

LYNWOOD TRUST
ANNUAL REPORT AND ACCOUNTS
5TH APRIL 2023

Trustees Miss J S Barling
Mr T W Slater
Mrs F H Cummins
Mr S Smith

Charity Registration Number
289535

Harmer Slater Limited

Salatin House
19 Cedar Road
Sutton Surrey SM2 5DA

LYNWOOD TRUST
ANNUAL REPORT AND ACCOUNTS
5TH APRIL 2023

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LYNWOOD TRUST
TRUSTEES' ANNUAL REPORT

The Trustees have pleasure in presenting their report and the financial statements of the Trust for the year ended 5th April 2023 which have been prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102), the Charities Act 2011 and the Trust Deed.

Structure, Governance and Management

The Trust is governed by Trust Deed dated 8th May 1984 and is a registered charity. The Trust was established in the sum of £10 and a further sum of £70,980 in the form of investments was settled by

Miss Jean Barling on 26th March 1985. The Charitable Trust is known as the Lynwood Trust.

The names of the persons who were Trustees at any time during the year and up to the date of approval of this report were as follows:

Miss J S Barling
Mrs F H Cummins
Mr T W Slater
Mr Simon Smith

The statutory power of appointing new Trustees applies to the Trust. The Trustees meet annually to review and discuss business matters relating to the Trust.

Principal address

The principal address of the Trust is:

Lynwood
Nevill Ridge
Nevill Park
Tunbridge Wells
Kent TN4 8NN

Professional advisers

Bankers
Coutts & Co
440 Strand
London
WC2R 0QS

Financial Advisers
Brewin Dolphin Securities Ltd
12 Smithfield Street
London EC1A 9BD

LYNWOOD TRUST
TRUSTEES' ANNUAL REPORT
 (continued)

Objectives and Activities for the public benefit

The objects of the trust are the advancement of any one or more of the following:

- a) the administration of any property or estate used or intended for any religious or other charitable object, institution or work.
- b) the support by contribution, loan, gift, subscription or otherwise of any religious or other charitable institution or work which shall be established or maintained for any of the following purposes:
 - i) the advancement of the Christian Faith either in the United Kingdom or overseas.
 - ii) the encouragement of missionary activity designed for the spread of such Christian Faith.
 - iii) the furtherance of religious or secular education.
 - iv) the relief of the poor and needy.
 - v) the help and comfort of the sick and aged.
- c) generally the advancement of any religious, educational or other charitable object not consistent with the foregoing which may from time to time commend itself to the Trustees.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting the grant making policy for the year.

Achievements and performance of the Trust

The charity invites applications for grants in line with its objects through the directory of grant making trusts. Applications are reviewed against specific criteria agreed by the Trustees. The Trust also makes regular grants to institutions on an annual basis. The Trustees have continued to support causes in line with their objects throughout the year and intend to continue to do so.

Future plans

The Trustees will continue to consider applications which fully meet the criteria of the Trust.

Financial review and reserves

The Trustees may use both the capital and income of the Trust in promoting its objects. The Trustees have power to invest funds in any lawful manner but only after having obtained advice from a financial adviser and having regard to the suitability of investments and the need for diversification.

The Trustees have delegated the management of their investments to Brewin Dolphin Securities Ltd on a discretionary basis. The transactions are reported to the Trustees and the performance is reviewed regularly. The Trustees are entitled to cancel the delegation arrangement at any time. The benchmark for the performance of the portfolio is Risk level 6 – Moderate Investment Risk. The investment income has increased to £29,778 (2022: £21,852). The Trustees consider that the various investments held will continue to generate sufficient funds to enable the Trust to continue to meet its future financial plans and commitments.

Risk management

As the Trust has no employees, property, expenses or clients and does not provide advice or services it does not foresee any risks. However, the Trustees are aware of the possibility of fraudulent grant requests and in cases where the applicant is not known to the Trustees the application is very carefully vetted before any grant is made.

