
THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2021

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

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THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 5 APRIL 2021

Trustees Crispin Michael Rope (deceased 22 February 2021)
Mrs Catherine Susanne Judith Scott
Mrs Ellen Mary Jolly
Jeremy Philip Winteringham Heal

**Charity registered
number** 290533

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Chartered Accountants
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THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

TRUSTEES' REPORT FOR THE YEAR ENDED 5 APRIL 2021

The Trustees present their report together with the audited financial statements of The Mrs L D Rope Third Charitable Settlement (the charity and the group) for the year ended 5 April 2021. The Trustees confirm that the Annual Report and financial statements of the charity and the group comply with the current statutory requirements, the requirements of the charity and the group's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (second edition of the Charities SORP (FRS102) October 2019).

The Trustees are committed to remaining completely abreast regarding developments in charity law and regulations. The Trustees have complied with their duty under Clause 17(5) of the Charities Act 2011 to have due regard to guidance published by the Charity Commission.

OBJECTIVES AND ACTIVITIES

The Mrs L D Rope Third Charitable Settlement is regulated by a Trust Deed dated 22 October 1984 as amended by supplemental deed dated 23 July 2004. Lucy Rope, the Founder, was driven during her time to work to help those in great need.

It is with great sadness that the Trustees report the death of Crispin Rope, son of the Charity's Founder in February 2021. As Lead Trustee, Crispin's significant commitment to the work of the Charity has secured its long-term future ensuring help and support for those in need. The Trustees are committed to continuing this work and have reviewed the Founders Wishes in a Resolution drawn up on 3 June 2021. The Charity's purposes, in accordance with the Trust Deed, the Founder's Wishes, and a Resolution of the Trustees on 3 June 2021, are described below:

Relief of Poverty

The relief of poverty is focused on supporting individuals in the "Primary Area" of Ipswich and South East Suffolk, restricted to those who are referred by field professionals such as housing or probation officers on whose informed advice the Trustees can rely. Grants are also made to institutions, generally limited to those that are small and operating in the Primary Area. The Trustees may support certain other causes and individuals in poverty where the Trustees or the Founder's family have specific knowledge and experience. It is the Trustees' intention to provide support in the UK and throughout the world for those who are little catered for by other charities or by grants from governments or other authorities and are in particularly deprived areas. The Trustees may also donate to charitable institutions involved in disaster relief.

Advancement of Education

The Trustees will support educational projects, particularly in areas of greater poverty, with emphasis on the Primary Area. Funding of fees for private education will not be supported.

General Charitable Purposes

Public and other charitable purposes in the general region of South East Suffolk and in particular the parish of Kesgrave and the areas surrounding it, including Ipswich.

Founder's Wishes regarding the activities of the Charity

The Founder also set up three other charities, each of which has different objectives and all of which have quite different policies to this Charity. The Founder wished this Charity to have regard to the needs of these other three charities. The Charity's staff provide help and assistance to Mrs L D Rope's Second Charitable Settlement and the programmes they are running.

A specific wish of the Founder was to safeguard the future of Kesgrave Catholic Church which is held by the Charity. The Trustees have an obligation to provide the church to the RC Bishop of East Anglia for services and to maintain the fabric of the church.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

GRANT MAKING POLICIES

Grants to individuals

The Trustees give priority to people struggling to live on little income within the Primary Area. Of the individuals assisted, all are referred by field professionals such as housing or probation officers, working in the Charity's preferred geographical area on whose informed advice the Trustees can place reliance.

Grants to institutions

The Charity receives many applications from institutions which are local to the Charity's Primary Area and from those which are further afield. However, grants are rarely made to charities outside the Primary Area and are usually one-off and small in scale. Precedence is given to institutions which are:

- In the Primary Area and are providing essential services to individuals locally and who have the greatest need of help.
- Helping people who struggle to live on very little income, including the homeless.
- Helping people who live in deprived inner-city and rural areas of the UK, particularly young people who lack the opportunities that may be available elsewhere.
- Helping to support family life.
- Helping disabled people.
- Helping certain types of Roman Catholic charities and ecumenical projects which are in accordance with the Founder's Wishes.

Unfortunately, the Charity is unable to consider applications from the following:

- Any new overseas projects. Overseas grants are now channelled through carefully selected UK charities which the Charity has supported for many years.
- Large national charities.
- Buildings – i.e. capital grants for construction, purchase, maintenance or renovation in response to unsolicited applications.
- Medical research/healthcare, other than hospices in the Charity's Primary Area which are already supported.
- Schools – other than schools within the Charity's Primary Area. The Charity will not fund fees for private education.
- Environmental charities and animal welfare.
- Performing, literary or visual arts.
- "Matched" funding on a large scale.
- Private individuals – other than those who live in the Charity's Primary Area and if they are referred by field professionals as described above.

Main activities to further the Charity's purposes for public benefit

The Charity continues to meet the challenge of doing as much as it can to help relieve poverty at a time when demand from those in need of help continues to increase. The Trustees are pleased to be able to report that total grant-making for the year amounted to £1,205,153 (2020: £1,200,571).

Grants to individuals

Supporting individuals in need in the Charity's Primary Area of Ipswich and East Suffolk continues to be regarded by the Trustees as being its first priority. However, the number of grants made to individuals during the year, at 2,212 and amounting to £598,490 (2020: £742,669), was noticeably lower than in recent years. The reduction in expenditure on individual grants during the year resulted chiefly from a combination of the first Covid-19 lockdown in March 2020 and the revival of Suffolk County Council's Local Welfare Assistance Scheme (LWA Scheme). During the first national lockdown, starting in March 2020, many of the "front-line" agencies which

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

usually refer service users to the Charity for grants were not able to operate at full capacity, if at all, and thus the number of applications received were far fewer. However, as the year progressed, referring support workers found new ways to help and, with the easing of restrictions, applications for help for individuals began to pick up. In summer 2020 Suffolk County Council revived their LWA Scheme, where they had secured funding which enabled them to offer help to people in need living in Suffolk specifically because of Covid-19 with grants for furniture and white goods. This meant that individuals who would typically have been referred to the Charity were having their needs met by this scheme.

