

Charity Number: 266998

# The Stephen Clark Charitable Settlement

## 1965

Report and financial statements  
For the year ended 31 December 2021

**The Stephen Clark Charitable Settlement 1965**

**Contents**

**For the year ended 31 December 2021**

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# The Stephen Clark Charitable Settlement 1965

## Reference and administrative details

For the year ended 31 December 2021

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**Charity number** 266998

**Registered office  
and operational  
address** 25 Westwood Park  
London  
SE23 3QG

**Trustees** Trustees who served during the year and up to the date of this report were as follows:

Mrs H Hall	Chair
Ms A Clark	
Mr M Hall	
Ms H Lynn	

**Trust Secretary** Ms S Blackwell

**Bankers** CAF Bank Ltd  
Kings Hill  
West Malling  
Kent  
ME19 4TA

**Auditor** Haines Watts Bristol Limited  
Chartered Accountants and Statutory Auditors  
Bath House  
Bath Street  
BRISTOL  
BS1 6HL

# **The Stephen Clark Charitable Settlement 1965**

## **Trustees' annual report**

### **For the year ended 31 December 2021**

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The Trustees present their report and the audited financial statements for the year ended 31 December 2021.

Reference and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the charity's trust deed and the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) effective 1 January 2019.

## **Objectives and activities**

### **Purposes and aims**

The governing document of the Trust defines its objects as:

The main activity is the provision of financial grants for general charitable purposes; education and training; disability; the prevention or relief of poverty; overseas aid/famine relief; environment/conservation and heritage and economic/community development/employment to further the charity's purpose for the public benefit.

The Trustees review the aims, objectives and activities of the charity each year. This review looks at what the charity has achieved and the outcomes of its work in the reporting period. The Trustees report the success of each key activity and the benefits the charity has brought to those groups of people that it is set up to help. The review also helps the Trustees ensure the charity's aims, objectives and activities remain focused on its stated purposes.

The Trustees 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 its future activities. In particular, the Trustees consider how planned activities will contribute to the aims and objectives that have been set.

The charity does not fundraise; its income is almost entirely from investments with occasional gifts and bequests. It aims to distribute its surplus income (after administrative expenses) in the form of grants for charitable purposes or to other charities. The Trustees, in making decisions on which charitable causes to support, have had due regard to the commission's public benefit guidance when exercising any powers or duties to which the guidance is relevant.

### **Achievements and performance**

The charity's main activities and who it tries to help are described below. All its charitable activities focus on grant giving and are undertaken to further the charitable purposes for the public benefit of the Stephen Clark Charitable Settlement 1965.

## The Stephen Clark Charitable Settlement 1965

### Trustees' annual report

#### For the year ended 31 December 2021

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The Trust supports organisations that:

- Demonstrate accountability
- Have an appropriate governance structure and sufficient capacity to carry out the project
- Have a clear vision of how to achieve their intended results

In 2021 the Trust made 25 grants totalling £40,998, compared with 27 totalling £63,000 in 2020. A list by recipient of the grant expenditure is given in note 7. The lower amount for donations reflects a fall in the Trust's income through a combination of factors affecting Clark's dividends.

The Trust gave 3 grants of £6,000 or more, the rest being for amounts of £3,000 or less. 6 were for conservation; 5 for education; 1 for the arts; 5 for social justice and 8 were for health/disability. The larger number of health/disability projects was in part due to the Trust continuing to prioritise work involving Covid 19.

Support for projects working overseas included 3 larger grants to charitable projects working in Bangladesh, South Sudan and Malawi. These 3 grants were specifically for work to mitigate the impact of Covid 19. In Niger the Trust supported work to improve the ecosystem of Park W. The project helps rural communities to develop sustainable tree-based livelihoods to increase household income, whilst protecting vital forest resources. Finally, in Uganda we supported work helping farmers to grow more and waste less food.

