

Charity registration number 229237

COVENTRY FREEMEN'S CHARITY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

COVENTRY FREEMEN'S CHARITY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr D Handford Mr J Parry Mr M Rawson Mr G M Wilkinson Mr D Bullman Mr D C Mander Mr P Rosier Mr R Bansal Mr J Wilkinson Mr S J Rawson
Charity number	229237
Registered office	3Mc Middlemarch Business Park Siskin Drive Coventry CV3 4FJ
Auditor	Dafferns Audit Limited Harry Weston Road Binley Business Park Coventry United Kingdom CV3 2UB
Bankers	HSBC 5-6 High Street Coventry CV1 5RE
Solicitors	Mander Hadley Limited Solicitors 1 The Quadrant Coventry West Midlands United Kingdom CV1 2DW
Investment advisors	Quilter Cheviot Ltd Provincial House 37 New Walk Leicester LE1 6TU United Kingdom

COVENTRY FREEMEN'S CHARITY

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COVENTRY FREEMEN'S CHARITY

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2024

The trustees present their annual report and financial statements for the year ended 31 December 2024.

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 governing document, 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 aims and objectives of the Charity for the period under review were as follows:-

a] The payment of scheme benefits to needy Freemen of the City of Coventry and their dependants and the widows, widowers and other former dependants of a deceased Freeman, who are resident within the existing boundary of the City of Coventry, or within a radius of seven miles from St Mary's Hall.

b] Relief in need, relieving either generally or individually, persons having similar types of qualifications to the scheme benefit recipients of the Charity.

The trustees have considered the Charity Commission's general guidance on public benefit and consider that the charity has achieved its objectives during the period under review.

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

Achievements and performance

Scheme Benefit Recipients

The number of persons receiving the scheme under (a) above at 31 December 2024 was 2,395. This was made up of Freemen and women 1,730, Widows 657, and special cases 8.

Payments made to the scheme benefit recipients totalled £516,572 which compares with £525,812 in 2023.

During the year no additional relief was granted (2023 - nil).

After discharging all liabilities and taking into account adjustments for gains and losses on both investments and investment properties, the Charity was left with a surplus of £273,232 as shown in the Statement of Financial Activities, on page 8.

The rest of the Charity's Financial Statements are explained in the notes on pages 11 to 19 and there are no items requiring special attention.

Fundraising Regulator Statement of Compliance

Coventry Freeman's Charity does not contract with a third party to undertake any fundraising on its behalf. Hence, we have received no fundraising complaints during the year.

Investment performance

The charity continued to perform well when measured against its targets and objectives for the year.

The principal objective of paying scheme benefit payments and hardship alleviation to freemen was made possible by the continuing generation of income from the property and investment portfolio. The portfolios of property and investments continued to generate sufficient returns to enable the principal objectives to be met, and the trustees consider that performance was satisfactory for the year.

Bad debts relating to rental income of £31,275 (2023, £11,668) were written off during the year.

COVENTRY FREEMEN'S CHARITY

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

Financial review

Investment policy and objectives

There are no restrictions on the Charity's power to invest. The investment strategy is set by the Trustees for a period of five years and takes account of recent demand for funds. The Trustees consider the income requirements, the risk profile and the investment manager's view of the market prospects in the medium term. This strategy is set within an overall policy which states that the endowment fund is to be invested in low and medium risk investments with a view to ensuring that capital appreciation of the fund exceeds inflation over each five year period. The unrestricted and restricted funds may be invested in any type of investment. Our strategy is reviewed with our investment managers annually.

The Charity has a broad based investment policy and relies on the advice of its brokers Quilter Cheviot Limited for the management of its investments. The instructions given are to invest for income and medium to low risk stocks. The Charity has considerable investments in properties which are managed by the surveyors, Loveitts. The Trustees are satisfied that the income and capital value of all investments has risen during the year in line with known market indices.

The Charity's investment managers are committed to responsible investment and consider social, environmental and ethical factors in their investment strategy.

Reserves policy

The endowment funds represent the capital of the Charity upon formation which is to be maintained indefinitely. It is intended that the level of unrestricted funds represented by accumulated surpluses are to equate to at least one year's expenditure but not more than two. This is considered a prudent level of unrestricted reserves, since it allows current commitments to be met whilst maintaining the flexibility to deal with unforeseen events.

The current reserves are £1,953,056 in the unrestricted fund which are the free reserves and £17,672,900 on the endowment fund. The total funds held were £19,625,956. These are held to enable the charity to meet its ongoing commitment to scheme benefit recipients. No funds had been designated as at the year end. There were no programme related investments at the year end. The unrestricted funds held are in accordance with the reserves policy.