Despite the help provided by the LWA Scheme, over 60% of the Charity's grants to individuals were for furniture, white goods and carpets. These grants were made to individuals and families either because they were not eligible for an LWA grant as the need was not Covid-19 related or they may have needed items over and above those awarded to them by the LWA Scheme.

The Charity continued to help individuals and families with grants for rent deposits and to help clear rent arrears. However, the amount spent here decreased significantly from £94,199 last year to £42,910. This was in line with the general reduction in individual grants made but also reflects the government's policy on banning evictions during the Covid-19 crisis.

The remainder of the grants to individuals were made to people with a wide range of needs, such as clothing, footwear, food, school uniforms, forms of ID, bus passes, etc. The amount per grant for these items also varied from, for example, as little as £10 for a replacement birth certificate to £400 to help towards the cost of food and utilities for a few weeks.

Grants to institutions

Supporting institutions remains the Trustees' second priority for giving. However, during the year grants to institutions amounted to £606,663 (2020: £457,902) which exceeded grants made to individuals (the Trustees' first priority). The increase in grant making to institutions during the year provided a good alternative to providing help for individuals and families in the Charity's Primary Area when individual grant making was difficult to achieve during the Covid pandemic for the reasons mentioned above. This was because many of the institutions supported were able to help individuals and families with food parcels, laptops and other devices, online support and counselling groups, etc. It is estimated that the Charity was able to help at least 2,750 individuals or families during the year in this way. Grants made to institutions specifically in response to requests relating to Covid-19 amounted to £112,518.

The Charity aims chiefly to direct its grant making towards institutions which provide essential services to individuals in the Primary Area and who have the greatest need of help. During the year many institutions have had to find different ways of engaging with their clients who they were typically used to meeting face to face. Added to this was the problem of not being able to maintain traditional fundraising activities which resulted, in some cases, in a serious loss of income. This year grants to institutions in the Primary Area of Ipswich and East Suffolk amounted to just over 70% of total spending on grants to institutions.

A smaller proportion of grants were also made to institutions lying outside the Charity's Primary Area. As in previous years, in these cases the institutions involved were often closely related to the lives and work of past and present family members and, as well as relieving poverty, encompassed the Charity's other guidelines for giving.

Developing countries continued to have a place in the Charity's grant making but for the last few years have been at a much reduced level as the priority has been to focus on supporting individuals and institutions in need in the Primary Area. The Trustees are also mindful of the practical difficulties of supporting and monitoring charitable institutions located and operating in developing countries. The policy therefore for international grant making is to maintain funding for UK-based institutions who have overseas operations and with which the Charity has a relationship, and which need continuing help. Grants for work overseas through such organisations amounted to £37,700 for the year (2020: £25,151).

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TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

Major institutional grants in the year are referred to below.

Institution	Description	Amount
Ormiston Families, Ipswich	Two year commitment towards the running costs of the YouCanBe Project which aims to educate and support young women at risk.	£30,000
Felixstowe & District Citizens Advice	Grant towards Money Advice and Financial Capability provision.	£26,000
Disability Advice North East Suffolk, Lowestoft	Two year commitment towards supports costs for benefits appeals work.	£25,000
Level Two Youth Project, Felixstowe	Two year commitment towards core costs of running the youth club and associated projects.	£24,000
Disability Advice Service East Suffolk, Martlesham Heath, Ipswich	Two year commitment towards premises costs (i.e. rent, service charge and utilities).	£24,000
Leiston Citizens Advice	Grant towards salary of Deputy Manager and Financial Capability provision.	£21,000
Ipswich Academy	Two grants: one for provision of hard playground to provide much-needed extra outdoor space; the other towards rewards system to promote positive atmosphere and pupil motivation.	£17,644
St Elizabeth Hospice, Ipswich	Two grants: one towards core costs due to lack of usual income during Covid-19; the other towards bereavement counselling service.	£16,000
Museum of East Anglian Life, Stowmarket	Three year commitment towards costs of delivering volunteer programmes.	£15,000
Worth Abbey, Sussex	Grant towards funding shortfall for the Brighton Mission run by Worth Abbey.	£15,000
The Mix, Stowmarket	Grant towards coaching /mentoring provision for young people.	£15,000
Bury St Edmunds Volunteer Centre	Grant towards developing Suffolk Carers Matter/Later Life Community Connect projects.	£15,000
Raedwald Trust, Ipswich Pupil Referral Units	Six grants for food vouchers/parcels for vulnerable families; hardship fund; school leavers' sweatshirts; and Christmas presents for disadvantaged pupils.	£11,360
Lighthouse Women's Aid, Ipswich	Grant towards cost of employing a Crisis Intervention Worker at women's refuge.	£11,000
Westbourne High School, Ipswich	Three grants for food parcels for vulnerable families and 15 devices to enable online virtual lessons during Covid-19 school closures.	£10,400

In addition to the above major grants, noting the change in grant-making detailed above, the Charity also made 17 grants of a value between £5-10,000 totalling £101,000 and 124 grants of less than £5,000 totalling £193,000.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

ANAYLSIS OF GIVING

The tables below show an analysis of giving falling within this year's financial statements analysed by type of need and by location, separately for giving to individuals and giving to institutions.

Analysis by type of need

	Giving to Individuals £	Giving to Institutions £
Relief of poverty	598,490	216,578
Advancement of education	-	62,808
Other charitable	-	327,277
	598,490	606,663

Analysis by location

	Giving to Individuals £	Giving to Institutions £
Ipswich/South-East Suffolk	598,490	429,963
Other UK	-	139,000
Overseas	-	37,700
	598,490	606,663

ACHIEVEMENTS AND PERFORMANCE

Financial review

Charity performance for the year

Total income for the year amounted to £1,800,962 (2020: £1,714,767), including a gift aid receipt of £480,246. Excluding this receipt, income showed a decrease of 23% on the prior year. Of this, dividend income comprised £1,081,997 (2020: £1,435,212) which reflects the completion of the portfolio restructuring that took place in the prior year and also some changes in the current year, alongside a general decrease in dividends being paid by companies.

