

**THE THOMAS GIBBINS CHARITY**  
**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**  
**for the year ended 31 December 2021**  
**Registered Charity number: 246451**

**THE THOMAS GIBBINS CHARITY**  
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**FOR THE YEAR ENDED 31 DECEMBER 2021**

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**THE THOMAS GIBBINS CHARITY**  
**ADMINISTRATIVE INFORMATION**

Trustees:	D S Jackson J A Lomer J Hipkiss
Registered office:	Kingsnorth House Blenheim Way Birmingham B44 8LS
Bankers:	Virgin Money 138 New Street Birmingham B2 4NS
Accountants:	Malcolm Piper & Company Limited Kingsnorth House Blenheim Way Birmingham B44 8LS
Investment managers:	Brewin Dolphin 12 Smithfield Street London EC1A 9BD
Registered Charity number:	246451
Enquiries	Mr D S Jackson C/o Malcolm Piper & Company Limited Kingsnorth House Blenheim Way Birmingham B44 8LS

## **THE THOMAS GIBBINS CHARITY**

### **TRUSTEES' REPORT**

The Trustees present their report and the unaudited financial statements for the year ended 31 December 2021. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the Charity.

#### **NATURE OF THE GOVERNING INSTRUMENT**

The Trust Fund is registered as a Charity (registered Charity number 246451) and was established under the provision contained in the codicil of the Will of Mr Thomas Gibbins. The Will was dated 9 March 1906 and the codicil 5 July 1907. This was incorporated into a Trust Deed dated 10 February 1910 and amended by a Deed of Variation dated 21 April 1970 and further amended by a revised Trust Deed dated 27 August 2008.

#### **TRUSTEES**

The Trustees who held office during the year were as follows:

D S Jackson  
J A Lomer  
J Hipkiss

As the Charity becomes aware of individuals with an interest in the Charity's activities, or where it is perceived that a Trustee can complement the skills held by current Trustees, they put in place a plan to train them.

#### **PRINCIPAL ACTIVITY**

The object of the Trust Fund is to apply the income of the Charity in furthering the following objects:

- (a) Providing pensions, grants and other benefits to employees on their retiring from the service of the Company, or its successor businesses, or on their becoming unable to work;
- (b) Provision of nursing care or other medical assistance to employees suffering from ill health; and
- (c) Provisions of pensions, grants and other benefits for the assistance of the widows, children and other dependents of deceased employees.

Funds held in the Permanent Fund are not available for the payment of benefits.

Income from assets in the Permanent Fund is held for the general purposes of the Charity and is therefore unrestricted.

#### **PUBLIC BENEFIT**

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

**THE THOMAS GIBBINS CHARITY**

**TRUSTEES' REPORT (CONTINUED)**

## **FINANCIAL REVIEW**

The results for the year and financial position of the Charity are shown in the Statement of Financial Activities on page 7 and Balance Sheet on page 8.

The gross income of the Charity for the year ended 31 December 2021 amounted to £88,155 (2020: £92,043). Direct Charitable expenditure in the form of donations, grants and other benefits paid totalled £53,864 (2020: £58,989) and administrative and management expenses net totalled £17,027 (2020: £16,374). This resulted in a balance of net income of £17,264 (2020: £16,680) added to reserves available for future distribution.

Like so many businesses in the UK, the Covid-19 pandemic has affected the results for the current financial year. We rely upon interest and dividend income generated from our investment portfolio to provide sufficient income to meet our financial commitments. The impact of trading uncertainties on global business resulting from the pandemic has reflected in the fall in the dividend yield paid out as businesses look to retain cash wherever possible.

Reflecting on the impact on our income referred to above, the Trustees note that there has not been an increase to the donations, grants and other benefits paid during the year. The Trustees have agreed to continue their careful review of decisions regarding any such increases for the foreseeable future dependent upon the available income arising from the investment portfolio.

## **INVESTMENTS**

The Trustees monitor investments through the appointment of an investment advisor and the returns achieved on those investments against the agreed strategy.

Investment and financial markets had a satisfactory year given the uncertain economic and financial environment resulting from the Covid-19 pandemic and after the turbulence and volatility seen during 2020. During the year under review, our investment portfolio saw net unrealised gains on investments of £166,481 (2020: unrealised loss £31,420).

## **DONATIONS BENEFIT POLICY**

All employees who have served a minimum of two years for T G Stamping and Machining Limited or its predecessors, can have periods of employment with related companies included in their qualifying calculation of their grant benefit.

## **RESERVES POLICY**

At 31 December 2021 the Charity held reserves, less investment assets, of £107,006 (2020: £149,920). Investment assets are invested to provide a future income for the Trust and are therefore not considered to be distributable assets. The restricted funds, which are all invested, form the Permanent Fund which is not available for distribution under the terms of the Trust Deed.