Sources of funding

The main source of funding continued to be the property and investment portfolio.

Risk management

The Trustees have examined the major strategic, business and operational risks which the Charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks. The risk management is reviewed annually by the Trustees.

New and future developments

The trustees of the charity are currently in consultation with the charity's commission to determine the future direction of the charity and review its objectives and distribution policy. It is likely that going forward there will be some changes implemented within the scheme benefit.

Structure, governance and management

The Charity is constituted under a scheme ordered by the Charity Commissioners for England and Wales sealed on 29th December 1978 embracing the charities formerly known as:

- a. The Freeman's Seniority Fund
- b. The Estates of the Freeman and Widows of Freeman of the City of Coventry
- c. The Estates of the Freeman of the City of Coventry.

COVENTRY FREEMEN'S CHARITY

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

Trustees

The trustees who served during the year were:

Mr D Handford	
Mr D Mason	(Resigned 15 November 2024)
Mr J Parry	
Mr M Rawson	
Mr R Smith	(Resigned 16 July 2024)
Mr G M Wilkinson	
Mr D Bullman	
Mr D C Mander	
Mr P Rosier	
Mr R Bansal	
Mr J Wilkinson	
Mr S J Rawson	
Mr D Evans	(Appointed 8 September 2024 and resigned 7 November 2024)

How decisions are made

The board of trustees meets regularly for the purposes of discussing the charity's affairs and decision making.

Induction and training of trustees

New trustees undergo a period of orientation to brief them on their legal obligations under charity law, the content of the governing document, the committee and decision making processes, the business plan and recent financial performance of the Charity. During the induction they meet key personnel and other trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

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

Trustee
Dated: 26/4/2025

COVENTRY FREEMEN'S CHARITY

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2024

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the trustees are required to:

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

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

COVENTRY FREEMEN'S CHARITY

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF COVENTRY FREEMEN'S CHARITY

Opinion

We have audited the financial statements of Coventry Freeman's Charity (the 'charity') for the year ended 31 December 2024 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the 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 charity's affairs as at 31 December 2024 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

COVENTRY FREEMEN'S CHARITY

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF COVENTRY FREEMEN'S CHARITY

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Dafferns Audit Limited

3 October 2025

Chartered Accountants
Statutory Auditor

Harry Weston Road
Binley Business Park
Coventry
United Kingdom
CV3 2UB

Dafferns Audit Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

COVENTRY FREEMEN'S CHARITY

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF COVENTRY FREEMEN'S CHARITY

Responsibilities of trustees

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

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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:

- Enquiry of management and those charged with governance around actual and potential litigation and claims
- Enquiry of entity staff in compliance functions to identify any instances of non-compliance with laws and regulations
- Reviewing minutes of meetings of those charged with governance.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations/
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the FRC's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

COVENTRY FREEMEN'S CHARITY

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2024

		Unrestricted funds 2024 £	Endowment funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Endowment funds 2023 £	Total 2023 £
	Notes						
Income from:							
Donations and legacies	3	58,232	-	58,232	70,000	-	70,000
Investments	4	1,135,089	-	1,135,089	1,099,198	-	1,099,198
Total income		1,193,321	-	1,193,321	1,169,198	-	1,169,198
Expenditure on:							
Charitable activities	5	1,089,774	-	1,089,774	897,232	-	897,232
Net gains/(losses) on investments	9	89,037	80,648	169,685	72,574	81,974	154,548
Net movement in funds		192,584	80,648	273,232	344,540	81,974	426,514
Fund balances at 1 January 2024		1,760,472	17,592,252	19,352,724	1,415,932	17,510,278	18,926,210
Fund balances at 31 December 2024		1,953,056	17,672,900	19,625,956	1,760,472	17,592,252	19,352,724

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

All income and expenditure derive from continuing activities.

