



CHARITY COMMISSION
FOR ENGLAND AND WALES

Trustees' Annual Report for the period

From _____ Period start date To _____ Period end date

Charity name:

Charity registration number:

Objectives and Activities

	SORP reference	
Summary of the purposes of the charity as set out in its governing document	Para 1.17	To manage our property assets and apply the income to residents of the parish of Cossington, Leicestershire in financial hardship, aged under 25 and undertaking apprenticeships or further education, to assist the village school and to offer general or individual benefit to the inhabitants of said parish.
Summary of the main activities in relation to those purposes for the public benefit, in particular, the activities, projects or services identified in the accounts.	Para 1.17 and 1.19	Grants made to individuals requiring financial support to help with living expenses. To offer grants to students and apprentices. To support Cossington C of E school in such a way that benefits the pupils. To support the Church / Village Centre development project.
Statement confirming whether the trustees have had regard to the guidance issued by the Charity Commission on public benefit	Para 1.18	All decisions are made with due regard to Charity Commission guidelines and in accordance with our scheme.

Additional information (optional)

You may choose to include further statements where relevant about:

	SORP reference	
Policy on grant making	Para 1.38	Hardship grants and student grants are not means tested although local knowledge is applied to inform decision making.
Policy on social investment including program related investment	Para 1.38	N/A
Contribution made by	Para 1.38	

volunteers		
Other		The Charity consists of 6 trustees and no other volunteers.

Achievements and Performance

	SORP reference	
Summary of the main achievements of the charity, identifying the difference the charity's work has made to the circumstances of its beneficiaries and any wider benefits to society as a whole.	Para 1.20	<p>We have continued to support the local school with two grants that the school apply according to their needs and knowledge as educational professionals.</p> <p>We also gave two additional grants to the school. The first to help with the creation of a school garden in which children can become involved in growing plants, fruit and vegetables and learn about nature. The second was to buy musical instruments, both ukeleles and recorders, so that all children have access to a musical instrument.</p> <p>We continue to support two residents in need of financial support.</p> <p>We supported a variety of students with financial grants.</p> <p>We continue to hold funds in reserve in COIF to honour a commitment to support the development of a church and village centre.</p>

Additional information (optional)

You may choose to include further statements where relevant about:

Achievements against objectives set	Para 1.41	All achievements have been in line with our scheme registered with the Charity Commission.
Performance of fundraising activities against objectives set	Para 1.41	We do not engage in fund-raising. Our income is generated by the rental of 6 properties and the pub carpark and leases on allotments. We use this income to maintain our properties and meet our charitable objectives.
Investment performance against objectives	Para 1.41	We have received dividends from our investments in COIF. We have investments in the standard and ethical funds and check their progress against the FTSE 100 and FTSE 250. These are discussed at each meeting of Trustees.
Other		N/A

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Financial Review

Review of the charity's financial position at the end of the period	Para 1.21	The charity ended the year in a very strong financial position. A substantial portion of the money held in reserve is pledged to the development of a Church / Village centre but will not be donated until all funding is in place and the project is ready to start.
Statement explaining the policy for holding reserves stating why they are held	Para 1.22	We aim to hold £10k on reserve to cover unexpected property maintenance as per our Financial Policy..
Amount of reserves held	Para 1.22	£336,690
Reasons for holding zero reserves	Para 1.22	N/A
Details of fund materially in deficit	Para 1.24	N/A
Explanation of any uncertainties about the charity continuing as a going concern	Para 1.23	N/A

Additional information (optional)

You may choose to include further statements where relevant about:

