

**LEATHER & HIDE
TRADES BENEVOLENT
INSTITUTION**

Charitable Incorporated Organisation



**THE LEATHER & HIDE TRADES'
BENEVOLENT INSTITUTION**

**ACCOUNTS FOR THE YEAR ENDED
31 DECEMBER 2021**

Registered Charity No 206133

LEATHER & HIDE TRADES' BENEVOLENT INSTITUTION

Trustees and Advisers

Vice Presidents

D Bailey
R Brown
C J W Boston
J A Chaffe
T J Connolly OBE
P Corkhill
J H Crawford
P J Crack
W G Demuth

J Freeston
C Grant
M Lamb
J Loxston
G W Mawer
I O Michel
S P Patrick
M S Pearson
J W W Pittard

D J Potter
C P Scopes
J R Tusting OBE
R Tusting
I Walker
Mrs J Williams
R Winnard
S Yarwood

Trustees

J W Tusting (Chairman)
J Aiers
C J W Boston
R Brown
P J Crack
J Freeston
M Lawrence (joined 4th February
2021. Retired 7th October 2021)

I O Michel
M W Pebody (Vice Chairman)
D Santa Olalla (retired 4th February 2021)
Dr M Wilkinson
R Winnard
S Yarwood

The above were members of the Committee from the Annual General Meeting of 6th May 2021 at which they were re-elected.

Secretary

Mrs K Harriman
LHTBI
5 Lyncroft Leys
LEICESTER
LE7 9UW

Treasurer

Mr J Mawer
1 Sycamore Rise
Tugby
LEICESTER
LE7 9WU

Independent Examiner

Mr W Hulme

Principal Bankers

Lloyds Bank plc

LEATHER & HIDE TRADES' BENEVOLENT INSTITUTION
TRUSTEES REPORT for the Year Ended 31 December 2021

Trustees Report

The Trustees present their report for the year ended 31st December 2021 in accordance with recommendations set out by the Charity Commissioners in their Statement of Recommended Practice (2011) for charity accounting and reporting.

Objectives and Activities for the Public Benefit

The Charity exists to provide financial assistance to persons who are, or have been, engaged in the leather industry who are aged or incapacitated from earning a livelihood, and the bereaved spouse, adult dependants and orphans of any such persons.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting the grant making policy for the forthcoming year.

Governance

The Institution has a Committee of not more than sixteen members elected yearly at the AGM. The Committee meets at least three times a year to review grant applications, review investment performance and receive financial reports. Day to day grant administration and managing the charities finances is carried out by the Chairman with assistance from the Secretary and Treasurer.

Review of Past Years Activities

The Charity receives donations from companies active in the leather or associated trades and from individuals. Income is also derived from investments held in recognised Common Investment Funds. The Charity also receives monies from fundraising events and from Trusts

Annuitants are paid out of income augmented by sales of investment units balancing the need to maintain sufficient capital for future income generation with the need to maintain meaningful grants to persons in need.

The Trustees report an operating deficit for the year of £50,042, which compares with the net operating deficit in 2020 of £53,214. The reduction in the deficit was the result of additional donations and dividend income received from investments held. Direct charitable expenses remained flat during the year. Additional and higher grants and annuities were paid out, as the Trustees sought to further support annuitants during the coronavirus pandemic, which was offset by falling management and administration costs.

During the year £31,890 of units were sold at a gain of £2,116, when compared to the value as at 31st December 2020. The sale is required to fund the annual operating deficit. After the sale of units, the Investment Portfolio overall gained in size by £100,268, due to the increase in market value of the portfolio held.

At the close of 2021 cash at bank and on deposit was £26,150.

Reserves at the close of 2021 had increased by £52,342 from £707,613 to £759,955. The Trustees are satisfied that LHTBI has adequate resources to continue to meet its objects.

Grants Policy

Applications for grants in cases of personal hardship are considered from persons who have spent at least ten years' service in the Leather industry. Grants may be in the form of an annuity or one-off grant for a special need.

Where the Committee has decided the amount be paid as an annuity – consideration is taken into account of Government policy with regard to pension rules. Currently annuity grants are between £315 and £1,850 per annum, are paid quarterly and subject to annual assessment. All applications are

directed in the first instance to the Secretary. The Institution actively encourages applications through national and local welfare organisations and makes strenuous efforts to reach those who have worked in the trade. However, the severe decline of the leather industry over the last 50 or more years has had the inevitable result that there are ever fewer persons alive today who have had such links. The number of persons receiving an annuity in the period of review averaged 45 (2020 average 45).

Reserves and Investment Policy

All investments are held in recognised Common Investment Funds specially managed for charitable bodies. The Trustees have invested in Income Distribution units to provide income for annual distribution. Gains and losses incurred by the Investment portfolio are retained within the Designated Investment Fund and the three Endowment Funds. The performance of these funds is regularly monitored. The amount kept in General Reserve is usually considered sufficient for at least three months distribution of grants and payment of expenses.