4 grants were made to Canadian charities, 2 of which were for education, 1 for health and 1 for social justice. The remaining grants went to projects based in the UK.

The range of work supported in the UK included conserving endangered beetles; work with gangs and young offenders; support for homeless women; a project to support people with mental health issues; a cycling project for people with disabilities; an arts project for refugees; a wildlife conservation project and a range of projects for young people on the autistic spectrum.

The Trustees choose to give grants to charities whose aims align with theirs. They do not, on the whole, respond to requests for grants, preferring to seek out organisations whose aims accord with theirs. The Trustees receive reports on the activities undertaken by the recipients of grants and are satisfied that in furthering the work of the grant receiving charities they further the aims of the Stephen Clark Charitable Settlement 1965.

The trustees believe that in concentrating the resources on these identified areas it not only benefits those directly involved in projects that the receiving charities undertake, but also benefits the wider public in helping mitigate climate change, fostering greater social cohesion and educating for the future.

### Financial review

The Trust was the beneficiary of the residuary estate of Marianna Clark who died on 2<sup>nd</sup> November 2020. During the year the Trust received just over £2.3m. A further £200,000 was received in

## **The Stephen Clark Charitable Settlement 1965**

### **Trustees' annual report**

#### **For the year ended 31 December 2021**

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early 2022 (and has been included in these accounts). There is another amount due (less than £10,000) which has not yet been quantified.

Apart from the above sums, income has reduced from £106,425 in 2020 (which included a one-off donation of £100,000) to £6,306 in 2021. No dividend income was received in 2021 from the C&J Clark Limited shares (2020 £NIL). Administrative and governance costs have increased by £6,281 almost entirely due to the requirement to have an audit for 2021.

A debtor of £200,000 was raised for the amount received in March 2022 from the estate of Dr Clark. Accruals have increased from £10,373 to £14,979, mainly due to the need to have an audit for 2021. Current asset investments of £2,335,608 (2020 – £30,444) include the legacy from Dr Clark being received in December 2021.

In October 2021 the C & J Clark Limited shares were valued at 46p each. This is a considerable reduction from the £2.85 per share that they were stated at in the 2020 accounts. This has led to a reduction on value of the Trust's shareholding of £1,514,287 in the year.

The Berenberg portfolio of investments made realised net gains during the year of £1,322 and an unrealised gain on revaluation of the investments at the year-end of £79,671.

### **Principal risks and uncertainties**

The Trustees acknowledge their responsibility to identify, assess and manage risks. The Trust has developed a risk strategy identifying business risks and strategies for management in the context of the increase in endowment and the Trust's strategic plans.

Investment in C&J Clark Ltd, a private company, brings risk of lack of liquidity and uncertainty of income. However, the Trustees are mindful of the requirements of s.3 of the Trustee Act 2000. This and risk to reputation are two areas of risk that have been identified by Trustees.

The Trustees have considered the impact the Covid 19 pandemic will have on the charity's current and future financial position and still believe there is no significant impact.

### **Reserves policy and going concern**

We are a charity that has no need to keep reserves as we generally aim to distribute our income each year. We currently have no forward commitments for grant giving and have no policy to make such commitments.

## Plans for the future

We aim to formalise a grant giving strategy for the following three years. The Trustees do not intend to diverge from grant giving as the only activity.

## Structure, governance and management

This charity was formed under a Deed of Settlement in March 1965, became exclusively a charity under a Declaration of Trust in February 1973, and adopted the provisions of the Roger and Sarah Bancroft Clark Charitable Trust dated 31 March 1960. The Trustees have complete discretion over the distribution of the funds of the Settlement, both as to the distribution of funds and to the choice of beneficiary. They have however, chosen to retain some funds, and to deem the rest as distributable. During 2013, the Charity received investments in the form of an endowment. They have recently had legal advice that has led them to restate this fund as distributable.

