

THE LESLIE SMITH FOUNDATION

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2021

THE LESLIE SMITH FOUNDATION

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THE LESLIE SMITH FOUNDATION

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 5 APRIL 2021

Trustees	D Fisher AER Hayles CAR Hayles EOR Hayles MLR Hayles
Charity registered number	250030
Principal office	FisherLegal LLP Unit 4 Hill Farm Kirby Road Kirby Bedon Norfolk NR14 7DU
Accountants	Larking Gowen LLP Chartered Accountants King Street House 15 Upper King Street Norwich NR3 1RB

THE LESLIE SMITH FOUNDATION

TRUSTEES' REPORT FOR THE YEAR ENDED 5 APRIL 2021

The Trustees present their annual report together with the financial statements of the Charity for the year 6 April 2020 to 5 April 2021. 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

a. Policies and objectives

The Foundation is a grant making body and has the widest of charitable objects. The Trustees have reviewed their objects and, without surrendering their discretion, have agreed to focus mainly on; children in the UK with life changing illnesses; orphans; education and special needs schools based in the UK and recipients of previous grants.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

Achievements and performance

a. Grant making policies and achievements

The Foundation receives applications, which are reviewed by the Foundation's administrator. There is no set application form - applicants send in a summary of the project or purpose for which they are raising funds. Applications from individuals are not encouraged. Only successful applicants are notified, in order to avoid increased administration costs for the Foundation.

The Trustees make it clear, in accordance with the ethos of L H A Smith, that all grants are made on the basis of total anonymity, so far as the public records of the successful applicant are concerned. Applications which meet the Trustees' criteria are then considered by the Trustees, who make the final decision. The Trustees are pleased to receive updates from successful applicants to keep the Trustees updated on the effective use of those funds - usually, this is done by receiving a newsletter or similar. Grants during the year amounted to £106,400 (2019: £96,000).

Financial review

a. COVID-19

As a result of the COVID-19 (coronavirus) pandemic there was a dramatic downturn in global markets in the first quarter of 2020 and remained volatile throughout the year. The longer term effects are as yet unknown.

Nonetheless, the Trustees are pleased to note that the proactive and considered steps they and their advisers have adopted, has had the result that the investments have recovered. The Trustees continue to assess the situation and will respond to it as appropriate.

THE LESLIE SMITH FOUNDATION

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

b. Reserves policy

The unrestricted funds of the Foundation at 5 April 2021 were £4,144,049 (2020: £3,517,450). The restricted funds of the Foundation at 5 April 2021 were £642 (2020: £1,366). Although the Trustees are able to apply the investments as if they were income, they aim to distribute at least the income each year and retain an appropriate level of the investments to fund future grants.

c. Investments policy

The Trustees have wide powers of investment vested in them by the Trust Deed. The Foundation has two main portfolios which each have a separate function within the overall investment strategy of the Trustees.

The objective for the portfolio managed by City Asset Management Plc (CAM), is for long term growth. The investment objective is to produce returns in excess of a benchmark of the UK Consumer Prices Index (CPI) plus three percent per annum, over an investment cycle, which has been achieved over the last 5 year period. The portfolio is constructed using a range of asset classes in order to ensure it is adequately diversified.

The Trustees also retained a holding in Segro Plc shares which derived from the original assets settled. Since the year end The Trustees decided to sell the holding and invest the proceeds with CAM.

d. Risk management

The Trustees have reviewed areas where potential and major risks may arise to the Foundation in accordance with the statement of recommended practice and have established systems and procedures to manage those risks. The Trustees consider there to be no significant areas of concern.

e. Principal funding

The Trustees are able to apply any or all of the capital of the fund as if it were income, and decide each year whether to exercise this power.

The net incoming resources for the year was £625,875 (2020: £361,383 outgoing resources).

Structure, governance and management

a. Constitution

The Leslie Smith Foundation is an unincorporated charity, constituted under a Trust Deed dated 10 November 1964 and is a registered charity, number 250030.

The Foundation was established by an initial gift from Leslie Herbert Alfred Smith. Members of the Smith family continue to be involved with the running of the Foundation. The Foundation does not actively fundraise and seeks to continue the philanthropic work desired by L H A Smith through careful stewardship of its existing resources.

b. Methods of appointment or election of Trustees

New trustees are appointed by the existing Trustees. There is no minimum number of trustees set out in the Trust Deed. The Trustees keep the skill requirements of trustees under review. New trustees are encouraged to attend lectures or seminars intended to ensure that charity trustees maintain the necessary skills to continue the philanthropic work begun by L H A Smith.

THE LESLIE SMITH FOUNDATION

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

Structure, governance and management (continued)

c. Organisational structure and decision-making policies

The Trustees keep in contact by email during the course of the year and aim to meet at least once a year to consider and agree the broad strategy and areas of activity for the Foundation, including consideration of grant making, investment, reserves and risk management policies and performance. The day to day administration of grants and the processing and handling of applications prior to consideration of the Trustees is delegated to the administrator.