LYNWOOD TRUST
TRUSTEES' ANNUAL REPORT
(continued)

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (FRS 102) (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 charity and of the incoming resources and application of resources of the charity for that period. 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 judgments 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 business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011 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.

ON BEHALF OF THE TRUSTEES

J Barling
Trustee

5 February 2024

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF LYNWOOD TRUST

I report to the Trustees on my examination of the accounts of The Lynwood Trust (the Trust), charity number 289535, for the year ended 5 April 2023, which are set out on pages 5 to 13.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the Charities Act 2011 ("the Act").

The charity's trustees consider that an audit is not required for this year under section 144 of the Act and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the applicable Directions given by the Charity Commission (under section 145(5)(b) of the Act, and
- to state whether particular matters have come to my attention

Basis of independent examiner's statement

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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 accounts to be reached.

J V R Helps ACA
28 Southway
Carshalton Beeches
Surrey
SM5 4HW

5 February 2024

LYNWOOD TRUST
STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 5TH APRIL 2023

	Note	Unrestricted Fund £	Expendable Endowed Fund £	Total 2023 £	Total 2022 £
Incoming resources					
Investment income	2	29,637	-	29,637	21,852
Interest received		<u>141</u>	<u>-</u>	<u>141</u>	<u>-</u>
	-				
Total incoming resources		<u>29,778</u>	<u>-</u>	<u>29,778</u>	<u>21,852</u>
Resources expended					
<i>Cost of generating funds</i>					
Investment Management costs		-	9,914	9,914	8,660
Charitable Activities	5	11,931	-	11,931	10,530
Governance costs	6	<u>3,840</u>	<u>-</u>	<u>3,840</u>	<u>3,701</u>
Total expenditure		<u>15,771</u>	<u>9,914</u>	<u>25,685</u>	<u>22,891</u>
Net incoming/(outgoing) resources	(1,039)	14,007	(9,914)	4,093	
Other recognised gains:					
Realised (loss)/gain on investments		-	(5,627)	(5,627)	17,838
Unrealised (loss)/ gain on revaluation of investments		<u>3,008</u>	<u>(45,427)</u>	<u>(42,419)</u>	<u>14,172</u>
Net movement in funds		17,015	(60,968)	(43,953)	30,971
Reconciliation of funds					
Total funds brought forward at 5th April 2022		<u>43,003</u>	<u>798,960</u>	<u>841,963</u>	<u>810,992</u>
Total funds carried forward at 5th April 2023		<u>60,018</u>	<u>737,992</u>	<u>798,010</u>	<u>841,963</u>

All recognised gains and losses are reflected through the Statement of Financial Activities and no separate Statement of Total Recognized Gains or Losses is presented. There were no discontinued or acquired activities during the current year or preceding year.

LYNWOOD TRUST
STATEMENT OF FINANCIAL POSITION
AS AT 5TH APRIL 2023

		Unrestricted	Expendable Endowed	Total	Total
	Note	Fund	Fund	2023	2022
		£	£	£	£
FIXED ASSETS					
Investments at market value	2	<u>17,154</u>	<u>761,403</u>	<u>778,557</u>	<u>836,128</u>
CURRENT ASSETS					
Accrued income		3,182	-	3,182	-
Bank current account		22,729	-	22,729	11,633
Inter-fund balances		<u>20,973</u>	<u>(20,973)</u>	<u>-</u>	<u>-</u>
		<u>46,884</u>	<u>(20,973)</u>	<u>25,911</u>	<u>11,633</u>
Less: CURRENT LIABILITIES					
Professional fees	8	<u>4,020</u>	<u>2,438</u>	<u>6,458</u>	<u>5,798</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>42,864</u>	<u>(23,411)</u>	<u>19,453</u>	<u>5,835</u>
TOTAL ASSETS		<u>60,018</u>	<u>737,992</u>	<u>798,010</u>	<u>841,963</u>
Represented by:					
Unrestricted Fund	9	60,018	-	60,018	43,003
Expendable Endowed Fund	9	<u>-</u>	<u>737,992</u>	<u>737,992</u>	<u>798,960</u>
FUND BALANCE		<u>60,018</u>	<u>737,992</u>	<u>798,010</u>	<u>841,963</u>

The financial statements have been prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102).