Risk Management Statement

The Committee regularly conducts a review of the major risks to which the charity is exposed and has in place those controls considered appropriate for a charity of its size. Internal risks are minimised by the implementation of procedures for authorisation of grants and payments of all expenditure and regular reporting.

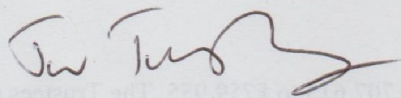
Statement of Trustees' responsibilities

Charity Law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the income and expenditure of the charity for that period. In preparing those financial statements, the trustees are required to:-

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- * prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for maintaining proper accounting records which disclose with reasonable accuracy, at any time, the financial position of the Trust and to enable them to ensure that the financial statements comply with the current Charities Act legislation. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the Trustees:



J W Tusting (Chairman)

19th May 2022

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE LEATHER & HIDE TRADES' BENEVOLENT INSTITUTION**

for the year ended 31st December 2021

I report on the accounts of the Charity for the year ended 31st December 2021 set out on pages 6 to 10.

Respective responsibilities of trustees and independent examiner

The Charity's Trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 and that an independent examination is needed.

It is my responsibility:

- To examine the accounts under section 145 of the 2011 Act
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145 (5) (b) of the 2011 Act and
- to state whether particular matters have come to my attention.

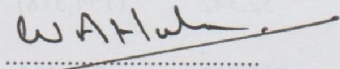
Basis of Independent Examiner's Report

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

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- 1) which gives me reasonable cause to believe that in any material respect the requirements
 - to keep accounting records in accordance with section 130 of the Charities Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Acthave not been met: or
- 2) to which, in my opinion, attention in connection should be drawn in order to enable a proper understanding of the accounts to be reached.


.....
William Allen Hulme A.C.I.S.
Independent Examiner

THE LEATHER & HIDE TRADES' BENEVOLENT INSTITUTION
STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31ST DECEMBER 2021

	Notes	General Funds £	2021 Endowment Funds £	Total Funds £	2020 Total Funds £
INCOMING RESOURCES					
Donations, Grants & Events	2				
Donations		13,199	-	13,199	7,844
Events		200	-	200	4,382
		13,399	-	13,399	12,226
Investment Income	3				
Undesignated		19,268	-	19,268	17,970
Davies Bequest		-	4,419	4,419	4,083
Samaritan Fund		-	903	903	832
Tomkins Benefaction		-	315	315	291
		19,268	5,637	24,905	23,176
Other Income		1	-	1	62
Total Incoming Resources		32,668	5,637	38,305	35,464
RESOURCES EXPENDED					
Direct Charitable Expenditure					
Annuities and Grants	4	67,320	5,637	72,957	71,304
Management & Admin	4	15,390	-	15,390	17,374
Total Resources Expended		82,710	5,637	88,347	88,678
Net (outgoing) resources		(50,042)	-	(50,042)	(53,214)
Gains/(Losses) on investments	6				
Unrealised Gains/(Losses)		87,972	12,296	100,268	(87,361)
Realised Gains/(Losses)		1,923	193	2,116	(13,943)
		89,895	12,489	102,384	(101,304)
Net movement in funds		39,853	12,489	52,342	(154,518)
Balances brought forward		592,042	115,571	707,613	862,131
Balances at year end		631,895	128,060	759,955	707,613

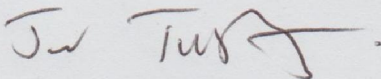
THE LEATHER & HIDE TRADES' BENEVOLENT INSTITUTION
BALANCE SHEET

AS AT 31ST DECEMBER 2021

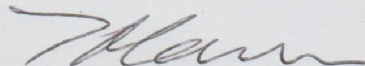
	Notes	2021	2020
		£	£
Fixed Assets			
Computer Equipment	5	0	384
Investments at Market Value	6		
Designated Fund		608,108	548,213
Unrestricted – Davies Bequest		100,587	90,794
Restricted – Samaritan Fund		18,457	18,356
Unrestricted – Tomkins Benefaction		7,126	6,421
		<u>734,278</u>	<u>663,784</u>
Total Fixed Assets and Investments		<u>734,278</u>	<u>664,168</u>
Current assets and liabilities			
Bank Deposits		23	40,022
Cash and Bank Balances		<u>26,127</u>	<u>3,876</u>
		26,150	43,898
Deferred Income & creditors	7	<u>473</u>	<u>453</u>
Net current assets		25,677	43,445
Assets Employed		<u>759,955</u>	<u>707,613</u>
Represented by Funds		£	£
Unrestricted Fund		633,785	592,042
Endowment Funds		<u>126,170</u>	<u>115,571</u>
		<u>759,955</u>	<u>707,613</u>

Approved by the Trustees and signed on their behalf by:

J W Tusting - Chairman



J W Mawer - Treasurer



LEATHER & HIDE TRADES' BENEVOLENT INSTITUTION

Notes to the Accounts for the Year ended 31st December 2021

1 ACCOUNTING POLICIES

Accounting basis

The accounts are prepared in accordance with applicable accounting standards, on an historical cost basis as modified by the revaluation of investments and comply with charity law and with the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2011.

