

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5TH APRIL 2023
FOR
LILLEY BENEVOLENT TRUST**

Magee Gammon
Chartered Accountants
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LILLEY BENEVOLENT TRUST

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FOR THE YEAR ENDED 5TH APRIL 2023**

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LILLEY BENEVOLENT TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5TH APRIL 2023

The trustees present their report with the financial statements of the charity for the year ended 5th April 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the trust are to pay or apply the income and capital of the trust in such manner and in such proportions to or for such one or more charitable objects as the trustees shall in their absolute discretion think fit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The gross income for the year ended 5 April 2023 was £27,814. From this, donations totalling £22,000 were made to 22 charities or organisations having charitable status. All selected charities received £1,000.

The trustees have paid due regard to the Charity Commission guidance on public benefit in deciding what activities the charity should undertake.

FINANCIAL REVIEW

Investment policy and objectives

The investment powers of the trustees are set out in the Trust Deed. The trustees continue to give authority to Rathbone Investment Management Limited, to manage the charity's investment portfolio and the trust investments are held by them on behalf of the trustees. All transactions are carried out within the limits of the Trust Deed and Charities Act requirements.

The investments are made on a net return basis, with the Charity to receive a fixed payment each month to cover the Charity overheads, and donations each year. Additional donations can then be made from capital as necessary. This allows the Charity's investments to be invested for the best possible growth and income, and to ride out fluctuation in markets rather than always striving for a minimum income, which can see greater risk applied Capital.

Messrs C Hoare & Co continue to be the Trust's bankers.

Reserves / resources policy

It has historically been the policy of the Charity to maintain unrestricted income funds, which are free reserves of the Charity, at a level which equates to 3 months unrestricted expenditure. However as the charity now undertakes a net returns basis on its investments, it is determined that capital and income can be used as funds to cover management and administration costs and to respond to any emergency charity appeals which might arise from time to time.

Unrestricted capital reserves represent the funds used to establish the charity. It is the policy of the charity to maintain these capital funds in investments which provide income and returns for distribution. It is the Trustees preference to preserve capital, however they agree that should a suitable project be proposed, larger capital distributions would be considered.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Legal constitution

The Lilley Benevolent Trust is a charitable trust created under the terms of a trust deed dated 19 December 1961, the name being changed from the Thomas Lilley Memorial (No2) Trust to its present name in 1961.

Recruitment and appointment of new trustees

Trustees are appointed by a special resolution of the Trustees passed at a special meeting.

LILLEY BENEVOLENT TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5TH APRIL 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The charity is headed up by the Board of Trustees and managed on a day to day basis by the administrator.

At the annual trustees' meeting the trustees agree the broad strategy including grant making, investment, reserves and risk management. Further trustees' meetings may be called at other times during the year as the need arises. The day to day administration and management of the trust is undertaken by Mrs. A Page CTA ACA.

Induction and training of new trustees

The induction process for any newly appointed trustee comprises an initial meeting with the Board of Trustees to explain the grant making process and investment strategy. New trustees are provided with a copy of the latest accounts, a copy of the governing trust deed and a copy of the charity Commission's guide "The Essential Trustee: What You Need to Know".

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

232174

Principal address

82 High Street
Tenterden
Kent
TN30 6JG

Trustees

Mrs C A Merricks
Mrs A V Neal
W T J Osmond
G B Lilley
N C O'Brien
Ms J J Lilley
Ms A M Briggs
R P J Merricks
Miss R Lilley

Independent Examiner

Magee Gammon
Chartered Accountants
Henwood House
Henwood
Ashford
Kent
TN24 8DH

Administrator

A Page CTA ACA

Investment adviser

Rathbones Investment Management Limited

Bankers

C Hoare & Co

LILLEY BENEVOLENT TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5TH APRIL 2023**

Approved by order of the board of trustees on 30th November 2023 and signed on its behalf by:

W T J Osmond - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF LILLEY BENEVOLENT TRUST

Independent examiner's report to the trustees of Lilley Benevolent Trust

I report to the charity trustees on my examination of the accounts of Lilley Benevolent Trust (the Trust) for the year ended 5th April 2023.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

1. accounting records were not kept in respect of the Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Mr A J Childs FCA

Magee Gammon
Chartered Accountants
Henwood House
Henwood
Ashford
Kent
TN24 8DH

1st December 2023

LILLEY BENEVOLENT TRUST**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5TH APRIL 2023**