The Trustees also have complete discretion as to the appointment of new Trustees. Any new trustees are trained and inducted by the remaining trustees. All Trustees give their time voluntarily and receive no benefits from the charity. Any expenses reclaimed from the charity are set out in note 8 to the accounts.

## Related parties and relationships with other organisations

We are not related to any other parties or organisations.

## Statement of responsibilities of the Trustees

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

- The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 resources, including the income and expenditure, of the charity for that period. In preparing those 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
- Make judgements and estimates that are reasonable and prudent

## The Stephen Clark Charitable Settlement 1965

### Trustees' annual report

#### For the year ended 31 December 2021

- 
- State whether applicable UK Accounting Standards and statements of recommended practice 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 operation

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to 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 the Trustees and signed on their behalf by

Mrs H Hall  
Chair of Trustees

25 October 2022

## Independent auditor's report

To the members of

The Stephen Clark Charitable Settlement 1965

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### Opinion

We have audited the financial statements of The Stephen Clark Charitable Settlement 1965 (the 'charity') for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; 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 UK, including the FRC'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.

However, not all future events or conditions can be predicted. The Covid-19 viral pandemic is one of the most significant economic events for the UK with unprecedented levels of uncertainty of outcomes. It is therefore difficult to evaluate all of the potential implications on the charity's trade, customers, suppliers and wider economy. The Trustees' view on the impact of Covid-19 is disclosed in the Trustees' Report.

## **Independent auditor's report**

**To the members of**

**The Stephen Clark Charitable Settlement 1965**

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### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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.

In connection with our audit of the financial statements, 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 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 in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

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

### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the 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.

### **Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

## Independent auditor's report

### To the members of

#### The Stephen Clark Charitable Settlement 1965

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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 a Report of the Independent Auditors 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 extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

(i) We obtained an understanding of the legal and regulatory frameworks applicable to the charity and the sector in which it operates. We determined the following laws and regulations of most significance were: Charity SORP 2019 and UK GAAP.

(ii) We obtained an understanding of how the charity complies with those legal and regulatory frameworks by making inquiries of management. We corroborated our enquiries through our review of board minutes and other relevant meeting minutes.

(iii) We assessed the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur. Audit procedures performed by the engagement team included:

- identifying and assessing the effectiveness of controls management has in place to prevent and detect fraud;

- understanding how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process;

- challenging assumptions and judgements made by management in its significant accounting estimates;

- identifying and testing journal entries, in particular any journal entries posted with unusual account combinations;

- and assessing the extent of compliance with the relevant laws and regulations.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

## **Independent auditor's report**

**To the members of**

**The Stephen Clark Charitable Settlement 1965**

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### **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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Haines Watts Bristol Limited

Bath House

6-8 Bath Street

Bristol

BS1 6HL

25 October 2022

**The Stephen Clark Charitable Settlement 1965**  
**Statement of financial activities**

**For the year ended 31 December 2021**

		Unrestricted	2021	Restated and unaudited 2020
	Note	£	£	£
<b>Income and endowments from:</b>				
Donations and legacies	3	2,526,300	2,526,300	100,000
Investments	5	6,306	6,306	6,425
		–	–	–
<b>Total income and endowments</b>		<b>2,532,606</b>	<b>2,532,606</b>	<b>106,425</b>
<b>Expenditure on:</b>				
Charitable activities				
Grant making	6	62,632	62,632	79,695
Other expenditure – losses (gains) on currency translation		38,246	38,246	(1,347)
<b>Total expenditure</b>		<b>100,878</b>	<b>100,878</b>	<b>78,348</b>
<b>Net income before net gains / (losses) on investments</b>		<b>2,431,728</b>	<b>2,431,728</b>	<b>28,077</b>
Net (losses)/gains on investments		(1,433,294)	(1,433,294)	48,512
<b>Net (expenditure) and net movement in funds</b>	8	<b>998,434</b>	<b>998,434</b>	<b>76,589</b>
<b>Reconciliation of funds:</b>				
Total funds brought forward		2,474,486	2,474,486	2,397,897
<b>Total funds carried forward</b>		<b>3,472,920</b>	<b>3,472,920</b>	<b>2,474,486</b>

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in Note 16 to the financial statements.

