

Charity registration number 276210

**WARWICK ARTS TRUST**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2021**

## **WARWICK ARTS TRUST**

### **LEGAL AND ADMINISTRATIVE INFORMATION**

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<b>Trustee</b>	The Milton Grundy Foundation Trustees Limited Mr J M Grundy Mr O Afridi
<b>Charity number</b>	276210
<b>Independent examiner</b>	Place Campbell Wilmington House High Street East Grinstead West Sussex RH19 3AU

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## **WARWICK ARTS TRUST**

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## WARWICK ARTS TRUST

### TRUSTEE'S REPORT

FOR THE YEAR ENDED 31 AUGUST 2021

The trustee present their annual report and financial statements for the year ended 31 August 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the the trust's 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)

#### Objectives and activities

The the trust's objects are to provide performing experience to young musicians. It has also made donations to a number of other charities in the year.

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

#### Financial review

It is the policy of the the trust 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 trustee consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the the trust'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 trustee have assessed the major risks to which the the trust is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

#### Structure, governance and management

The the trust is a charitable trust established by a Trust deed dated 19 May 1978 by the trustees of a charitable foundation known as the Clara Haskil Trust based in Canada and having similar objectives as this trust.

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

The Milton Grundy Foundation Trustees Limited

Mr J M Grundy

Mr O Afridi

The trust is administered by the trustee which is responsible for the management of all the affairs of the trust.

The trustee's report was approved by the Board of Trustee.

X

Milton Grundy

J M Grundy (Chairman) for The Milton Grundy Foundation Trustees Ltd

Dated: 24/5/22

## WARWICK ARTS TRUST

### INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEE OF WARWICK ARTS TRUST

I report to the trustee on my examination of the financial statements of Warwick Arts Trust (the trust) for the year ended 31 August 2021.

#### Responsibilities and basis of report

As the trustee of the trust 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 trust'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 trust 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.



**Place Campbell**

Wilmington House  
High Street  
East Grinstead  
West Sussex  
RH19 3AU

Dated: 24/5/22

# WARWICK ARTS TRUST

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2021

	Notes	Unrestricted funds 2021 £	Unrestricted funds 2020 £
<b><u>Income from:</u></b>			
Donations and legacies	3	1,835	-
Investments	4	60,197	58,462
<b>Total income</b>		<b>61,832</b>	<b>58,462</b>
<b><u>Expenditure on:</u></b>			
Charitable activities	5	37,967	23,600
 Net gains/(losses) on Investments	 8	 469,827	 2,518
<b>Net incoming resources</b>		<b>493,692</b>	<b>37,380</b>
<b>Other recognised gains and losses</b>			
Revaluation of tangible fixed assets		-	4,708
<b>Net movement in funds</b>		<b>493,692</b>	<b>42,088</b>
Fund balances at 1 September 2020		2,900,794	2,858,706
<b>Fund balances at 31 August 2021</b>		<b>3,394,486</b>	<b>2,900,794</b>

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

All income and expenditure derive from continuing activities.

# WARWICK ARTS TRUST

## BALANCE SHEET

AS AT 31 AUGUST 2021

	Notes	2021 £	£	2020 £	£
<b>Fixed assets</b>					
Heritage assets	9		207,815		207,815
Investment properties	10		500		500
Investments	11		2,913,895		2,444,106
			<u>3,122,210</u>		<u>2,652,421</u>
<b>Current assets</b>					
Debtors	13		-		112
Cash at bank and in hand			273,891		250,242
			<u>273,891</u>		<u>250,354</u>
<b>Creditors: amounts falling due within one year</b>	14		(1,615)		(1,981)
Net current assets			<u>272,276</u>		<u>248,373</u>
<b>Total assets less current liabilities</b>			<u>3,394,486</u>		<u>2,900,794</u>
<b>Income funds</b>					
<u>Unrestricted funds</u>					
General unrestricted funds		3,224,158		2,730,466	
Revaluation reserve		170,328		170,328	
			<u>3,394,486</u>		<u>2,900,794</u>
			<u>3,394,486</u>		<u>2,900,794</u>

The financial statements were approved by the Trustee on .....

X *Milton Grundy* X

J M Grundy (Chairman) for The Milton Grundy Foundation Trustees Ltd

## WARWICK ARTS TRUST

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

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#### 1 Accounting policies

##### Charity information

Warwick Arts Trust is a charitable trust set up by trust deed dated 19 May 1978.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the the trust's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 the trust is a Public Benefit Entity as defined by FRS 102.

