

**THE CHARLES WALLACE INDIA TRUST**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 5 APRIL 2022**

# THE CHARLES WALLACE INDIA TRUST

## LEGAL AND ADMINISTRATIVE INFORMATION

---

|                            |  |
|----------------------------|--|
| <b>Trustees</b>            | Mr John Falconer<br>Professor William Gould<br>Dr Mallica Kumbera Landrus<br>Ms Catherine Stephens |
| <b>Charity number</b>      | 283338   |
| <b>Registered office</b>   | c/o Harwood Hutton<br>4 Devonshire Street<br>London<br>W1W 5DT                                     |
| <b>Auditor</b>             | Harwood Hutton Limited<br>4 Devonshire Street<br>London<br>W1W 5DT                                 |
| <b>Bankers</b>             | CAF Bank Limited<br>25 Kings Hill Avenue<br>Kings Hill<br>West Malling<br>Kent<br>ME19 4JQ         |
| <b>Investment advisors</b> | Cazenove Capital Management<br>1 London Wall Place<br>London<br>EC2Y 5AU                           |

---

# THE CHARLES WALLACE INDIA TRUST

## CONTENTS

---

|                                   | <b>Page</b> |
|-----------------------------------|-------------|
| Trustees' report                  | 1 - 4       |
| Independent auditor's report      | 5 - 7       |
| Statement of financial activities | 8           |
| Balance sheet                     | 9           |
| Notes to the financial statements | 10 - 16     |

---

# THE CHARLES WALLACE INDIA TRUST

## TRUSTEES' REPORT

### FOR THE YEAR ENDED 5 APRIL 2022

---

The Trustees present their annual report and financial statements for the year ended 5 April 2022.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with 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) (effective 1 January 2019)" (The Charities SORP).

#### Objectives and activities

Under the Declaration of Trust, the Trustees are empowered to use all or any of the capital or income of the fund for the provision of financial assistance for either:

- Men and women of Indian nationality who are domiciled and normally resident in India to enable them to travel to the United Kingdom to follow a course of study, research or other educational pursuit: or
- Any charitable institution in the United Kingdom serving persons of Indian nationality domiciled and normally resident in India

In the event of the Trust failing, the Trustees are empowered to use funds for charitable purposes generally.

Operations of the Trust are governed by the Trustees. Ms Shreela Ghosh formally joined the Trust on 7 December 2018 and continues as Secretary.

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

#### Public Benefit

The Trust's income is devoted almost entirely to scholarships and grants. Governance costs as a percentage of grants awarded was 2.8% (2020/2021: 14.5%). The decreased percentage in this regard was due to the increase in grants awarded in 2021/22 compared to 2020/21.

The Trust's offer is publicised widely through its website and the web pages of British Council, India, as well as through the Charles Wallace India Trust Facebook Group page and word of mouth also plays a big role. The grants are also publicised by the UK host institutions through their networks and on their websites. Applications are received from across India.

Applicants are required to outline how they will benefit directly through the grant or scholarship. In addition, they are required to tell us about the wider impact of the grant on Indian society, i.e. how it will benefit Indian people. This is in keeping with Charles Wallace's Will.

Visiting Fellowships (including artists' residencies): as well as benefiting the individual grantee, these fellowships are also designed to benefit the UK host institutions, enabling them to develop and maintain mutually beneficial links with India.

#### Programme

The overall policy of the Trust is to support education, training and professional development through attachments in the UK. The grantees are usually post-graduate students, research scholars and professionals active in the arts, heritage conservation and the humanities. There were five new Scholarships awarded in 2021/22, four of them were for postgraduate study in the UK and these grantees will be taking up their university places in the autumn of 2022. A full list of grants including Visiting Fellowships and Research Grants are available in the appendix.

**Visiting Fellowships** (including artists' residences and summer schools): these grants enable the scholars/artists to visit the UK in a professional capacity for research and/or training usually for a period of three months.

**Research Grants:** these short-term grants (around 3 to 4 weeks) enable researchers, usually at a doctoral or post-doctoral level to visit particular libraries and other UK institutions.