COVENTRY FREEMEN'S CHARITY

BALANCE SHEET

AS AT 31 DECEMBER 2024

	Notes	2024 £	£	2023 £	£
Fixed assets					
Investment property	11	16,262,427		16,262,427	
Investments	12	2,898,671		2,789,953	
		<u>19,161,098</u>		<u>19,052,380</u>	
Current assets					
Debtors	14	82,797		51,317	
Cash at bank and in hand		431,785		292,219	
		<u>514,582</u>		<u>343,536</u>	
Creditors: amounts falling due within one year	15	(49,724)		(43,192)	
Net current assets			464,858		300,344
Total assets less current liabilities			<u>19,625,956</u>		<u>19,352,724</u>
Capital funds					
Endowment funds - general	16	17,672,900		17,592,252	
Income funds					
Unrestricted funds		1,953,056		1,760,472	
		<u>19,625,956</u>		<u>19,352,724</u>	

The financial statements were approved by the Trustees on 26/9/2025

Trustee

COVENTRY FREEMEN'S CHARITY

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	2024 £	£	2023 £	£
Cash flows from operating activities					
Cash absorbed by operations	21		(1,056,490)		(829,740)
Investing activities					
Investment income		1,032,474		1,000,564	
Income from listed investments		94,344		95,357	
Interest receivable		8,271		3,277	
Purchase of investment property		-		(199,185)	
Purchase of other investments		(161,252)		(343,658)	
Proceeds on disposal of other investments		222,219		436,400	
Net cash generated from investing activities			1,196,056		992,755
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			139,566		163,015
Cash and cash equivalents at beginning of year			292,219		129,204
Cash and cash equivalents at end of year			431,785		292,219
Analysis of cash and cash equivalents					
Bank balances and short term deposits			431,785		292,219

COVENTRY FREEMEN'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

Charity information

Coventry Freeman's Charity is a charitable trust constituted under a scheme ordered by the Charity Commissioners for England and Wales sealed on 29th December 1978. See reference in the trustees' report.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, 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 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

The financial statements have been prepared on a going concern basis as the Trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

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.

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

Rental income from operating leases is recognised in the statement of financial activities on a straight-line basis over the lease term

COVENTRY FREEMEN'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Expenditure on charitable activities;
- Other expenditure represents those items not falling into the categories above.
- Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources.

The analysis of these costs is included in note 6.

1.6 Investment property

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

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 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.

1.9 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.

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.

COVENTRY FREEMEN'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

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.

1.10 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax. The charity is not liable to income tax on its charitable activities.

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 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2024	2023
	£	£
Legacies received	58,232	70,000

COVENTRY FREEMEN'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

4 Investments

	Unrestricted funds	Unrestricted funds
	2024	2023
	£	£
Rental income	1,032,290	1,000,380
Income from listed investments	94,344	95,357
Building leases	60	60
Acknowledgements	124	124
Interest receivable	8,271	3,277
	<u>1,135,089</u>	<u>1,099,198</u>

Income from investment income was wholly attributable to unrestricted funds in the current and preceding year.

5 Charitable activities

	2024	2023
	£	£
Investment brokers	5,414	5,391
Commissions paid	85,750	82,853
Property repairs	336,029	123,300
Rates and water	3,661	1,971
Light and heat	1,482	3,929
Surveyors fees	16,153	37,209
Legal fees	13,212	12,672
Seniority payments	516,572	525,812
Insurance	35,819	44,102
Bad debt	31,275	11,668
	<u>1,045,367</u>	<u>848,907</u>
Share of support costs (see note 6)	21,937	26,755
Share of governance costs (see note 6)	22,470	21,570
	<u>1,089,774</u>	<u>897,232</u>

Expenses within charitable activities was wholly attributable to unrestricted funds in the current and preceding year.

COVENTRY FREEMEN'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

6 Support costs

	Support costs	Governance costs	2024	Support costs	Governance costs	2023
	£	£	£	£	£	£
Seniority software	480	-	480	480	-	480
Sundry expenses	2,018	-	2,018	2,817	-	2,817
Clerk and finance costs	15,450	-	15,450	14,880	-	14,880
Legal expenses	1,415	-	1,415	7,109	-	7,109
Bank charges	2,574	-	2,574	1,469	-	1,469
Audit fees	-	7,020	7,020	-	6,690	6,690
Clerk and finance costs	-	15,450	15,450	-	14,880	14,880
	<u>21,937</u>	<u>22,470</u>	<u>44,407</u>	<u>26,755</u>	<u>21,570</u>	<u>48,325</u>
Analysed between						
Charitable activities	<u>21,937</u>	<u>22,470</u>	<u>44,407</u>	<u>26,755</u>	<u>21,570</u>	<u>48,325</u>

Governance costs includes payments to the auditors of £7,020 (2023- £6,690) for audit fees.

7 Trustees

There were no trustees' remuneration or other benefits for the year ended 31 December 2024 nor 2023.

Trustees' expenses

None of the trustees received any expenses in the year ended 31 December 2024 nor 2023.

8 Employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
Clerk	-	1

There were no employees whose annual remuneration was more than £60,000.

