	(109,343)	898,391
Endowment funds			
Endowment Fund	6,439,196	(539,347)	5,899,849
TOTAL FUNDS	<u>7,446,930</u>	<u>(648,690)</u>	<u>6,798,240</u>

The Harry Bottom Charitable Trust

Notes to the Financial Statements - continued for the Year Ended 30 June 2023

16. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Unrestricted Income Fund	499,132	(608,475)	-	(109,343)
Endowment funds				
Endowment Fund	-	(48,227)	(491,120)	(539,347)
	<u>499,132</u>	<u>(656,702)</u>	<u>(491,120)</u>	<u>(648,690)</u>

The unrestricted income fund represents the funds which the trustees are free to use in accordance with the charitable objectives as set out in the trust deed. These funds have arisen from income generated by the permanent endowment.

The endowment fund represents those assets which must be held permanently by the charity, principally investments and property. Income arising on the endowment fund can be used in accordance with the objectives and is included in unrestricted income. Any capital gains or losses arising on the investments including property form part of the fund. Investment management charges relating to the fund are charged against the fund.

It is felt that all funds hold sufficient resources in an appropriate form to enable the funds to be applied in accordance with any restrictions.

17. OTHER FINANCIAL COMMITMENTS

Movement in recognised grant commitments during the year

	<u>Charitable Commitments Accrued</u>
Grant commitments recognised at start of year	£80,000
New grant commitments charged to SOFA in year (see note 5)	£158,980
Grants paid during the year	(£168,980)
Amount of grant commitments recognised as at 30th June 2023	£70,000

18. BASIS OF ACCOUNTING FOR SHARES IN GROUP UNDERTAKING

The Financial statements present information supplied about the trust as an individual undertaking and not a group.

The unquoted subsidiary is an investment company. The shares in this company have been treated as an investment and included in the financial statements at fair value of net assets. These investments are held primarily to provide an investment return for the charity.

In the current year to 30th June 2023, the unquoted subsidiary was dissolved and the assets were transferred into the trust.

Subsidiary Undertaking	Class of share	Proportion held
Harry Bottom (Holdings) Ltd	7.5% Cum. Pref Shares of £1 each	100%
16-18 Station Road	Ordinary shares of 50p each	100%
Chapelton	Ordinary shares of £1 each	100%
Sheffield		
S35 2XH		

The Harry Bottom Charitable Trust

Notes to the Financial Statements - continued
for the Year Ended 30 June 2023

18. BASIS OF ACCOUNTING FOR SHARES IN GROUP UNDERTAKING - continued

	Year-end 30/06/23	Year-end 30/06/22
Turnover	21,684	32,300
Administrative expenses	(4,121)	14,669
Gain/(loss) on revaluation	-	(100,007)
Gain on disposal	<u>156,260</u>	<u>86,222</u>
Profit (Loss) for financial year	173,823	33,184
Assets	1,601,361	1,457,958
Liabilities	-	(30,420)
Capital & Reserves	<u>1,601,361</u>	<u>1,427,538</u>

The Harry Bottom Charitable Trust

Detailed Statement of Financial Activities
for the Year Ended 30 June 2023

	2023 £	2022 £
INCOME AND ENDOWMENTS		
Investment Property Income		
Doncaster property	16,984	16,984
Worskop property	131,349	125,033
Sheffield property	20,891	36,504
Other ground rents & wayleave	<u>907</u>	<u>907</u>
	170,131	179,428
Investment income		
Interest & dividends	79,714	69,825
Deposit account interest	<u>30</u>	<u>4</u>
	<u>79,744</u>	<u>69,829</u>
Total incoming resources	249,875	249,257
EXPENDITURE		
Investment management costs		
Portfolio management	23,248	24,976
Investment property expenses	-	1,681
Worskop property expenses	61,848	118,662
London road flats	9,427	15,446
Other ground rents	<u>320</u>	<u>320</u>
	94,843	161,085
Charitable activities		
Grants to institutions	158,980	125,436
Support costs		
Management		
Charity admin fees	26,467	35,440
Finance		
Bank charges	102	78
Governance costs		
Trustees' salaries	6,405	4,580
Independent examiner	2,640	2,400
Insurance	6,810	8,737
Accountancy and legal fees	<u>12,292</u>	<u>10,407</u>
	<u>28,147</u>	<u>26,124</u>
Total resources expended	<u>308,539</u>	<u>348,163</u>
Net expenditure before gains and losses	(58,664)	(98,906)
Realised recognised gains and losses		
Carried forward	(58,664)	(98,906)

This page does not form part of the statutory financial statements

The Harry Bottom Charitable Trust

Detailed Statement of Financial Activities
for the Year Ended 30 June 2023

	2023	2022
	£	£
Realised recognised gains and losses		
Brought forward	(58,664)	(98,906)
Realised gains/(losses) on fixed asset investments	<u>(179,763)</u>	<u>(311,357)</u>
Net expenditure	<u><u>(238,427)</u></u>	<u><u>(410,263)</u></u>

This page does not form part of the statutory financial statements

THE HARRY BOTTOM CHARITABLE TRUST

England & Wales - Charity number 204675

Accounts

REGISTERED CHARITY NUMBER: 204675

Report of the Trustees and
Financial Statements for the Year Ended 30 June 2022
for
The Harry Bottom Charitable Trust

Armstrong Watson Audit Limited
York House
Thornfield Business Park
Northallerton
DL6 2XQ

The Harry Bottom Charitable Trust

Contents of the Financial Statements
for the Year Ended 30 June 2022

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The Harry Bottom Charitable Trust

Report of the Trustees for the Year Ended 30 June 2022

The trustees present their report with the financial statements of the charity for the year ended 30 June 2022. 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 activities

The objectives of the Charity are the advancement of religion, the relief of the aged, sick and poor, the advancement of education, the relief of persons suffering from chronic disease, research into the cause, relief or cure of chronic disease and any other charitable purpose decided upon by the Trustees in their absolute discretion by way of grant making. The Trustees confirm that they have considered the Charity Commission's guidance on public benefit when reviewing the Trust's aims and objectives and in the planning of future activities and setting the grant making policy for the year.

The main activities undertaken by the Charity in the year to further its charitable purposes for the public benefit were to raise sufficient funds by way of its investments and to distribute them to various worthy causes that fulfil the criteria set out in its objectives.

The main achievements of the Charity during the year were that sufficient funds were raised in order to continue with its grant making activities; to achieve its objectives for the public benefit to improve the lives of the aged, sick and poor and the advancement of religion and education. The Trustees review this grant making policy at quarterly meetings to ensure that it reflects the Charities objectives and thereby advances public benefit.

The Charity holds various shares in a subsidiary undertaking. These shares are held for investment purposes in order to provide investment income for the Charity.

Achievements and Performance

During the year the Charity has generated sufficient funds from which it is able to distribute and continue its support for the various worthy causes that fit the criteria of its objectives for the public benefit. Neither a minimum nor a maximum level is set for grants to be made in the year. The total of grants made in the year was £125,436 (2021 £167,422).

The Trust entered into a three year bursary grant commitment to Sheffield University for ten students, for £2,000 each, a total of £20,000 per year. The total commitment is £60,000 and the first payment was made in the year to 30 June 2021. The Trust is again committed to a £30,000 grant to the Yorkshire Baptist Association for the year to 30 June 2022. The commitment to The Cavendish Hip Foundation for £2,500 ended in the current year to 30 June 2022.