The charity's principal sources of funds (including any fundraising)	Para 1.47	Income is from the rental of 6 domestic properties, the pub car park, and allotments.
Investment policy and objectives including any social investment policy adopted	Para 1.46	We invest our reserves in COIF as we regard this as very secure. We invest in the standard fund and the ethical fund and review their performances against the FTSE 100 and FTSE 250 to ensure they are in line with current markets. This is reviewed at each meeting of the Trustees (4 times per year)
A description of the principal risks facing the charity	Para 1.46	Our primary risk would be from allowing our property to fall into disrepair as this is our main source of income. To mitigate against this, we employ professional managing agents (Leaders, Loughborough) and our properties are regularly inspected. New tenants undergo a strict vetting process with an additional insurance being taken out during the early part of any tenancy to mitigate against non-payment of rent. Our other risk would be financial mismanagement within the Charity. We have developed a robust Financial Policy with strict guidelines on who can authorise payments on behalf of the charity. Records are kept of all income and expenditure. The Treasurer's work is regularly inspected (at random intervals) by a nominated Trustee to ensure funds are in line with those

		<p>presented.</p> <p>An up-to-date statement of income and expenditure and investments is presented to all Trustees at each quarterly meeting. An independent accountant is used to prepare our accounts. Accounts are approved by all Trustees.</p>
Other		N/A

Structure, Governance and Management

Description of charity's trusts:		
Type of governing document (trust deed, royal charter)	Para 1.25	Charity Commission Scheme sealed 7th December 1993, although Charity has been in existence since 15th July 1884
How is the charity constituted? (e.g unincorporated association, CIO)	Para 1.25	Unincorporated
Trustee selection methods including details of any constitutional provisions e.g. election to post or name of any person or body entitled to appoint one or more trustees	Para 1.25	One trustee to be nominated by Cossington Parish Council and five co-opted trustees who have, through residence or employment or occupation, or otherwise, special knowledge of the Parish of Cossington.

Additional information (optional)

You may choose to include further statements where relevant about:

Policies and procedures adopted for the induction and training of trustees	Para 1.51	New trustees are given an overview of the Charity by the Chairman and given a copy of the Scheme by which we abide.
The charity's organisational structure and any wider network with which the charity works	Para 1.51	Chair Secretary Treasurer Council-nominated representative.
Relationship with any related parties	Para 1.51	None
Other		

Reference and Administrative details

Charity name	Babington's Charity
Other name the charity uses	N/A
Registered charity number	220069
Charity's principal address	14 Main Street Cossington Leicester LE7 4UU

Names of the charity trustees who manage the charity

	Trustee name	Office (if any)	Dates acted if not for whole year	Name of person (or body) entitled to appoint trustee (if any)
1	Helen McCague	Chair		
2	Rich Heathcote	Treasurer		
3	Clare Pearson	Secretary		
4	David Mumford MBE			
5	Gary Drew			
6	Janette Matthews			
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				

Corporate trustees – names of the directors at the date the report was approved

Director name		
N/A		

Name of trustees holding title to property belonging to the charity

Trustee name	Dates acted if not for whole year	
N/A		

Funds held as custodian trustees on behalf of others

Description of the assets held in this capacity	N/A
Name and objects of the charity on whose behalf the assets are held and how this falls within the custodian charity's objects	
Details of arrangements for safe custody and segregation of such assets from the charity's own assets	

Additional information (optional)

Names and addresses of advisers (Optional information)

Type of adviser	Name	Address
Independent Examiner	Philip Dymond FCCA	Cheyettes Ltd 167 London Road Leicester LE2 1EG

Name of chief executive or names of senior staff members (Optional information)

N/A

Exemptions from disclosure

Reason for non-disclosure of key personnel details

N/A

Other optional information

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Declarations

The trustees declare that they have approved the trustees' report above.

Signed on behalf of the charity's trustees

Signature(s)

Helen E McCague

Full name(s)

Helen Elizabeth McCague

Position (eg Secretary,
Chair, etc)

Chair

Date

17.10.2023

BABINGTON'S CHARITY
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

BABINGTON'S CHARITY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	H McCague R Heathcote D Mumford C Pearson J Matthews
Charity number	220069
Principal address	14 Main Street Cossington Leicestershire LE7 4UU
Independent examiner	Philip John Dymond FCCA Cheyettes Ltd 167 London Road Leicester LE2 1EG

BABINGTON'S CHARITY

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BABINGTON'S CHARITY

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their annual report and financial statements for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Trust Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The charity's objects are to manage property assets and apply the income to residents of the parish of Cossington, Leicestershire in financial hardship, aged under 25 and taking apprenticeships or further education, to assist the village school and to offer general or individual benefit to the inhabitants of the parish.

