

**CLARKE'S & MARSHALL'S CHARITIES**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31<sup>ST</sup> MARCH 2021**

Percy Westhead & Company  
Chartered Accountants  
And Statutory Auditors  
Greg's Buildings  
1 Booth Street  
Manchester  
M2 4AD

## CLARKE'S & MARSHALL'S CHARITIES

### CONTENTS

	PAGE
Officers and Professional Advisers	1
Trustees' Report	2 - 4
Auditor's Report	5 - 7
Statement of Financial Activities	8
Balance Sheet	9
Notes to the Financial Statements	10 - 15

***The following pages do not form part of the Accounts:-***

Investment Schedule	16 - 20
---------------------	---------

**CLARKE'S AND MARSHALL'S CHARITIES**  
**OFFICERS AND PROFESSIONAL ADVISERS**

**Founded by:** George Marshall 1624  
George Clarke 1636

**Trustees acting during the year ended 31<sup>st</sup> March 2021**

Peter Richard Higham (Chairman)  
Charles David Oakes  
Alfred Henry Marinus Stone (Hon. Secretary)  
Roderick Michael Withinshaw (Hon. Treasurer)  
Giles Hugh Joynson Gaddum  
Peter Anthony Nicholas Somekh  
Kathryn Ann Graham  
James Christian Patrick Bailey  
John George McDakin Simpson  
Kate Victoria Lawlor  
Jeremy Charles Steele

**Address:**

2 Brindle Heights  
Brindle  
Chorley  
Lancashire  
PR6 8YA

**Bankers:**

Virgin Money  
6 Bridge Street  
St Helens  
WA10 1NF

**Investment Managers:**

Investec Wealth and Investment Limited  
2<sup>nd</sup> Floor  
3 Hardman Street  
Spinningfields  
Manchester, M3 3HF

**Auditor:**

Percy Westhead & Company  
Chartered Accountants and Statutory Auditors  
Greg's Buildings  
1 Booth Street  
Manchester, M2 4AD

**Charitable Status:**

Registered Charity Number 220728

## **CLARKE'S AND MARSHALL'S CHARITIES**

### **TRUSTEES' REPORT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021**

#### **Constitution**

The Charities were founded by George Marshall and George Clarke in 1624 and 1636 respectively. A renewed Trust Deed was effected on 30<sup>th</sup> March 1932 and the Charities are registered with the Charity Commission, Number 220728. As the two Charities have common trustees and objectives, the Charity Commission has directed that they be treated and administered as a single Charity. The Charities' address is shown on page 1.

#### **Objectives and activities for the public benefit**

The purpose of the Charities is the support of the needy in the Manchester area through making grants to appropriate individuals and institutions. The Trustees confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing the Charities' aims and objectives, in planning future activities, and setting the grant making policy for the year.

As in previous years the Charities further their charitable purposes by managing and receiving income from their Investments and other Assets and, from the income, making an annual contribution to the Manchester Relief in Need Charity in accordance with the Charity Commission Scheme dated 18<sup>th</sup> November 1974.

#### **Trustees and Organisation**

The Trustees determine the general direction and policies of the Charities at annual meetings. These policies are implemented on a day to day basis by the chairman, the treasurer and the secretary, in conjunction with the investment advisers and discussion with the other Trustees as appropriate. Details of the Trustees acting during the period are shown on page 1. New Trustees may be appointed by the current Trustees.

#### **Finances and Activity**

Details of the results and the Charities' state of affairs are shown on pages 8 and 9 of the Accounts. The Trustees consider these to be satisfactory and consider that the Charities have adequate resources to enable them to continue to meet their objectives.

#### **Income Fund**

Investment and other income decreased compared to the previous period and amounted to £60,267 (2020: £67,830). In furtherance of their objectives, the Charities made a contribution of £55,000 to the Manchester Relief in Need Charity (2020: £55,000) which greatly assisted that Charity in carrying out its work. At the year-end there was a surplus of income, and after taking into account unrealised losses arising from the revaluation of investments, the accumulated balance on Income Fund increased from £150,800 to £168,195. Of this balance, the sum of £73,925 represents unrealised gains on the revaluation of investments (2020: £58,248).

#### **Capital Fund**

Investment management cost decreased slightly in the year to £4,761 (2020: £5,092), there were realised gains on disposal of £1,622 in the year and unrealised gains on revaluation were £189,357. As a result of this, the balance on Capital Fund at 31st March 2021 increased to £1,390,462 (2020: £1,204,244). Of this balance, the sum of £691,216 represents unrealised gains on the revaluation of investments (2020: £507,911).