The Charity also makes grants to a number of smaller entities that also fulfil the criteria set out in its objectives. All grants made, large or small, make a substantial difference to the beneficiaries.

FINANCIAL REVIEW

Financial position

The Charities work is reliant on the investment returns it receives from its quoted and unquoted investments, its investment properties and interest received on deposits. This income is used to not only cover the Charities running costs but also to fund the grants that it pays to support its key objectives.

Quoted investments are the subject of discretionary investment management by Investec with the objective of maximising overall returns. This year the income achieved was £69,825 (2021 £60,399).

The financial position of the Charity's subsidiary and its performance is shown in notes 10 and 18 of the accounts.

The Harry Bottom Charitable Trust

Report of the Trustees for the Year Ended 30 June 2022

FINANCIAL REVIEW

Investment policy and objectives

The Trusts quoted investments are the subject of discretionary investment management by Investec with the aim of maximising overall returns based on an approximate asset allocation as follows:

	<u>Range</u>
Fixed Interest	15-25%
UK Equities	25-35%
Overseas Equities	30-40%
Commercial Property	0-10%
Alternative Assets	5-15%
Cash	0-5%

The overall strategy should be one of prudence and moderate risk, no individual holding within the portfolio exceeding 5% of the total value of the portfolio. The sector weightings of the UK Equity content of the portfolio should be broadly in line with the composition of the FT All Share Indices. The Charity has chosen not to adopt any formal, social, environmental or ethical investment policies.

This year the trust has seen the minimum gross income achieved and has seen an decrease in the market value of quoted investments from £3,487,794 at 30th June 2021 to £3,193,858 at 30th June 2022 after adjusting for additions and disposals during the year.

Year-end valuations are carried out by Investec and show a yield of 2.12%, which was considered satisfactory.

There was a loss on revaluation of unquoted investments of £486 which was transferred from the endowment fund.

Reserves policy

It is normally the policy of the Charity to maintain unrestricted funds which are the free reserves of the charity at a level which equates to at least four to five months unrestricted expenditure. At the moment the Charity has unrestricted funds that are in excess of this. The reasons for this are that on 30th June 2008 the Charity received a one off Gift Aid donation of £398,083 and on 30th June 2009 the unrestricted reserve fund of £197,150 was also transferred to the unrestricted fund as it was felt that this unrestricted reserve fund was no longer needed.

The Charities reserves policy is now that of four to five months, unrestricted expenditure plus the balance for the extensive programme of improvements to the investment properties the charity owns and also to increase the level of grants made in future as charitable applications are becoming more demanding of funds.

Going concern

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

FUTURE PLANS

The Charity intends to continue providing grants in the future with the focus on its objectives for the public benefit as it has done in the past with applications which demonstrate significant community enhancement encouraged.

The Harry Bottom Charitable Trust

**Report of the Trustees
for the Year Ended 30 June 2022**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Harry Bottom Charitable Trust is constituted under a trust deed dated 7th October 1960 and is a registered charity, number 204675.

The Trustees who have served during the year and since the year-end are set out on page 3. The Trust Deed provides the number of Trustees shall not be less than four nor no more than seven. If the number of trustees falls below four, the number as soon as practicable shall be increased to at least four.

If the Trust requires appointment of a new trustee(s) the continuing trustees may approach the original bodies' as well as approaching third party bodies to make such an appointment as they in their absolute discretion see fit subject to unanimous approval by the continuing Trustees of said appointment.

'Original bodies'

The Yorkshire Baptist Association (Formerly The Sheffield and District Association of Baptist Churches)

The Cutlers Company in Hallamshire

The Sheffield University

The Lord Mayor Aldermen and Citizens of the City of Sheffield

Any Trustee except the Settlor shall retire from the Charity on attaining the age of seventy-five unless re-appointed by the continuing Trustees, such appointment to be renewed annually thereafter.

The financial statements present information about the Trust as an individual undertaking and not a group. The reason for not preparing consolidated accounts is included in the Accounting Policies.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

204675

Principal address

Lishmans LLP
16-18 Station Road
Chapelton
Sheffield
S35 2XH

Trustees

Mr D Handforth
Professor A Rawlinson
Professor H Woolley
Reverend W Shaw
Mr J L Hattersley (appointed 3 3 22)

Independent Examiner

Simon Turner
Armstrong Watson Audit Limited
York House
Thornfield Business Park
Northallerton
DL6 2XQ

Solicitors

Norrie Waite and Slater
9 - 12 East Parade
Sheffield
S1 2ET

The Harry Bottom Charitable Trust

Report of the Trustees
for the Year Ended 30 June 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Investment Advisers

Investec
Beech House
61 Napier Street
Sheffield
S11 8HA

Approved by order of the board of trustees on 11 December 2022 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'D Handforth', written over a horizontal dotted line.

Mr D Handforth - Trustee

**Independent Examiner's Report to the Trustees of
The Harry Bottom Charitable Trust**

Independent examiner's report to the trustees of The Harry Bottom Charitable Trust

I report to the charity trustees of the Trust on my examination of the accounts of The Harry Bottom Charitable Trust (the Trust) for the year ended 30 June 2022.

Responsibilities and basis of report

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

Independent examiner's statement

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 Trust 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.



Simon Turner
Armstrong Watson Audit Limited
York House
Thornfield Business Park
Northallerton
DL6 2XQ

Date. 1 December 2022

The Harry Bottom Charitable Trust

**Statement of Financial Activities
for the Year Ended 30 June 2022**

	Notes	Unrestricted funds £	Endowment fund £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Investment Property Income	2	179,428	-	179,428	148,216
Investment income	3	69,829	-	69,829	95,564
Total		<u>249,257</u>	<u>-</u>	<u>249,257</u>	<u>243,780</u>
EXPENDITURE ON					
Raising funds	4	136,106	24,979	161,085	93,478
Charitable activities					
Religious Grants	5	33,500	-	33,500	39,000
Medical		15,235	-	15,235	79,349
Educational/Sundry		76,701	-	76,701	49,073
Other		61,642	-	61,642	51,020
Total		<u>323,184</u>	<u>24,979</u>	<u>348,163</u>	<u>311,920</u>
Net gains/(losses) on investments		<u>-</u>	<u>(311,357)</u>	<u>(311,357)</u>	<u>646,755</u>
NET INCOME/(EXPENDITURE)		<u>(73,927)</u>	<u>(336,336)</u>	<u>(410,263)</u>	<u>578,615</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		1,007,734	6,439,196	7,446,930	6,868,315
TOTAL FUNDS CARRIED FORWARD		<u>933,807</u>	<u>6,102,860</u>	<u>7,036,667</u>	<u>7,446,930</u>