The annual expenditure for the year for the on-going activities was £70,891 (2020: £75,363). The cash reserves therefore represent approximately 18 months (2020: 24 months) of annual expenditure. Reserves are necessary because:

- A substantial part of the income is derived from the distribution of the investments in the shares and funds held. These distributions are variable and dependent upon the economic climate. Additionally, distributions are not received in equal amounts, resulting in periods of time when no income is being received but expenditure is still incurred.
- The investment property held requires, from time to time, significant expenditure to maintain its intrinsic value.

<p style="text-align: center;"><b>THE THOMAS GIBBINS CHARITY</b></p> <p style="text-align: center;"><b>TRUSTEES' REPORT (CONTINUED)</b></p>
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## **PLANS FOR FUTURE PERIODS**

The Trustees intend to continue with the provision of donations, grants and other benefits to retired employees. They intend to review these on an annual basis and re-consider the returns achieved from investments.

The key uncertainty facing the charity is the continuing impact of the coronavirus pandemic on interest and dividend income and the trading performance of the business renting its investment property. We have undertaken a review of finances, which are monitored and projected daily, and we have concluded that the impact on our current and future performance is manageable.

Brexit uncertainty has already caused significant political, constitutional and economic uncertainty, for many businesses in the UK during this current financial year and this continues during the post year end period as the exact terms of international trade agreements are finalised. Whilst we don't trade with the EU, we rely on income and dividends from our investments in global businesses. We expect, given our exposure spread, that these businesses will quickly adapt to the new trading arena.

## **TRUSTEES' RESPONSIBILITIES**

The Trustees are responsible for preparing the Trustees' Report and 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 law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of the 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 (FRS 102)
- make judgements and estimates that are reasonable and prudent;
- act in accordance with the rules of the Charity, the Charity Commission and the Trust Deed;
- state whether applicable accounting standards have been followed, subject to any material departures discussed and explained in the financial statements;
- prepare 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 proper 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 Charities (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.


**THE THOMAS GIBBINS CHARITY**  
**TRUSTEES' REPORT (CONTINUED)**

**STATEMENT OF DISCLOSURE OF INFORMATION TO INDEPENDENT EXAMINER**

We, the Trustees of the Charity who held office at the date of approval of these financial statements, as set out above, each confirm so far as we are aware, that:

- there is no relevant information of which the Charity's Independent Examiner is unaware; and
- we have taken all the steps that we ought to have taken as Trustees in order to make ourselves aware of any relevant information and to establish that the Charity's Independent Examiner is aware of that information.

Approved by the Trustees on 8 September 2022 and signed on its behalf by:-

  
.....  
**D S Jackson**  
**Trustee**

## **REPORT OF THE INDEPENDENT EXAMINER**

### **TO THE TRUSTEES OF THE THOMAS GIBBINS CHARITY**

#### **INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE THOMAS GIBBINS CHARITY**

I report to the Charity Trustees on my examination of the accounts of the Charity for the year ended 31 December 2021, which are set out on pages 7 to 13.

#### **RESPONSIBILITIES AND BASIS OF THE REPORT**

As the Charity's Trustees 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 Charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the 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 Charity as required by section 130 of the Act; or
- (2) the accounts do not accord with these 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 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.



**Peter Whitehead FCA  
Malcolm Piper & Company Limited  
Chartered Accountants**

**Kingsnorth House  
Blenheim Way  
Birmingham  
B44 8LS**

**Date: 8 September 2022**

**THE THOMAS GIBBINS CHARITY**

**STATEMENT OF FINANCIAL ACTIVITIES**  
(Including summary of income and expenditure account)

**AS AT 31 DECEMBER 2021**

	Permanent fund £	General fund £	2021 Total £	Permanent fund £	General fund £	2020 Total £
<b>Income</b>						
Investments						
Dividends and income from investments	-	44,955	44,955	-	48,843	48,843
Rental income	-	43,200	43,200	-	43,200	43,200
<b>Total income</b>	-	88,155	88,155	-	92,043	92,043
<b>Expenditure on:</b>						
Charitable activities						
Donations, grants and other benefits paid	-	(53,864)	(53,864)	-	(58,989)	(58,989)
Investment management costs	(3,491)	(5,225)	(8,716)	(3,308)	(4,429)	(7,737)
Other						
Legal and other professional fees (note 2)	-	(8,311)	(8,311)	-	(8,637)	(8,637)
<b>Total expenditure</b>	(3,491)	(67,400)	(70,891)	(3,308)	(72,055)	(75,363)
<b>Net (expenditure) / income before gains and losses</b>	(3,491)	20,755	17,264	(3,308)	19,988	16,680
Net gains/(losses) on investments	68,514	97,967	166,481	(40,796)	9,376	(31,420)
<b>Net surplus/(deficit) and Net movement in funds</b>	65,023	118,722	183,745	(44,104)	29,364	(14,740)
<b>Total funds brought forward at 1 January 2021</b>	1,012,531	1,029,039	2,041,570	1,012,531	1,029,039	2,041,570
<b>Total funds carried forward At 31 December 2021</b>	1,077,554	1,147,761	2,225,315	1,012,531	1,029,039	2,041,570

All gains and losses recognised in the year are included above.