The charity fulfils its objectives by undertaking the following activities:

- Making grants to individuals requiring financial support to help with living expenses;
- Offering grants to students and apprentices;
- Financially supporting Cossington Church of England Primary School;
- Financially supporting the Church and village centre development project.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Hardship grants and student and apprentice support are not means tested although local knowledge is used to aid decision making.

Achievements and performance

All information relating to the charity's achievements and performance is provided in the separate Trustees Annual Report submitted to the Charity Commission.

Financial review

The review of the charity's financial performance and position is provided in the separate Trustees Annual Report submitted to the Charity Commission.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

Babington's Charity is a charitable trust constituted and governed by a Deed of Trust executed on 7th December 1993.

The trustees who served during the year and up to the date of signature of the financial statements were:

H McCague

G Drew

(Resigned 11 July 2023)

R Heathcote

D Mumford

C Pearson

J Matthews

At least one trustee is nominated by Cossington Parish Council, others are co-opted who have, through residence, occupation, employment or otherwise, special knowledge of the Parish of Cossington.

The business of the charity is managed by the trustees, consisting of a Chair, Treasurer, Secretary and Parish Council Representative.

BABINGTON'S CHARITY

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

New trustees are given an overview of the charity by the Chair and a copy of the scheme by which the charity abides.

The trustees' report was approved by the Board of Trustees.

H McCague
Trustee

22 August 2023

BABINGTON'S CHARITY

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF BABINGTON'S CHARITY

I report to the trustees on my examination of the financial statements of Babington's Charity (the charity) for the year ended 31 December 2022.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

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

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements to be reached.

Philip John Dymond FCCA

Cheyettes Ltd
167 London Road
Leicester
LE2 1EG

Dated: 24 August 2023

BABINGTON'S CHARITY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income and endowments from:</u>			
Investments	2	51,755	45,406
Other income	3	-	1,609
Total income		<u>51,755</u>	<u>47,015</u>
<u>Expenditure on:</u>			
Raising funds	4	<u>6,100</u>	<u>6,827</u>
Charitable activities	5	<u>32,409</u>	<u>26,431</u>
Total expenditure		<u>38,509</u>	<u>33,258</u>
Net gains/(losses) on investments	8	<u>(44,770)</u>	<u>216,892</u>
Net movement in funds		(31,524)	230,649
Fund balances at 1 January 2022		<u>792,502</u>	<u>561,853</u>
Fund balances at 31 December 2022		<u><u>760,978</u></u>	<u><u>792,502</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

BABINGTON'S CHARITY

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	10		380,538		380,538
Investments	11		336,690		381,460
			<u>717,228</u>		<u>761,998</u>
Current assets					
Debtors	12	772		1,546	
Cash at bank and in hand		43,770		29,714	
		<u>44,542</u>		<u>31,260</u>	
Creditors: amounts falling due within one year	13	(792)		(756)	
Net current assets			43,750		30,504
Total assets less current liabilities			<u>760,978</u>		<u>792,502</u>
Income funds					
Unrestricted funds			760,978		792,502
			<u>760,978</u>		<u>792,502</u>

The financial statements were approved by the Trustees on 22 August 2023

H McCague
Trustee

BABINGTON'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

Babington's Charity is a charitable trust registered in England and Wales.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Trust Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

BABINGTON'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is included in the Statement of Financial Activities on an accruals basis, inclusive of any VAT which cannot be recovered. Expenditure is directly attributable to specific activities and has been included in those cost categories.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be directly attributed to such activities and those costs of an indirect nature to support them.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	none provided
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

BABINGTON'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Rental income	41,642	41,272
Income from listed investments	10,113	4,134
	<u>51,755</u>	<u>45,406</u>

BABINGTON'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

3 Other income

	Total	Unrestricted funds
	2022	2021
	£	£
Council and utilities refunds	-	1,609

4 Raising funds

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Agents management fees	6,100	6,827
	<u>6,100</u>	<u>6,827</u>