		2023 Unrestricted funds £	<i>2022 Total funds £</i>
INCOME AND ENDOWMENTS FROM	Notes		
Investment income	2	27,814	<i>29,130</i>
EXPENDITURE ON			
Raising funds	3	6,373	<i>7,307</i>
Charitable activities			
Direct charitable donations		22,000	<i>21,000</i>
Other		4,978	<i>6,536</i>
Total		33,351	<i>34,843</i>
Net gains/(losses) on investments		(27,179)	<i>25,297</i>
NET INCOME/(EXPENDITURE)		(32,716)	<i>19,584</i>
RECONCILIATION OF FUNDS			
Total funds brought forward		785,141	<i>765,557</i>
TOTAL FUNDS CARRIED FORWARD		752,425	<i>785,141</i>

The notes form part of these financial statements

LILLEY BENEVOLENT TRUST

BALANCE SHEET 5TH APRIL 2023

		2023 Unrestricted funds £	<i>2022 Total funds £</i>
FIXED ASSETS	Notes		
Investments			
Investments	9	742,917	769,701
Investment property	10	3,000	3,000
		745,917	772,701
CURRENT ASSETS			
Cash at bank		8,338	37,827
CREDITORS			
Amounts falling due within one year	11	(1,830)	(25,387)
NET CURRENT ASSETS		6,508	12,440
TOTAL ASSETS LESS CURRENT LIABILITIES		752,425	785,141
NET ASSETS		752,425	785,141
FUNDS	13		
Unrestricted funds:			
Income Account		6,508	4,225
Trust Capital		745,917	780,916
		752,425	785,141
TOTAL FUNDS		752,425	785,141

The financial statements were approved by the Board of Trustees and authorised for issue on 30th November 2023 and were signed on its behalf by:

W T J Osmond - Trustee

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Investments

Listed investments are included at market value at the year end. Gains and losses on disposal and revaluation of investments are charged or credited to the Statement of Financial Activities.

Taxation

No provision has been made for tax as the charity is a registered charity and is therefore exempt. Tax deducted from overseas income is shown as a cost under resources expended as these cannot be recovered. Tax deducted from income received from Real Estate Investment Trusts can be recovered and the amount claimed is shown under debtors.

Fund accounting

General income funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

There are currently no restricted funds.

Cash and cash equivalents

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Financial Instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

LILLEY BENEVOLENT TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 5TH APRIL 2023

2. INVESTMENT INCOME

	2023	2022
	£	£
Rents received	500	500
Brokers deposit interest	5	-
Bank interest	57	-
Equity income	27,252	28,630
	<u>27,814</u>	<u>29,130</u>

3. RAISING FUNDS

Investment management costs

	2023	2022
	£	£
Portfolio management	6,583	6,985
Tax charge	306	322
Exchange rate difference	(516)	-
	<u>6,373</u>	<u>7,307</u>

4. GRANTS PAYABLE

	2023	2022
	£	£
Direct charitable donations	<u>22,000</u>	<u>21,000</u>

The total grants paid during the year was as follows:

	2023	2022
	£	£
Afghanistan and Central Asian Association	1,000	-
Action for Stammering Children	-	1,000
Autistica	1,000	-
The Brain Tumour Charity	1,000	1,000
British Red Cross	1,000	-
Caring Altogether in Romney Marsh	1,000	1,000
Chailey Heritage Foundation	1,000	1,000
Cornwall Hospice Care	1,000	1,000
East London Waterworks	1,000	-
Elimination of Leukaemia Fund	-	1,000
Encircles	1,000	-
Fairshare	-	1,000
Farms for City Children	1,000	1,000
Footwear Benevolent Society	1,000	1,000
Leukaemia UK	1,000	-
Little Angleman	1,000	-
Motor Neurone Disease Association	-	1,000
Off The Fence	1,000	1,000
Phyllis Tuckwell Memorial Hospice Limited	1,000	1,000
Prostate Cancer Charity	1,000	-
RABI	1,000	1,000
Roald Dahl Marvellous Children's Charity	-	1,000
Salisbury Womens Refuge	-	1,000
Sarcoma UK	1,000	1,000
Southmead Project	1,000	-
St Michael's Hospice	1,000	1,000
Strongbones	1,000	-
Sussex Association for Spina Bifida	-	1,000

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5TH APRIL 2023

4. GRANTS PAYABLE - continued

Versus Arthritis	-	1,000
Vics in the Community (98)	-	1,000
XLP	1,000	1,000
	22,000	21,000

5. SUPPORT COSTS

	Governance costs
	£
Other resources expended	4,978

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 5th April 2023 nor for the year ended 5th April 2022.

Trustees' expenses

Two trustees received reimbursement of expenses during the year. The aggregate amount of these expenses was £72 (2022: nil).

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

All income and expenditure in the previous year relates to unrestricted funds.

8. INDEPENDENT EXAMINERS FEES

The Independent Examiner's remuneration represents the fee for examination of the accounts of £810 (2022: £774).

