

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

for the year ended

31 DECEMBER 2021

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

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THE CECIL AND HILDA LEWIS CHARITABLE TRUST

CHARITY INFORMATION

REGISTERED CHARITY NUMBER

258763

GOVERNING DOCUMENT

Trust Deed (Dated 21 March 1962)

TRUSTEES

Robert Lewis
Catherine Wills
Roger Wise
Alan Mason

SECRETARY AND PRINCIPAL OFFICE

Robert Lewis
Rotherwood
Jumps Road
Churt
Farnham
Surrey
GU10 2JZ

AUDITORS

Wise & Co. Chartered Accountants
Wey Court West
Union Road
Farnham
GU9 7PT

INVESTMENT MANAGERS

Charles Stanley & Co. Limited
55 Bishopsgate
London
EC2N 3AS

BANKERS

Svenska Handelsbanken AB
M1 Millennium Centre
Crosby Way
Farnham
Surrey
GU9 7XX

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

REPORT OF THE TRUSTEES

The Trustees present their Annual Report and Financial Statements for the year ended 31 December 2021. The financial statements have been prepared in accordance with the accounting policies set out on pages 11 and 12 and comply with the charity's trust deed and applicable law.

AIMS AND OBJECTIVES OF THE CHARITY

The aims and objectives of the Charity are to distribute a percentage of its assets each year to other charitable organisations by way of donations.

The Charity operates a general fund covering all its activities.

TRUSTEES

The Trustees who have served during the year to date are:

Catherine Wills
Robert Lewis
Roger Wise
Alan Mason

Trustees are appointed by the existing Trustees as they consider necessary. The Trustees are well aware of their duties and responsibilities and any new Trustees would be required to have this knowledge as well.

REVIEW OF THE YEAR

Interest and dividend income totalling £278,142 (2020 - £311,180) was generated from the bank accounts and investments. The allocation of funds for the year under review was £224,450 (2020 - £231,700).

INVESTMENT POLICY

The Trustees have discretion to invest in any form of investments they consider appropriate. They have the power to delegate the management of investments to authorised financial experts.

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

REPORT OF THE TRUSTEES

During the year, the Trustees continued to use Charles Stanley Stockbrokers as Investment Advisers. At the year end, the value of quoted investments held amounted to £5,944,655 (2020 - £5,025,384) after providing for a gain in value of £409,363 (2020 – loss of £459,104).

The charity's investment policy has been to maintain substantial funds on deposit to ensure that they are readily available when required. The Trustees review the policy on a regular basis.

GRANT-MAKING POLICY

The Trustees meet on a regular basis and review grant applications received. The Trustees' policy is to distribute funds to a wide range of well deserving causes in accordance with the objectives of the Trust.

The Trustees intend to continue these policies for future periods, and with due regard to the Charity Commission guidance on public benefit.

RESERVES POLICY

The Trust is a grant-making charity which aims to distribute a percentage of its assets each year. The Trustees will maintain the fund to guarantee investment income in the future but may on occasions distribute monies from its general funds. Unrestricted funds at the year-end totalled £7,552,933 (2020 - £7,129,549).

RISK ASSESSMENT

The Trustees have assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate these risks.

AIMS AND OBJECTIVES OF THE CHARITY FOR THE PUBLIC BENEFIT

Organisations which have benefited from the charity include welfare, medical, artistic and educational charities in the UK and Israel focussing on children, especially with physical or learning disabilities, medical research, disaster relief, students, the elderly, educational organisations and arts institutions.

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

REPORT OF THE TRUSTEES

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' Report and Financial Statements for each financial year in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and 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 apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgments and accounting 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 business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at the time the financial position of the Charity and to enable them to ensure that the Financial Statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, 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.

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

AUDITORS

Wise & Co. Chartered Accountants offer themselves for re-appointment as auditors.

Approved on behalf of the Trustees by:-

R LEWIS
Trustee

Date 25/04/2022

C WILLS
Trustee

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE CECIL AND HILDA LEWIS CHARITABLE TRUST

Opinion

We have audited the financial statements of The Cecil and Hilda Lewis Charitable Trust for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes, 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).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards 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.

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.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2021 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 Auditors' 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 United Kingdom, including the Financial Reporting Council'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.

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE CECIL AND HILDA LEWIS CHARITABLE TRUST

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' 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, except to the extent otherwise explicitly stated in our report, 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

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

Responsibilities of Trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, 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 liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditors' 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 the Act and relevant regulations made or having effect thereunder.