The notes form part of these financial statements

The Harry Bottom Charitable Trust

Balance Sheet
30 June 2022

	Notes	Unrestricted funds £	Endowment fund £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Investments					
Investments	10	947,249	3,700,020	4,647,269	4,941,690
Investment property	11	-	2,402,840	2,402,840	2,402,840
		<u>947,249</u>	<u>6,102,860</u>	<u>7,050,109</u>	<u>7,344,530</u>
CURRENT ASSETS					
Debtors	12	14,208	-	14,208	66,386
Cash at bank		69,763	-	69,763	147,246
		<u>83,971</u>	<u>-</u>	<u>83,971</u>	<u>213,632</u>
CREDITORS					
Amounts falling due within one year	13	(67,413)	-	(67,413)	(61,232)
		<u>16,558</u>	<u>-</u>	<u>16,558</u>	<u>152,400</u>
NET CURRENT ASSETS					
		<u>963,807</u>	<u>6,102,860</u>	<u>7,066,667</u>	<u>7,496,930</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
CREDITORS					
Amounts falling due after more than one year	14	(30,000)	-	(30,000)	(50,000)
		<u>933,807</u>	<u>6,102,860</u>	<u>7,036,667</u>	<u>7,446,930</u>
NET ASSETS					
FUNDS					
Unrestricted funds	16			933,807	1,007,734
Endowment funds				6,102,860	6,439,196
				<u>7,036,667</u>	<u>7,446,930</u>
TOTAL FUNDS					

The financial statements were approved by the Board of Trustees and authorised for issue on 11 December 2022 and were signed on its behalf by:


Mr D Handforth - Trustee


Mr J L Hattersley - Trustee

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 30 June 2022

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with 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.

Income

Investment income

Income from investments is shown gross and is taken into account in the year in which it is receivable. Investment management costs are shown separately.

Rental income

Rental income is shown gross with repairs and commissions including value added tax being shown separately, where applicable.

Liability recognition

Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

Expenditure

Expenditure is charged on the accruals basis.
Irrecoverable VAT is charged to the Statement of Financial Activities as incurred.

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.

Raising funds

Investment management costs are the investment property expenses and investment portfolio management costs incurred.

Charitable activities

Grant expenditure is recorded once the grant has been agreed to be paid at a quarterly Trustees' meeting. Where there are provisions for multi-year grants, these have not been adjusted for the effects of discounting as due to low interest rates and inflation and the short period over which the grants are to be paid, it is not considered material. Charitable activities also includes governance costs and apportionment of support costs.

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.

Allocation and apportionment of costs

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to independent examination and Trustees remuneration together with an apportionment of overhead and support costs.

Fixed asset investment

Quoted investments are shown at market value. Investment properties are valued on the basis of a multiple of rents receivable or current market value. Quoted investments are valued by the investment advisers to the charity. Unquoted investments are valued at fair value of the net assets.

The main form of financial risk faced by the Charity is that of volatility in equity and investment markets due to wider economic conditions, the attitude of investors to investment risk and the changes in sentiment concerning equities and are summarised below.

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2022**

1. ACCOUNTING POLICIES - continued

Fixed asset investment

The main risk to the Trust from financial instruments lies in the combination of uncertain investment markets and volatility in yield. Due to 'quantitative easing' and market sentiment favouring lower risk investments, the yield on bonds has been abnormally low giving rise to a significant downside risk of a fall in capital values when interest rates return to normal levels. Although rising interest rates resulting from stronger economy and improved economic activity should be indicative of improving dividend yields and equity values, there is a concern that the abnormal availability of 'cheap money' to the banking sector has led to wider over-valuation of traded assets (an 'asset bubble') that may depress equity values once economic conditions ease.

The trust is reliant on dividend yield in part to finance its work and this leads to a greater exposure to international companies, the values of which, together with their yield are exposed to exchange rate risk when converting the holdings into sterling. The outlook for the sterling exchange rate remains uncertain but has already been discounted by the markets

Liquidity risk is anticipated to be low as all assets are traded and the commitment to intervention by central banks and market regulators has continued to provide for orderly trading in the markets and so their ability to buy and sell quoted equities and stock is anticipated to continue. The trusts investments are mainly traded in markets subject to exchange controls or trading restrictions.

The trust manages these investments risks by retaining expert advisors and operating an investment policy that provides for a high degree of diversification of holdings within investment asset classes that are quoted on recognised stock exchanges. The trust does not make use of derivatives and similar complex financial instruments as it takes the view that investments are held for their longer term yield total return and historic studies of quoted financial instruments have shown that volatility in any particular 5 year period will normally be corrected

The trusts subsidiary has an investment in financial instruments which are managed by the same professional investment managers and on the same basis with reference to risk and return.

In addition to the trusts portfolio of stock market investments, it holds a mixed portfolio of properties, the bulk of which are residential houses. The trust derives substantial income from these properties. The main risk to this income is from changes to social security benefits and in particular the benefits cap which could affect the tenants' ability to meet their rents. Not all tenants are on benefits and those that are are either on shorthold assured or statutory periodic tenancies enabling the trust to take possession and re-let. The cuts could however in the longer term reduce potential letting income.

Net gains/(losses) on investments

Unrealised and realised investments gains and losses are shown net in the Statement of Financial Activities.

Non preparation of consolidated accounts

The financial statements present information about the trust as an individual undertaking and not a group. During the year ended 30th June 2022 neither the charitable audit threshold nor group accounts threshold are exceeded and therefore the charity does not have to prepare group accounts.

Taxation

The charity is exempt from tax on its charitable activities.

Funds

The endowment of the Charity is considered permanent. The income arising from this endowment is unrestricted income.

Debtors

Debtors are measured on initial recognition at settlement amount. Subsequently, they are measured at the cash or other consideration expected to be received.

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2022**

2. INVESTMENT PROPERTY INCOME		
	2022	2021
	£	£
Doncaster property	16,984	16,984
Worskop property	125,033	109,835
Sheffield property	36,504	20,490
Other ground rents & wayleave	907	907
	<u>179,428</u>	<u>148,216</u>
3. INVESTMENT INCOME		
	2022	2021
	£	£
Interest & dividends	69,825	60,399
Shares in group undertakings	-	35,154
Deposit account interest	4	11
	<u>69,829</u>	<u>95,564</u>
4. RAISING FUNDS		
Investment management costs		
	2022	2021
	£	£
Portfolio management	24,976	23,174
Investment property expenses	1,681	351
Worksop property expenses	118,662	61,810
London road flats	15,446	7,823
Other ground rents	320	320
	<u>161,085</u>	<u>93,478</u>
5. CHARITABLE ACTIVITIES COSTS		
		Grant funding of activities
		£
Religious Grants		33,500
Medical		15,235
Educational/Sundry		76,701
		<u>125,436</u>

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2022**

6. SUPPORT COSTS

	Management £	Finance £	Governance costs £	Totals £
Other resources expended	<u>35,440</u>	<u>78</u>	<u>26,124</u>	<u>61,642</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

	2022 £	2021 £
Trustees' salaries	4,580	4,408
Trustees' social security	-	204
	<u>4,580</u>	<u>4,612</u>

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 June 2022 nor for the year ended 30 June 2021.

8. STAFF COSTS

The average monthly number of employees during the year was as follows.