## **CLARKE'S AND MARSHALL'S CHARITIES**

### **TRUSTEES' REPORT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021 (Continued)**

#### **Investments**

##### **Investment Policy**

Under the terms of the Charities' constitution, the Trustees have unrestricted powers of investment. In exercising these powers, the Trustees seek to achieve a balanced return to produce income to meet the annual contribution to the Manchester Relief in Need Charity, whilst at the same time achieving long term capital growth to maintain the real value of the underlying funds. The economic risks from Covid-19 have passed leading to a period of globally synchronised growth where exposure to quality investments provide a combination of growth stimulus and income generation to meet the longer-term objectives of the charity. Whilst risks remain in equity markets these are countered by exposure to fixed income and alternative assets.

##### **Transactions**

There have been a number of investment changes during the period as detailed on the investment schedule, with a net increase in monies invested of £32,904. The Charities have continued to retain some liquid funds to enable them to take advantage of possible investment opportunities. The total value of investments at 31<sup>st</sup> March 2021 was £1,497,780 (2020: £1,258,220). Details regarding investments are shown in Note 7 to the Accounts and in the detailed investment schedule on pages 16 to 20.

##### **Reserves Policy**

##### **Income Fund**

As indicated in the notes to the accounts, the Charities' policy is to distribute the clear yearly income to the Manchester Relief in Need Charity. As a result of events in previous years, a balance has been accumulated on Income Fund and this is gradually being utilised to increase the annual payments to the above mentioned Charity.

##### **Capital Fund**

It is the policy of the Charities to retain this Fund and the underlying investments, in order to provide a continuing source of income to enable the objective of making annual payments as outlined above to be continued in the future.

##### **Risk Management**

The Trustees review the major risks that the Charities face on a regular basis. The Trustees are satisfied that such risks are understood and systems are in place to ensure that these will not affect the Charities' ability to continue their activities in the future.

##### **Trustees Responsibilities**

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charities and of the incoming resources and application of resources of the Charities for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;

## CLARKE'S AND MARSHALL'S CHARITIES

### TRUSTEES' REPORT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021 (Continued)

- observe the methods and principles in the Charities SORP;
- make judgments 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 Charities will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Charities and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charities and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the Trustees and signed on their behalf.



A. H. M. Stone (Hon Secretary)

18 November 2021

Date

## **CLARKE'S AND MARSHALL'S CHARITIES**

### **INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE CLARKE'S AND MARSHALL'S CHARITIES**

#### **Opinion**

We have audited the financial statements of Clarke's and Marshall's Charities (the "Charities") for the year ended 31st March 2021 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Charities' affairs as at 31<sup>st</sup> March 2021 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charities in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and the provisions available for small entities, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Charities' ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

#### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

## **CLARKE'S AND MARSHALL'S CHARITIES**

### **INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE CLARKE'S AND MARSHALL'S CHARITIES (Continued)**

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the Charities and their environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

#### **Responsibilities of the trustees**

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Charities' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the Charities or to cease operations, or have no realistic alternative but to do so.

#### **Our responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We identified areas of laws and regulations, relevant to charities of this size, that could reasonably be expected to have a material effect on the financial statements from discussions with the directors and key personnel. We communicated identified laws and regulations to our audit team and remained alert to any indications of non-compliance with laws and regulations.



## CLARKE'S AND MARSHALL'S CHARITIES

### INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE CLARKE'S AND MARSHALL'S CHARITIES (Continued)

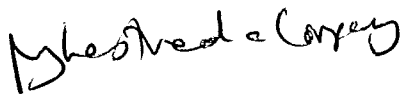
The Charities are subject to laws and regulations that directly affect the financial statements including financial reporting legislation and taxation legislation. We assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, as these may for example involve fraud or override of internal controls and we are not responsible for preventing non-compliance.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [[www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities)]. This description forms part of our auditor's report.