# THE CHARLES WALLACE INDIA TRUST

## TRUSTEES' REPORT (CONTINUED)

### FOR THE YEAR ENDED 5 APRIL 2022

---

#### India Visit and marking CWIT's 40th Anniversary

Broadly, the objectives of the annual India Visit are to understand recent developments related to:

- Arts and Heritage Conservation in India
- Meet British Council colleagues
- Meet key external stakeholders
- Discussions with CWIT alumni about their careers and CWIT's direction in the coming years.
- British Council's current priorities in Higher Education and in the Arts, wider societal issues/changing trends in India
- Opportunity to exchange information and discuss challenges

Due to the Covid pandemic (Omicron wave) it was deemed prudent to cancel the winter visit to India so neither the Secretary nor the trustees have been to the subcontinent since 2020. However, we have tried to fulfil some of the stated objectives (see above) through online meetings with a range of Indian partners including the British Council, in order to exchange news and views.

The 40th Anniversary of CWIT was commemorated through a new partnership with the Centre for South Asian Studies (CSAS) in Cambridge. Trustees have agreed that the CWIT archive should be held at CSAS and in time some of the holdings will be digitised.

A series of special webinars and roundtables were held to mark the 40th Anniversary of CWIT. These were attended by c.40 people (alumni) from India as well as academics from the UK and beyond. To launch the series, in April 2021 we invited several visual artists who had done their residencies in the UK since 2014 to take part in an online roundtable. Our partners, Delfina Foundation and Triangle Arts (Gasworks) also contributed to the success of the roundtable.

During the autumn/winter of 2021 we held a series of three online seminars with CWIT alumni in India, in partnership with:

- The Institute for Advanced Studies in the Humanities (IASH), University of Edinburgh
- The School of History, Anthropology, Philosophy and Politics, Queen's University Belfast
- British Centre for Literary Translation, University of East Anglia

#### Achievements and performance

Our investment managers attend the trustee meetings and present their reports on investment performance and any recommendations they may have for changes to the investment strategy. Trustees are also kept informed through the quarterly reports. The Trust's investment policy is to maintain a level of income consistent with our grant giving while maintaining capital growth. The Secretary attends more general briefings arranged by Cazenove Capital Management and also specialist sessions on areas like ethical investing.

The investment objective continues to be to maximise capital and income growth in real terms, whilst maintaining income consistent with the needs of the Trust. In December 2021 trustees agreed to change the investment strategy to a fully global approach to equity investment. Moreover, to achieve a better alignment between the Trust's values i.e sustainability, and our investment policy, the trustees made a historic decision to move 100% of the CWIT investments into the STUL Cazenove Charity Responsible Multi-Asset Fund (RMAF) in line with the advice from the Cazenove managers.

Trustees took the decision to move to online banking and CWIT has opened two accounts (deposit or Gold account, and current account) with CAF Bank (Charities Aid Foundation Bank). It is the policy of the Trustees to maintain a reserve fund to a minimum value of £30,000 held on deposit. The aim of this fund is to enable the Trust to maintain maximum activity through fluctuation in income.

# THE CHARLES WALLACE INDIA TRUST

## TRUSTEES' REPORT (CONTINUED)

### FOR THE YEAR ENDED 5 APRIL 2022

---

#### Financial review

As at 5 April 2022 the unrestricted funds totalled £7,171,231 (2021: £6,902,944).

Income for the year was investment income and interest on deposit totaling £258,108 (2021: £179,159). £165,156 was spent on awards (2021: £30,966), £34,702 was spent on support costs (2021: £40,385) and £4,860 was spent on governance (2021: £4,500). Expenditure on governance cost for the period under review is fully disclosed within the notes to the accounts. Investment management fees were £24,486 (2021: £22,525).

Over the past two years, our approach to investment has changed as Trustees are concerned about the environment and keen to see how our funding can support Cazenove's ESG (Environmental, Social and Governance) goals. That is why £7 million is invested in the STUL Cazenove Charity Responsible Multi-Asset Fund (RMAF) which is regulated by the Charity Commission and the FCA.

#### Reserves policy

It is the policy of the Trustees that unrestricted funds not invested and which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure with a minimum of £30,000 held on deposit. The aim of the unrestricted fund is to enable the Trust to maintain maximum activity through fluctuation in income. As at the 5 April 2022 this figure was £157,156 (2021: £229,024)

#### Risk Management

The Trustees recognise that although the Trust generally operates in a low risk environment, it does face operational and financial risks. Every effort is made to put in place controls and procedures that are designed to mitigate the risks identified. Risk is reviewed annually in accordance with Charity Commission guidelines, against a Risk Matrix.