The Trustees anticipate that dividend income will continue at a reduced level during the forthcoming financial year following the Covid pandemic as highlighted by many market commentators.

Income from letting investment property held by the Charity amounted to £207,399 (2020: £215,344). The reduction was due to a commercial rent concession agreed by the Trustees as a result of the Covid Pandemic.

Interest income fell by 51.5% to £24,480 (2020: £50,467) following base rate reductions in March 2020. Whilst the Trustees invested in a number of fixed interest accounts at favourable rates prior to these changes there has been a marked impact over the course of the year. The Trustees have introduced the facilities of a cash management platform to further spread cash balances and achieve additional returns. Following a review of cash reserves alongside reducing investment income, the Trustees agreed to invest further monies into the investment portfolio. As a result, cash balances decreased by £3,443,377 ending the year at £8,640,153 (2020: £12,083,530).

Investment management costs showed a slight increase over the year following further investment into the investment portfolio at £197,668 (2020: £180,499).

Expenditure on charitable activities amounted to £1,504,784 (2020 £1,478,861) of which grant-making amounted to £1,205,153 (2020: £1,200,571). In addition, the share of total support costs charged to charitable activities amounted to £271,227 (2020 £235,475). This is the share of staff and office costs incurred in respect of grant-making. There is considerable complexity in administering the many small, individual grants made by the charity and this level of "administration cost" continues to represent an efficient cost ration of 20.64% (2020 16.75%).

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TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

The Charity's staff are the most significant part of the total costs of operating the charity. They are pooled together with other costs of running the office (administration services, IT support, insurance and legal and professional fees) before being allocated between investment management, charitable activities and governance. Total remuneration costs for the year amounted to £199,289 (2020 £162,539).

The Charity reported a net surplus for the year of £98,512 (2020: £55,407) before recognising gains net of losses on the revaluation of investments.

The gain on revaluation of investments amounted to £14,519,360 (2020: loss £9,000,045) which comprised realised gains on the disposal of investments of £254,986 (2020: £578,150) and unrealised gains on the revaluation of the investment portfolio of £14,264,374 (2020: loss £9,578,195).

Subsidiary trading company

The consolidated financial statements incorporate the Charity and its subsidiary company, The Kesgrave Covenant Ltd (KCL). KCL is engaged in managing and developing land and buildings - a commercial activity not generally directly related to the activities of the Charity, albeit a part of the profit derives from work done for the Charity in relation to its own investment properties and interests in land.

The Charity was given the shares in its trading subsidiary and has not had to contribute any funds to that company. The contribution of the trading subsidiary to the income of the Charity has been substantial in the past and a gift aid payment of £480,246 (2020: £Nil) was made to the Charity in the current year. It is important to emphasise that the Charity and KCL operate completely independently of each other and that the Charity in no way underwrites the obligations of its subsidiary.

KCL has progressed opportunities for the long term development of land and buildings. The sale of the North Ipswich housing development in which KCL already has an interest completed during the course of the current financial year resulting in the write back of the remaining provision for legal and professional fees of £116,545. KCL is due to receive an agency fee for its services in relation to this project in the new financial year. The level of this fee is in negotiation. In addition, work continues to progress on a possible opportunity to develop further land in north east Ipswich. Work on the project has yet to generate income but developmental costs are being incurred as they arise and being written off. KCL reported a loss of £344,463 (2020: loss of £13,337) for the year.

KCL remains financially strong having followed a stated policy, supported by the Trustees, of retaining sufficient profit in the business to maintain equity capital at around the current level of £1,036,429 (2020: £1,223,078).

Following the death of Crispin Rope, as director, the Trustees and the remaining director are considering the future ownership structure of KCL.

Risk management

The Trustees have assessed the major risks to which the Charity and the group is exposed, in particular those related to the operations and finances of the Charity and the group, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

The Trustees actively participate in the assessment of risk which is considered, in terms of identifying any significant changes in risk, at all Trustee Boards. The risk management process addresses risk at three levels:-

- identifying and classifying all sources and types of risk;
- triggering the necessary action to manage the risks, focusing on "major" risks;
- confirming that the remaining risk is consistent with the trustees' view of acceptable risk.

The Trustees document the risk assessment and action taken to mitigate risk in the Risk Register which provides a profile of all the identified risks. Major risks that have been identified by the review process are as

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

follows:

- The Charity generates income for grant-making from investing its cash balances. The Trustees consider the loss of investment income to be a major financial risk. This risk is increased because of the impact of the Covid-19 pandemic on the stock market. The risk is mitigated by retaining expert investment managers, having a diversified investment portfolio and regularly reviewing that portfolio.
- The investment strategy is strictly monitored to control asset allocation between property, equity, bond and cash asset classes, but although diversification can mitigate risk and provide a buffer for some risks, the Charity's investments are nonetheless inevitably exposed to the vagaries of world financial markets.
- The Charity takes great care in investing cash deposits, spreading deposits between banks and building societies and limiting investment to those with strong credit ratings, but nonetheless banking instability causing a bank with whom the Charity has deposits to fail could leave the Charity exposed if government fails to stand behind a failed bank and make good the loss.

The Charity relies upon its staff and the relationships they have developed with agencies and support workers to ensure Charity's support reaches those in need as swiftly as possible. The health and well-being of staff is of high importance to the Trustees who have particularly assessed the impact of the risk of a member of staff developing Covid-19 on its operational activities and implemented a mitigation policy. If the Charity Trustees do not regularly review and monitor compliance with the Covid-19 risk assessment in line with government guidelines, the Charity may not be able to meet its charitable objectives for a period of time should a member of staff contract Covid-19 requiring all of the Charity's staff to self-isolate.