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 Auditors' 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.

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE CECIL AND HILDA LEWIS CHARITABLE TRUST

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:

We gained an understanding of the legal and regulatory framework applicable to the charity and the industry in which it operates, and considered the risk of acts by the charity that were contrary to applicable laws and regulations, including fraud. We designed audit procedures to respond to the risk, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

We focussed on laws and regulations which could give rise to a material misstatement in the financial statements, including, but not limited to, the Charities Act 2011.

Our tests included agreeing the financial statement disclosures to underlying supporting documentation and enquiries with management. There are inherent limitations in the audit procedures described above and, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. We did not identify any key audit matters relating to irregularities, including fraud. As in all our audits, we also addressed the risk of management override of internal controls, including testing journals and evaluating whether there was evidence of bias by the Trustees that represented a risk of material misstatement due to fraud.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

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 Auditors' 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 its Trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Wise & Co

Wise & Co. Chartered Accountants
Statutory Auditors
Wey Court West, Union Road
Farnham, GU9 7PT

Date:- *26/04/2022*

Wise & Co. are eligible to act as auditors in terms of Section 1212 of the Companies Act 2006.

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES

for the year ended

31 DECEMBER 2021

	Note	Unrestricted funds 2021 £	2020 £
Income			
Investment income	2	278,142	311,180
Total Income		<u>278,142</u>	<u>311,180</u>
Expenditure			
Cost of Raising Funds	3	23,821	25,171
Charitable Activities	4	240,300	247,550
Total Expenditure		<u>264,121</u>	<u>272,721</u>
Net Income Before Investment Gains/(Losses)		14,021	38,459
Net Gains/(Losses) on Investments		<u>409,363</u>	<u>(459,104)</u>
Net Movement in Funds	7	423,384	(420,645)
Fund Balance Brought Forward at 1 January 2021		<u>7,129,549</u>	<u>7,550,194</u>
Fund Balance Carried Forward at 31 December 2021		<u>£ 7,552,933</u>	<u>£ 7,129,549</u>

- All income and expenditure are derived from continuing activities.
- The notes on pages 11 to 16 form part of these financial statements.


THE CECIL AND HILDA LEWIS CHARITABLE TRUST

BALANCE SHEET AT 31 DECEMBER 2021

	Note	Unrestricted funds 2021		Unrestricted funds 2020	
		£	£	£	£
FIXED ASSETS					
Other Investments	9		-		-
Quoted Investments	10		6,979,284		5,092,017
			<hr/>		<hr/>
			6,979,284		5,092,017
CURRENT ASSETS					
Debtors: amounts falling due within one year	11	230,740		1,753,147	
Cash at bank and in hand		359,155		302,382	
		<hr/>		<hr/>	
		589,895		2,055,529	
CREDITORS: Amounts Falling Due Within One Year	12	(16,246)		(17,997)	
		<hr/>		<hr/>	
NET CURRENT ASSETS			573,649		2,037,532
			<hr/>		<hr/>
			£ 7,552,933		£ 7,129,549
			<hr/>		<hr/>
FUNDS					
Unrestricted Funds					
Unrestricted Funds			£ 7,552,933		£ 7,129,549
			<hr/>		<hr/>

These financial statements were approved by the Board of Trustees on 25/04/2022 and signed on their behalf by:-


R LEWIS
Trustee


C WILLS
Trustee

- The notes on pages 11 to 16 form part of these financial statements.

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

1 ACCOUNTING POLICIES

a) Accounting Convention

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 Trust constitutes a public benefit entity as defined by FRS 102.

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. The most significant area of judgement is the valuation of investments at market value at the reporting date.

b) Funds

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

c) Incoming Resources

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.

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 bank.

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by the investment advisor of the dividend yield of the investment portfolio.

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

d) **Expenditure Recognition**

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 settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

Grants payable are payments made to third parties in the furtherance of the charity objects of the Trust. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled conditions attaching to that grant is outside of the control of the Trust.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable.

e) **Irrecoverable VAT**

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

f) **Governance Costs**

This expenditure comprises costs in connection with the constitutional and statutory requirements of the Charity.

g) **Fixed Asset Investments**

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The Trust does not hold put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investments markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or subsectors.

h) **Other Investments**

Other investments are accounted at cost less depreciation. Depreciation has been provided for at 20% on a straight line basis.

i) **Debtors**

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

j) **Cash at Bank and In Hand**

Cash at bank and cash 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.