9. FIXED ASSET INVESTMENTS

	Equity investments £	Fixed interest investments £	Totals £
MARKET VALUE			
At 6th April 2022	713,321	56,380	769,701
Additions	43,601	-	43,601
Disposals	(49,038)	-	(49,038)
Revaluations	(15,815)	(5,532)	(21,347)
At 5th April 2023	692,069	50,848	742,917
NET BOOK VALUE			
At 5th April 2023	692,069	50,848	742,917
At 5th April 2022	713,321	56,380	769,701

The investment assets are managed by Rathbone Investment Management Limited in the UK. The portfolio cost a total of £550,379 as at the balance sheet date. Within the portfolio there are overseas investment assets with a market value of £395,084 as at the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5TH APRIL 2023

10. INVESTMENT PROPERTY

The investment property relates to Chief Rents Northern Ireland valued at £3,000 on 12 November 2003 when the property was introduced into the charity. The valuation of the property is based on a return on the ground rent received. Since the ground rents are unchanged the trustees believe that there has been no significant change in this value.

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	<i>2022</i>
	£	<i>£</i>
Bank loans and overdrafts (see note 12)	-	22,931
Other creditors	1,830	2,456
	<u>1,830</u>	<u>25,387</u>

12. LOANS

An analysis of the maturity of loans is given below:

	2023	<i>2022</i>
	£	<i>£</i>
Amounts falling due within one year on demand:		
Bank overdrafts	-	22,931
	<u>-</u>	<u>22,931</u>

13. MOVEMENT IN FUNDS

	At 6/4/22 £	Net movement in funds £	Transfers between funds £	At 5/4/23 £
Unrestricted funds				
Income Account	4,225	529	1,754	6,508
Trust Capital	780,916	(33,245)	(1,754)	745,917
	<u>785,141</u>	<u>(32,716)</u>	<u>-</u>	<u>752,425</u>
TOTAL FUNDS	<u>785,141</u>	<u>(32,716)</u>	<u>-</u>	<u>752,425</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Income Account	27,814	(27,285)	-	529
Trust Capital	-	(6,066)	(27,179)	(33,245)
	<u>27,814</u>	<u>(33,351)</u>	<u>(27,179)</u>	<u>(32,716)</u>
TOTAL FUNDS	<u>27,814</u>	<u>(33,351)</u>	<u>(27,179)</u>	<u>(32,716)</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5TH APRIL 2023

13. MOVEMENT IN FUNDS - continued**Comparatives for movement in funds**

	At 6/4/21 £	Net movement in funds £	At 5/4/22 £
Unrestricted funds			
Income Account	9,937	(5,712)	4,225
Trust Capital	755,620	25,296	780,916
	<u>765,557</u>	<u>19,584</u>	<u>785,141</u>
TOTAL FUNDS	<u>765,557</u>	<u>19,584</u>	<u>785,141</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Income Account	29,130	(34,843)	-	(5,713)
Trust Capital	-	-	25,297	25,297
	<u>29,130</u>	<u>(34,843)</u>	<u>25,297</u>	<u>19,584</u>
TOTAL FUNDS	<u>29,130</u>	<u>(34,843)</u>	<u>25,297</u>	<u>19,584</u>

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

	At 6/4/21 £	Net movement in funds £	Transfers between funds £	At 5/4/23 £
Unrestricted funds				
Income Account	9,937	(5,183)	1,754	6,508
Trust Capital	755,620	(7,949)	(1,754)	745,917
	<u>765,557</u>	<u>(13,132)</u>	<u>-</u>	<u>752,425</u>
TOTAL FUNDS	<u>765,557</u>	<u>(13,132)</u>	<u>-</u>	<u>752,425</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Income Account	56,944	(62,127)	-	(5,183)
Trust Capital	-	(6,067)	(1,882)	(7,949)
	<u>56,944</u>	<u>(68,194)</u>	<u>(1,882)</u>	<u>(13,132)</u>
TOTAL FUNDS	<u>56,944</u>	<u>(68,194)</u>	<u>(1,882)</u>	<u>(13,132)</u>

13. MOVEMENT IN FUNDS - continued

General income funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Trust capital funds are unrestricted funds which are retained to generate income.

Transfers between funds

The trustees have reviewed the capital account balance at the year end and have agreed that, as both capital and income is expendable and to align with the investment policy, the capital account balance should mirror the capital fund assets. Therefore a transfer was made to agree the capital fund balance at the year end.

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 5 April 2023, other than those shown in note 6 relating to trustees' remuneration and benefits.

15. LEASE OBLIGATIONS RECEIVABLE

The trust is entitled to a perpetual yearly rent charge of £500 in respect of property situated in Belfast, Northern Ireland.