These unaudited financial statements have been subject to Independent Examination. See report on page 6.

The notes on pages 9 to 13 form part of the financial statements.

**THE THOMAS GIBBINS CHARITY**

**BALANCE SHEET**

**AS AT 31 DECEMBER 2021**

	<b>Note</b>	<b>2021 £</b>	<b>2020 £</b>
<b>MONETARY ASSETS</b>			
<b>Cash and bank account balances:</b>			
Current account		<u>84,872</u>	<u>128,857</u>
		<u>84,872</u>	<u>128,857</u>
<b>Other monetary assets:</b>			
Indemnity Insurance		1,998	709
Donations		12,251	13,820
Rent receivable		<u>13,560</u>	<u>13,560</u>
		<u>27,809</u>	<u>28,089</u>
<b>Current liabilities:</b>			
Accruals and other creditors		(4,300)	(6,039)
VAT		<u>(1,375)</u>	<u>(987)</u>
		<u>(5,675)</u>	<u>(7,026)</u>
<b>Total monetary assets</b>		<u>107,006</u>	<u>149,920</u>
<b>INVESTMENT ASSETS</b>			
Listed investments	6	1,678,994	1,385,084
Investment property	5	406,074	406,074
Money held by brokers		29,739	42,829
Loans advanced	9	<u>3,502</u>	<u>57,663</u>
		<u>2,118,309</u>	<u>1,891,650</u>
<b>Net assets</b>		<u>2,225,315</u>	<u>2,041,570</u>
<b>Charity Funds</b>			
	7		
General fund			
- net current assets		1,147,761	1,029,039
Permanent fund			
- investments at cost		406,074	406,074
- net current assets		<u>671,480</u>	<u>606,457</u>
<b>Total Charity Funds</b>		<u>2,225,315</u>	<u>2,041,570</u>

These financial statements were approved and authorised for issue by the Board on 8 September 2022.

Signed on behalf of the board of Trustees:

  
 J A Lomer - Trustee

  
 D S Jackson - Trustee

These unaudited financial statements have been subject to independent examination. See report on page 6.

The notes on pages 9 to 13 form part of the financial statements.

**THE THOMAS GIBBINS CHARITY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**1 ACCOUNTING POLICIES**

**a. Charity status**

The charity is a constituted under a Trust Deed in the United Kingdom and registered with the Charity Commission in England. The address of the principal office is given in the Charity information on page 1 of these financial statements. The nature of the Charity's operation and principal activities are given on page 2.

**b. Basis of accounting**

The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" as applicable to charities preparing their accounts in accordance with the Financial Reporting Standard 102 (FRS 102) applicable in the United Kingdom and Republic of Ireland and the Charities Act 2011.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include investments and investment properties at market value.

The Trust, as a small charity, is exempt from the requirements to prepare a Statement of Cash flows.

The presentation currency of the financial statements is the pound sterling (£).

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

**c. Fund accounting**

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objective of the Charity and which have not been designed for other purposes.

Permanent funds represent those assets which must be held permanently by the Charity, principally investments. 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 investments form part of the fund. Investment management charges and legal advice relating to the funds are charged against the fund.

**d. Income recognition**

All income is included in the SOFA when the Charity is legally entitled to the income after any performance conditions have been met; the amount can be quantified with reasonable accuracy; and it is probable that the income will be received.

Investment income is earned through holding assets for investment purposes such as shares, investment funds and property. It includes dividends, interest and rental income and is all allocated to General Fund in accordance with the Trust Deed.

**THE THOMAS GIBBINS CHARITY**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**1 ACCOUNTING POLICIES (Continued)**

**e. Expenditure recognition**

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that 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 includes donations, grants and benefits paid;
- Investment management costs relate to costs of professional investment managers and
- Other expenditure represents those items not falling into the above categories.

**f. Investment properties**

The investment property is reviewed annually by the Trustees for evidence of potential impairment having due regard for market conditions and other similar local properties. The carrying value of the property is adjusted accordingly. The SOFA includes the net gains and losses arising on revaluation during the year. No depreciation is provided in respect of Investment properties.