	2022 NIL	2021 NIL
The only staff costs paid in the year were to trustees.		

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Investment Property Income	148,216	-	148,216
Investment income	95,564	-	95,564
Total	<u>243,780</u>	<u>-</u>	<u>243,780</u>
EXPENDITURE ON			
Raising funds	70,303	23,175	93,478
Charitable activities			
Religious Grants	39,000	-	39,000
Medical	79,349	-	79,349
Educational/Sundry	49,073	-	49,073
Other	51,020	-	51,020
Total	<u>288,745</u>	<u>23,175</u>	<u>311,920</u>
Net gains on investments	-	646,755	646,755
NET INCOME/(EXPENDITURE)	(44,965)	623,580	578,615
RECONCILIATION OF FUNDS			
Total funds brought forward	1,052,699	5,815,616	6,868,315

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2022**

9.	COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted funds £	Endowment fund £	Total funds £
		_____	_____	_____
	TOTAL FUNDS CARRIED FORWARD	<u>1,007,734</u>	<u>6,439,196</u>	<u>7,446,930</u>
10.	FIXED ASSET INVESTMENTS			
		Shares in group undertakings £	Cash and settlements pending £	Totals £
	MARKET VALUE			
	At 1 July 2021	1,453,896	3,487,794	4,941,690
	Additions	-	275,693	275,693
	Disposals	-	(253,490)	(253,490)
	Impairments	(485)	(316,139)	(316,624)
	At 30 June 2022	<u>1,453,411</u>	<u>3,193,858</u>	<u>4,647,269</u>
	NET BOOK VALUE			
	At 30 June 2022	<u>1,453,411</u>	<u>3,193,858</u>	<u>4,647,269</u>
	At 30 June 2021	<u>1,453,896</u>	<u>3,487,794</u>	<u>4,941,690</u>

Investec hold investments on behalf of the Trust outside the UK

1 Quoted investments were valued by Investec Stockbrokers as at 30th June 2022.

2 Unquoted investments are valued at 30th June 2022 at fair value of the net assets.

3 The investments above are held primarily to provide an investment return for the charity

Cost or valuation at 30 June 2022 is represented by

	Shares in group undertakings £	Cash and settlements pending £	Totals £
Valuation in 2021	124,535	559,444	683,979
Valuation in 2022	(485)	(293,936)	(294,421)
Cost	<u>1,329,361</u>	<u>2,928,350</u>	<u>4,257,711</u>
	<u>1,453,411</u>	<u>3,193,858</u>	<u>4,647,269</u>

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2022**

11. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 July 2021 and 30 June 2022	2,402,840
NET BOOK VALUE	
At 30 June 2022	<u>2,402,840</u>
At 30 June 2021	<u>2,402,840</u>

The above properties are all investment properties, therefore no account is taken of depreciation, as they are held primarily to provide an investment return for the charity.

The trustees have valued the investment properties and have adopted a reasonable approach in their valuation, basing Hallgate, East Laithgate, Newfield Court, London Road and Boston Street on ten years purchase of the rental income, the regulated tenancies on the Kilton Estate Worksop are valued at current market value as are the de-regulated tenancies on the Kilton Estate and the properties at London Road

The historical cost of the investment properties is £542,413 (2021 £542,413)

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Other debtors	-	55,462
Rental Debtors	13,768	8,803
Prepayments and accrued income	440	2,121
	<u>14,208</u>	<u>66,386</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Bank loans and overdrafts (see note 15)	8,644	-
Grants payable	58,769	61,232
	<u>67,413</u>	<u>61,232</u>

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022 £	2021 £
Grants payable	<u>30,000</u>	<u>50,000</u>

All creditors relate to unrestricted funds in both 2022 and 2021.

The Trustees have accrued as a liability grants payable for student bursaries distributed to the University of Sheffield. The bursaries are for ten new students chosen each year by the University of Sheffield and the bursaries run for three years. Each bursary is for £2,000 and therefore the total commitment is for £60,000. This arrangement will run for three years, starting 2021, after which it will be reviewed in 2024.

Although the bursaries are subject to two progress reports each year, the students progress is outside the control of the trustees and therefore, a full accrual for this commitment is made

A liability has also been recognised for a further grant to the Yorkshire Baptist Association of £30,000 for 2022 (£30,000 2021)

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2022**

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR - continued

The Trustees have accrued as a liability grants payable to The Cavendish Hip Foundation. The grants are for £2,500 per annum and are to run for a period of five years ending in the current year to June 2022.

15. LOANS

An analysis of the maturity of loans is given below:

	2022 £	2021 £
Amounts falling due within one year on demand:		
Bank overdrafts	<u>8,644</u>	<u>-</u>

16. MOVEMENT IN FUNDS

	At 1.7.21 £	Net movement in funds £	At 30.6.22 £
Unrestricted funds			
Unrestricted Income Fund	1,007,734	(73,927)	933,807
Endowment funds			
Endowment Fund	6,439,196	(336,336)	6,102,860
TOTAL FUNDS	<u>7,446,930</u>	<u>(410,263)</u>	<u>7,036,667</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Unrestricted Income Fund	249,257	(323,184)	-	(73,927)
Endowment funds				
Endowment Fund	-	(24,979)	(311,357)	(336,336)
TOTAL FUNDS	<u>249,257</u>	<u>(348,163)</u>	<u>(311,357)</u>	<u>(410,263)</u>

Comparatives for movement in funds

	At 1.7.20 £	Net movement in funds £	At 30.6.21 £
Unrestricted funds			
Unrestricted Income Fund	1,052,699	(44,965)	1,007,734
Endowment funds			
Endowment Fund	5,815,616	623,580	6,439,196
TOTAL FUNDS	<u>6,868,315</u>	<u>578,615</u>	<u>7,446,930</u>

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2022**

16. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Unrestricted Income Fund	243,780	(288,745)	-	(44,965)
Endowment funds				
Endowment Fund	-	(23,175)	646,755	623,580
TOTAL FUNDS	<u>243,780</u>	<u>(311,920)</u>	<u>646,755</u>	<u>578,615</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 17.20 £	Net movement in funds £	At 30.6.22 £
Unrestricted funds			
Unrestricted Income Fund	1,052,699	(118,892)	933,807
Endowment funds			
Endowment Fund	5,815,616	287,244	6,102,860
TOTAL FUNDS	<u>6,868,315</u>	<u>168,352</u>	<u>7,036,667</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Unrestricted Income Fund	493,037	(611,929)	-	(118,892)
Endowment funds				
Endowment Fund	-	(48,154)	335,398	287,244
TOTAL FUNDS	<u>493,037</u>	<u>(660,083)</u>	<u>335,398</u>	<u>168,352</u>

The unrestricted income fund represents the funds which the trustees are free to use in accordance with the charitable objectives as set out in the trust deed. These funds have arisen from income generated by the permanent endowment.

The endowment fund represents those assets which must be held permanently by the charity, principally investments and property. Income arising on the endowment fund can be used in accordance with the objectives and is included in unrestricted income. Any capital gains or losses arising on the investments including property form part of the fund. Investment management charges relating to the fund are charged against the fund.

It is felt that all funds hold sufficient resources in an appropriate form to enable the funds to be applied in accordance with any restrictions

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2022**

17. OTHER FINANCIAL COMMITMENTS

Movement in recognised grant commitments during the year

	<u>Charitable Commitments Accrued</u>
Grant commitments recognised at start of year	£102,500
New grant commitments charged to SOFA in year (see note 5)	£125,436
Grants paid during the year	(£147,936)
Amount of grant commitments recognised as at 30th June 2022	£80,000

18. BASIS OF ACCOUNTING FOR SHARES IN GROUP UNDERTAKING

The Financial statements present information supplied about the trust as an individual undertaking and not a group.