The Charity's risk programme has resulted in a comprehensive insurance programme being put in place to cover public, employee and officer's liability and material damage risks but there is nonetheless a remote possibility that a claim, particularly where public liability is concerned, may not be fully insured, but it would be an "exceptional" claim.

- Failure to comply with legislation, in particular new legislation such as GDPR, or existing policies such as Health and Safety at Work, with the consequence that a failure to comply leaves the Charity or Trustees liable.

The Trustees have satisfied themselves that any actions necessary to manage the risks that have been identified have been taken and that any residual risk is acceptable. The Charity's risk profile is consistent with the level of risk that the Trustees are willing to accept.

FINANCIAL REVIEW

Reserves policy

Reserves policy as regards normal income

The reserves policy seeks to maintain distributable reserves between a "minimum" level below which free reserves must not fall and a "maximum" up to which reserves may be held.

The minimum figure for reserves has been agreed by the Trustees at 6 months' income averaged over a three-year period. And the maximum is calculated as twice the average of income over the last three years plus gift aid. Although the basic policy is based on no gift aid payments being received from KCL.

This ensures that the Charity will, in all normal circumstances, have a reserve sufficient to allow grants in a particular year to rise to 150% of the normal amount.

The minimum reserves requirement figure set by the policy is £816,450 (2020: £774,000) and the maximum is £3,345,841 (2020: £3,111,412).

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

Reserves policy - Gift Aid receipts

Gift aid receipts can be quite large but will only occur at intervals. The policy is to treat gift aid receipts for reserve purposes as accruing evenly over the 6 years following the year in which they are received. This policy ensures that a sudden large gift aid receipt can be spent wisely in accordance with the Charity's policies and not have to be paid out at short notice for purposes which are not part of the Trustees' policies for priority.

Going Concern

The Trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern. The Covid-19 pandemic has had little impact on the grant-making ability of the Charity to date although it is anticipated that the requests for grants will increase as the restrictions from the pandemic are lifted. As a grant making charity with strong reserves and few on-going commitments, whilst this may lead to a draw on reserves it will not affect the Charity's ability to continue as a going concern. There are no material uncertainties affecting the current year's accounts.

Charity's Funds

The Charity's total reserves as at 5 April 2021 amount to £73,626,842 (2020: £59,005,190) and comprise:

Fund	2021	2020
	£	£
Unrestricted General Funds	4,796,474	5,293,189
Expendable Endowment	67,543,936	52,081,106
Trading subsidiary	1,286,432	1,630,895
	73,626,842	59,005,190

The free reserves of the Charity amount to £1,456,466 (2020: £1,737,856) and are calculated as follows

Fund	2021	2020
	£	£
Unrestricted General Funds	4,796,474	5,293,189
Less Designated Funds	(3,340,008)	(3,555,333)
	1,456,466	1,737,856

and which is within the Charity's reserves policy range set out above.

The Charity's Unrestricted General Fund includes an Unrestricted Designated Fund set aside by the Trustees representing properties held for charitable use and which stands at £3,215,008 (2020: £3,430,333). The properties held for charitable use comprise Kesgrave Catholic Church, flats available for charitable use and the Charity's offices at St William Court, Kesgrave. The Charity also held a further property for charitable use at the year end at Foundation Street, Ipswich. This property was sold post the year end.

The Church Maintenance Fund of £125,000 (2020: £125,000) is also held as an Unrestricted Designated Fund. The Trustees expect that the Church Maintenance Fund will be spent within 10 - 15 years. The Trustees therefore review the balances held in this designated fund against this benchmark unless it has been agreed that a different period is more appropriate based on the reason for the designation. Where the fund has not been spent within the benchmark period, the Trustees will determine whether the fund is likely to be committed in the near future and the extent to which there is a continuing need for the designated fund. Where it is decided that the designation is no longer necessary or the designated fund has been inactive for more than 15 years, the fund is closed and transferred to reserves.

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TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

Plans for the future

Both the near term and long term future will bring considerable challenges for the Charity. The Charity is fortunate to be in a strong financial position but even so care will be needed to be sure that grant making remains consistent with the need to maintain the strength of the endowment. In a world where there are ever increasing demands for help from the poor, especially arising from the economic and social impact of the Covid-19 pandemic, it will be necessary to focus what resources the Charity has towards those in most need and where the greatest difference can be made.

The programmes to help the poor in the Charity's own local area of East Suffolk are already the Charity's largest commitment and they are expected to expand further over the coming years. The pattern already seen so clearly of more families on low incomes finding themselves unable to cope as the state restricts benefits has been pronounced following the government's decision to hold the freeze on welfare benefits and to continue with the roll out of Universal Credit in spite of compelling evidence that many recipients are being dragged further into poverty. With these pressures, inflation set to rise and the, as yet fully unquantified impact of the Covid-19 pandemic, the Charity anticipates more families will need to seek its help. Arising from the operational impact of the Covid-19 pandemic the Charity's staff are developing enhanced online systems of direct funding with local agencies and support workers to ensure individuals continue to get the support they need whilst protecting the Charity's staff and maintaining the relative anonymity of the Charity. The estimated implementation cost of £18,000 will be offset predominantly by savings in stationery and other office renewables albeit the main driver is enhancing the speed and reach of direct funding and enabling the Charity's activities to be undertaken at remote locations should staff need to be able to work from home.

Charitable institutions working in the Charity's local area will also be looking towards continued support as many are facing increasing financial pressures. The institutions supported by the Charity are those providing essential help to the poor in the local area. The Trustees are committed to increasing the help provided by working with new institutions as well as those already supported.