Incoming Resources

Interest and dividends from investment funds are included as receivable on the due dates. Donations and legacies are recognised when they are received.

Costs of Generating Funds

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Investment gains and losses

Unrealised gains and losses for the year reflect the movement in market values. Realised gains and losses represent the difference between proceeds on disposal and the market value brought forward. Unrealised and realised investment gains or losses are shown net on the face of the Statement of Financial Activities.

Investments

Investments are stated at the year end at their market value.

Funds

General Funds represent the funds of the Institution that are not subject to any restrictions regarding their use and are available for application on the general purposes.

Income from the Endowment Funds has been, for presentation purposes, included in a single separate column. Income from the Tomkins Benefaction and Davies Bequest Fund is unrestricted. The income from the Samaritan Fund is restricted and has been applied to grants made by the Committee in exceptional cases where the applicant does not meet the standard criteria of the application rules.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment - 33% on cost

NOTES TO THE ACCOUNTS - 31 DECEMBER 2021 (Continued)

2 DONATIONS, GRANTS & EVENTS

Income from donations, grants and events came from the following sources:

	2021	2020
	£	£
Donations		
Presidents Appeal	-	7,844
Donations	13,199	-
	<u>13,199</u>	<u>7,844</u>
Events		
Cycling	200	-
Luncheon Raffle	-	1,460
Other	-	2,922
	<u>200</u>	<u>4,382</u>
	<u>13,399</u>	<u>12,226</u>

3 INVESTMENT INCOME

Investment income during the year came from the following sources:

	2021	2020
	£	£
Endowment Fund Income		
M&G dividends	5,637	5,206
General Fund Income		
Black Rock dividends	8,940	6,629
Schroders dividends	10,328	11,341
	<u>19,268</u>	<u>17,970</u>
	<u>24,905</u>	<u>23,176</u>

4 DIRECT CHARITABLE EXPENDITURE

	2021	2020
	£	£
Annuities & Grants		
Annuitant payments	63,155	67,590
Grants	7,857	1,840
Hampers	1,945	1,874
	<u>72,957</u>	<u>71,304</u>
Management & Administration		
Secretarial, Treasurer and governance fees	14,240	13,995
Rent of office	-	1,404
Printing, postage, stationery and telephone	441	1,168
Travel and bank charges	133	231
Fundraising and website	192	192
Depreciation of computer equipment	384	384
	<u>15,390</u>	<u>17,374</u>

The number of persons receiving an annuity in the year averaged 45 (2020 average 45).

NOTES TO THE ACCOUNTS - 31 DECEMBER 2021 (Continued)

5 TANGIBLE FIXED ASSETS

	Computer Equipment	Total
	£	£
Cost		
At 1 January 2021	1,152	1,152
Additions	-	-
At 31 December 2021	1,152	1,152
Depreciation		
At 1 January 2021	768	768
Charge for the year	384	384
At 31 December 2021	1,152	1,152
Net Book value		
At 31 December 2021	-	-
At 31 December 2020	384	384

6 INVESTMENTS AT MARKET VALUE

Investments are shown at market value. The change in value during the year analysed by fund is made up as follows:

Fund Name	Opening Balance at 1 Jan 2021 £	(Sales)/ Purchases in year £	Realised Gain/(Loss) on sales	Revaluation Gains/ (Losses) £	Closing Balance at 31 Dec 2021 £
<u>Endowment</u>					
M&G Charibond Fund	17,473	-	-	(601)	16,872
M&G Charifund Fund	98,098	(1,890)	193	12,897	109,298
	115,571	(1,890)	193	12,296	126,170
<u>Unrestricted</u>					
Black Rock Charities UK Bond Fund	40,473	-	-	(2,732)	37,741
Black Rock Charities UK Equity Fund	241,412	(30,000)	1,923	23,101	236,436
Schroders Charity Equity Fund	266,328	-	-	67,603	333,931
	548,213	(30,000)	1,923	87,972	608,108
Portfolio Total	663,784	(31,890)	2,116	100,268	734,278

7 DEFERRED INCOME & CREDITORS

	2021	2020
	£	£
2021 Cycling deposits	433	433
Independent examination fees	40	20
	473	453