The unquoted subsidiary is an investment company. The shares in this company have been treated as an investment and included in the financial statements at fair value of net assets. These investments are held primarily to provide an investment return for the charity.

Subsidiary Undertaking	Class of share	Proportion held
Harry Bottom (Holdings) Ltd	7.5% Cum. Pref Shares of £1 each	100%
16-18 Station Road	Ordinary shares of 50p each	100%
Chapeltown	Ordinary shares of £1 each	100%
Sheffield		
S35 2XH		
	Year-end	Year-end
	30/06/22	30/06/21
Turnover	32,300	30,511
Administrative expenses	14,669	(35,188)
Gain/(loss) on revaluation	(100,007)	136,770
Gain on disposal	86,222	9,933
Profit (Loss) for financial year	33,184	142,026
Assets	1,457,958	1,493,745
Liabilities	(30,420)	(99,391)
Capital & Reserves	1,427,538	1,394,354

The Harry Bottom Charitable Trust

Detailed Statement of Financial Activities
for the Year Ended 30 June 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Investment Property Income		
Doncaster property	16,984	16,984
Worskop property	125,033	109,835
Sheffield property	36,504	20,490
Other ground rents & wayleave	907	907
	<hr/>	<hr/>
	179,428	148,216
Investment income		
Interest & dividends	69,825	60,399
Shares in group undertakings	-	35,154
Deposit account interest	4	11
	<hr/>	<hr/>
	69,829	95,564
Total incoming resources	249,257	243,780
EXPENDITURE		
Investment management costs		
Portfolio management	24,976	23,174
Investment property expenses	1,681	351
Worskop property expenses	118,662	61,810
London road flats	15,446	7,823
Other ground rents	320	320
	<hr/>	<hr/>
	161,085	93,478
Charitable activities		
Grants to institutions	125,436	167,422
Support costs		
Management		
Charity admin fees	35,440	31,152
Finance		
Bank charges	78	12
Governance costs		
Trustees' salaries	4,580	4,408
Trustees' social security	-	204
Independent examiner	2,400	2,400
Insurance	8,737	4,790
Accountancy and legal fees	10,407	8,054
	<hr/>	<hr/>
	26,124	19,856
Total resources expended	<hr/>	<hr/>
	348,163	311,920
Net expenditure before gains and losses	(98,906)	(68,140)

This page does not form part of the statutory financial statements

The Harry Bottom Charitable Trust

Detailed Statement of Financial Activities
for the Year Ended 30 June 2022

	2022 £	2021 £
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	(311,357)	646,755
Net (expenditure)/income	<u>(410,263)</u>	<u>578,615</u>

This page does not form part of the statutory financial statements

THE HARRY BOTTOM CHARITABLE TRUST

England & Wales - Charity number 204675

Accounts

REGISTERED CHARITY NUMBER: 204675

Report of the Trustees and
Financial Statements for the Year Ended 30 June 2021
for
The Harry Bottom Charitable Trust

Armstrong Watson Audit Limited
York House
Thornfield Business Park
Northallerton
DL6 2XQ

The Harry Bottom Charitable Trust

Contents of the Financial Statements
for the Year Ended 30 June 2021

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Detailed Statement of Financial Activities	17 to 18

The Harry Bottom Charitable Trust

Report of the Trustees for the Year Ended 30 June 2021

The trustees present their report with the financial statements of the charity for the year ended 30 June 2021. 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 activities

The objectives of the Charity are the advancement of religion, the relief of the aged, sick and poor, the advancement of education, the relief of persons suffering from chronic disease, research into the cause, relief or cure of chronic disease and any other charitable purpose decided upon by the Trustees in their absolute discretion by way of grant making. The Trustees confirm that they have considered the Charity Commission's guidance on public benefit when reviewing the Trust's aims and objectives and in the planning of future activities and setting the grant making policy for the year.

The main activities undertaken by the Charity in the year to further its charitable purposes for the public benefit were to raise sufficient funds by way of its investments and to distribute them to various worthy causes that fulfil the criteria set out in its objectives.

The main achievements of the Charity during the year were that sufficient funds were raised in order to continue with its grant making activities; to achieve its objectives for the public benefit to improve the lives of the aged, sick and poor and the advancement of religion and education. The Trustees review this grant making policy at quarterly meetings to ensure that it reflects the Charities objectives and thereby advances public benefit.

The Charity holds various shares in a subsidiary undertaking. These shares are held for investment purposes in order to provide investment income for the Charity.

Achievements and Performance

During the year the Charity has generated sufficient funds from which it is able to distribute and continue its support for the various worthy causes that fit the criteria of its objectives for the public benefit. Neither a minimum nor a maximum level is set for grants to be made in the year. The total of grants made in the year was £167,422 (2020 £126,339).

The Trust entered into a three year bursary grant commitment to Sheffield University for ten students, for £2,000 each, a total of £20,000 per year. The total commitment is £60,000 and the first payment was made in the current year to 30 June 2021. The Trust is again committed to a £30,000 grant to the Yorkshire Baptist Association for 2021. The Trust is again committed to The Cavendish Hip Foundation for £2,500 for 2021.

The Charity also makes grants to a number of smaller entities that also fulfil the criteria set out in its objectives. All grants made, large or small, make a substantial difference to the beneficiaries.

FINANCIAL REVIEW

Financial position

The Charity's work is reliant on the investment returns it receives from its quoted and unquoted investments, its investment properties and interest received on deposits. This income is used to not only cover the Charity's running costs but also to fund the grants that it pays to support its key objectives.

Quoted investments are the subject of discretionary investment management by Investec with the objective of maximising overall returns. This year the income achieved was £60,399 (2020 £73,436).

The financial position of the Charity's subsidiary and its performance is shown in notes 10 and 17 of the accounts.

The Harry Bottom Charitable Trust

Report of the Trustees for the Year Ended 30 June 2021

FINANCIAL REVIEW

Investment policy and objectives

The Trusts quoted investments are the subject of discretionary investment management by Investec with the aim of maximising overall returns based on an approximate asset allocation as follows:

	<u>Range</u>
Fixed Interest	15-25%
UK Equities	25-35%
Overseas Equities	30-40%
Commercial Property	0-10%
Alternative Assets	5-15%
Cash	0-5%

The overall strategy should be one of prudence and moderate risk, no individual holding within the portfolio exceeding 5% of the total value of the portfolio. The sector weightings of the UK Equity content of the portfolio should be broadly in line with the composition of the FT All Share Indices. The Charity has chosen not to adopt any formal, social, environmental or ethical investment policies.

This year the trust has seen the minimum gross income achieved and has seen an increase in the market value of quoted investments from £2,928,349 at 30th June 2020 to £3,487,794 at 30th June 2021 after adjusting for additions and disposals during the year.

Year-end valuations are carried out by Investec and show a yield of 1.81%, which was considered satisfactory.

There was a profit on revaluation of unquoted investments of £124,535 which was transferred from the endowment fund.

Reserves policy

It is normally the policy of the Charity to maintain unrestricted funds which are the free reserves of the charity at a level which equates to at least four to five months unrestricted expenditure. At the moment the Charity has unrestricted funds that are in excess of this. The reasons for this are that on 30th June 2008 the Charity received a one off Gift Aid donation of £398,083 and on 30th June 2009 the unrestricted reserve fund of £197,150 was also transferred to the unrestricted fund as it was felt that this unrestricted reserve fund was no longer needed.