**The Stephen Clark Charitable Settlement 1965**  
**Balance sheet**

**As at 31 December 2021**

			2021	Restated and unaudited 2020
	Note	£	£	£
<b>Fixed assets:</b>				
Tangible fixed assets	12		1	133
Investments	13		<b>920,045</b>	2,377,387
			<b>920,046</b>	2,377,520
<b>Current assets:</b>				
Debtors		200,000	–	
Investments		2,335,608	30,444	
Cash at bank and in hand		32,245	76,895	
		<b>2,567,853</b>	107,339	
<b>Liabilities:</b>				
Creditors: amounts falling due within one year	14	<b>(14,979)</b>	(10,373)	
<b>Net current assets</b>			<b>2,552,874</b>	96,966
<b>Total net assets</b>	15a		<b>3,472,920</b>	2,474,486
<b>The funds of the charity:</b>	16a			
Unrestricted income funds:				
General funds – distributable		3,434,006	2,233,385	
Retained		38,914	241,101	
Total unrestricted funds			<b>3,472,920</b>	2,474,486
<b>Total charity funds</b>			<b>3,472,920</b>	2,474,486

Approved by the trustees on 25 October 2022 and signed on their behalf by

H. Hall  
Trustee

**The Stephen Clark Charitable Settlement 1965**  
**Statement of cash flows**

**For the year ended 31 December 2021**

**Reconciliation of net income to net cash flow from operating activities**

	<b>2021</b>	Restated and unaudited 2020
	<b>£</b>	<b>£</b>
<b>Net income for the reporting period (as per the statement of financial activities)</b>	998,434	76,589
Depreciation charges	132	131
(Gains)/losses on investments	1,433,294	(48,512)
Dividends, interest and rent from investments	(6,306)	(6,425)
Receipt of shares (non-cash items)	–	–
Decrease/(Increase) in debtors	(200,000)	–
Increase/(decrease) in creditors	4,606	(284)
<b>Net cash provided by / (used in) operating activities</b>	<b>2,230,160</b>	<b>21,499</b>

	Note	<b>2021</b>	£	2020	£
		<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cash flows from operating activities</b>					
<b>Net cash (used in) operating activities</b>			<b>2,230,160</b>		<b>21,499</b>
<b>Cash flows from investing activities:</b>					
Dividends, interest and rents from investments		<b>6,306</b>		6,425	
Purchase of fixed assets		–		–	
Proceeds from sale of investments		<b>157,636</b>		197,083	
Purchase of investments		<b>(133,588)</b>		(191,288)	
<b>Net cash provided by / (used in) investing activities</b>			<b>30,354</b>		<b>12,220</b>
<b>Change in cash and cash equivalents in the year</b>			<b>2,260,514</b>		<b>33,719</b>
Cash and cash equivalents at the beginning of the year			<b>107,339</b>		<b>73,620</b>
<b>Cash and cash equivalents at the end of the year</b>			<b>2,367,853</b>		<b>107,339</b>

**For the year ended 31 December 2021**

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**1 Accounting policies**

**a) Statutory information**

The Stephen Clark Charitable Settlement 1965 is an unincorporated charity established by deed.

The registered office address is 25 Westwood Park, London, SE23 3QG.

**b) Basis of preparation**

The financial statements of the charity have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011.

The accounts (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 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 2019) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy or note.

In applying the financial reporting framework, the trustees have made a number of subjective judgements, for example in respect of significant accounting estimates. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The nature of the estimation means the actual outcomes could differ from those estimates. Any significant estimates and judgements affecting these financial statements are detailed within the relevant accounting policy below.