In respect of grant making to developing countries, the Charity is not seeking new opportunities but has continued to support UK institutions with which the Charity has had long relationships. Other than these relationships, in recent years the Trustees have chosen to channel a much-reduced level of support through specialist agencies based in the UK who then fund overseas projects and aid. The Charity's support for charities with overseas operations continues to run at a historically low level and this is likely to remain so in future.

INVESTMENT POLICY AND OBJECTIVES

Investment objectives

The Trustees take into account the Founder's Wishes to bear in mind the possibility of "disaster" risks but still take very much into account the advantages of a very long term investment horizon. The Charity does not use leverage of any type, including both straight borrowing (which includes short selling) and borrowing by implication (which includes all types of derivatives).

Investment policy

Investments are held in accordance with the powers available to the Trustees, who have very wide investment powers, contained in the governing document.

The Trustees' approach to developing an investment strategy has been to deploy the wide powers of investments under the Trust Deed to develop an investment strategy that is "balanced" between the three principal asset classes of equities, physical property and cash but with a bias towards investing in real assets over the long term in order to deliver a strong return on the endowment. The strategy is encompassed within a Statement of Investment Principles which is reviewed on a regular basis. Over the last thirty years this objective of a strong return from "balanced investments" has been achieved.

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TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

As regards ethical considerations, direct investment is not permitted in companies engaged principally in gambling or the manufacture and/ or sale of tobacco products or armaments.

During the financial year the Trustees finalised the development of a revised Statement of Investment Principles which identifies and maintains the investment philosophy of the Founder and within this, has created a framework that produces an appropriate asset allocation policy, manages the rebalancing of assets, and selects suitable investment managers.

At the financial year end, the investment strategy comprised the following main principles:

- a. Overall strategy. To preserve the real, inflation adjusted, capital value of the portfolio, whilst maintaining sufficient income for charitable distributions.
- b. Maintenance of Income. In normal times, it is expected that the overall cash yield of the portfolio should be above 2% per year after all costs. Whilst it is acknowledged that portfolio yields may sink below this level at times of low global interest rates and correspondingly high asset valuations, maintenance of income will always remain a key part of the investment process.
- c. Truly Long Term. Investments are made with the longest possible time horizon, with all asset purchases expected to be held for at least 5 years, and ideally much longer.
- d. Contrarian. Preserving independent decision making, alongside the employment of a careful and considered contrarian investment approach - having the discipline and foresight to buy cheaper, out of favour assets, and selling well-regarded, and well-priced assets to achieve consistent outperformance.
- e. Diversified. Risk diversification will be maintained through balanced exposure to asset classes, sectors, countries, and management types.

Investment performance

The net assets of the Charity at the year-end amounted to £73.6m (2020 £59.2m), allocated as follows:

	2021		2020	
	£m	%	£m	%
Listed investments	54.7	74	35.5	60
Property	9.2	13	10.0	17
Cash on deposit plus net current assets /inc. long term liabilities	9.7	13	13.7	23
Total net assets	73.6	100	59.2	100

The value of the Charity's listed investment portfolio has shown significant growth over the financial year after the marked reduction in value at the last year end as markets reacted at that time to the worldwide Covid-19 pandemic. The Trustees' consider that the investment strategy, built for the long term, will continue to weather the current storm.

The performance of the Charity's investments over the financial year showed positive income returns after costs of, on average, 2.4%. It is worth noting that whilst grant-making slowed markedly initially following the commencement of lockdown on 20 March 2020, as noted earlier in this report, the Charity's giving reached similar levels to that in previous years by the year end. Excluding the gift aid receipt, the Trustees accepted that there would be a small dip into the Charity's unrestricted reserves to maintain the Charity's support to those in need during the most extraordinary of times.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The name of the Charity is the Mrs L D Rope Third Charitable Settlement, regulated by Trust Deed dated the 22nd October 1984, as amended by a supplemental deed dated 23 July 2004 and a Resolution of the Trustees dated 3 June 2021,. The Trustees were incorporated under the name of "The Trustees of the Mrs L D Rope Third Charitable Settlement" by order of the Charity Commissioners on the 10 February 1994.

The Trust is a general charitable trust but having regard to directions given or wishes expressed by the Founder, Mrs L D Rope. The expressed detailed Founder's wishes were written, most formally on 15 June 1993, 27 February 1995, 22 May 1997 and 24 June 1999.

Capital is only to be distributed in the most exceptional of circumstances. Income is distributed at the Trustees' discretion subject to the Founder's Wishes.

The Trustees have wide powers of investment under the terms of the Trust Deed.

Appointment of Trustees

The policy for the selection of Trustees is based on the need to have individuals who have the ability as well as the inclination to lead and direct the Charity and build on the fine record of innovative grant making. The power of appointment of new Trustees rests with the exiting Trustees from time to time . All Trustees are currently appointed for fixed terms. Attention is also given to Founder's Wishes in relation to having family members as Trustees where individuals with appropriate skills are available.

Policies adopted for the induction and training of trustees

On appointment new Trustees are given copies of all the Charity's fundamental documentation, copies of recent annual reports and the minutes of meetings of the Trustees, and some background information on Charity Law.

Training includes structured trustee training and seeing some of the Charity's property interests, participating in ongoing sessions on investment policy, and working with the Charity's staff in visits, etc., in connection with specific aspects of grant making.

Organisational structure and decision making

The key management personnel of the two legal entities comprising the group are the Trustees of the Charity and the Directors of Kesgrave Covenant Ltd.

Mrs Ellen Jolly, as Chair of the Trustees, has the lead role in managing the Charity on a day to day basis. Mrs Jolly continues to be supported in her work by a team of Trustees who bring a considerable depth of skill and experience to bear on the Charity's work and they are well placed to drive the Charity forward.

Crispin Rope passed away during the current financial year.