The financial statements were approved by the Trustees on 5 February 2024.

J S BARLING

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) Trustees

F H CUMMINS

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LYNWOOD TRUST
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 5TH APRIL 2023

1) ACCOUNTING POLICIES

Basis of preparation and assessment of going concern

The financial statements have been prepared 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) (Charities SORP (FRS102)), the Charities Act 2011 and applicable regulations.

The trust constitutes a public benefit entity as defined by FRS 102.

The financial statements are drawn up on the going concern basis which assumes Lynwood Trust will continue in operational existence for the foreseeable future. The Trustees consider the current and forecast cash resources to be sufficient to cover the working capital requirements of the charity for at least 12 months.

The accounting policies adopted by the trustees are outlined below:

a) Income recognition

- (i) Donations are recognised on a received basis. Income tax recoverable on gift aid payments is recognised on a receivable basis.
- (ii) Interest and dividends are accounted for in the period in which they are payable. Income tax recoverable on investment income is accounted for at the same time as the income to which it relates.

b) Resources expended

Expenditure is included on an accruals basis and has been analysed between:

- (i) Cost of generating funds – all expenditure directly related to investments management. The cost is charged against investment capital, reflecting the total return approach to investment management. Any cost associated with the sale or purchase of investments is accounted for as part of the sale or purchase price of the investment.
- (ii) Charitable activities – all expenditure directly related to the objects of the Trust which is charged in the year.
- (iii) Governance costs – all expenditure for the running of the Trust itself as an organisation.

c) Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their closing mid-market value at the balance sheet date. Any gain or loss is taken to the statement of financial activities. Listed investments are dealt on a recognised stock exchange.

d) Fund accounting

The charity's fund is unrestricted, and the Trustees are free to use it in accordance with the charitable objects. The fund is represented only by fixed asset investments. Any realised or unrealised gains or losses arising on the investments form part of the fund.

e) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and current and deposit bank account balances and are subject to insignificant risk of change in value.

LYNWOOD TRUST
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 5TH APRIL 2023
(continued)

g) Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

2) SCHEDULE OF INVESTMENTS AND INCOME

Year ended 5th April 2023

	Cost	Market Value	Gross income
	£	£	£
Income Fund			
Ordinary stocks and shares	<u>5,522</u>	<u>17,154</u>	<u>590</u>
Endowed Fund			
Ordinary and preference stocks and shares	229,126	389,770	14,451
Unit Trusts	182,232	206,672	7,080
Loan stocks	61,717	54,562	2,854
Foreign Stocks	102,767	91,901	4,662
Brewin Dolphin Securities	<u>18,498</u>		<u>18,498</u>

	<u>594,340</u>	<u>761,403</u>	<u>29,047</u>
Total at 5th April 2023	<u>599,862</u>	<u>778,557</u>	<u>29,637</u>

Year ended 5th April 2022

	Cost	Market Value	Gross income
	£	£	£
Income Fund			
Ordinary stocks and shares	<u>5,522</u>	<u>14,146</u>	<u>584</u>
Endowed Fund			
Ordinary and preference stocks and shares	218,953	406,655	10,782
Unit Trusts	171,946	209,734	4,991
Loan stocks	62,745	80,447	1,659
Foreign Stocks	115,015	119,700	3,836
Brewin Dolphin Securities	<u>22,836</u>		<u>22,836</u>

	<u>591,495</u>	<u>839,372</u>	<u>21,268</u>
Total at 5th April 2022	<u>597,017</u>	<u>853,518</u>	<u>21,852</u>

LYNWOOD TRUST
NOTES TO THE ACCOUNTS
FOR THE YEAR TO 5TH APRIL 2023
(continued)

