

HERAPATH SHENTON TRUST
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST JULY 2022
CHARITY NUMBER: 248550

HERAPATH SHENTON TRUST
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FOR THE YEAR ENDED 31ST JULY 2022

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HERAPATH SHENTON TRUST
REFERENCE AND ADMINISTRATIVE INFORMATION
FOR THE YEAR ENDED 31ST JULY 2022

CHAIRMAN	K. F. Grist (M.R.I.C.S)
TRUSTEES	K. F. Grist (M.R.I.C.S) J. Suggett (L.L.B) J. R. Harrison (B.Sc) D. O. Willard (B.Sc) Hons L. Holmes
TRUST ADDRESS	Northcourt Main Road Shorwell Isle of Wight PO30 3JG
CHARITY NUMBER	248550
WEBSITE	www.herapathshenton.org.uk
ACCOUNTANTS	Harrison Black Limited East Quay Kite Hill Wootton Bridge Isle of Wight PO33 4LA
INDEPENDENT EXAMINER	A. S. Garner BA(Hons) FCA Harrison Black Limited East Quay Kite Hill Wootton Bridge Isle of Wight PO33 4LA
STOCKBROKERS	Charles Stanley Vadatech House Hounsdown Business Park Southampton SO40 9LR

HERAPATH SHENTON TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST JULY 2022

The trustees present their annual report and financial statements of the charity for the year ended 31st July 2022. The financial statements have been prepared in accordance with the accounting policies set out in note 1 and comply with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) effective 1 January 2015.

Structure, Governance and Management

The trust was established by Trust Deed on 28th June 1966 and is registered with the Charity Commissioners (No. 248550). The residue of the estate of Mrs. Y. Herapath deceased, who died on 31st October 1995 was left to the Trust.

The trust was established with the prime objects of advancing or furthering such charitable purposes or charitable institutes as the trust think fit with particular regard to education for the residents of the Isle of Wight, Yarmouth Parish Church and the Yarmouth (Isle of Wight) Town Trust.

The trustees meet normally twice yearly or as required, but are able to deal with many management issues by telephone or through correspondence.

Trustees are kept up to date with any Charity Commission updates, and have attended update courses. All trustees approve all expenditure and are signatories to the main investment bank account.

During the year the Trustees formally appointed Duncan Willard by deed and the appointment of Laura Holmes on 27th May 2022 (to be formally appointed by deed).

Any new trustee is required to sign the Charity Commission Declaration of Eligibility for newly appointed trustees and a declaration of acceptance of office to be entered into the trust minute book.

All trustees are required to declare potential conflict of interest in relation to any agenda item at any meeting.

Risk Management

The trustees review the risks that the charity faces annually. Robust, financial practices with proper back up procedures have been put in place. Discrete projects are accounted for through a grant application process.

Objectives and Activities for the Public Benefit

The objects of the Trust are to support charities as the trust think fit with particular regard to education for the residents of the Isle of Wight, Yarmouth Parish Church and the Yarmouth (Isle of Wight) Town Trust. The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting the grant making policy.

Achievements and Performance

Funds have been held on deposit in view of the volatility in the financial markets. The trust has been active in seeking out suitable beneficiaries and in making grants and donations to suitable bodies. The trustees have given priority to charities associated with sailing or maritime activities, conservation, and charities linked to young people, in line with what it is considered the settlor would have wished, but exercising wider powers where appropriate. Most donations have been for specific capital projects rather than aimed at core funding.

The Trust's website can be found at www.herapathshenton.org.uk.

HERAPATH SHENTON TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST JULY 2022

Achievements and Performance - continued

During the year in question the Trust supported the following charities by making donations :

Mountbatten Hospice	5,000.00
Maritime Trust	2,000.00
Asto	2,500.00
Ability 4 dogs	5,000.00
Wight Nature Fund	500.00
CHOYD	2,000.00
Royal London Youth Trust	1,000.00
Isle of Wight Scouts Corf Camp	7,000.00
Noel Turner Science	500.00
UKSA for Disabled Sailing	2,000.00
South Wight Area Youth	15,000.00
	42,500.00

Financial Review

The Trust's income increased during the year from £44,722 to £53,023 due to increased dividends received and the operating surplus available for grants also increased from £33,162 to £40,788. The Trust made grants totalling £42,500 compared with £42,500 in the previous year, resulting in a deficit of £1,712 against a deficit in the previous year of £9,338. This was as a result of a strategic review of the Trust's reserves, where the trustees concluded the level of reserves and surplus could not be justified. With annual operating costs amounting to approximately £11,000, and no staff or administration offices, it was concluded the Trust should seek to distribute all of its annual surplus, and progressively reduce the retained surpluses, without jeopardising its liquidity.

The Trust's investments decreased in value by £38,298 in respect of stock market listed equities, and a gain of £6,189 was realised. The Trust didn't invest any money with the stockbroker during the year. At the end of the year the trust held £620,414 on deposit.