The Charity needs to employ sufficient staff to administer a broadly based programme of charitable giving while at the same time a breadth of skills are needed, including accounting and administration to support our charitable activities. The Trustees have always sought to employ high calibre people, to provide training to develop staff skills and to retain staff. At the beginning of the financial year, the Charity appointed a Chief Financial Officer to support the Trustees in the financial, governance and oversight of the Charity. The Charity's staff, working to the objectives and procedures prescribed by the Trustees, undertake the Charity's work on a day to day basis, with the Trustees' providing oversight and governance. The Trustees recognise the contribution being made by the staff to the success of the Charity and would once again like to express their thanks to all members of the staff who are working so well together as a close knit team.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

Funds held as custodian

No assets are held by the Charity for another charity. The shares in The Kesgrave Covenant Limited are held by Mr Jeremy Heal in his capacity as Trustee on behalf of the Charity and the certificates are held by the Charity's solicitors for safe custody.

Equal opportunities policy

This policy covers all aspects of equal opportunities for employment and recruitment.

Trustees' responsibility statement

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 & 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 the group and of the incoming resources and application of resources of the group 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 accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in operation.

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity and the group's transactions and disclose with reasonable accuracy at any time the financial position of the group 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 charity and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees on
11 August 2021 and signed on their behalf by:



Mrs Ellen Mary Jolly
Trustee



Mrs Catherine Susanne Judith Scott
Trustee

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

OPINION

We have audited the financial statements of The Mrs L D Rope Third Charitable Settlement (the 'parent charity') and its subsidiaries (the 'group') for the year ended 5 April 2021 which comprise the Consolidated Statement of Financial Activities, the Consolidated Income and Expenditure Account, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards 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 been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charity's affairs as at 5 April 2021 and of the Group's incoming resources and application of resources, including its income and expenditure 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Group's or the parent charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT (CONTINUED)

OTHER INFORMATION

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' 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, except to the extent otherwise explicitly stated in our report, 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- the parent Charity has not kept sufficient accounting records; or
- the parent Charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees' Responsibilities Statement, the Trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charity or to cease operations, or have no realistic alternative but to do so.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT (CONTINUED)

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

We have been appointed as auditor under section 151 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 Auditors' 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. 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 Senior Statutory Auditor 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 company through discussions with directors 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 Group, including the Charities Act 2011, Companies Act 2006, taxation legislation and data protection, anti-bribery, employment, and health and safety legislation;
- we assessed the extent of compliance with laws and regulations identified above through making enquiries of management and inspecting correspondence available;
- identified laws and regulations were communicated within the audit engagement team regularly and the team remained alert to instances of non-compliance throughout the audit; and
- we reviewed the minutes of board meetings to identify any references to non-compliance with laws and regulations.

We assessed the susceptibility of the Group'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; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations; and

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

- performed analytical procedures to identify any unusual or unexpected relationships;

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT (CONTINUED)

- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining 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;
- enquiring of management as to actual and potential litigation and claims; and
- reading the minutes of meetings of those charged with governance.

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 directors and other management and the inspection of regulatory and legal correspondence, if any.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

USE OF OUR REPORT

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Peters Elworthy & Moore

Peters Elworthy & Moore
Chartered Accountants
Statutory Auditors
Salisbury House
Station Road
Cambridge
CB1 2LA

Date: 12 August 2021

Peters Elworthy & Moore are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2021**

	Note	Endowment funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
INCOME AND ENDOWMENTS FROM:					
Charitable activities	4	-	6,840	6,840	13,744
Income generated by subsidiary	5	74,332	-	74,332	4,087
Investments	6	7,067	1,313,876	1,320,943	1,717,728
		<u>81,399</u>	<u>1,320,716</u>	<u>1,402,115</u>	<u>1,735,559</u>
TOTAL INCOME AND ENDOWMENTS					
EXPENDITURE ON:					
Raising funds:	7,16				
Investment management		100,344	97,326	197,670	180,499
Subsidiary trading costs		(54,384)	-	(54,384)	(370,922)
Charitable activities	8	-	1,504,780	1,504,780	1,478,861
		<u>45,960</u>	<u>1,602,106</u>	<u>1,648,066</u>	<u>1,288,438</u>
TOTAL EXPENDITURE					
NET INCOME/(EXPENDITURE) BEFORE NET GAINS/(LOSSES) ON INVESTMENTS					
		35,439	(281,390)	(245,951)	447,121
Net gains/(losses) on investments	16	15,240,156	-	15,240,156	(8,997,279)
		<u>15,275,595</u>	<u>(281,390)</u>	<u>14,994,205</u>	<u>(8,550,158)</u>
NET INCOME/(EXPENDITURE) NET MOVEMENT IN FUNDS BEFORE OTHER RECOGNISED GAINS/(LOSSES) OTHER RECOGNISED GAINS/(LOSSES):					
Transfers between funds	22	(480,246)	480,246	-	-
		<u>14,795,349</u>	<u>198,856</u>	<u>14,994,205</u>	<u>(8,550,158)</u>
Losses on revaluation of fixed assets	15	-	(223,825)	(223,825)	-
		<u>14,795,349</u>	<u>(24,969)</u>	<u>14,770,380</u>	<u>(8,550,158)</u>
NET MOVEMENT IN FUNDS					
RECONCILIATION OF FUNDS:					
Total funds brought forward		53,712,001	5,293,189	59,005,190	67,555,348
Net movement in funds		14,795,349	(24,969)	14,770,380	(8,550,158)
		<u>68,507,350</u>	<u>5,268,220</u>	<u>73,775,570</u>	<u>59,005,190</u>
TOTAL FUNDS CARRIED FORWARD					

The Consolidated Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 23 to 51 form part of these financial statements.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**CHARITY STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2021**