The Charities reserves policy is now that of four to five months, unrestricted expenditure plus the balance for the extensive programme of improvements to the investment properties the charity owns and also to increase the level of grants made in future as charitable applications are becoming more demanding of funds.

Going concern

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

COVID-19

The trustees acknowledge the circumstances of COVID-19 however the investment portfolio has made a full recover since the start of the pandemic. There is no action needed to be taken by the Charity. This will be reviewed quarterly by the Trustees.

FUTURE PLANS

The Charity intends to continue providing grants in the future with the focus on its objectives for the public benefit as it has done in the past with applications which demonstrate significant community enhancement encouraged

The Harry Bottom Charitable Trust

**Report of the Trustees
for the Year Ended 30 June 2021**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Harry Bottom Charitable Trust is constituted under a trust deed dated 7th October 1960 and is a registered charity, number 204675.

The Trustees who have served during the year and since the year-end are set out on page 3. The Trust Deed provides the number of Trustees shall not be less than 4 nor no more than 7. If the number of trustees falls below 4, the number as soon as practicable shall be increased to at least 4. New trustees are nominated by one or more of the bodies named in the Trust Deed and the trustees shall select one or more of such nominated persons to fill any vacancy or vacancies. If within one month no persons being willing or able to act have been nominated the Trustees shall fill any vacancy or vacancies. The aforesaid bodies are:-

The Sheffield and District Association of Baptist Churches
The Cutlers Company in Hallamshire
The Sheffield University
The Lord Mayor Aldermen and Citizens of the City of Sheffield

The Trustees may serve until the age of 75 years. The day to day operations of the Charity are controlled by the first named Trustee.

The financial statements present information about the Trust as an individual undertaking and not a group. The reason for not preparing consolidated accounts is included in the Accounting Policies.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

204675

Principal address

Lishmans LLP
16-18 Station Road
Chapelton
Sheffield
S35 2XH

Trustees

Mr D Handforth
Professor A Rawlinson
Ms H Woolley
Reverend W Shaw

Independent Examiner

Simon Turner
Armstrong Watson Audit Limited
York House
Thornfield Business Park
Northallerton
DL6 2XO

Solicitors

Norrie Waite and Slater
9 - 12 East Parade
Sheffield
S1 2ET

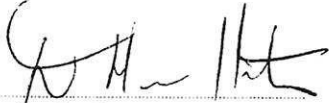
Investment Advisers

Investec
Beech House
61 Napier Street
Sheffield
S11 8HA

The Harry Bottom Charitable Trust

Report of the Trustees
for the Year Ended 30 June 2021

Approved by order of the board of trustees on 10th July '22 and signed on its behalf by:



Mr D Handforth - Trustee

**Independent Examiner's Report to the Trustees of
The Harry Bottom Charitable Trust**

Independent examiner's report to the trustees of The Harry Bottom Charitable Trust

I report to the charity trustees on my examination of the accounts of The Harry Bottom Charitable Trust (the Trust) for the year ended 30 June 2021.

Responsibilities and basis of report

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

Independent examiner's statement

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 Trust 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.



Simon Turner
Armstrong Watson Audit Limited
York House
Thornfield Business Park
Northallerton
DL6 2XQ

Date: 10 January 2022

The Harry Bottom Charitable Trust

**Statement of Financial Activities
for the Year Ended 30 June 2021**

	Notes	Unrestricted funds £	Endowment fund £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Investment Property Income	2	148,216	-	148,216	153,525
Investment income	3	95,564	-	95,564	93,598
Total		<u>243,780</u>	<u>-</u>	<u>243,780</u>	<u>247,123</u>
EXPENDITURE ON					
Raising funds	4	70,303	23,175	93,478	76,788
Charitable activities					
Religious Grants	5	39,000	-	39,000	55,850
Medical		79,349	-	79,349	19,157
Educational/Sundry		49,073	-	49,073	51,332
Other		51,020	-	51,020	34,231
Total		<u>288,745</u>	<u>23,175</u>	<u>311,920</u>	<u>237,358</u>
Net gains/(losses) on investments		<u>-</u>	<u>646,755</u>	<u>646,755</u>	<u>(106,780)</u>
NET INCOME/(EXPENDITURE)		<u>(44,965)</u>	<u>623,580</u>	<u>578,615</u>	<u>(97,015)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>1,052,699</u>	<u>5,815,616</u>	<u>6,868,315</u>	<u>6,965,330</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>1,007,734</u></u>	<u><u>6,439,196</u></u>	<u><u>7,446,930</u></u>	<u><u>6,868,315</u></u>

The notes form part of these financial statements

The Harry Bottom Charitable Trust

Balance Sheet
30 June 2021

	Notes	Unrestricted funds £	Endowment fund £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Investments					
Investments	10	905,334	4,036,356	4,941,690	4,257,711
Investment property	11	-	2,402,840	2,402,840	2,402,840
		<u>905,334</u>	<u>6,439,196</u>	<u>7,344,530</u>	<u>6,660,551</u>
CURRENT ASSETS					
Debtors	12	66,386	-	66,386	37,291
Cash at bank		147,246	-	147,246	246,373
		<u>213,632</u>	<u>-</u>	<u>213,632</u>	<u>283,664</u>
CREDITORS					
Amounts falling due within one year	13	(61,232)	-	(61,232)	(43,400)
		<u>152,400</u>	<u>-</u>	<u>152,400</u>	<u>240,264</u>
NET CURRENT ASSETS					
		<u>1,057,734</u>	<u>6,439,196</u>	<u>7,496,930</u>	<u>6,900,815</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
CREDITORS					
Amounts falling due after more than one year	14	(50,000)	-	(50,000)	(32,500)
		<u>1,007,734</u>	<u>6,439,196</u>	<u>7,446,930</u>	<u>6,868,315</u>
NET ASSETS					
FUNDS					
Unrestricted funds	15			1,007,734	1,052,699
Endowment funds				6,439,196	5,815,616
				<u>7,446,930</u>	<u>6,868,315</u>
TOTAL FUNDS					

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



Mr D Handforth - Trustee

**Notes to the Financial Statements
for the Year Ended 30 June 2021**

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with 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.

Income

Investment income

Income from investments is shown gross and is taken into account in the year in which it is receivable. Investment management costs are shown separately.

Rental income

Rental income is shown gross with repairs and commissions including value added tax being shown separately, where applicable.

Liability recognition

Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

Expenditure

Expenditure is charged on the accruals basis.

Irrecoverable VAT is charged to the Statement of Financial Activities as incurred.

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.

Raising funds

Investment management costs are the investment property expenses and investment portfolio management costs incurred.

Charitable activities

Grant expenditure is recorded once the grant has been agreed to be paid at a quarterly Trustees' meeting. Where there are provisions for multi-year grants, these have not been adjusted for the effects of discounting as due to low interest rates and inflation and the short period over which the grants are to be paid, it is not considered material. Charitable activities also includes governance costs and apportionment of support costs.

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.

Allocation and apportionment of costs

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to Independent examination and Trustees remuneration together with an apportionment of overhead and support costs.