The trustees review their investments from time to time and in particular consider the asset allocations. At the balance sheet date 28% of the trust's assets were invested in cash deposits in view of the uncertain market outlook and 72% held as investments in equities, of which no single investment exceeds in value more than approximately 3% of total trust funds. The trustees propose to be more active in promoting the charity with a view to reducing the surpluses. The total reserves of the charity decreased from £2,402,927 to £2,369,106.

The Trust has carried out risk assessments, and considers the main risk to be a collapse in asset values, but the trust has more than enough in reserve and in cash to continue at its present level of activity for at least ten years, without having to dispose of assets at deflated prices.

Future Plans

In the next 12 months, the Trust intends to continue to make donations to suitable charities. Applications have been received and are being considered. The Trust has set up a target to give all of its net revenue and in addition further sums up to £24,000 per annum out of reserves if suitable applications are received.

In the next 12 months the trustees anticipate:

- Continuing support for Yarmouth Town Trust and St James' Church in addition to other local charities.

HERAPATH SHENTON TRUST

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31ST JULY 2022

Trustees' responsibilities in relation to the financial statements

The charity trustees are responsible for preparing a trustees' annual 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, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provision of the trust deed requires the charity trustees to prepare financial statement for each 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. In preparing the financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charity 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.
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping proper accounting records which 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.

The Trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of the financial statements.

Approved by the trustees and signed on their behalf by:

Trustee
J. R. Harrison (B.Sc)

Date

HERAPATH SHENTON TRUST
REPORT OF THE INDEPENDENT EXAMINER
FOR THE YEAR ENDED 31ST JULY 2022

I report to the charity trustees on my examination of the accounts of the Herapath Shenton Trust (the trust) for the year ended 31st July 2022, which are set out on pages 6 to 12.

Responsibilities and basis of report

The Charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with the General Direction given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

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:

- accounting records were not kept in respect of the trust as required by section 130 of the Act; or
- the accounts do not accord with those records; or
- 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 confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.

.....
A. S. Garner BA (Hons) FCA
Independent Examiner
Harrison Black Limited
East Quay
Kite Hill
Wootton Bridge
Isle of Wight
PO33 4LA

.....
Date

HERAPATH SHENTON TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST JULY 2022

	<u>Notes</u>	<u>2022</u>	<u>2021</u>
<u>Incoming Resources</u>			
<u>Income and endowments from:</u>			
Donations and legacies		-	-
Investments		53,023	44,722
Other		-	-
Total	2	<u>53,023</u>	<u>44,722</u>
<u>Resources Expended</u>			
<u>Expenditure on:</u>			
Raising funds		10,694	10,259
Charitable activities		44,041	43,801
Other		-	-
Total	3	<u>54,735</u>	<u>54,060</u>
Net income/(expenditure) before investment gains/(losses)		(1,712)	(9,338)
Net gains/(losses) on investments		6,189	16,686
NET INCOME/(EXPENDITURE)		<u>4,477</u>	<u>7,348</u>
<u>Other recognised gains/(losses):</u>			
other gains/(losses)		(38,298)	219,116
Net Movements in fund		<u>(33,821)</u>	<u>226,464</u>
RECONCILIATION OF FUNDS			
Total funds brought forward		2,402,927	2,176,463
Total funds carried forward	11	<u>2,369,106</u>	<u>2,402,927</u>

The notes on pages 8 to 12 form part of these financial statements.

HERAPATH SHENTON TRUST
BALANCE SHEET
FOR THE YEAR ENDED 31ST JULY 2022

	<u>Notes</u>	<u>2022</u> <u>£</u>	<u>2021</u> <u>£</u>
Fixed Assets			
Investments	6	1,699,154	1,727,995
		<u>1,699,154</u>	<u>1,727,995</u>
Current Assets			
Debtors	7	55,130	17
Cash at bank and in hand	8	620,414	676,091
		<u>675,544</u>	<u>676,108</u>
<u>Creditors: amounts falling due within one year</u>			
Creditors	9	5,592	1,176
<u>Net Current Assets</u>		<u>669,952</u>	<u>674,932</u>
<u>Total Assets less current liabilities</u>		<u>2,369,106</u>	<u>2,402,927</u>
<u>Net Assets</u>		<u>2,369,106</u>	<u>2,402,927</u>
<u>Funds of the Charity</u>			
Unrestricted funds	11	<u>2,369,106</u>	<u>2,402,927</u>

The financial statements were approved by the trustees and signed on their behalf by:

Signed
J. R. Harrison (B.Sc)

Date

The notes on pages 8 to 12 form part of these financial statements.

HERAPATH SHENTON TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST JULY 2022

1) ACCOUNTING POLICES

Basis on preparation

The financial statements have been prepared under the historic cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to the 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) effective 1 January 2015 and the Charities Act 2011.

The trust constitutes a public benefit entity as defined by FRS102.

FRS 102 - Reduced disclosure exemptions

The Trust has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows.

Fund accounting

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects.

Incoming Resources

All income is recognised in the financial statements when the charity is legally entitled to it, the amount can be measured reliably and it is probable the income will be received.

Incoming resources represents the total amount receivable by the trust in the form of donations and investment income.

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 obligation can be measured reliably.

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs relating to the charities main activities. Where support costs cannot be directly attributable to particular headings they have been allocated to activities on a basis consistent with the use of the resources.