Statement of Trustees' responsibilities

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 adequate accounting records that are sufficient to show and explain the Charity's transactions and 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.

Approved by order of the Trustees and signed on their behalf by:



D Fisher

(Trustee)

Date:

4th February 2022

THE LESLIE SMITH FOUNDATION

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 5 APRIL 2021

Independent examiner's report to the Trustees of The Leslie Smith Foundation ('the Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 5 April 2021.

Responsibilities and basis of report

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

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the Charity has prepared the accounts in accordance with 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

I understand that this has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no 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 2011 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.

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. My work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for my work or for this report.

Signed:



Dated: 04.02.2022

Joanne Fox FCA

Larking Gowen LLP
Chartered Accountants
Norwich

THE LESLIE SMITH FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2021

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:					
Investments	3	72,332	642	72,974	88,050
Total income		<u>72,332</u>	<u>642</u>	<u>72,974</u>	<u>88,050</u>
Expenditure on:					
Raising funds	4	15,795	-	15,795	19,495
Charitable activities		122,122	1,366	123,488	111,769
Total expenditure		<u>137,917</u>	<u>1,366</u>	<u>139,283</u>	<u>131,264</u>
Net movement in funds before other recognised gains/(losses)		(65,585)	(724)	(66,309)	(43,214)
Other recognised gains/(losses):					
Gains/(losses) on revaluation of fixed assets	9	692,184	-	692,184	(318,169)
Net movement in funds		<u>626,599</u>	<u>(724)</u>	<u>625,875</u>	<u>(361,383)</u>
Reconciliation of funds:					
Total funds brought forward		3,517,450	1,366	3,518,816	3,880,199
Net movement in funds		626,599	(724)	625,875	(361,383)
Total funds carried forward		<u>4,144,049</u>	<u>642</u>	<u>4,144,691</u>	<u>3,518,816</u>

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

The notes on pages 8 to 16 form part of these financial statements.

THE LESLIE SMITH FOUNDATION

BALANCE SHEET
AS AT 5 APRIL 2021

	Note	2021 £	2020 £
Fixed assets			
Investments	9	3,408,669	2,824,095
		<u>3,408,669</u>	<u>2,824,095</u>
Current assets			
Debtors	10	3,525	4,162
Cash at bank and in hand		778,853	807,783
		<u>782,378</u>	<u>811,945</u>
Creditors: amounts falling due within one year	11	(46,356)	(117,224)
Net current assets		<u>736,022</u>	<u>694,721</u>
Total assets less current liabilities		<u>4,144,691</u>	<u>3,518,816</u>
Total net assets		<u>4,144,691</u>	<u>3,518,816</u>
Charity funds			
Restricted funds	12	642	1,366
Unrestricted funds	12	4,144,049	3,517,450
Total funds		<u>4,144,691</u>	<u>3,518,816</u>

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



D Fisher
(Trustee)

Date:

4th February 2022

The notes on pages 8 to 16 form part of these financial statements.

THE LESLIE SMITH FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

1. General information

The Leslie Smith Foundation is a charity registered in England and Wales (Charity no. 250030).

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and 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 Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Leslie Smith Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

2.2 Going concern

The Trustees have reviewed the level of investments held at the year end alongside movements in value since the year end and considered the level of anticipated grants. Based on this, they have a reasonable expectation that the Foundation can meet its liabilities as they fall due and have therefore prepared the accounts on a going concern basis.

2.3 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Investment income is included when receivable and, where appropriate, is grossed up at the appropriate rate to take account of recoverable tax.

2.4 Expenditure

Expenditure is recognised on an accruals basis once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

THE LESLIE SMITH FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

2. Accounting policies (continued)

2.4 Expenditure (continued)

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

2.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.6 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of financial activities.

2.7 Debtors

Other debtors are recognised at the settlement amount.

2.8 Cash at bank and in hand

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.

2.9 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

2.10 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.

THE LESLIE SMITH FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

2. Accounting policies (continued)

2.11 Fund accounting

General 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.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes. The aim and use of each restricted fund is set out in the notes to the financial statements.

3. Investment income

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from listed investments	72,332	642	72,974	87,699
Investment income - cash deposits	-	-	-	351
	<u>72,332</u>	<u>642</u>	<u>72,974</u>	<u>88,050</u>
<i>Total 2020</i>	<u>86,684</u>	<u>1,366</u>	<u>88,050</u>	

THE LESLIE SMITH FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

4. Investment management costs

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Investment management fees	15,795	15,795	19,495
<i>Total 2020</i>	19,495	19,495	

5. Analysis of grants

	Grants to Institutions 2021 £	Total funds 2021 £	Total funds 2020 £
Grants	106,400	106,400	96,000
<i>Total 2020</i>	96,000	96,000	

THE LESLIE SMITH FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

5. Analysis of grants (continued)

The total grants paid to institutions during the year was as follows:

	2021 £	2020 £
Action for Children	-	5,000
Age UK Shropshire, Telford & Wrekin	-	5,000
The Brainwave Centre	-	5,000
Cancer Research UK	5,700	5,500
Children's Hospice South West	5,000	5,000
Climate Movement	5,000	-
Clowns in the Sky	2,500	-
Developing Health and Independence	6,500	-
East Anglian Children's Hospices	5,000	-
Go Beyond (formerly CHICKS)	5,000	5,000
Heaton Ellis Trust	-	5,000
Honeypot Children's Charity	20,000	-
Hope House Children's Hospice	-	10,000
Kidney Research UK	700	500
Lewis Moody Foundation	5,000	5,000
Lucy Air Ambulance for Children	5,000	5,000
Mary Hare Foundation	10,000	-
Merlin Theatre Trust Limited	6,500	-
Moor Trees	-	5,000
Prior's Court Foundation	10,000	5,000
Shakespeare Globe Education Trust	5,000	5,000
Smile Train UK	-	5,000
Somerset Trust for Arts & Recreation (STAR)	-	10,000
Tickwood Care Farm	-	5,000
Wallace & Gromit Children's Foundation	-	5,000
We Hear You	7,000	-
Young Carers Development Trust	2,500	-
	<u>106,400</u>	<u>96,000</u>

THE LESLIE SMITH FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

5. Analysis of grants (continued)

The grants paid can be analysed as follows:

	2021 £	2020 £
Education	31,500	5,000
Health	43,400	61,000
General Welfare	20,000	15,000
Welfare through the Arts	6,500	10,000
Environmental	5,000	5,000
	<u>106,400</u>	<u>96,000</u>

6. Analysis of expenditure by activities

	Grant funding of activities 2021 £	Support costs 2021 £	Total funds 2021 £	Total funds 2020 £
Grant making	106,400	17,088	123,488	111,769
	<u>106,400</u>	<u>17,088</u>	<u>123,488</u>	<u>111,769</u>
<i>Total 2020</i>	<u>96,000</u>	<u>15,769</u>	<u>111,769</u>	

Analysis of support costs

	Grant making 2021 £	Total funds 2021 £	Total funds 2020 £
Bank charges	52	52	165
Bookkeeping and legal fees	13,406	13,406	13,084
Independent examiner's remuneration	3,630	3,630	2,520
	<u>17,088</u>	<u>17,088</u>	<u>15,769</u>
<i>Total 2020</i>	<u>15,769</u>	<u>15,769</u>	

THE LESLIE SMITH FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

7. Independent examiner's remuneration

The independent examiner's remuneration amounts to an independent examiner fee of £1,050 (2020 - £1,020), and accountancy services of £2,580 (2020 - £1,500).

8. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 5 April 2021, no Trustee expenses have been incurred (2020 - £NIL).

9. Fixed asset investments

	Listed investments £
Cost or valuation	
At 6 April 2020	2,824,095
Additions	937,652
Disposals	(1,045,262)
Revaluations	692,184
At 5 April 2021	<u>3,408,669</u>

10. Debtors

	2021 £	2020 £
Due within one year		
Other debtors	3,525	4,162
	<u>3,525</u>	<u>4,162</u>

11. Creditors: Amounts falling due within one year

	2021 £	2020 £
Other creditors	24,156	21,224
Grants committed	22,200	96,000
	<u>46,356</u>	<u>117,224</u>

THE LESLIE SMITH FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

12. Statement of funds

Statement of funds - current year

	Balance at 6 April 2020 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2021 £
Unrestricted funds					
General Funds	3,517,450	72,332	(137,917)	692,184	4,144,049
Restricted funds					
Restricted Fund	1,366	642	(1,366)	-	642
Total of funds	3,518,816	72,974	(139,283)	692,184	4,144,691

The restricted fund represents undistributed specific income which is for the benefit of Kidney Research and Cancer Research UK.

Statement of funds - prior year

	Balance at 6 April 2018 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2020 £
Unrestricted funds					
General Funds	3,879,215	86,684	(130,280)	(318,169)	3,517,450
Restricted funds					
Restricted Fund	984	1,366	(984)	-	1,366
Total of funds	3,880,199	88,050	(131,264)	(318,169)	3,518,816

THE LESLIE SMITH FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

13. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Fixed asset investments	3,408,669	-	3,408,669
Current assets	781,736	642	782,378
Creditors due within one year	(46,356)	-	(46,356)
Total	<u>4,144,049</u>	<u>642</u>	<u>4,144,691</u>

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2020 £</i>	<i>Restricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Fixed asset investments	2,824,095	-	2,824,095
Current assets	810,579	1,366	811,945
Creditors due within one year	(117,224)	-	(117,224)
Total	<u>3,517,450</u>	<u>1,366</u>	<u>3,518,816</u>

14. Related party transactions

Mrs D Fisher is a Principal Member of FisherLegal LLP, a firm of solicitors which raised invoices to the Trust for legal and administrative services rendered. Professional fees amounting to £13,406 (2020: £13,084) were payable to FisherLegal LLP and other creditors include £13,406 (2020: £9,784) due to FisherLegal LLP.

No other trustee or person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year.