#### Use of our report

This report is made solely to the Charities' trustees, as a body, in accordance with section 145 of the Charities Act 2011 and the regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the Charities' trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charities' trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Percy Westhead & Company  
Chartered Accountants and Statutory Auditors  
Greg's Buildings  
1 Booth Street  
Manchester  
M2 4AD

Date: 25 November 2021

Percy Westhead & Company is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

CLARKE'S AND MARSHALL'S CHARITIES

STATEMENT OF FINANCIAL ACTIVITIES FOR THE PERIOD ENDED 31ST MARCH 2021

	Notes	Income Fund 2021 £	Capital Fund 2021 £	Total Funds 2021 £	Total Funds 2020 £
<b>INCOME AND ENDOWMENTS</b>					
Investment income	3	60,267.16	-	60,267.16	67,830
<b>TOTAL INCOME</b>		<u>60,267.16</u>	<u>-</u>	<u>60,267.16</u>	<u>67,830</u>
<b>EXPENDITURE</b>					
<b>Costs of raising funds</b>					
Investment management costs	4	-	4,761.40	4,761.40	5,091
<b>Expenditure on charitable activities</b>					
Grant making	6	58,550.00	-	58,550.00	58,540
<b>TOTAL EXPENDITURE</b>		<u>58,550.00</u>	<u>4,761.40</u>	<u>63,311.40</u>	<u>63,631</u>
<b>NET INCOME/(EXPENDITURE) BEFORE GAINS AND LOSSES ON INVESTMENTS</b>					
		1,717.16	(4,761.40)	(3,044.24)	4,199
<b>GAINS/LOSSES ON INVESTMENTS</b>					
Realised gains/(losses) on investments	7	-	1,622.33	1,622.33	2,240
Unrealised gains/(losses) on investments	7	15,677.00	189,356.80	205,033.80	(208,407)
<b>NET MOVEMENT IN FUNDS</b>		<u>17,394.16</u>	<u>186,217.73</u>	<u>203,611.89</u>	<u>(201,968)</u>
<b>Reconciliation of Funds</b>					
Fund Balances brought forward		150,800.49	1,204,244.12	1,355,044.61	1,557,013
<b>FUND BALANCES CARRIED FORWARD</b>	10	<u>£168,194.65</u>	<u>£1,390,461.85</u>	<u>£1,558,656.50</u>	<u>£1,355,045</u>

The notes on pages 10 to 15 form part of these Accounts.

CLARKE'S AND MARSHALL'S CHARITIES

BALANCE SHEET AS AT 31ST MARCH 2021

	Notes	Income Fund 2021 £	Capital Fund 2021 £	Total Funds 2021 £	Total Funds 2020 £
<b>FIXED ASSETS</b>					
Investments	7	83,353.00	1,414,427.00	1,497,780.00	1,258,220
<b>Total Fixed Assets</b>		<u>83,353.00</u>	<u>1,414,427.00</u>	<u>1,497,780.00</u>	<u>1,258,220</u>
<b>CURRENT ASSETS</b>					
Debtors	8	1,200.38	-	1,200.38	1,058
Cash at bank and in hand		87,181.27	(23,965.15)	63,216.12	99,246
<b>Total Current Assets</b>		<u>88,381.65</u>	<u>(23,965.15)</u>	<u>64,416.50</u>	<u>100,304</u>
<b>LIABILITIES</b>					
Creditors falling due within one year	9	3,540.00	-	3,540.00	3,480
<b>NET CURRENT ASSETS</b>		<u>84,841.65</u>	<u>(23,965.15)</u>	<u>60,876.50</u>	<u>96,824</u>
<b>NET ASSETS</b>		<u>£168,194.65</u>	<u>£1,390,461.85</u>	<u>£1,558,656.50</u>	<u>£1,355,044</u>
<b>THE FUNDS OF THE CHARITY</b>					
<b>Capital Funds</b>					
General capital fund			699,246.03	699,246.03	696,333
Revaluation capital fund			691,215.82	691,215.82	507,911
<b>Unrestricted Income Funds</b>					
General income fund		94,269.57		94,269.57	92,552
Revaluation income fund		73,925.08		73,925.08	58,248
<b>TOTAL CHARITY FUNDS</b>		<u>£168,194.65</u>	<u>£1,390,461.85</u>	<u>£1,558,656.50</u>	<u>£1,355,044</u>

The financial statements on pages 8 to 15 were approved by the Trustees and signed on their behalf by the undermentioned Trustees on

P. R. Higham (Chairman)



R.M. Withinshaw (Hon. Treasurer)



A.H.M. Stone (Hon. Secretary)



The notes on pages 10 to 15 form part of these Accounts.

## CLARKE'S AND MARSHALL'S CHARITIES

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

#### 1 ACCOUNTING POLICIES

##### (a) Basis of Accounting

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

The charities constitute a public benefit entity as defined by FRS 102.

The trustees consider that there are no material uncertainties about the Charities' ability to continue as a going concern. With respect to the next reporting period, 2021-22, the most significant areas of uncertainty that affect the carrying value of assets held by the Trust are the level of investment return and the performance of investment markets (see the investment policy and performance and risk management sections of the trustees' annual report for more information).