**g. Investments**

Investments are stated at market value at the balance sheet date. The SOFA includes the net gains and losses arising on revaluations and disposals throughout the year.

Investment loans are advanced under an agreement which provides for a market rate of interest. They are therefore disclosed at cost and no adjustment is made in respect of discounted future cash flows.

**h. Debtors and creditors receivable / payable within one year**

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

**i. Tax**

The Charity is exempt from taxation under section 506(1) of the Taxes Act 1988 on the basis that the fund is recognised as a Charity by the Inland Revenue according to the terms of the Trust Deed dated 10 February 1910, as amended by the Deed of Variation dated 21 April 1970, and further amended by a revised Trust Deed dated 27 August 2008.

**THE THOMAS GIBBINS CHARITY**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**2 TRUSTEES' REMUNERATION**

No remuneration has been paid or is payable to the Trustees either directly or indirectly in the current or prior year.

Trustee Indemnity Insurance of £2,137 (2020: £1,094) was incurred by the charity in respect of all the Trustees and reimbursement of travel expenses, at government approved rates, amounting to £32 (2020: £Nil) was paid by the Charity in respect of one Trustee (2020 – one).

**3 LEGAL AND OTHER PROFESSIONAL FEES**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Independent examiners fee	1,750	1,750
Accounting and company secretarial fees	4,400	4,400
Trustee indemnity insurance	2,137	1,094
Legal Fees	(292)	1,243
Travel, stationery and postage	136	-
Bank charges paid	180	150
	<u>8,311</u>	<u>8,637</u>

**4 EMPLOYEES**

There were no full or part time employees during the year (2020: Nil).

**5 INVESTMENT PROPERTIES**

	<b>Freehold investment property £</b>
<b>Cost</b>	
At 1 January 2021 and At 31 December 2021	<u>406,074</u>
<b>Net book value</b>	
31 December 2021	<u>406,074</u>
31 December 2020	<u>406,074</u>

The Trustees have considered the carrying value of the Freehold Investment Property at the Balance Sheet date and consider that it is not materially different from the open market value.

**THE THOMAS GIBBINS CHARITY**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**6 INVESTMENTS**

	Market value b/fwd. 1.1.21 £	Additions £	Disposals £	Change in market value £	Market value c/fwd. 31.12.21 £
General Fund	798,763	142,499	(19,440)	97,967	1,019,789
Permanent Fund	586,321	10,000	(5,630)	68,514	659,205
Total Funds	1,385,084	152,499	(25,070)	166,481	1,678,994

**7 STATEMENT OF FUNDS**

	At 1 January 2021 £	Income £	Expenditure £	Net gain / (loss) on Investments £	At 31 December 2021 £
General fund	1,029,039	88,155	(67,400)	97,967	1,147,761
Permanent fund	1,012,531	-	(3,491)	68,514	1,077,554
Total funds	2,041,570	88,155	(70,891)	166,481	2,225,315

Details of the funds are given in note 1c.

**8 OPERATING LEASES**

The future minimum lease payments which are receivable by the Charity under non-cancellable operating leases for each year of the following periods is detailed below:

	2021 £	2020 £
Within one year	-	-
Between two and five years	-	-
	<u>-</u>	<u>-</u>

The operating lease expired on 1 June 2019 and currently no new operating lease agreement has been agreed. The lease continues under the existing agreement on a month by month basis.

**THE THOMAS GIBBINS CHARITY**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**9 RELATED PARTIES**

J A Lomer is also a director of T G Stamping and Machining Limited.

During the year, T G Stamping and Machining Limited rented the freehold investment property from the Charity. The rental for the year ended 31 December 2021 was £43,200 (2020: £43,200). This rental income rate has been determined on a commercial "arm's length" basis. At the year end, rent of £12,960 (2020: £12,960) remained unpaid.

At the year end T G Stamping and Machining Limited has a first loan outstanding of £502 (2020: £4,913). This loan is secured by way of personal guarantees from the company's directors in respect of 50% of the balance outstanding limited to £5,000 per director. The loan was repayable in 12 equal instalments. The balance relates to late payment interest which has been charged at a fixed rate of 6% per annum.

At the year end, T G Stamping and Machining Limited had interest outstanding on a second loan of £3,000 (2020: capital of £50,000 plus interest of £2,750). This loan was intended to be secured by way of a second charge over certain specific T G Stamping and Machining Limited fixed assets. The loan was repayable in 12 equal instalments. Interest on late repayments is charged at a fixed rate of 6% per annum. However, the loan was repaid in full in May 2021 but no late repayment interest has been accrued in the financial statements.

Expenses recharged to T G Stamping and Machining Limited during the year amounted to £Nil including VAT (2020: £600). The amount remains unpaid at the year end (2020: £600).