The the trust has taken advantage of the provisions in the SORP for charities 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 the trust. Monetary amounts in these financial statements are rounded to the nearest £.

Financial assets classified as other financial assets are stated at fair value with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss includes any dividend or interest earned on the financial asset.

#### 1.2 Going concern

At the time of approving the financial statements, the trustee have a reasonable expectation that the the trust has adequate resources to continue in operational existence for the foreseeable future. Thus the trustee 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 trustee 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 the trust.

#### 1.4 Income

Income is recognised when the the trust 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 the trust 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.



## WARWICK ARTS TRUST

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

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#### 1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the the trust 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.

#### 1.5 Expenditure

Expenditure is recognised when incurred in respect of support and governance costs. In the case of donations to other charities the expenditure is recognised on payment.

#### 1.6 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

#### 1.7 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.

#### 1.8 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.

#### 1.9 Financial instruments

The the trust 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 the trust's balance sheet when the the trust becomes party to the contractual provisions of the instrument.

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 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.

## WARWICK ARTS TRUST

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

#### 1 Accounting policies (Continued)

##### **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 trust's contractual obligations expire or are discharged or cancelled.

#### 2 Critical accounting estimates and judgements

In the application of the trust's accounting policies, the trustee 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.

#### 3 Donations and legacies

	Unrestricted funds	Total
	2021 £	2020 £
Donations and gifts	1,635	-

# WARWICK ARTS TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

### 4 Investments

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Income from listed investments	60,187	58,378
Interest receivable	10	84
	<u>60,197</u>	<u>58,462</u>

### 5 Charitable activities

	Charitable Expenditure Heading 1 2021 £	Charitable Expenditure Heading 1 2020 £
Donations	10,543	2,090
Performance costs	5,284	-
	<u>15,827</u>	<u>2,090</u>
Share of governance costs (see note 6)	22,140	21,510
	<u>37,967</u>	<u>23,600</u>

### 6 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Depreciation	-	-	-	-	46	46
Insurance	-	415	415	-	231	231
Bank charges	-	8	8	-	26	26
Sundries	-	222	222	-	149	149
Legal and professional	-	21,495	21,495	-	21,058	21,058
	<u>-</u>	<u>22,140</u>	<u>22,140</u>	<u>-</u>	<u>21,510</u>	<u>21,510</u>
Analysed between Charitable activities	-	22,140	22,140	-	21,510	21,510

# WARWICK ARTS TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

### 7 Trustee

None of the trustees (or any persons connected with them) received any remuneration or benefits from the trust during the year.

### 8 Net gains/(losses) on Investments

Unrestricted funds	Unrestricted funds
2021	2020
£	£
Revaluation of investments	469,827
	2,518

### 9 Heritage assets

Works of art  
£

At 1 September 2020 and at 31 August 2021 207,815

Heritage assets consist of works of art that are shown at their fair value as estimated by the Trustee.

### 10 Investment property

2021  
£

Fair value

At 1 September 2020 and 31 August 2021

500

Investment property comprises of a piece of freehold land at Conch Alley, Suttle Street, Bridgetown, Barbados. The fair value of the investment property has been arrived at on the basis of a valuation carried out by the trustee. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

	2021	2020
	£	£
Freehold	500	500

### 11 Fixed asset investments

# WARWICK ARTS TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

<b>11</b>	<b>Fixed asset investments</b>	<b>(Continued)</b>	
		<b>Listed Investments</b>	
		<b>£</b>	
	<b>Cost or valuation</b>		
	At 1 September 2020 & 31 August 2021		2,444,106
	<b>Carrying amount</b>		
	At 31 August 2021		2,444,106
	At 31 August 2020		2,444,106
<b>12</b>	<b>Financial instruments</b>	<b>2021</b>	<b>2020</b>
		<b>£</b>	<b>£</b>
	<b>Carrying amount of financial assets</b>		
	Instruments measured at fair value through profit or loss	2,913,895	2,444,106
<b>13</b>	<b>Debtors</b>	<b>2021</b>	<b>2020</b>
		<b>£</b>	<b>£</b>
	<b>Amounts falling due within one year:</b>		
	Other debtors	-	112
<b>14</b>	<b>Creditors: amounts falling due within one year</b>	<b>2021</b>	<b>2020</b>
		<b>£</b>	<b>£</b>
	Other creditors	1,615	1,981
<b>15</b>	<b>Related party transactions</b>		
	There were no disclosable related party transactions during the year (2020 - none).		