#### Acknowledgements

The Trustees wish to thank the Secretary Shreela Ghosh for her work. The Trustees wish to thank colleagues at British Council, India for their cooperation throughout the year and for the practical support that is offered to CWIT scholars.

#### Structure, governance and management

The Trust was set up by means of a Declaration of Trust dated 29 May 1981 as amended by a deed of Variation on 19 April 2002. It is registered with the Charity Commissioners with Charity Number 283338. It is exempt from taxation. The British Council, exercising their right under clause 9(d)(iv) of the Trust, retired their corporate trusteeship wef 12 May 2017. Catherine Stephens continued as an ordinary trustee.

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

Mr John Falconer

Professor William Gould

Dr Mallica Kumbera Landrus

Ms Caroline Douglas

(Resigned 7 May 2021)

Ms Catherine Stephens

Trustees are appointed through a process of recommendation and interview. In good time before a trustee is due to step down, suggestions for a replacement are made and possible candidates are approached. Those who express interest are invited to write to us, telling us what they believe they could offer the trust. Shortlisted candidates are then interviewed by one or more trustees and the Secretary, who make a recommendation to the other trustees. The main aim is to ensure that trustees have the right level of expertise in the fields covered by our grant giving, and that they demonstrate a commitment to the aims of the trust.

# THE CHARLES WALLACE INDIA TRUST

## TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

---

### Statement of Trustees' responsibilities

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

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Trust and of the incoming resources and application of resources of the Trust for that year.

In preparing these 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;
- 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 operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Trust and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

  
.....  
Mr John Falconer

  
.....  
Professor William Gould

Date: 28/1/23  
.....

# THE CHARLES WALLACE INDIA TRUST

## INDEPENDENT AUDITOR'S REPORT

### TO THE TRUSTEES OF THE CHARLES WALLACE INDIA TRUST

---

#### Opinion

We have audited the financial statements of The Charles Wallace India Trust (the 'Trust') for the year ended 5 April 2022 which comprise the statement of financial activities, the balance sheet and notes to the financial statements, including 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).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2022 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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Trust 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 Trust'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.

#### Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's 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 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 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.



# THE CHARLES WALLACE INDIA TRUST

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### TO THE TRUSTEES OF THE CHARLES WALLACE INDIA TRUST

---

#### **Responsibilities of Trustees**

As explained more fully in the statement of Trustees' responsibilities, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they 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 Trust'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 cease operations, or have no realistic alternative but to do so.

#### **Auditor's 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 auditor's 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 extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the Charity through discussions with trustees and other management, and from our commercial knowledge and experience of the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the Charity, including the Charities Act 2011, taxation legislation and data protection, anti-bribery and employment legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the Charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims.

# THE CHARLES WALLACE INDIA TRUST

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### TO THE TRUSTEES OF THE CHARLES WALLACE INDIA TRUST

---

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

#### Other matters

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended) 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.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

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 auditor's 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.



Harwood Hutton Limited

Chartered Accountants  
Statutory Auditor

20 FEBRUARY 2023

4 Devonshire Street  
London  
W1W 5DT

Harwood Hutton Limited is eligible for appointment as auditor of the Trust by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

# THE CHARLES WALLACE INDIA TRUST

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 5 APRIL 2022

|                                      |       | Unrestricted funds<br>2022<br>£ | Unrestricted funds<br>2021<br>£ |
|--------------------------------------|-------|---------------------------------|---------------------------------|
|                                      | Notes |                                 |                                 |
| <b><u>Income from:</u></b>           |       |                                 |                                 |
| Investments                          | 3     | 258,108                         | 179,159                         |
| <b>Total income</b>                  |       | 258,108                         | 179,159                         |
| <b><u>Expenditure on:</u></b>        |       |                                 |                                 |
| Cost of generating funds             | 4     | 24,486                          | 22,525                          |
| Charitable activities                | 5     | 214,718                         | 75,851                          |
| <b>Total resources expended</b>      |       | 239,204                         | 98,376                          |
| Net gains/(losses) on investments    | 9     | 249,383                         | 1,131,758                       |
| <b>Net movement in funds</b>         |       | 268,287                         | 1,212,541                       |
| Fund balances at 6 April 2021        |       | 6,902,944                       | 5,690,403                       |
| <b>Fund balances at 5 April 2022</b> |       | 7,171,231                       | 6,902,944                       |

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

All income and expenditure derives from continuing activities.