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

2 INVESTMENT INCOME

	2021 £	2020 £
Interest on Investments	40,631	50,192
Loan Interest	38,864	83,009
Dividend Income	198,647	177,979
	<hr/>	<hr/>
	£ 278,142	£ 311,180
	<hr/>	<hr/>

3 COST OF RAISING FUNDS

	2021 £	2020 £
Investment Management Fees	23,405	21,663
Bank Charges	416	388
Rent	-	60
Rates	-	3,060
	<hr/>	<hr/>
	£ 23,821	£ 25,171
	<hr/>	<hr/>

4 EXPENDITURE ON CHARITABLE ACTIVITIES

	2021 £	2020 £
Donations payable	224,450	231,700
Support costs	10,000	10,000
Governance costs	5,850	5,850
	<hr/>	<hr/>
	£ 240,300	£ 247,550
	<hr/>	<hr/>

5 DONATIONS PAYABLE TO INSTITUTIONS

	2021 £	2020 £
University of Arts London	12,000	-
Treloars Trust	-	20,000
Friends of Yad Sarah	-	20,000
Contemporary Art Society	20,000	-
43 other donations less than £11,000 (2020 – 43 less than £11,000)	192,450	191,700
	<hr/>	<hr/>
	£ 224,450	£ 231,700
	<hr/>	<hr/>

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

6 SUPPORT COSTS

	2021 £	2020 £
Accounting	5,000	5,000
Consulting Fees	5,000	5,000
	<hr/>	<hr/>
	£ 10,000	£ 10,000
	<hr/>	<hr/>

7 NET MOVEMENT IN FUNDS

	2021 £	2020 £
These are stated after charging:		
Auditors' Remuneration	£ 5,850	£ 5,850
	<hr/>	<hr/>

8 RELATED PARTY TRANSACTIONS

None of the Trustees received remuneration for their services as Trustees or were reimbursed for expenses during the year.

No staff are employed by the Charity.

The Trust has made a loan of £1,500,000 and charged interest of £38,864 (2020 - £82,500) at 4%/3% to Farnham Estates Limited, a company controlled by a Trustee, Robert Lewis. At the year end, Farnham Estates Limited owed £227,203 (2020 - £1,748,339) to the Trust. The loan has been guaranteed by Robert Lewis.

Rent was paid to Farnham Estates Limited in the year £0 (2020 - £60).

During the year, Wise Advisers, a business owned by Roger Wise, a Trustee, received £10,000 (2020 - £10,000) from the Trust in respect of professional services provided. At the year end, the Trust owed Roger Wise £4,000 (2020 - £4,000).

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

9 OTHER INVESTMENTS

	2021 £	2020 £
Value at 1 January 2021	-	-
Depreciation	-	-
	<hr/>	<hr/>
Value at 31 December 2021	-	-
	<hr/>	<hr/>

Other Investments represent acquisitions of pictures, sculptures and ceramics as investments by the Trust. The original cost of the other investments was £17,000.

10 QUOTED INVESTMENTS

	2021 £	2020 £
Market Value		
Brought forward at 1 January 2021	5,092,017	5,573,103
Additions	846,005	249,496
Disposals	(336,097)	(238,749)
Cash movements	967,996	(32,729)
Net gain/(loss) on revaluation	409,363	(459,104)
	<hr/>	<hr/>
Carried forward at 31 December 2021	£ 6,979,284	£ 5,092,017
	<hr/>	<hr/>

Quoted investments can be further analysed as follows:

	2021 £	2020 £
Fixed Interest – UK	1,152,397	1,366,122
Equities – UK	1,439,419	1,033,513
Equities – Non UK	827,198	609,112
Property	736,500	658,750
Alternatives	1,715,776	1,284,887
Cash – UK	1,034,629	66,633
Mixed Investments	73,365	73,000
	<hr/>	<hr/>
	£ 6,979,284	£ 5,092,017
	<hr/>	<hr/>

THE CECIL AND HILDA LEWIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

11 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Interest Receivable	230,740	253,147
Loan	-	1,500,000
	<hr/>	<hr/>
	£ 230,740	£ 1,753,147
	<hr/>	<hr/>

12 CREDITORS

	2021 £	2020 £
Accounts Payable	-	3,060
Accruals	16,246	14,937
	<hr/>	<hr/>
	£ 16,246	£ 17,997
	<hr/>	<hr/>

13 LEGAL STATUS

The Trust is a charity constituted by Trust Deed. The principal place of business is at Rotherwood, Jumps Road, Churt, Farnham, Surrey, GU10 2JZ.