Fixed asset investment

Quoted investments are shown at market value. Investment properties are valued on the basis of a multiple of rents receivable or current market value. Quoted investments are valued by the investment advisers to the charity. Unquoted investments are valued at fair value of the net assets.

The main form of financial risk faced by the Charity is that of volatility in equity and investment markets due to wider economic conditions, the attitude of investors to investment risk and the changes in sentiment concerning equities and are summarised below.

The Harry Bottom Charitable Trust

Notes to the Financial Statements - continued
for the Year Ended 30 June 2021

1. ACCOUNTING POLICIES - continued

Fixed asset investment

The main risk to the Trust from financial instruments lies in the combination of uncertain investment markets and volatility in yield. Due to 'quantitative easing' and market sentiment favouring lower risk investments, the yield on bonds has been abnormally low giving rise to a significant downside risk of a fall in capital values when interest rates return to normal levels. Although rising interest rates resulting from stronger economy and improved economic activity should be indicative of improving dividend yields and equity values, there is a concern that the abnormal availability of 'cheap money' to the banking sector has led to wider over-valuation of traded assets (an 'asset bubble') that may depress equity values once economic conditions ease.

The trust is reliant on dividend yield in part to finance its work and this leads to a greater exposure to international companies, the values of which, together with their yield are exposed to exchange rate risk when converting the holdings into sterling. The outlook for the sterling exchange rate remains uncertain but has already been discounted by the markets.

Liquidity risk is anticipated to be low as all assets are traded and the commitment to intervention by central banks and market regulators has continued to provide for orderly trading in the markets and so their ability to buy and sell quoted equities and stock is anticipated to continue. The trusts investments are mainly traded in markets subject to exchange controls or trading restrictions.

The trust manages these investments risks by retaining expert advisors and operating an investment policy that provides for a high degree of diversification of holdings within investment asset classes that are quoted on recognised stock exchanges. The trust does not make use of derivatives and similar complex financial instruments as it takes the view that investments are held for their longer term yield total return and historic studies of quoted financial instruments have shown that volatility in any particular 5 year period will normally be corrected.

The trusts subsidiary has an investment in financial instruments which are managed by the same professional investment managers and on the same basis with reference to risk and return.

In addition to the trusts portfolio of stock market investments, it holds a mixed portfolio of properties, the bulk of which are residential houses. The trust derives substantial income from these properties. The main risk to this income is from changes to social security benefits and in particular the benefits cap which could affect the tenants' ability to meet their rents. Not all tenants are on benefits and those that are are either on shorthold assured or statutory periodic tenancies enabling the trust to take possession and re-let. The cuts could however in the longer term reduce potential letting income.

Net gains/(losses) on investments

Unrealised and realised investments gains and losses are shown net in the Statement of Financial Activities.

Non preparation of consolidated accounts

The financial statements present information about the trust as an individual undertaking and not a group. During the year ended 30th June 2021 neither the charitable audit threshold nor group accounts threshold are exceeded and therefore the charity does not have to prepare group accounts.

Taxation

The charity is exempt from tax on its charitable activities.

Funds

The endowment of the Charity is considered permanent. The income arising from this endowment is unrestricted income.

Debtors

Debtors are measured on initial recognition at settlement amount. Subsequently, they are measured at the cash or other consideration expected to be received.

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2021**

2. INVESTMENT PROPERTY INCOME		
	2021	2020
	£	£
Doncaster property	16,984	16,985
Worksop property	109,835	102,743
Sheffield property	20,490	32,890
Other ground rents & wayleave	907	907
	<u>148,216</u>	<u>153,525</u>
3. INVESTMENT INCOME		
	2021	2020
	£	£
Interest & dividends	60,399	73,436
Shares in group undertakings	35,154	20,154
Deposit account interest	11	8
	<u>95,564</u>	<u>93,598</u>
4. RAISING FUNDS		
Investment management costs		
	2021	2020
	£	£
Portfolio management	23,174	21,078
Investment property expenses	351	6,078
Worksop property expenses	61,810	35,378
London road flats	7,823	13,934
Other ground rents	320	320
	<u>93,478</u>	<u>76,788</u>
5. CHARITABLE ACTIVITIES COSTS		
		Grant funding of activities
		£
Religious Grants		39,000
Medical		79,349
Educational/Sundry		49,073
		<u>167,422</u>

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2021**

6. SUPPORT COSTS

	Management £	Finance £	Governance costs £	Totals £
Other resources expended	<u>31,152</u>	<u>12</u>	<u>19,856</u>	<u>51,020</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

	2021 £	2020 £
Trustees' salaries	4,408	4,890
Trustees' social security	204	-
	<u>4,612</u>	<u>4,890</u>

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 June 2021 nor for the year ended 30 June 2020.

8. STAFF COSTS

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

2021 NIL	2020 NIL
-------------	-------------

The only staff costs paid in the year were to trustees.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Investment Property Income	153,525	-	153,525
Investment income	<u>93,598</u>	-	<u>93,598</u>
Total	247,123	-	247,123
EXPENDITURE ON			
Raising funds	55,710	21,078	76,788
Charitable activities			
Religious Grants	55,850	-	55,850
Medical	19,157	-	19,157
Educational/Sundry	51,332	-	51,332
Other	<u>34,231</u>	-	<u>34,231</u>
Total	216,280	21,078	237,358
Net gains/(losses) on investments	-	(106,780)	(106,780)
NET INCOME/(EXPENDITURE)	30,843	(127,858)	(97,015)

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2021**

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted funds £	Endowment fund £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	1,021,856	5,943,474	6,965,330
TOTAL FUNDS CARRIED FORWARD	1,052,699	5,815,616	6,868,315
10. FIXED ASSET INVESTMENTS	Shares in group undertakings £	Cash and settlements pending £	Totals £
MARKET VALUE			
At 1 July 2020	1,329,361	2,928,350	4,257,711
Additions	-	626,705	626,705
Disposals	-	(680,560)	(680,560)
Revaluations	124,535	613,299	737,834
At 30 June 2021	1,453,896	3,487,794	4,941,690
NET BOOK VALUE			
At 30 June 2021	1,453,896	3,487,794	4,941,690
At 30 June 2020	1,329,361	2,928,350	4,257,711

Investec hold investments on behalf of the Trust outside the UK.

1. Quoted investments were valued by Investec Stockbrokers as at 30th June 2021.
2. Unquoted investments are valued at 30th June 2021 at fair value of the net assets
3. The investments above are held primarily to provide an investment return for the charity

Cost or valuation at 30 June 2021 is represented by:

	Shares in group undertakings £	Cash and settlements pending £	Totals £
Valuation in 2021	124,535	559,444	683,979
Cost	1,329,361	2,928,350	4,257,711
	1,453,896	3,487,794	4,941,690

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2021**

11. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 July 2020	
and 30 June 2021	2,402,840
NET BOOK VALUE	
At 30 June 2021	2,402,840
At 30 June 2020	2,402,840

The above properties are all investment properties, therefore no account is taken of depreciation, as they are held primarily to provide an investment return for the charity.

The trustees have valued the investment properties and have adopted a reasonable approach in their valuation, basing Hallgate, East Laithgate, Newfield Court, London Road and Boston Street on ten years purchase of the rental income, the regulated tenancies on the Kilton Estate Worksop are valued at current market value as are the de-regulated tenancies on the Kilton Estate and the properties at London Road.