3) CHANGES IN INVESTMENTS				
Endowed Fund – Acquisitions				
Holding		Date	Cost	
			£	
Axa Investment Man Global				
15,000				
Strategic Bond ZI		16.05.2022	13,522	
Mercantile Investment TST PLC (THE)				
7,500 Ord GBP 0.025		18.01.2023	15,696	
Polar Capital Glob Ord				
11,500				
Ord GBP 0.025		06.05.2022	17,720	
Shaftesbury				
7,250				
Ord GBP 0.25		06.03.2023	<u>13,846</u>	
Total Acquisitions				<u>60,784</u>
Endowed Fund - Disposals				
Holding	Cost	Market value	Proceeds	Realised gain
	£	6.4.22 or later cost	£	£
Jupiter Fund				
12,883				
Old Mutual UK Mid	14,403	18,752	14,223	(4,529)
Astrazeneca				
50 ORD USD 0.25	237	5,167	5,466	299
Aviva plc (formerly CGNU)				
660 ORD GBP 0.25	4,349	2,904	2,796	(108)
T Bailey Fund Servs Ltd				
7,595				
Aptus Global Financials	16,874	18,206	17,312	(894)
Polar Cap Gbl Healthcare				
3,000				
ord 25p shares	2,961	8,940	9,018	78
2,241				
Shaftesbury Ord GBP 0.25	13,846	13,603	13,846	243
1,000				
HG Capital Trust ORD £0.25	<u>1,027</u>	<u>4,320</u>	<u>3,604</u>	(<u>716</u>)

Total disposals	<u>53,697</u>	<u>71,893</u>	<u>66,266</u>	<u>(5,627)</u>
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Endowed Fund – Capital Reorganisations

During the year, GSK plc demerged its Consumer Healthcare Business. A new share for each share in GSK plc was issued in Haleon plc, while GSK plc consolidated its share capital with 4 new GSK shares, with a nominal value of 0.3125, issued for every 5 existing GSK shares with a nominal value of 0.25.

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LYNWOOD TRUST **NOTES TO THE ACCOUNTS** **FOR THE YEAR TO 5TH APRIL 2023** (continued)

4) RELATED PARTY TRANSACTIONS AND TRUSTEES' REMUNERATION

No remuneration or expenses were paid to the Trustees during the year (2022: £nil).

5) ANALYSIS OF CHARITABLE EXPENDITURE

Grants payable

The amount payable in the year comprises:

	2023 £	2022 £
Grants to Institutions and religious organisations:		
CARE	1,000	1,000
Church of Christ	5,100	6,200
Fegans	-	1,200
Restore Counselling	1,971	160
Revelation Foundation	1,000	-
Spurgeons	1,200	-
Tunbridge Wells Youth for Christ	1,200	-
4 grants below £1,000 to other Institutions (2022: 9)	<u>460</u>	<u>1,970</u>
	<u>11,931</u>	<u>10,530</u>

6) GOVERNANCE COSTS

	Unrestrict ed Fund	Expendable Endowed Fund	Total 2023
	£	£	£
Accountancy fees	3,180	-	3,180
Independent examiner's fees	<u>660</u>	<u>-</u>	<u>660</u>
	<u>3,840</u>	<u>-</u>	<u>3,840</u>
	Unrestrict ed Fund	Expendable Endowed Fund	Total 2022
	£	£	£

Bank charges	701	-	701
Accountancy fees	<u>3,000</u>	<u>-</u>	<u>3,000</u>
	<u>3,701</u>	<u>-</u>	<u>3,701</u>

LYNWOOD TRUST
NOTES TO THE ACCOUNTS
FOR THE YEAR TO 5TH APRIL 2023
(continued)