5 Charitable activities

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Insurance	1,081	1,191
Repairs and maintenance	11,469	9,593
Council tax and utilities	-	1,031
Independent examiner's fees	792	756
Sundry expenses	-	260
	<u>13,342</u>	<u>12,831</u>
Grant funding of activities (see note 6)	19,067	13,600
	<u>32,409</u>	<u>26,431</u>

BABINGTON'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

6 Grants payable

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Grants to institutions:		
Cossington Church of England Primary School	8,067	6,000
Grants to students and individuals	11,000	7,600
	<u>19,067</u>	<u>13,600</u>

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

In 2021, one trustee was reimbursed various property costs incurred in the sum of £657.

8 Net gains/(losses) on investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Revaluation of investments	(44,770)	26,767
Gain/(loss) on sale of investment properties	-	190,125
	<u>(44,770)</u>	<u>216,892</u>

9 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

BABINGTON'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

10 Tangible fixed assets

Freehold land and buildings

£

Cost

At 1 January 2022

380,538

At 31 December 2022

380,538

Carrying amount

At 31 December 2022

380,538

At 31 December 2021

380,538

11 Fixed asset investments

Listed investments

£

Cost or valuation

At 1 January 2022

381,460

Valuation changes

(44,770)

At 31 December 2022

336,690

Carrying amount

At 31 December 2022

336,690

At 31 December 2021

381,460

12 Debtors

2022

£

2021

£

Amounts falling due within one year:

Trade debtors

533

1,282

Prepayments and accrued income

239

264

772

1,546

13 Creditors: amounts falling due within one year

2022

£

2021

£

Accruals and deferred income

792

756

BABINGTON'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) ***FOR THE YEAR ENDED 31 DECEMBER 2022***

14 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).

BABINGTON'S CHARITY
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

BABINGTON'S CHARITY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	H McCague R Heathcote D Mumford C Pearson J Matthews
Charity number	220069
Principal address	14 Main Street Cossington Leicestershire LE7 4UU
Independent examiner	Philip John Dymond FCCA Cheyettes Ltd 167 London Road Leicester LE2 1EG

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BABINGTON'S CHARITY

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their annual report and financial statements for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Trust Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The charity's objects are to manage property assets and apply the income to residents of the parish of Cossington, Leicestershire in financial hardship, aged under 25 and taking apprenticeships or further education, to assist the village school and to offer general or individual benefit to the inhabitants of the parish.

The charity fulfils its objectives by undertaking the following activities:

- Making grants to individuals requiring financial support to help with living expenses;
- Offering grants to students and apprentices;
- Financially supporting Cossington Church of England Primary School;
- Financially supporting the Church and village centre development project.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Hardship grants and student and apprentice support are not means tested although local knowledge is used to aid decision making.

Achievements and performance

All information relating to the charity's achievements and performance is provided in the separate Trustees Annual Report submitted to the Charity Commission.

Financial review

The review of the charity's financial performance and position is provided in the separate Trustees Annual Report submitted to the Charity Commission.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

Babington's Charity is a charitable trust constituted and governed by a Deed of Trust executed on 7th December 1993.

The trustees who served during the year and up to the date of signature of the financial statements were:

H McCague

G Drew

(Resigned 11 July 2023)

R Heathcote

D Mumford

C Pearson

J Matthews

At least one trustee is nominated by Cossington Parish Council, others are co-opted who have, through residence, occupation, employment or otherwise, special knowledge of the Parish of Cossington.

The business of the charity is managed by the trustees, consisting of a Chair, Treasurer, Secretary and Parish Council Representative.

BABINGTON'S CHARITY

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

New trustees are given an overview of the charity by the Chair and a copy of the scheme by which the charity abides.

The trustees' report was approved by the Board of Trustees.

H McCague

Trustee

22 August 2023

BABINGTON'S CHARITY

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF BABINGTON'S CHARITY

I report to the trustees on my examination of the financial statements of Babington's Charity (the charity) for the year ended 31 December 2022.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

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

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements to be reached.