##### (b) Fund Accounting

The Capital Fund is an expendable endowment fund. The income from this fund is unrestricted and available for use at the discretion of the Trustees in furtherance of the general objectives of the Charities.

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have created a fund for a specific purpose.

##### (c) Fixed Asset Investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The Charities do not acquire put options, derivatives or other complex financial instruments.

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

##### (d) Investment Income and Interest Receivable

Income from investments is recognised in the Accounts at the date when it becomes payable. This policy represents a departure from recommended accounting principles which require income to be recognised in the accounts on an accruals basis. In the circumstances of these Charities, the Trustees consider it inappropriate to recognise this income until the date when this is due to be received. Following the abolition of Advance Corporation Tax and in accordance with recommended accounting practice, dividends from UK Companies and Unit Trusts are stated net. Other investment income is stated gross. Income from Chief and Ground Rents and bank interest receivable is accounted for on the accruals basis and is stated gross.

## CLARKE'S AND MARSHALL'S CHARITIES

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

#### (e) Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charities to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings. For more information on this attribution refer to note (g) below.

#### (f) Allocation of support and governance costs

Support costs have been allocated to 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 statutory audit together with an apportionment of overhead and support costs.

Governance costs and support costs relating to charitable activities have been apportioned based on the number of individual grant awards made in recognition that the administrative costs of awarding, monitoring and assessing grants are broadly equivalent. The allocation of support and governance costs is analysed in note 5.

#### (g) Costs of raising funds

The costs of generating funds consist of investment management costs and certain legal fees.

#### (h) Charitable activities

Costs of charitable activities include grants made, governance costs and an apportionment of support costs as shown

### 2. TRUSTEES' FEES

The trustees all give freely their time and expertise without any form of remuneration or other benefit in cash or kind (2020: £nil). No expenses have been paid to the trustees in the year (2020: £nil).

John George McDakin Simpson, was during the year an employee of Investec Wealth and Investment Limited who provided investment management services totalling £4,761.40 in the year (2020: £5,091).

### 3 INVESTMENT INCOME

	<u>2021</u>	<u>2020</u>
	£	£
Income from investments	58,482.46	67,486
Interest on cash deposits	7.45	121
Chief and Ground Rents receivable	174.50	223
Other income	1,602.75	-
	<u>60,267.16</u>	<u>67,830</u>

CLARKE'S AND MARSHALL'S CHARITIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

4 INVESTMENT MANAGEMENT COSTS

	<u>2021</u> £	<u>2020</u> £
Investment management fees	4,761.40	5,091
	<u>4,761.40</u>	<u>5,091</u>

In 2021, all £4,761.40 (2020: £5,091) of investment management costs were attributable to capital funds

5 ALLOCATION OF GOVERNANCE AND SUPPORT COSTS

The breakdown of support costs and governance costs are shown below. Apportionment is solely to grant making expenditure as the sole activity.

<b>Support costs</b>	<u>2021</u> £	<u>2020</u> £
Bank charges	10.00	60
	<u>10.00</u>	<u>60</u>
<b>Governance costs:</b>	<u>2021</u> £	<u>2020</u> £
Auditor's remuneration	3,540.00	3,480
	<u>3,540.00</u>	<u>3,480</u>
<b>Allocation of governance and other support costs:</b>	<u>2021</u> £	<u>2020</u> £
Grant making	3,550.00	3,540
	<u>3,550.00</u>	<u>3,540</u>

The trustees have decided to meet all governance costs from unrestricted funds and so no allocation or charge is made to restricted funds for any governance related costs.

The auditor's remuneration constituted an audit fee of £3,540 (2020: £3,480).

# CLARKE'S AND MARSHALL'S CHARITIES

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

### 6 ANALYSIS OF CHARITABLE EXPENDITURE

The charities undertake their charitable activities through grant making and awarded grants in furtherance of their charitable activities.

	<u>Grant funded activity</u> £	<u>Support and governance costs</u> £	<u>Total 2021</u> £	<u>Total 2020</u> £
Funded from unrestricted funds:				
Grant making	55,000.00	3,550.00	58,550.00	58,540
<b>Total</b>	<u>55,000.00</u>	<u>3,550.00</u>	<u>58,550.00</u>	<u>58,540</u>

#### Recipients of institutional grants:

The Lord Mayor's Charities were merged with other charities in 1974 to form the Manchester Relief in Need Charity. At the meeting of the Trustees of the Clarke's and Marshall's Charities on 23rd July, 1974, it was resolved that the clear yearly income of the charities be paid for the time being to the Manchester Relief in Need Charity.