7) RECONCILIATION OF OPENING AND CLOSING VALUES

	2023	2022
	£	£
Market value at 6th April 2022	836,128	
812,290		
Acquisitions at cost	60,783	
59,710		
Disposals	(66,266)	
(59,202)		
(Loss)/profit in the year	(48,051)	
32,010		
Capital cash movement	(4,037)	
(8,680)		
Market value at 5th April 2023	<u>778,557</u>	
<u>836,128</u>		
Investments at market value comprised:		
Ordinary stocks and shares	406,924	
420,801		
Loan stocks and shares	54,562	
80,447		
Unit Trusts	206,672	
209,734		
Foreign Stocks	91,901	
102,611		
Capital cash	<u>18,498</u>	
<u>22,536</u>	<u>778,557</u>	
<u>836,129</u>		
Historical cost as at 5th April	<u>599,862</u>	
<u>597,017</u>		

8) CREDITORS: Amounts falling due within one year

	2023	2022
	£	£
Accountancy fees	3,750	3,750
Independent Examiner's fee	660	-
Broker's management fee	<u>2,048</u>	<u>2,048</u>
	<u>6,458</u>	<u>5,798</u>

9) ANALYSIS OF MOVEMENTS IN FUNDS

Analysis of movements in funds – current year

	At 6th April 2022	Incoming resources	Resources expended	Other gains / (losses)	At 5th April 2023
	£	£	£	£	£
Unrestricted funds	<u>43,003</u>	<u>29,778</u>	<u>(15,771)</u>	<u>3,008</u>	<u>60,018</u>

Expendable Endowed Funds	<u>798,960</u>	<u>-</u>	(<u>9,914</u>)	(<u>51,054</u>)	<u>737,992</u>
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LYNWOOD TRUST
NOTES TO THE ACCOUNTS
FOR THE YEAR TO 5TH APRIL 2023
(continued)

9) ANALYSIS OF MOVEMENTS IN FUNDS (continued)

Analysis of movements in funds – prior year

	At 6 th April 2021 £	Incoming resources £	Resources expended £	Other gains / (losses) £	At 5 th April 2022 £
Unrestricted funds	<u>37,324</u>	<u>21,852</u>	(<u>14,231</u>)	(<u>1,942</u>)	<u>43,003</u>
Expendable Endowed Funds	<u>773,668</u>	<u>-</u>	(<u>8,660</u>)	<u>33,952</u>	<u>798,960</u>

10) ANALYSIS OF FUNDS ASSETS AND LIABILITIES

The balances carried forward on the various funds held are as follows:

Analysis of funds assets and liabilities – current year

	Unrestricted funds £	Endowed funds £	Total 2023 £
Fixed assets	17,154	761,403	778,557
Current assets	46,884	(20,973)	25,911
Current liabilities	(<u>4,020</u>)	(<u>2,438</u>)	(<u>6,458</u>)
	<u>60,018</u>	<u>737,992</u>	<u>798,010</u>

Analysis of funds assets and liabilities – prior year

	Unrestricted funds £	Endowed funds £	Total 2022 £
Fixed assets	14,146	821,982	836,128
Current assets	31,438	(19,804)	11,633
Current liabilities	(<u>3,360</u>)	(<u>2,438</u>)	(<u>5,798</u>)
	<u>42,224</u>	<u>799,740</u>	<u>841,963</u>

LYNWOOD TRUST
NOTES TO THE ACCOUNTS
FOR THE YEAR TO 5TH APRIL 2023
(continued)

11) TRANSACTIONS WITH TRUSTEES AND RELATED PARTIES

Harmer Slater Limited provided accountancy services totalling £3,570 (2022: £3,390) inclusive of VAT during the year. Two of the trustees, Tim Slater and Frances Cummins, are directors in Harmer Slater Limited.

12) FUNDS

The unrestricted fund comprises those funds which the Trustees are free to use in accordance with the Charitable Objects.

The Expendable Endowed Fund forming the Lynwood Trust was established on 8th May 1984 in the sum of £10 for the advancement of religious and other charitable purposes.

A further sum of £70,980 was settled on 26th March 1985.

The fund is represented mainly by fixed asset investments.

Income arising on the endowed fund can be used in accordance with the objects of the charity and is included in unrestricted income. Any realised or unrealised gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

The Trustees are free to use the fund in accordance with the charitable objects.