Philip John Dymond FCCA

Cheyettes Ltd
167 London Road
Leicester
LE2 1EG

Dated: 24 August 2023

BABINGTON'S CHARITY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income and endowments from:</u>			
Investments	2	51,755	45,406
Other income	3	-	1,609
Total income		<u>51,755</u>	<u>47,015</u>
<u>Expenditure on:</u>			
Raising funds	4	<u>6,100</u>	<u>6,827</u>
Charitable activities	5	<u>32,409</u>	<u>26,431</u>
Total expenditure		<u>38,509</u>	<u>33,258</u>
Net gains/(losses) on investments	8	<u>(44,770)</u>	<u>216,892</u>
Net movement in funds		(31,524)	230,649
Fund balances at 1 January 2022		<u>792,502</u>	<u>561,853</u>
Fund balances at 31 December 2022		<u><u>760,978</u></u>	<u><u>792,502</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

BABINGTON'S CHARITY

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	10		380,538		380,538
Investments	11		336,690		381,460
			<u>717,228</u>		<u>761,998</u>
Current assets					
Debtors	12	772		1,546	
Cash at bank and in hand		43,770		29,714	
		<u>44,542</u>		<u>31,260</u>	
Creditors: amounts falling due within one year	13	(792)		(756)	
Net current assets			43,750		30,504
Total assets less current liabilities			<u>760,978</u>		<u>792,502</u>
Income funds					
Unrestricted funds			760,978		792,502
			<u>760,978</u>		<u>792,502</u>

The financial statements were approved by the Trustees on 22 August 2023

H McCague
Trustee

BABINGTON'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

Babington's Charity is a charitable trust registered in England and Wales.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Trust Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

BABINGTON'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is included in the Statement of Financial Activities on an accruals basis, inclusive of any VAT which cannot be recovered. Expenditure is directly attributable to specific activities and has been included in those cost categories.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be directly attributed to such activities and those costs of an indirect nature to support them.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	none provided
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

BABINGTON'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Rental income	41,642	41,272
Income from listed investments	10,113	4,134
	<u>51,755</u>	<u>45,406</u>

BABINGTON'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

3 Other income

	Total	Unrestricted funds
	2022	2021
	£	£
Council and utilities refunds	-	1,609

4 Raising funds

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Agents management fees	6,100	6,827
	<u>6,100</u>	<u>6,827</u>

5 Charitable activities

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Insurance	1,081	1,191
Repairs and maintenance	11,469	9,593
Council tax and utilities	-	1,031
Independent examiner's fees	792	756
Sundry expenses	-	260
	<u>13,342</u>	<u>12,831</u>
Grant funding of activities (see note 6)	19,067	13,600
	<u>32,409</u>	<u>26,431</u>

BABINGTON'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

6 Grants payable

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Grants to institutions:		
Cossington Church of England Primary School	8,067	6,000
Grants to students and individuals	11,000	7,600
	<u>19,067</u>	<u>13,600</u>

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

In 2021, one trustee was reimbursed various property costs incurred in the sum of £657.

8 Net gains/(losses) on investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Revaluation of investments	(44,770)	26,767
Gain/(loss) on sale of investment properties	-	190,125
	<u>(44,770)</u>	<u>216,892</u>

9 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

BABINGTON'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

10 Tangible fixed assets

Freehold land and buildings

£

Cost

At 1 January 2022

380,538

At 31 December 2022

380,538

Carrying amount

At 31 December 2022

380,538

At 31 December 2021

380,538

11 Fixed asset investments

Listed investments

£

Cost or valuation

At 1 January 2022

381,460

Valuation changes

(44,770)

At 31 December 2022

336,690

Carrying amount

At 31 December 2022

336,690

At 31 December 2021

381,460

12 Debtors

2022

2021

Amounts falling due within one year:

£

£

Trade debtors

533

1,282

Prepayments and accrued income

239

264

772

1,546

13 Creditors: amounts falling due within one year

2022

2021

£

£

Accruals and deferred income

792

756

BABINGTON'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) ***FOR THE YEAR ENDED 31 DECEMBER 2022***

14 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).