<u>Year of account</u>	<u>Amount of Contribution</u> £
2014/2015	52,500
2015/2016	52,500
2016/2017	55,000
2017/2018	55,000
2018/2019	55,000
2019/2020	55,000
2020/2021	55,000

### 7. FIXED ASSET INVESTMENTS

	<u>Income Fund 2021</u> £	<u>Capital Fund 2021</u> £	<u>Total Funds 2021</u> £	<u>Total 2020</u> £
<b>Movement in fixed asset investments</b>				
Valuation at start of year	67,676.00	1,190,544.00	1,258,220.00	1,509,639
Additions at cost	-	73,351.48	73,351.48	47,455
Disposals - proceeds	-	(40,447.61)	(40,447.61)	(92,707)
Investment gains/losses -				
Realised	-	1,622.33	1,622.33	2,240
Unrealised	15,677.00	189,356.80	205,033.80	(208,407)
Valuation at end of year	<u>83,353.00</u>	<u>1,414,427.00</u>	<u>1,497,780.00</u>	<u>1,258,220</u>
Historical Cost	9,427.92	723,211.18	732,639.10	692,061
Revaluation Reserve	73,925.08	691,215.82	765,140.90	566,159
	<u>83,353.00</u>	<u>1,414,427.00</u>	<u>1,497,780.00</u>	<u>1,258,220</u>

#### Investments at fair value comprised:

Investments	83,353.00	1,414,427.00	1,497,780.00	1,258,220
Chief and Ground Rents	-	-	-	-
	<u>83,353.00</u>	<u>1,414,427.00</u>	<u>1,497,780.00</u>	<u>1,258,220</u>

# CLARKE'S AND MARSHALL'S CHARITIES

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

All investments are carried at their fair value. Investment in equities and fixed interest securities are all traded in quoted public markets, primarily the London Stock Exchange. Holdings in common investment funds, unit trusts and open-ended investment companies are at the bid price. The basis of fair value for quoted investments is equivalent to the market value, using the bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

Following the change in the administration of the Charities in 1991 the documents of title in support of the Receivable Chief and Ground Rents were reviewed and it was confirmed that the necessary deeds were held to give good marketable title to only some of the rents receivable. No valuation has been attributed to these in previous Accounts, and these have been included in the Accounts on the basis of a £nil valuation. The Trustees do not consider it appropriate to place a valuation on these at the present time.

### 8. ANALYSIS OF CURRENT ASSETS

	<u>2021</u>	<u>2020</u>
	£	£
Other debtors	1,200.38	1,058
Bank Current Account		500
Bank High Interest Account		57,487
Clubs & Societies Current Account	59,550.93	
Funds held with Stockbroker	3,665.19	41,259
	<u>64,416.50</u>	<u>100,304</u>

### 9. ANALYSIS OF CURRENT LIABILITIES

	<u>2021</u>	<u>2020</u>
	£	£
Creditors under 1 year		
Accruals	3,540.00	3,480
	<u>3,540.00</u>	<u>3,480</u>

### 10. ANALYSIS OF CHARITABLE FUNDS

#### Analysis of Fund movements

	<u>Balance b/fwd</u>	<u>Income</u>	<u>Expenditure</u>	<u>Gains and losses</u>	<u>Transfers</u>	<u>Fund c/fwd</u>
	£	£	£	£	£	£
<b>Capital account</b>						
General	696,333.54	-	(4,761.40)	190,979.13	(183,305.24)	699,246.03
Revaluation	507,910.58	-	-	-	183,305.24	691,215.82
<b>Total</b>	<u>1,204,244.12</u>	<u>-</u>	<u>(4,761.40)</u>	<u>190,979.13</u>	<u>-</u>	<u>1,390,461.85</u>
<b>Income Fund</b>						
General	92,552.41	60,267.16	(58,550.00)	15,677.00	(15,677.00)	94,269.57
Revaluation	58,248.08	-	-	-	15,677.00	73,925.08
<b>Total</b>	<u>150,800.49</u>	<u>60,267.16</u>	<u>(58,550.00)</u>	<u>15,677.00</u>	<u>-</u>	<u>168,194.65</u>
<b>Total</b>	<u>1,355,044.61</u>	<u>60,267.16</u>	<u>(63,311.40)</u>	<u>206,656.13</u>	<u>-</u>	<u>1,558,656.50</u>