# THE CHARLES WALLACE INDIA TRUST

## BALANCE SHEET

AS AT 5 APRIL 2022

|   | Notes | 2022<br>£        | £                | 2021<br>£        | £                |
|---|-------|------------------|------------------|------------------|------------------|
| <b>Fixed assets</b>                                   |       |                  |                  |                  |                  |
| Tangible assets                                       | 10    |                  | 378              |                  | 506              |
| Investments   | 11    |                  | 6,947,697        |                  | 6,607,414        |
|   |       |                  | <u>6,948,075</u> |                  | <u>6,607,920</u> |
| <b>Current assets</b>                                 |       |                  |                  |                  |                  |
| Debtors   | 13    | 69,452           |                  | 2,541            |                  |
| Cash at bank and in hand                              |       | 174,616          |                  | 302,079          |                  |
|   |       | <u>244,068</u>   |                  | <u>304,620</u>   |                  |
| <b>Creditors: amounts falling due within one year</b> | 14    | (20,912)         |                  | (9,596)          |                  |
| <b>Net current assets</b>                             |       |                  | <u>223,156</u>   |                  | <u>295,024</u>   |
| <b>Total assets less current liabilities</b>          |       |                  | <u>7,171,231</u> |                  | <u>6,902,944</u> |
| <b>Income funds</b>                                   |       |                  |                  |                  |                  |
| <u>Unrestricted funds</u>                             |       |                  |                  |                  |                  |
| Designated funds                                      | 15    | 66,000           |                  | 66,000           |                  |
| General unrestricted funds                            |       | <u>7,105,231</u> |                  | <u>6,836,944</u> |                  |
|   |       |                  | <u>7,171,231</u> |                  | <u>6,902,944</u> |
|   |       |                  | <u>7,171,231</u> |                  | <u>6,902,944</u> |

The financial statements were approved by the Trustees on 28.1.2023...

*John Falconer*

Mr John Falconer  
Trustee

*W.R. Gould*

Professor William Gould  
Trustee

# THE CHARLES WALLACE INDIA TRUST

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 5 APRIL 2022**

---

### **1 Accounting policies**

#### **Charity information**

The Charles Wallace India Trust is a unincorporated association that is domiciled in England and Wales.

#### **1.1 Accounting convention**

The accounts have been prepared in accordance with the Trust's governing document, 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) (effective 1 January 2019)" (The Charities SORP). The Trust is a Public Benefit Entity as defined by FRS 102.

The Trust 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 Trust. 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 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 Trust 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**

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of their charitable objectives and which have not been designated for other purposes.

Designated funds comprise of unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements

#### **1.4 Income**

Dividends and interest from investments are credited to the statement of financial activities when they are receivable.

#### **1.5 Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity.

#### **Cost of generating funds**

The cost of generating funds consists of investment management fees. The Trust's investments are managed by Cazenove Capital Management.

# THE CHARLES WALLACE INDIA TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 5 APRIL 2022

---

#### 1 Accounting policies

(Continued)

##### Charitable activities

Grants payable are debited to the statement of financial activities when an undertaking to pay the grant during the financial year has been entered into.

##### Governance costs

These costs include those costs associated with meeting the constitutional and statutory requirements of the trust and include the auditor and accountancy fees and costs linked to strategic management of the trust.

##### Support costs

These costs are incurred to facilitate charitable activities.

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

#### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

|                                |                      |
|--------------------------------|----------------------|
| Fixtures, fittings & equipment | 25% reducing balance |
|--------------------------------|----------------------|

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

#### 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.

#### 1.9 Financial instruments

The company has elected to apply the provisions of Section 11 "Basic financial Instruments" to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances are measured at transaction price less any provision for impairment. Loans receivable are measured initially at fair value, net of transaction costs and are subsequently carried at amortised costs using the effective interest method, less any provision for impairment.

##### **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.

# THE CHARLES WALLACE INDIA TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

### 2 Critical accounting estimates and judgements

The trustees do not consider there to be any significant judgement or key estimation uncertainty requiring additional disclosure.