**c) Public benefit entity**

The charity meets the definition of a public benefit entity under FRS 102.

**d) Going concern**

The financial statements have been prepared on the basis of being a going concern. The Trustees do not have any concerns about the Charity's ability to continue as a going concern as there are sufficient resources in reserve to meet any liabilities that may fall due for at least 12 months from the date that these financial statements are approved. In particular, in response to the Covid-19 pandemic, the Trustees have considered the impact on the Charity of possible scenarios brought on by the impact of Covid-19 alongside measures they can take to mitigate the impact.

**e) Critical accounting judgements and key sources of estimation uncertainty**

Key judgements that the charity has made which have a significant effect on the accounts include estimating the value of the shares in C & J Clark Limited, a private limited company. Valuations are usually prepared by the company. Preparation of the company accounts has been delayed as a Creditors Voluntary Arrangement was in place. Additional investment has now been received. As a result the trustees have decided, for the time being, to use the last available valuation. As at September 2020 the shares were valued at £0.45 per share.

Apart from this, the trustees do not consider that there are any sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

**f) Income**

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably.

**g) 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 bank.

**Accounting policies (continued)**

**h) Fund accounting**

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund.

Unrestricted funds are investment income, donations and other incoming resources received or generated for the

**i) Expenditure and irrecoverable VAT**

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on charitable activities includes the costs of making donations to other charities undertaken to further the purposes of the charity and their associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

**j) Grants payable**

Grants payable are made to third parties in furtherance of the charity's objects. Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and that any condition attaching to the grant is outside of the control of the charity.

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

Grants payable are charged to the statement of financial activities in the year in which the offer is conveyed to the recipient 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 as accrued as expenditure.

**k) Allocation of support costs**

Resources expended are allocated to the particular activity where the cost relates directly to that activity. However, the cost of overall direction and administration of each activity, comprising the overhead costs of the central function, is apportioned on the following basis which are an estimate, based on time, of the amount attributable to each activity.

- |                    |       |
|--------------------|-------|
| • Support costs    | 87.2% |
| • Governance costs | 12.8% |

Support and governance costs are re-allocated to each of the activities on the following basis which is an estimate,

- |               |      |
|---------------|------|
| • Grants made | 100% |
|---------------|------|

Governance costs are the costs associated with the governance arrangements of the charity. These costs are associated with constitutional and statutory requirements and include any costs associated with the strategic management of the charity's activities.

**l) Unlisted and listed investments**

Unlisted investments have been valued to reflect valuations carried out by PricewaterhouseCoopers, Chartered Accountants, at a date closest to the balance sheet in order to comply with the recommendation of the SORP (see critical accounting judgements).

Fixed asset investments in quoted shares, traded bonds and similar investments are valued initially at cost and subsequently at fair value (their market value) at the year end. Any change in fair value will be recognised in the statement of financial activities. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Net gains/(losses) on investments' in the statement of financial activities. The charity does not acquire put options, derivatives or other complex financial instruments.

Current asset investments reflect cash held in investment portfolios in the short term prior to investment in listed investments.

**For the year ended 31 December 2021**

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**Accounting policies (continued)**

**1**

**m) 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.

**n) Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

**o) Financial instruments**

The Charity has elected to apply the provisions of Section 11 "Basic Financial Instruments" and Section 12 "Other Financial Instruments Issues" of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's Balance Sheet when the Charity becomes party to the contractual Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

**Basic financial assets**

Basic financial assets, which include debtors and cash bank balances, are initially measured at transaction price including transaction costs and subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

**Basic financial liabilities**

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

**Derecognition of financial liabilities**

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

**p) Investment Powers of Trustees**

The Trustees have complete discretionary power of investment, and a specific power to retain the existing shares in C&J Clark Ltd. In addition, the Trustees have complete power to retain or distribute the investments of the Settlement.