# CLARKE'S AND MARSHALL'S CHARITIES

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

### ANALYSIS OF CHARITABLE FUNDS - PREVIOUS YEAR

#### Analysis of Fund movements

	<u>Balance b/fwd</u>	<u>Income</u>	<u>Expenditure</u>	<u>Gains and</u> <u>losses</u>	<u>Transfers</u>	<u>Fund c/fwd</u>
	£	£	£	£	£	£
<b>Capital account</b>						
General	696,886.41	-	(5,091.57)	(186,720.36)	191,259.06	696,333.54
Revaluation	699,169.64	-	-	-	(191,259.06)	507,910.58
<b>Total</b>	<u>1,396,056.05</u>	<u>-</u>	<u>(5,091.57)</u>	<u>(186,720.36)</u>	<u>-</u>	<u>1,204,244.12</u>
<b>Income Fund</b>						
General	83,262.11	67,830.30	(58,540.00)	(19,447.00)	19,447.00	92,552.41
Revaluation	77,695.08	-	-	-	(19,447.00)	58,248.08
<b>Total</b>	<u>160,957.19</u>	<u>67,830.30</u>	<u>(58,540.00)</u>	<u>(19,447.00)</u>	<u>-</u>	<u>150,800.49</u>
<b>Total</b>	<u>1,557,013.24</u>	<u>67,830.30</u>	<u>(63,631.57)</u>	<u>(206,167.36)</u>	<u>-</u>	<u>1,355,044.61</u>

All Funds are unrestricted. At a meeting of the Trustees on 23rd July 1974, it was resolved that the clear yearly income of the Charities be paid for the time being to the Manchester Relief in Need Charity.

CLARKE'S AND MARSHALL'S CHARITIES

INVESTMENTS HELD ON CAPITAL FUND

INVESTMENT

	<u>Holding</u>	<u>Cost</u>	<u>Valuation</u> <u>31.03.20</u>	<u>Additions/</u> <u>(Disposals)</u>	<u>Surplus / deficit</u>		<u>Valuation</u> <u>31.03.21</u>	<u>Unrealised</u> <u>Surplus/</u> <u>(Deficit)</u>	<u>Income</u> <u>Period to</u> <u>31.03.21</u>
					<u>This</u> <u>Period</u>	<u>Previous</u> <u>Period</u>			
Aberdeen Std Fd Mgt									
ASI Europe Ex UK Inc Eqty - purchased 07.08.20	35,000.00	33,383.00	-	33,383.00					
ASI Europe Ex UK Inc Eqty - equalisation	-	(137.06)		(137.06)					
	<u>35,000</u>	<u>33,245.94</u>					36,015	2,769.06	
Apax Global Alpha									
Ord NPV - purchased 11.06.15	25,168	29,457.62	29,321				47,945	18,624.00	
Bbgi Sicav S.a.									
Ord NPV - purchased 07.04.17	19,679	26,798.44							
Ord NPV - purchased 19.04.18	4,000	5,155.00							
	<u>23,679</u>	<u>31,953.44</u>	38,005						
Ord NPV - sold 15.03.21	(23,679)	(31,953.44)		(39,627.33)	1,622.33	6,051.56	-	-	
Diageo									
28 101/108p ordinary shares - purchased 31.07.06	2,800	26,747.98							
28 101/108p ordinary shares - sold 29.02.12	(680)	(6,495.94)							
28 101/108p ordinary shares - sold 18.11.14	(570)	(5,445.00)							
28 101/108p ordinary shares - sold 08.06.16	(270)	(2,579.00)							
	<u>1,280</u>	<u>12,228.04</u>	33,098				38,275	5,177.00	
Enquest plc									
7% Pik 15/02/22 GBP - coupon pik 15.08.17	1,314	991.08							
7% Pik 15/02/22 GBP - coupon pik 15.02.18	45	38.20							
	<u>1,359</u>	<u>1,029.28</u>							
7% Pik 15/02/22 GBP - coupon pik 18.02.20	47	43.12							
	<u>1,406</u>	<u>1,072.40</u>	414						
7% Pik 15/02/22 GBP - coupon pik 17.08.20	49	28.80		28.80					
7% Pik 15/02/22 GBP - coupon pik 15.02.21	50	42.14		42.14					
	<u>1,505</u>	<u>1,143.34</u>					1,269	784.06	
Carried forward			100,838	(6,310.45)	1,622.33	6,051.56	123,504	27,354.12	-