### 3 Investments

|                                | Unrestricted funds | Unrestricted funds |
|--------------------------------|--------------------|--------------------|
|                                | 2022               | 2021               |
|                                | £                  | £                  |
| Income from listed investments | 257,525            | 179,114            |
| Interest receivable            | 583                | 45                 |
|                                | <u>258,108</u>     | <u>179,159</u>     |

### 4 Cost of generating funds

|                       | Unrestricted funds | Unrestricted funds |
|-----------------------|--------------------|--------------------|
|                       | 2022               | 2021               |
|                       | £                  | £                  |
| Investment management | 24,486             | 22,525             |
|                       | <u>24,486</u>      | <u>22,525</u>      |

### 5 Charitable activities

|  | Educational grants | Personal development grants | Total          | Educational grants |
|--|--------------------|-----------------------------|----------------|--------------------|
|  | 2022               | 2022                        | 2022           | 2021               |
|  | £                  | £                           | £              | £                  |
| Grant funding of activities (see note 6) | 165,156            | 10,000                      | 175,156        | 30,966             |
| Share of support costs (see note 7)      | 34,702             | -                           | 34,702         | 40,385             |
| Share of governance costs (see note 7)   | 4,860              | -                           | 4,860          | 4,500              |
|  | <u>204,718</u>     | <u>10,000</u>               | <u>214,718</u> | <u>75,851</u>      |

# THE CHARLES WALLACE INDIA TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

### 6 Grants payable

|  | Educational grants | Personal development grants | Total 2022     | Educational grants |
|--|--------------------|-----------------------------|----------------|--------------------|
|  | 2022               | 2022                        |                | 2021               |
|  | £                  | £                           | £              | £                  |
| Grants to institutions (1 grants):       |                    |                             |                |                    |
| HUMSoc - Oxford University Hindu Society | -                  | 10,000                      | 10,000         | -                  |
| Grants to individuals                    | 165,156            | -                           | 165,156        | 30,966             |
|  | <u>165,156</u>     | <u>10,000</u>               | <u>175,156</u> | <u>30,966</u>      |

#### Personal development grants

Trustees wished to support the fundraising campaign led by CWIT alumni at the University of Oxford with a grant of £10,000. In awarding this grant the trustees are advancing the personal development education of the individuals involved in this fund raising. The individuals have developed personal skills as well as skills in fundraising, dealing with restriction regarding the moving of money and ultimately ensuring the funds were used for the correct purpose. The money was eventually utilised by Indian NGOs supporting COVID relief work in different areas of India in 2021.

### 7 Support costs

|  | Support costs | Governance costs | 2022          | Support costs | Governance costs | 2021          |
|--|---------------|------------------|---------------|---------------|------------------|---------------|
|  | £             | £                | £             | £             | £                | £             |
| Depreciation                           | 128           | -                | 128           | 499           | -                | 499           |
| Secretary's fees                       | 30,000        | -                | 30,000        | 30,000        | -                | 30,000        |
| Freelance administrator fees           | 2,850         | -                | 2,850         | 1,200         | -                | 1,200         |
| HR consultancy                         | -             | -                | -             | 1,200         | -                | 1,200         |
| Printing and stationery                | 45            | -                | 45            | 517           | -                | 517           |
| Website and IT costs                   | 150           | -                | 150           | 94            | -                | 94            |
| Meetings, travel and subsistence       | 147           | -                | 147           | 3,603         | -                | 3,603         |
| Sundry expenses                        | 60            | -                | 60            | 386           | -                | 386           |
| Bank charges                           | 409           | -                | 409           | 906           | -                | 906           |
| Telephone and broadband                | 913           | -                | 913           | 1,980         | -                | 1,980         |
| Audit fees                             | -             | 4,860            | 4,860         | -             | 4,500            | 4,500         |
|  | <u>34,702</u> | <u>4,860</u>     | <u>39,562</u> | <u>40,385</u> | <u>4,500</u>     | <u>44,885</u> |
| Analysed between Charitable activities | <u>34,702</u> | <u>4,860</u>     | <u>39,562</u> | <u>40,385</u> | <u>4,500</u>     | <u>44,885</u> |



# THE CHARLES WALLACE INDIA TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

### 8 Trustees

During the year, no trustees received remuneration. (2021: £Nil). One trustee was reimbursed £54 for travel expenses in performance of their duties (2021: One trustee was reimbursed £372 for travel expenses in performance of their duties).