For the year ended 31 December 2021

2 Detailed comparatives for the statements of financial activities

	Unrestricted £	2020 £
<b>Income and endowments from:</b>		
Donations and legacies	100,000	100,000
Stephen Clark Charitable Settlement 1957	–	–
Investments	6,425	6,425
<b>Total income and endowments</b>	<b>106,425</b>	<b>106,425</b>
<b>Expenditure on:</b>		
Charitable activities	79,695	79,695
Other expenditure – losses (gains) on currency translation	(1,347)	(1,347)
<b>Total expenditure</b>	<b>78,348</b>	<b>78,348</b>
<b>Net income / (expenditure) and endowments before</b>	<b>28,077</b>	<b>28,077</b>
Net gains / (losses) on investments	48,512	48,512
<b>Net expenditure and net movement in funds</b>	<b>76,589</b>	<b>76,589</b>
<b>Total funds brought forward</b>	<b>2,397,897</b>	<b>2,397,897</b>
<b>Total funds carried forward</b>	<b>2,474,486</b>	<b>2,474,486</b>

3 Income from donations and legacies

	2021 £	2020 £
Unrestricted legacy	2,526,300	100,000

This includes £200,000 which was received in March 2022. The whole donation is was part of a bequest from Dr Marianna Clark. This satisfied the conditions for entitlement, certainty and the ability to be quantified.

4 Income from investments

	2021 Total £	2020 Total £
Dividends	5,083	5,324
Interest	1,223	1,101
	<b>6,306</b>	<b>6,425</b>

All investment income is unrestricted.

**The Stephen Clark Charitable Settlement 1965**  
**Notes to the financial statements**

**For the year ended 31 December 2021**

**6a Analysis of expenditure (current year)**

	Charitable activities Grants made £	Governance costs £	Support costs £	2021 Total £	2020 Total £
Grants made (note 7)	40,998	–	–	40,998	63,000
Administration charges		1,094	7,454	8,548	6,942
Printing, stationery etc			345	345	374
Bank charges	16		110	126	72
Investment management fees			6,519	6,519	6,838
Legal fees		510		510	–
Accountancy		780		780	760
Depreciation			132	132	131
Auditors' remuneration		4,596		4,596	1,500
LEI (London Stock Exchange)			78	78	78
	41,014	6,980	14,638	<b>62,632</b>	79,695
Support and governance costs	21,618	(6,980)	(14,638)	–	–
<b>Total expenditure 2021</b>	<b>62,632</b>	<b>–</b>	<b>–</b>	<b>62,632</b>	79,695

The Stephen Clark Charitable Settlement 1965  
Notes to the financial statements

For the year ended 31 December 2021

6b Analysis of expenditure (prior year)

	Charitable activities Grants made £	Governance costs £	Support costs £	2020 Total £
Grants made (note 7)	63,000	–	–	63,000
Administration charges	–	889	6,053	6,942
Printing, stationery etc	–	–	374	374
Bank charges	11	–	61	72
Investment management fees	–	–	6,838	6,838
Legal fees	–	–	–	–
Accountancy	–	760	–	760
Depreciation	–	–	131	131
Examiner's/auditors' remuneration	–	1,500	–	1,500
LEI (London Stock Exchange)	–	–	78	78
	<u>63,011</u>	<u>3,149</u>	<u>13,535</u>	<u>79,695</u>
Support and governance costs	<u>15,337</u>	<u>(3,149)</u>	<u>(12,188)</u>	<u>–</u>
<b>Total expenditure 2019</b>	<u><u>78,348</u></u>	<u><u>–</u></u>	<u><u>1,347</u></u>	<u><u>79,695</u></u>