	Note	Endowment funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
INCOME AND ENDOWMENTS FROM:					
Charitable activities	4	-	6,840	6,840	13,744
Investments	6	-	1,794,122	1,794,122	1,701,023
TOTAL INCOME AND ENDOWMENTS		-	1,800,962	1,800,962	1,714,767
EXPENDITURE ON:					
Raising funds:					
Investment management	7	100,344	97,326	197,670	180,499
Charitable activities	8	-	1,504,780	1,504,780	1,478,861
TOTAL EXPENDITURE		100,344	1,602,106	1,702,450	1,659,360
NET (EXPENDITURE) / INCOME BEFORE INVESTMENT GAINS/(LOSSES)		(100,344)	198,856	98,512	55,407
Net gains / (losses) on investments	16	14,676,588	-	14,676,588	(9,000,045)
NET (EXPENDITURE) / INCOME BEFORE OTHER GAINS AND (LOSSES)		14,576,244	198,856	14,775,100	(8,944,638)
Gains on revaluation of fixed assets held for charity's own use	15	-	(223,825)	(223,825)	-
NET MOVEMENT IN FUNDS		14,576,244	(24,969)	14,551,275	(8,944,638)
RECONCILIATION OF FUNDS:					
Total funds brought forward		53,931,106	5,293,189	59,224,295	68,168,933
TOTAL FUNDS CARRIED FORWARD		68,507,350	5,268,220	73,775,570	59,224,295

All activities relate to continuing operations.

The notes on pages 23 to 51 form part of these financial statements.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

CONSOLIDATED BALANCE SHEET
AS AT 5 APRIL 2021

	Note	2021 £	2020 £
FIXED ASSETS			
Tangible assets	15	3,235,953	3,450,889
Investments	16	68,129,153	52,480,949
Programme related investments	17	-	40,000
		<u>71,365,106</u>	<u>55,971,838</u>
CURRENT ASSETS			
Debtors	18	587,143	1,267,839
Cash at bank and in hand		3,258,874	2,616,925
		<u>3,846,017</u>	<u>3,884,764</u>
Creditors: amounts falling due within one year	19	(1,300,776)	(595,836)
NET CURRENT ASSETS		<u>2,545,241</u>	<u>3,288,928</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>73,910,347</u>	<u>59,260,766</u>
Creditors: amounts falling due after more than one year	20	(46,277)	(29,827)
Provisions for liabilities		(88,500)	(225,749)
TOTAL NET ASSETS		<u><u>73,775,570</u></u>	<u><u>59,005,190</u></u>
CHARITY FUNDS			
Endowment funds	22	68,507,350	53,712,001
Unrestricted funds	22	5,268,220	5,293,189
TOTAL FUNDS		<u><u>73,775,570</u></u>	<u><u>59,005,190</u></u>

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Mrs Ellen Mary Jolly
Trustee

Date: 11 August 2021



Mrs Catherine Susanne Judith Scott
Trustee

The notes on pages 23 to 51 form part of these financial statements.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

CHARITY BALANCE SHEET
AS AT 5 APRIL 2021

	Note	2021 £	2020 £
FIXED ASSETS			
Tangible assets	15	3,235,953	3,450,889
Investments	16	69,415,585	54,330,949
Programme related investments	17	-	40,000
		<u>72,651,538</u>	<u>57,821,838</u>
CURRENT ASSETS			
Debtors	18	517,479	1,206,857
Cash at bank and in hand		1,002,135	610,387
		<u>1,519,614</u>	<u>1,817,244</u>
Creditors: amounts falling due within one year	19	(349,305)	(384,960)
NET CURRENT ASSETS		<u>1,170,309</u>	<u>1,432,284</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>73,821,847</u>	<u>59,254,122</u>
Creditors: amounts falling due after more than one year	20	(46,277)	(29,827)
TOTAL NET ASSETS		<u><u>73,775,570</u></u>	<u><u>59,224,295</u></u>
CHARITY FUNDS			
Endowment funds	22	68,507,350	53,931,106
Unrestricted funds	22	5,268,220	5,293,189
TOTAL FUNDS		<u><u>73,775,570</u></u>	<u><u>59,224,295</u></u>

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Mrs Ellen Mary Jolly
Trustee

Date: 11 August 2021.



Mrs Catherine Susanne Judith Scott
Trustee

The notes on pages 23 to 51 form part of these financial statements.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 5 APRIL 2021**

	2021 £	2020 £
CASH FLOWS FROM OPERATING ACTIVITIES		
Net cash used in operating activities	(139,490)	(1,577,264)
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividends, interests and rents from investments	1,320,943	1,717,728
Purchase of tangible fixed assets	(14,229)	(6,685)
Proceeds from sale of investments	(408,047)	26,237
Repayment of programme related investments	40,000	-
NET CASH PROVIDED BY INVESTING ACTIVITIES	938,667	1,737,280
CASH FLOWS FROM FINANCING ACTIVITIES		
NET CASH PROVIDED BY FINANCING ACTIVITIES	-	-
CHANGE IN CASH AND CASH EQUIVALENTS IN THE YEAR	799,177	160,016
Cash and cash equivalents at the beginning of the year	2,616,925	2,456,909
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	3,416,102	2,616,925

The notes on pages 23 to 51 form part of these financial statements

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

1. GENERAL INFORMATION

The Mrs L D Rope Third Charitable Settlement is a unincorporated charity registered in England. The Charity's registered office is Lucy House, St. William Court, Kesgrave, Ipswich, Suffolk IP5 1QP.

The Charity is parent to The Kesgrave Covenant Limited, a company incorporated in England.

The Charity's functional and presentational currency is GBP.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

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

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Mrs L D Rope Third Charitable Settlement meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

2. ACCOUNTING POLICIES (CONTINUED)

2.2 FUND ACCOUNTING

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

Designated funds comprise 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.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Expendable endowment funds are funds which provide the trustees with a power to convert all or part of the gift into income. The income and expenditure generated from/by the endowment gift are to be allocated to the endowment fund.

Investment income, gains and losses are allocated to the appropriate fund.

The aim and use of each fund is set out in the notes to the financial statements.

2.3 GOING CONCERN

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

2.4 INCOME

All incoming resources are recognised once the Charity has entitlement to the resources, it is probable that the resources will be received and the monetary value of the incoming resources can be measured with sufficient reliability with the exception of certain investment income referred to below.