### 9 Net gains/(losses) on investments

|                                    | Unrestricted<br>funds | Unrestricted<br>funds |
|------------------------------------|-----------------------|-----------------------|
|                                    | 2022<br>£             | 2021<br>£             |
| Revaluation of investments         | (198,102)             | 1,131,758             |
| Gain/(loss) on sale of investments | 447,485               | -                     |
|                                    | <u>249,383</u>        | <u>1,131,758</u>      |

### 10 Tangible fixed assets

|                                    | Fixtures, fittings & equipment<br>£ |
|------------------------------------|-------------------------------------|
| <b>Cost</b>                        |                                     |
| At 6 April 2021                    | 1,196                               |
| At 5 April 2022                    | <u>1,196</u>                        |
| <b>Depreciation and impairment</b> |                                     |
| At 6 April 2021                    | 690                                 |
| Depreciation charged in the year   | 128                                 |
| At 5 April 2022                    | <u>818</u>                          |
| <b>Carrying amount</b>             |                                     |
| At 5 April 2022                    | <u>378</u>                          |
| At 5 April 2021                    | <u>506</u>                          |

# THE CHARLES WALLACE INDIA TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

### 11 Fixed asset investments

|                          | Listed<br>investments<br>£ |
|--------------------------|----------------------------|
| <b>Cost or valuation</b> |                            |
| At 6 April 2021          | 6,607,414                  |
| Additions                | 6,797,179                  |
| Valuation changes        | (198,102)                  |
| Disposals                | (6,258,794)                |
|                          | <hr/>                      |
| At 5 April 2022          | 6,947,697                  |
|                          | <hr/>                      |
| <b>Carrying amount</b>   |                            |
| At 05 April 2022         | 6,947,697                  |
|                          | <hr/>                      |
| At 05 April 2021         | 6,607,414                  |
|                          | <hr/>                      |

|                                      | 2022<br>£ | 2021<br>£ |
|--------------------------------------|-----------|-----------|
| Investments at fair value comprise:  |           |           |
| Managed Portfolio at Market Value    | -         | 3,985,443 |
| Multi-Assets Funds                   | 6,947,697 | 1,062,565 |
| Bond Fund - Cazenove Investment Fund | -         | 489,012   |
| Hedge Funds & Portfolio Fund         | -         | 84,191    |
| Property                             | -         | 621,847   |
| Other                                | -         | 364,356   |
|                                      | <hr/>     | <hr/>     |
|                                      | 6,947,697 | 6,607,414 |
|                                      | <hr/>     | <hr/>     |

All investments are carried at their fair value. Investment in equities and fixed interest securities are all traded in quoted public markets, primarily the London Stock Exchange. Holdings in investment funds, unit trusts and open-ended investment companies are at the bid price. The basis of fair value for quoted investments is equivalent to the market value, using the bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

| 12 Financial instruments                                  | 2022<br>£ | 2021<br>£ |
|---|-----------|-----------|
| <b>Carrying amount of financial assets</b>                |           |           |
| Instruments measured at fair value through profit or loss | 6,947,697 | 6,607,414 |
|   | <hr/>     | <hr/>     |
| 13 Debtors  | 2022<br>£ | 2021<br>£ |
| <b>Amounts falling due within one year:</b>               |           |           |
| Other debtors   | 69,452    | 2,541     |
|   | <hr/>     | <hr/>     |

# THE CHARLES WALLACE INDIA TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

### 14 Creditors: amounts falling due within one year

|                              | 2022<br>£ | 2021<br>£ |
|------------------------------|-----------|-----------|
| Accruals and deferred income | 20,912    | 9,596     |

### 15 Designated funds

The funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees to represent the unspent scholarships and research grants available to the grantees due to travel restrictions caused by the pandemic. The amount is expected to be expended by the end of financial year 2022/23:

|                   | Balance at<br>6 April 2020<br>£ | Transfers<br>£ | Balance at<br>6 April 2021<br>£ | Transfers<br>£ | Balance at<br>5 April 2022<br>£ |
|-------------------|---------------------------------|----------------|---------------------------------|----------------|---------------------------------|
| From general fund | -                               | 66,000         | 66,000                          | -              | 66,000                          |
|                   | -                               | 66,000         | 66,000                          | -              | 66,000                          |