**The Stephen Clark Charitable Settlement 1965**  
**Notes to the financial statements**

**For the year ended 31 December 2021**

**7 Grants made**

	Grants to institutions £	2021 £	2020 £
AGE UK Somerset		-	3,000
Arthritis Society	500	500	500
Bath Industrial Heritage		-	2,500
Belfast Hills Partnership	1,000	1,000	-
Black Box Belfast	1,000	1,000	1,000
The Big Issue Foundation		-	10,000
Bug Life	6,666	6,666	-
Centraide of Greater Montreal	2,000	2,000	2,500
Clark Foundation	1,000	1,000	-
Colin Neighbourhood Partnership		-	1,000
Coppleston Centre	1,000	1,000	-
Ebony Horse Riding Club		-	1,000
Farmers Overseas Action Group	6,666	6,666	-
Good Law Project		-	1,000
HealthBus Trust		-	10,000
Julian House	1,000	1,000	14,000
Katherine Low		-	1,000
McGill University	2,500	2,500	3,000
MENCAP	500	500	500
Otakar Kraus Music Trust	500	500	1,500
Park Lane Stables RDA	500	500	1,000
Prisoner's Education Trust		-	1,000
Richmond AID	500	500	500
Quaker Service Northern Ireland	1,000	1,000	1,000
Richmond Carers Centre	500	500	500
RUILS	1,000	1,000	1,000
Skylarks		-	500
The St Matthews Project	1,000	1,000	-
Somerset Wildlife Trust	1,000	1,000	1,000
SPIRES Centre	1,000	1,000	-
Superkidz	1,000	1,000	1,000
Sydenham Garden		-	1,000
Tree Aid	6,666	6,666	-
TAG Youth Group	1,000	1,000	1,000
Wheels for Wellbeing	1,000	1,000	-
Woodland Trust		-	1,000
York University Human Rights Department	500	500	-
	40,998	40,998	63,000
Total grants made	40,998	40,998	63,000

The charity makes grants to organisations who meet its grant strategy twice a year following a meeting of the Trustees.

**For the year ended 31 December 2021**

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**8 Net expenditure for the year**

This is stated after charging / (crediting):	<b>2021</b>	2020
	<b>£</b>	£
Auditors' remuneration		
Audit fee	<b>4,596</b>	1,500
	<b>=====</b>	<b>=====</b>

**9 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel**

The charity does not employ any staff.

The charity trustees were neither paid nor received any other benefits from employment with the charity in the year (2020: £nil). No charity trustee received payment for professional or other services supplied to the charity (2020: £nil).

No Trustee was reimbursed for any expenses (2020: £Nil).

**10 Related party transactions**

There were no related party transactions for the year ended 31 December 2021.

During the year an aggregate of £2,526,300 (2020– £100,000) was received in donations and legacies from related parties.

**11 Taxation**

The charity is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

For the year ended 31 December 2021

12. Tangible fixed assets

	Computer equipment £
<b>Cost</b>	
At the start of the year	394
Additions in year	–
At the end of the year	394
<b>Depreciation</b>	
At the start of the year	261
Charge for the year	132
At the end of the year	393
<b>Net book value</b>	
At the end of the year	1
At the start of the year	133

13 Investments

At valuation	Berenberg Portfolio £	C & J Clark Shares £	2021 Total £	2020 Total £
Fair value at the start of the year	571,647	1,805,740	2,377,387	2,334,670
Additions at cost	133,588	–	133,588	191,288
Disposal proceeds	(157,636)	–	(157,636)	(197,083)
Net gains/(losses) on disposals of investments	1,322	–	1,322	5,272
Net gain / (loss) on change in fair value at 31 December 2021	79,671	(1,514,287)	(1,434,616)	43,240
Fair value at the end of the year	628,592	291,453	920,045	2,377,387

Investments comprise:

	2021 £	2,020 £
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Berenberg Portfolio

Bonds	151,615	136,291
Equities: UK registered companies	118,964	117,314
: Non-UK registered companies	358,013	318,042
Unlisted shares in UK registered companies	291,453	1,805,740
	920,045	2,377,387

Number of C & J Clark shares held at 31 December 2021

	633,593	633,593
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Investments held as at 31 December 2021 and that are material in that they represent 10% or more of the total market value of the Charity's holdings are as follows:

	2021 £	2,020 £
C & J Clark Limited	291,453	1,805,740

At 31 December 2021 the Trustees held a total of 633,593 £1 ordinary shares in C & J Clark Limited. They were valued by PricewaterhouseCoopers LLP in September 2020 at a price of £0.46 per share.