CLARKE'S AND MARSHALL'S CHARITIES

INVESTMENTS HELD ON CAPITAL FUND

<u>INVESTMENT</u>	<u>Holding</u>	<u>Cost</u>	<u>Valuation 31.03.20</u>	<u>Additions/ (Disposals)</u>	<u>Surplus / deficit</u>		<u>Valuation 31.03.21</u>	<u>Unrealised Surplus/ (Deficit)</u>	<u>Income Period to 31.03.21</u>
					<u>This Period</u>	<u>Previous Period</u>			
Brought forward		76,074.94	100,838	(6,310.45)	1,622.33	6,051.56	123,504	27,354.12	-
GCP Infrastructure									
1p C ordinary shares- purchased 12.10.12	24,675	24,968.38							
	(24,675)								
convert to Ord GBP0.01	23,799								
	<u>23,799</u>	<u>24,968.38</u>	<u>26,845</u>				<u>24,394</u>	<u>(2,451.00)</u>	
Gemcap Investment									
Afhm Structured products I - purchase 07.08.19	27,700	28,452.71	24,437						
Afhm Structured products I - ROC 06.05.20	-	(262.10)		(262.10)					
Afhm Structured products I - ROC 05.08.20	-	(278.69)		(278.69)					
Afhm Structured products I - ROC 05.11.20	-	(279.49)		(279.49)					
	<u>27,700</u>	<u>27,632.43</u>					<u>30,146.00</u>	<u>6,529.28</u>	
INT Public Partner									
Ord GBP0.0001 - purchase 17.11.15	22,000	29,736.00							
Ord GBP0.0001 - rights issue 20.10.16	2,750	3,609.38							
Ord GBP0.0001 - rights issue 04.05.17	3,093	4,639.50							
	<u>27,843</u>	<u>37,984.88</u>	<u>43,435</u>				<u>46,748</u>	<u>3,313.00</u>	
JP Morgan Funds Ltd									
US Equity Income Inc	63,000	35,430.12							
US Equity Income Inc - Equalisation	-	(157.63)							
	<u>63,000</u>	<u>35,272.49</u>							
US Equity Income Inc	(9,800)	(5,487.00)							
US Equity Income C Inc Nav Switch	(27,150)	-							
	<u>26,050</u>	<u>29,785.49</u>	<u>75,165</u>				<u>97,940</u>	<u>22,775.00</u>	
Jupiter UT Mngrs									
Strategic Bond I Inc - purchased 13.06.16	31,000	20,485.70							
Strategic Bond I Inc - Equalisation		(105.49)							
Strategic Bond I Inc - purchased 05.09.17	18,000	12,145.40							
Strategic Bond I Inc - Equalisation		(52.79)							
	<u>49,000</u>	<u>32,472.82</u>							
reclassification	(49,000)								
Strategic Bond Z Inc - Switch 13.03.19	48,992	32,472.82	31,380				32,188	808.00	
	<u>48,992</u>	<u>32,472.82</u>	<u>302,100</u>	<u>(7,130.73)</u>	<u>1,622.33</u>	<u>6,051.56</u>	<u>354,920</u>	<u>58,328.40</u>	-
Carried forward		228,918.94							

CLARKE'S AND MARSHALL'S CHARITIES

INVESTMENTS HELD ON CAPITAL FUND

<u>INVESTMENT</u>	<u>Holding</u>	<u>Cost</u>	<u>Valuation 31.03.20</u>	<u>Surplus / deficit</u>		<u>Valuation 31.03.21</u>	<u>Unrealised Surplus/ (Deficit)</u>	<u>Income Period to 31.03.21</u>
				<u>This Period</u>	<u>Previous Period</u>			
Brought forward		228,918.94	302,100	1,622.33	6,051.56	354,920	58,328.40	-
M & G Charifund - Income Units	32,839	20,521.93	392,580			483,525	90,945.00	
M & G Charibond Charities Fxd Int								
Income units	301.0	365.83						
Income units	5,314.0	6,962.00						
Income units - purchased 27.03.09	125,868.1	145,800.05						
Equalisation 05.06.09	(1,485.24)							
	131,483.1	151,642.64	161,974			162,408	434.00	
Murray Intl Trust								
Ord GBP0.25 - purchased 23.11.17	2,300	29,211.50						
Ord GBP0.25 - purchased 27.02.18	1,700	21,207.46						
	4,000	50,418.96	34,760			48,240	13,480.00	
National Grid								
11 17/43p ordinary shares	4,047	11,981.15						
Rights issue - 11.06.10	1,618	5,420.30						
11 17/43p ordinary shares - sold 29.08.12	(2,885)	(8,861.99)						
convert to Ord GBP0.12431289	(2,780)							
convert to Ord GBP0.12431289	2,548							
	2,548	8,539.46	24,114			22,017	(2,097.00)	
Primary Health Prop								
Ord GBP0.50 - purchased 12.06.13	11,100	35,309.83						
Subdivision	(11,100)	-						
Ord GBP0.125 - subdivision 12.11.15	44,400	-						
Ord GBP0.125 - call offer taken up 12.04.16	4,440	4,440.00						
Ord GBP0.125 - call offer taken up 13.04.18	2,872	3,101.76						
	51,712	42,851.59						
Ord GBP0.125 - purchase 24.09.19	7,812	10,034.36						
Ord GBP0.125 - sale 11.03.20	(9,524)	(8,461.89)						
	50,000	44,424.06	80,250			74,150	(6,100.00)	
Carried forward		504,465.99	995,778	(7,130.73)	1,622.33	1,145,260	154,990.40	-