Allocation of overheads and support costs

Overhead and support costs have been allocated to charitable activities. Governance costs now included in expenditure on charitable activities rather the showing separately on the face of the Statement of Financial Activity. Governance costs include costs relating to the independent examination, legal fees, accountancy fees and the provision of the services of professional trustees.

Investments

Fixed asset investments are stated at fair value as at the balance sheet date. The Statement of Financial Activity includes the net gains and losses arising on revaluation and disposals throughout the year.

HERAPATH SHENTON TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST JULY 2022

Realised gains and losses

All gains and losses are taken to the Statement of Financial Activity as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and opening carrying values (purchase date if later). Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

2) ANALYSIS OF INCOMING RESOURCES

	<u>Total Funds 2022</u>	<u>Total Funds 2021</u>
<u>Income and endowments from:</u>		
<u>Donations and legacies</u>	-	-
	-	-
<u>Investments</u>		
Bank deposit account interest	216	56
Charles Stanley deposit account interest	38	-
Dividends and interest	52,769	44,666
Insurance refunds	-	-
	53,023	44,722
<u>Other</u>	-	-
	-	-
<u>Total</u>	53,023	44,722

HERAPATH SHENTON TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST JULY 2022

3) ANALYSIS OF RESOURCES EXPENDED

	<u>Raising funds</u>	<u>Charitable activities</u>	<u>Other</u>	<u>Total 2022</u>	<u>Total 2021</u>
Costs directly allocated to activities :					
Stock brokers fee	10,694	-	-	10,694	10,259
Donations to charities	-	42,500	-	42,500	42,500
 Support costs allocated to activities :					
Computer maintenance and website	-	125	-	125	125
Insurance	-	-	-	-	-
Bank charges	-	-	-	-	-
Foreign exchange losses/(gains)	-	-	-	-	-
Legal and professional fees	-	240	-	240	-
Trustees emoluments (see note 4)	-	-	-	-	-
Accountancy	-	1,176	-	1,176	1,176
 Total	<u>10,694</u>	<u>44,041</u>	<u>-</u>	<u>54,735</u>	<u>54,060</u>

HERAPATH SHENTON TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST JULY 2022

4) Trustees Emoluments & staff costs

The Trustees make no charges for fees, as none of them are any longer involved in their previous professions.

J. R. Harrison is no longer connected with Harrison Black Limited who provide accountancy services.

5) Taxation

The charity is exempt from tax on its charitable activities.

6) Investments

	<u>Investment Property</u>	<u>Quoted Investments</u>
Fair Value		
At 1st August 2021	-	1,727,995
Purchases at cost	-	37,130
Disposals at market value	-	(33,862)
Realised gain on disposals	-	6,189
Net gain on revaluation	-	(38,298)
Market Value at 31st July 2022	<u>-</u>	<u>1,699,154</u>
Cost as at 31st July 2022	<u>-</u>	<u>1,224,061</u>

7) DEBTORS

	<u>2022 £</u>	<u>2021 £</u>
Other debtors	55,074	-
Prepayments and accrued income	56	17
	<u>55,130</u>	<u>17</u>

There are no amounts falling due after more than one year.

8) CASH AT BANK AND IN HAND

	<u>2022 £</u>	<u>2021 £</u>
Nat West Bank reserve account	560,695	560,479
Nat West Bank current account	-	51,085
Charles Stanley capital and income account	59,719	64,527
	<u>620,414</u>	<u>676,091</u>

HERAPATH SHENTON TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST JULY 2022

9) CREDITORS Amounts falling due within one year

	<u>2022</u> <u>£</u>	<u>2021</u> <u>£</u>
Other creditors and accruals	5,592	1,176
	<u>5,592</u>	<u>1,176</u>

10) ANALYSIS OF NET ASSETS BETWEEN FUNDS

	<u>Unrestricted</u> <u>Funds</u> <u>£</u>	<u>Restricted</u> <u>Funds</u> <u>£</u>	<u>Total</u> <u>2022</u> <u>£</u>
Fixed Assets	1,699,154	-	1,699,154
Current Assets	675,544	-	675,544
Creditors due within one year	(5,592)	-	(5,592)
	<u>2,369,106</u>	<u>-</u>	<u>2,369,106</u>

11) ANALYSIS OF MOVEMENT IN FUNDS

	<u>At 1st</u> <u>August</u> <u>2022</u>	<u>Incoming</u> <u>Resources</u>	<u>Resources</u> <u>Expended</u>	<u>At 31st</u> <u>July</u> <u>2022</u>
<u>Unrestricted Funds</u>				
General Fund	2,402,927	53,023	54,735	2,401,215
Realised gain on investments	-	6,189	-	6,189
Unrealised gain on investments	-	(38,298)	-	(38,298)
Total	<u>2,402,927</u>	<u>20,914</u>	<u>54,735</u>	<u>2,369,106</u>

12) CAPITAL COMMITMENTS

There are no authorised or contracted capital commitments at the balance sheet date.

13) AVERAGE EMPLOYEES

The average number of employees during the year was nil (2021 - nil).