

THE BAKER CHARITABLE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

THE BAKER CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Ms M D Baker Mr S Grodzinski QC
Charity number	273629
Independent examiner	Nicholas Avis BSc FCA

THE BAKER CHARITABLE TRUST

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THE BAKER CHARITABLE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2021

The trustees present their report and financial statements for the year ended 5 April 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005.

Objectives and activities

The charity's objects are to apply the funds to any charitable trusts, institutions, foundations or other organisation, with charitable objects and purposes in the United Kingdom or any part of the world. There have been no changes in the policies adopted in furtherance of these objects.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

The charity maintained its investments and made distributions in accordance with its objects.

The main purpose of the Charity's activities is to support the disadvantaged with some focus on medical research and support. The trustees have directed the majority of the grants made towards those in need in the UK and Israel.

The trustees remain in close contact with principal recipient organisations and receive annual reports and updates on the affairs of these organisations including financial reports. They also attend annual briefings on such matters where possible.

Achievements and performance

During the year investment income was received and the trustees made decisions to make grants to various charitable institutions ensuring the grants did not exceed the income received.

Financial review

Income derived from investments amounted to £57,694 (2020: £66,872). During the year the charity made 57 donations and grants to registered charities amounting to £53,630 resulting in a net incoming resources of £3,127. No grants were made to individuals. There were 7 individual donations in excess of £1,000 totaling £37,880 (2020: £18,000). The remaining grants were for £1,000 or less.

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

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

Structure, governance and management

The charity was established by a charitable trust deed on 29 March 1977. The settlor was Dr Adrienne Baker and the original trustees were Mr Leo Grahame and Mr Leonard Lever.

The trustees who served during the year and up to the date of signature of the financial statements were:

Ms M D Baker

Mr S Grodzinski QC

The power of appointing trustees is vested in the settlor during her life, and after her death, in the trustees.

THE BAKER CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

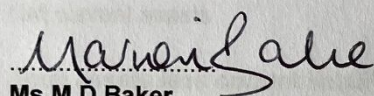
FOR THE YEAR ENDED 5 APRIL 2021

The charity comprises of two trustees who meet together on a monthly basis and are responsible for all decisions in relation to the running of the charity.

The trustees have power to vary the terms of the trust deed provided that no such variation causes the trust to lose its charitable status in law.

There are no related parties to the charity that benefit from the receipt of grants or from whom the charity receives donations.

The trustees' report was approved by the Board of Trustees.



Ms M D Baker

Trustee

Dated: 23/9/21

THE BAKER CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE BAKER CHARITABLE TRUST

I report to the trustees on my examination of the financial statements of The Baker Charitable Trust (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 financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all 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 financial statements in accordance with 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) 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 now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with 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 financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements to be reached.

Nicholas Avis BSc FCA

Dated: 23 September 2021

THE BAKER CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2021

	Notes	Unrestricted funds 2021 £	Unrestricted funds 2020 £
<u>Income from:</u>			
Donations and legacies	3	281	-
Investments	4	57,694	66,872
Total income		57,975	66,872
<u>Expenditure on:</u>			
Charitable activities	5	54,848	29,908
Net gains/(losses) on investments	10	229,018	(147,585)
Net movement in funds		232,145	(110,621)
Fund balances at 6 April 2020		1,469,848	1,580,469
Fund balances at 5 April 2021		1,701,993	1,469,848

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

All income and expenditure derive from continuing activities.

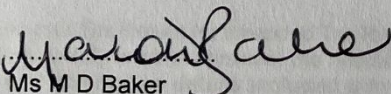
THE BAKER CHARITABLE TRUST

BALANCE SHEET

AS AT 5 APRIL 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Investments	11	1,621,066		1,392,048	
Current assets					
Cash at bank and in hand		87,025		81,382	
Creditors: amounts falling due within one year	14	(6,098)		(3,582)	
Net current assets		80,927		77,800	
Total assets less current liabilities		1,701,993		1,469,848	
Income funds					
Unrestricted funds		1,701,993		1,469,848	
		1,701,993		1,469,848	

The financial statements were approved by the Trustees on 23/9/21



Ms M D Baker
Trustee

THE BAKER CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2021

1 Accounting policies

Charity information

The Baker Charitable Trust is a charitable trust established by trust deed.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's trust deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements 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 Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

THE BAKER CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised when incurred in respect of support costs and grants made to other charitable bodies are recognised on payment.

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are 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 future 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 payments 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.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

3 Donations and legacies

	Unrestricted funds	Total
	2021	2020
	£	£
Donations and gifts	281	-

4 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Income from listed investments	57,605	66,709
Interest receivable	89	163
	57,694	66,872

5 Charitable activities

	Grants to institutions	Grants to institutions
	2021	2020
	£	£
Grant funding of activities (see note 6)	53,630	28,726
Share of governance costs (see note 7)	1,218	1,182
	54,848	29,908

6 Grants payable

	Grants to institutions	Grants to institutions
	2021	2020
	£	£
Grants to institutions:		
Other	53,630	28,726

THE BAKER CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

7 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Legal and professional	-	1,218	1,218	-	1,182	1,182
	-	1,218	1,218	-	1,182	1,182
Analysed between Charitable activities	-	1,218	1,218	-	1,182	1,182

Governance costs includes payments to the accountants of £1,218 (2020- £1,182) for Independent Examination fees.

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year, furthermore none of them were reimbursed any travelling expenses (2020- none were reimbursed).

9 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Total	-	-

10 Net gains/(losses) on investments

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Revaluation of investments	229,018	(147,585)

THE BAKER CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

11 Fixed asset investments

	Listed investments £
Cost or valuation	
At 6 April 2020 & 5 April 2021	1,392,048
Carrying amount	
At 05 April 2021	1,392,048
At 05 April 2020	1,392,048

12 Financial instruments

	2021 £	2020 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	1,621,066	1,392,048

13 Loans and overdrafts

	2021 £	2020 £
Bank overdrafts	4,880	2,400
Payable within one year	4,880	2,400

The bank overdraft is a result of timing, the overdraft represents unpresented cheques drawn near the year end and which had not cleared the current account as at 5 April 2021. Ordinarily an automatic transfer is made from the savings account to ensure a balance is maintained on the current account of £500. However, this transfer did not occur until after the year end when the cheques cleared the current account.

14 Creditors: amounts falling due within one year

	Notes	2021 £	2020 £
Bank overdrafts	13	4,880	2,400
Accruals and deferred income		1,218	1,182
		6,098	3,582

15 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).