COVENTRY FREEMEN'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

9 Net gains/(losses) on investments

	Unrestricted funds	Endowment funds general	Total	Total
	2024	2024	2024	2023
	£	£	£	£
Revaluation of investments	89,037	80,648	169,685	154,548
For the year ended 31 December 2023	72,574	81,974		154,548

10 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.

11 Investment property

	2024
	£
Fair value	
At 1 January 2024 and 31 December 2024	16,262,427

The land and buildings were re-valued by Loveitts, Chartered Surveyors, as at 31st December 2021 on an open market basis in accordance with the guidelines issued by the Royal Institution of Chartered Surveyors.

12 Fixed asset investments

	Listed investments
	£
Cost or valuation	
At 1 January 2024	2,789,953
Additions	161,252
Valuation changes	169,198
Disposals	(221,732)
At 31 December 2024	2,898,671
Carrying amount	
At 31 December 2024	2,898,671
At 31 December 2023	2,789,953

COVENTRY FREEMEN'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

13 Financial instruments	2024	2023
	£	£
Carrying amount of financial assets		
Debt instruments measured at amortised cost	82,797	51,317
Equity instruments measured at fair value	2,898,671	2,789,953
Carrying amount of financial liabilities		
Measured at amortised cost	46,909	37,694
14 Debtors	2024	2023
	£	£
Amounts falling due within one year:		
Other debtors	82,797	51,317
15 Creditors: amounts falling due within one year	2024	2023
	£	£
Other taxation and social security	2,815	5,498
Other creditors	24,431	26,568
Accruals and deferred income	22,478	11,126
	49,724	43,192

16 Endowment funds

Endowment funds represent assets which must be held permanently by the charity. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

Balance at 1 January 2023	Revaluations gains and losses	Balance at 1 January 2024	Revaluations gains and losses	Balance at 31 December 2024
£	£	£	£	£
17,510,278	81,974	17,592,252	80,648	17,672,900
17,510,278	81,974	17,592,252	80,648	17,672,900

This fund consists of the original endowment incorporated in the Inclosure Awards dated 2nd November 1860 and dated 22nd June 1875 together with the accumulated gains or losses arising on disposal of the Charity's investments and may only be applied in the acquisition of other investments.

COVENTRY FREEMEN'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

17 Analysis of net assets between funds

	Unrestricted 2024 £	Endowment 2024 £	Total 2024 £	Unrestricted 2023 £	Endowment 2023 £	Total 2023 £
Fund balances at 31 December 2024 are represented by:						
Investment properties	-	16,262,427	16,262,427	-	16,262,427	16,262,427
Investments	1,479,809	1,418,862	2,898,671	1,460,128	1,329,825	2,789,953
Current assets/(liabilities)	464,858	-	464,858	300,344	-	300,344
	<u>1,944,667</u>	<u>17,681,289</u>	<u>19,625,956</u>	<u>1,760,472</u>	<u>17,592,252</u>	<u>19,352,724</u>

18 Financial commitments, guarantees and contingent liabilities

Commitments of £18,729 (2023: £56,938) for repairs on two properties owned by the charity have been contracted but not provided for in the financial statements.

19 Operating lease commitments

Lessor

The operating leases represent leases of varying terms to third parties. Some of the leases include a provision for periodic upward rent reviews according to prevailing market conditions.

At the reporting end date the charity had contracted with tenants for the following minimum lease payments:

	2024 £	2023 £
Within one year	488,636	472,631
Between two and five years	1,123,164	1,077,264
In over five years	2,497,995	2,369,138
	<u>4,109,795</u>	<u>3,919,033</u>

20 Related party transactions

Transactions with related parties

During the year the charity entered into the following transactions with related parties:

P Rosier a trustee of the charity was a shareholder of Loveitts (the property management company) until 30 April 2024, Loveitts charged management commission and fees of £31,540 up to this date (2023 - £120,061).

COVENTRY FREEMEN'S CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

21	Cash generated from operations	2024	2023
		£	£
	Surplus for the year	273,232	426,514
	Adjustments for:		
	Investment income recognised in statement of financial activities	(1,135,089)	(1,099,198)
	Fair value gains and losses on investments	(169,685)	(154,548)
	Movements in working capital:		
	(Increase) in debtors	(31,480)	(5,428)
	Increase in creditors	6,532	2,920
	Cash absorbed by operations	(1,056,490)	(829,740)
22	Analysis of changes in net funds		
		At 1 January 2024	Cash flows At 31 December 2024
		£	£
	Cash at bank and in hand	292,219	431,785
		292,219	431,785
		292,219	431,785