The Stephen Clark Charitable Settlement 1965  
Notes to the financial statements

For the year ended 31 December 2021

14 Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and creditors	14,979	10,373
	<b>14,979</b>	<b>10,373</b>

15a Analysis of net assets between funds (current year)

	Unrestricted retained £	Unrestricted distributable £	Total funds £
Fixed Assets		1	1
Investments			
C&J Clark Ltd	38,914	252,539	291,453
Berenburg portfolio	–	628,592	628,592
Net current assets			
Debtors	–	200,000	200,000
Current asset investments	–	2,335,608	2,335,608
CAF – CAF Cash	–	32,245	32,245
Creditors	–	(14,979)	(14,979)
<b>Net assets at 31 December 2021</b>	<b>38,914</b>	<b>3,434,006</b>	<b>3,472,920</b>

15b Analysis of net assets between funds (prior year)

	Endowment £	Unrestricted retained £	Unrestricted distributable £	Total funds £
Fixed Assets			133	133
Investments				–
C&J Clark Ltd		241,101	1,564,639	1,805,740
Berenburg portfolio		–	571,647	571,647
Net current assets				
Current asset investments		–	30,444	30,444
CAF – CAF Cash		–	76,895	76,895
Creditors	–	–	(10,373)	(10,373)
<b>Net assets at 31 December 2020</b>	<b>–</b>	<b>241,101</b>	<b>2,233,385</b>	<b>2,474,486</b>

16a Movements in funds (current year)

	Restated				At 31 December 2021 £
	At 1 January 2021 £	Income and gains £	Expenditure and losses £	Investment revaluation £	
<b>Unrestricted funds:</b>					
General funds – distributable	2,233,385	2,533,928	(100,878)	(1,232,429)	3,434,006
Retained	241,101	–	–	(202,187)	38,914
<b>Total unrestricted funds</b>	<b>2,474,486</b>	<b>2,533,928</b>	<b>(100,878)</b>	<b>(1,434,616)</b>	<b>3,472,920</b>
<b>Total funds</b>	<b>2,474,486</b>	<b>2,533,928</b>	<b>(100,878)</b>	<b>(1,434,616)</b>	<b>3,472,920</b>

Transfer – See Prior Year Adjustment (Note 17)

The Stephen Clark Charitable Settlement 1965  
Notes to the financial statements

For the year ended 31 December 2021

16b Movements in funds (prior year)

	At 1 January 2020 £	Prior year adjustment £	As restated £	Income and gains £	Expenditure and losses £	Restated At 31 December 2020 £
<b>Endowment funds:</b>	1,467,975	(1,467,975)	–	–	–	–
<b>Unrestricted funds:</b>						
Distributable	688,821	1,467,975	2,156,796	154,937	(78,348)	2,233,385
Retained	241,101	–	241,101	–	–	241,101
<b>Total unrestricted funds</b>	929,922	1,467,975	2,397,897	154,937	(78,348)	2,474,486
<b>Total funds</b>	2,397,897	–	2,397,897	154,937	(78,348)	2,474,486

**17 Prior Year Adjustment**

During the year, the trustees revisited the nature of the assets gifted from the Nathan Fund. Previously, it was considered that the funds should be reflected in an endowment fund. Following legal advice, it was determined that the funds were not subject to restriction or endowment and therefore should have been reflected as general fund income

The comparatives have been restated to reflect all assets as unrestricted.