CLARKE'S AND MARSHALL'S CHARITIES

INVESTMENTS HELD ON CAPITAL FUND

<u>INVESTMENT</u>	<u>Holding</u>	<u>Cost</u>	<u>Valuation 31.03.20</u>	<u>Additions/ (Disposals)</u>	<u>Surplus / deficit</u>		<u>Unrealised Surplus/ (Deficit)</u>	<u>Income Period to 31.03.21</u>
					<u>This Period</u>	<u>Previous Period</u>		
Brought forward		504,465.99	995,778	(7,130.73)	1,622.33	6,051.56	154,990.40	-
The Renewables Inf Ord Npv	32,520	40,034.60		40,034.60			(392.60)	
Royal Dutch Shell .07 Euro 'B' shares	1,060	20,074.69	14,413				(241.00)	
Schroder Oriental 1p ordinary shares C share call @ £1 share 1p ordinary shares - open offer take up 05.06.13 1p ordinary shares - conversion from C share	14,000 5,600.00 (3,593.00) 11,029 25,029	14,842.26 5,600.00 (3,593.00) 18,828.00 35,677.26					21,024.00	
Secure Income REIT 10p ordinary shares - purchased 22.03.16 10p ordinary shares - purchased 04.10.16 10p ordinary shares - sold 16.08.19	19,608 2,309 21,917 (2,350) 19,567	50,035.40 6,929.67 56,965.07 (6,107.95) 50,857.12					69,768	
Sequoia Economic I NPV - purchased 27.02.15 NPV - Conversion from NPV C 03.03.16 NPV - Conversion from NPV C 01.11.16 NPV - purchased 07.12.16 NPV - call offer taken up 09.10.18 NPV - call offer taken up 18.06.19	22,380 9,337 12,485 7,960 9,484 61,646 7,705 69,351	22,415.00 9,000.00 12,686.00 8,393.00 10,053.04 62,547.04 8,321.40 70,868.44					70,246	
Carried forward		721,978.10	1,187,310	32,903.87	1,622.33	6,051.56	1,411,352	189,515.80

CLARKE'S AND MARSHALL'S CHARITIES

INVESTMENTS HELD ON CAPITAL FUND

<u>INVESTMENT</u>	<u>Holding</u>	<u>Cost</u>	<u>Valuation</u> <u>31.03.20</u>	<u>Additions/</u> <u>(Disposals)</u>	<u>Surplus / deficit</u>		<u>Valuation</u> <u>31.03.21</u>	<u>Unrealised</u> <u>Surplus/</u> <u>(Deficit)</u>	<u>Income</u> <u>Period to</u> <u>31.03.21</u>
Brought forward		721,978.10	1,187,310	32,903.87	<u>This</u> <u>Period</u>	<u>Previous</u> <u>Period</u>	1,411,352	189,515.80	-
Transco Holdings plc									
4.1875% Index-Linked Bonds 2022	1,000	619.66	1,987					(118.00)	
7% Bonds 2024	1,000	613.42	1,247					(41.00)	

Total Investments on Capital Fund

INVESTMENTS HELD ON INCOME FUND

M & G Charifund - Income Units	5,661	9,427.92	67,676				83,353	15,677.00	
Total Investments on Income Fund		<u>9,427.92</u>	<u>67,676</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>83,353</u>	<u>15,677.00</u>	<u>-</u>
TOTAL INVESTMENTS		<u>732,639.10</u>	<u>1,258,220</u>	<u>32,903.87</u>	<u>1,622.33</u>	<u>6,051.56</u>	<u>1,497,780</u>	<u>205,033.80</u>	<u>-</u>