The historical cost of the investment properties is £542,413 (2020 £542,413)

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Other debtors	55,462	20,308
Rental Debtors	8,803	14,863
Prepayments and accrued income	2,121	2,120
	66,386	37,291

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Grants payable	61,232	43,400

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021	2020
	£	£
Grants payable	50,000	32,500

All creditors relate to unrestricted funds in both 2021 and 2020.

The Trustees have accrued as a liability grants payable for student bursaries distributed to the University of Sheffield. The bursaries are for ten new students chosen each year by Sheffield University and the bursaries run for three years. Each bursary is for £2,000 and therefore the total commitment is for £60,000. This arrangement will run for three years after which it will be reviewed in 2024. The first payment was made in the year to 30th June 2021.

Although the bursaries are subject to two progress reports each year, the students progress is outside the control of the trustees and therefore, a full accrual for this commitment is made.

A liability has also been recognised for a further grant to the Yorkshire Baptist Association of £30,000 for 2021 (£30,000 2020).

The Trustees have accrued as a liability grants payable to The Cavendish Hip Foundation. The grants are for £2,500 per annum and are to run for a period of five years ending in 2022. Therefore the total commitment is for £12,500 and the first payment was made in the year to 30th June 2018.

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2021**

15. MOVEMENT IN FUNDS

	At 17.20 £	Net movement in funds £	At 30.6.21 £
Unrestricted funds			
Unrestricted Income Fund	1,052,699	(44,965)	1,007,734
Endowment funds			
Endowment Fund	5,815,616	623,580	6,439,196
TOTAL FUNDS	<u>6,868,315</u>	<u>578,615</u>	<u>7,446,930</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Unrestricted Income Fund	243,780	(288,745)	-	(44,965)
Endowment funds				
Endowment Fund	-	(23,175)	646,755	623,580
TOTAL FUNDS	<u>243,780</u>	<u>(311,920)</u>	<u>646,755</u>	<u>578,615</u>

Comparatives for movement in funds

	At 17.19 £	Net movement in funds £	At 30.6.20 £
Unrestricted funds			
Unrestricted Income Fund	1,021,856	30,843	1,052,699
Endowment funds			
Endowment Fund	5,943,474	(127,858)	5,815,616
TOTAL FUNDS	<u>6,965,330</u>	<u>(97,015)</u>	<u>6,868,315</u>

Comparative net movement in funds, included in the above are as follows

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Unrestricted Income Fund	247,123	(216,280)	-	30,843
Endowment funds				
Endowment Fund	-	(21,078)	(106,780)	(127,858)
TOTAL FUNDS	<u>247,123</u>	<u>(237,358)</u>	<u>(106,780)</u>	<u>(97,015)</u>

The Harry Bottom Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2021**

15. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.7.19 £	Net movement in funds £	At 30.6.21 £
Unrestricted funds			
Unrestricted Income Fund	1,021,856	(14,122)	1,007,734
Endowment funds			
Endowment Fund	5,943,474	495,722	6,439,196
TOTAL FUNDS	<u>6,965,330</u>	<u>481,600</u>	<u>7,446,930</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Unrestricted Income Fund	490,903	(505,025)	-	(14,122)
Endowment funds				
Endowment Fund	-	(44,253)	539,975	495,722
TOTAL FUNDS	<u>490,903</u>	<u>(549,278)</u>	<u>539,975</u>	<u>481,600</u>

The unrestricted income fund represents the funds which the trustees are free to use in accordance with the charitable objectives as set out in the trust deed. These funds have arisen from income generated by the permanent endowment.

The endowment fund represents those assets which must be held permanently by the charity, principally investments and property. Income arising on the endowment fund can be used in accordance with the objectives and is included in unrestricted income. Any capital gains or losses arising on the investments including property form part of the fund. Investment management charges relating to the fund are charged against the fund.

It is felt that all funds hold sufficient resources in an appropriate form to enable the funds to be applied in accordance with any restrictions.

The Harry Bottom Charitable Trust

Notes to the Financial Statements - continued
for the Year Ended 30 June 2021

16. OTHER FINANCIAL COMMITMENTS

Movement in recognised grant commitments during the year

	<u>Charitable Commitments Accrued</u>
Grant commitments recognised at start of year	£65,000
New grant commitments charged to SOFA in year (see note 5)	£167,422
Grants paid during the year	(£129,922)
Amount of grant commitments recognised as at 30th June 2021	£102,500

17. BASIS OF ACCOUNTING FOR SHARES IN GROUP UNDERTAKING

The Financial statements present information supplied about the trust as an individual undertaking and not a group.

The unquoted subsidiary is an investment company. The shares in this company have been treated as an investment and included in the financial statements at fair value of net assets. These investments are held primarily to provide an investment return for the charity.

Subsidiary Undertaking	Class of share	Proportion held
Harry Bottom (Holdings) Ltd	7 5% Cum Pref Shares of £1 each	100%
16-18 Station Road	Ordinary shares of 50p each	100%
Chapelton	Ordinary shares of £1 each	100%
Sheffield		
S35 2XH		

	Year-end	Year-end
	30/06/21	30/06/20
Turnover	30,511	38,361
Administrative expenses	(35,188)	4,090
Operating income	136,770	(169,178)
Loss on disposal	9,933	49,312
Profit (Loss) for financial year	142,026	(77,415)
Assets	1,493,745	1,353,130
Liabilities	(99,391)	(65,648)
Capital & Reserves	1,394,354	1,287,482

The Harry Bottom Charitable Trust

Detailed Statement of Financial Activities
for the Year Ended 30 June 2021

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Investment Property Income		
Doncaster property	16,984	16,985
Worskop property	109,835	102,743
Sheffield property	20,490	32,890
Other ground rents & wayleave	907	907
	<hr/>	<hr/>
	148,216	153,525
Investment income		
Interest & dividends	60,399	73,436
Shares in group undertakings	35,154	20,154
Deposit account interest	11	8
	<hr/>	<hr/>
	95,564	93,598
Total incoming resources	<hr/>	<hr/>
	243,780	247,123
EXPENDITURE		
Investment management costs		
Portfolio management	23,174	21,078
Investment property expenses	351	6,078
Worskop property expenses	61,810	35,378
London road flats	7,823	13,934
Other ground rents	320	320
	<hr/>	<hr/>
	93,478	76,788
Charitable activities		
Grants to institutions	167,422	126,339
Support costs		
Management		
Charity admin fees	31,152	16,731
Finance		
Bank charges	12	12
Governance costs		
Trustees' salaries	4,408	4,890
Trustees' social security	204	-
Independent examiner	2,400	2,000
Insurance	4,790	4,144
Accountancy and legal fees	8,054	6,454
	<hr/>	<hr/>
	19,856	17,488
Total resources expended	<hr/>	<hr/>
	311,920	237,358
Net (expenditure)/income before gains and losses	<hr/>	<hr/>
	(68,140)	9,765

This page does not form part of the statutory financial statements

The Harry Bottom Charitable Trust

Detailed Statement of Financial Activities
for the Year Ended 30 June 2021

	2021 £	2020 £
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	646,755	-
Realised gains/(losses) on investment property	-	(106,780)
Net income/(expenditure)	<u>578,615</u>	<u>(97,015)</u>

This page does not form part of the statutory financial statements