Donated facilities are included at the Trustees best estimate of the value to the Charity. No amounts are included for services donated by volunteers.

Interest is accounted for on an accruals basis and is shown inclusive of the recoverable income tax.

Income from Grange Farm Landowners is accounted for when notified of a receipt with the exception of rental income which is recognised on an accruals basis.

Dividend income is accounted for in the period within which the Charity is entitled to receipt. Income from property funds are recognised by reference to the payment date and are shown inclusive of recoverable UK income tax.

Income from investment properties is recognised on an accruals basis.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

2. ACCOUNTING POLICIES (CONTINUED)

2.5 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. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

Overhead and support costs have been allocated between costs of generating funds, charitable activities and governance. Staff costs are allocated on the basis of a best estimate of time spent by each member of staff and their cost on each activity. Similarly other costs are allocated on the basis of the purpose of the expenditure. The allocation of overheads and support costs is analysed in the notes to the financial statements.

Costs of raising funds consist of the costs of managing the investment portfolio and investment property together with the property development costs of the trading subsidiary.

Costs of charitable activities include grant making and an apportionment of overhead, support costs and governance costs. Grants for institutions are recognised when the offer is indicated to the recipient except in those cases where the offer is conditional, such grants being recognised as expenditure when conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure. Grants for individuals can not be quantified at the time a commitment is made and they are therefore accounted for when paid. Governance costs comprise all costs involving the public accountability of the Charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

2.6 INTEREST RECEIVABLE

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.7 FOREIGN CURRENCIES

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the reporting date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Consolidated Statement of Financial Activities.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

2. ACCOUNTING POLICIES (CONTINUED)

2.8 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are carried at cost or valuation, net of depreciation and any provision for impairment. Depreciation is not charged on freehold land. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Land and buildings are included in the Balance Sheet at cost with the exception of the freehold and the leasehold flats let for charitable purposes that are at fair value and the car park for which a previous revaluation has been used as deemed cost. The Trustees carry out an annual impairment review and consequently no depreciation is charged on buildings as their estimated value is not less than their carrying cost.

Office equipment costing more than £250 is capitalised and included in the Balance Sheet at historic cost.

Depreciation is provided on a straight line basis at a rate of between one sixth and one tenth of cost per annum.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

The estimated useful lives are as follows:

Office equipment	- 6 years
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The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

2. ACCOUNTING POLICIES (CONTINUED)

2.9 INVESTMENTS

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price.

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.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

Investment property is carried at fair value determined annually by the Trustees based on professional advice received. Fair values are derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided. Changes in fair value are recognised in the Statement of Financial Activities.

The unquoted property funds are valued at the mid market unit price nearest to the balance sheet date.

Programme related or social investments are initially recognised and measured at the amount received or paid, with the carrying amount adjusted in subsequent years to reflect repayments and any accrued interest and adjusted if necessary for any impairment.

The interest in the subsidiary is included at fair value by the Trustees.

2.10 DEBTORS

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.11 CASH AT BANK AND IN HAND

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

2. ACCOUNTING POLICIES (CONTINUED)

2.12 LIABILITIES AND PROVISIONS

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

2.13 FINANCIAL INSTRUMENTS

The Group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.14 PENSIONS

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

3. CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGMENT

Preparation of the financial statements requires management to make significant judgements and estimates.

Critical accounting estimates and assumptions:

Depreciation on fixed assets. Depreciation is estimated based on the useful economic life of the assets.

Estimation of provisions. Provisions are estimated based on expected costs to meet obligations to perform certain works in respect of previously completed land sales.

Fair value of investments. Investments are estimated based on fair value using the closing quoted market price.

Grants accrued payable in more than one year. Grants payable in more than year are estimated based on future grantee needs.

Fair value of fixed assets. Fixed assets held at fair value are estimated based on fair value using professional advice.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

4. INCOME FROM CHARITABLE ACTIVITIES - GROUP AND CHARITY

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Notional rent from charitable tenants	-	-	6,904
Letting of non investment property	6,840	6,840	6,840
	<u>6,840</u>	<u>6,840</u>	<u>13,744</u>
TOTAL 2020	<u>13,744</u>	<u>13,744</u>	

5. INCOME FROM OTHER TRADING ACTIVITIES

GROUP

	Endowment funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income generated by subsidiary	74,332	74,332	4,087
	<u>74,332</u>	<u>74,332</u>	<u>4,087</u>
TOTAL 2020	<u>4,087</u>	<u>4,087</u>	

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

6. INVESTMENT INCOME - GROUP

	Endowment funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Investment properties	2,800	207,399	210,199	218,144
Dividends and distributions from UK listed investments	-	710,592	710,592	973,003
Dividends and distributions from overseas listed investments	-	349,727	349,727	441,198
Dividends and distributions from unlisted investments	-	21,678	21,678	21,011
Interest on cash held within investment assets	4,267	24,480	28,747	58,278
Interest on current asset deposits	-	-	-	6,094
	<u>7,067</u>	<u>1,313,876</u>	<u>1,320,943</u>	<u>1,717,728</u>
TOTAL 2020	<u>16,705</u>	<u>1,701,023</u>	<u>1,717,728</u>	

The investment income to Endowment funds of £7,067 (2020 - £16,705) relates to the trading subsidiary. The Charity only investment income for the year is £1,794,122 (2020 - £1,701,023).

7. EXPENDITURE ON RAISING FUNDS

INVESTMENT MANAGEMENT - GROUP AND CHARITY

	Endowment funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Investment property expenses	-	73,829	73,829	57,416
Stockbroker fees	51,191	4,048	55,239	45,558
Investment fees	36,424	5,688	42,112	46,054
Support costs	12,729	13,761	26,490	31,471
	<u>100,344</u>	<u>97,326</u>	<u>197,670</u>	<u>180,499</u>
TOTAL 2020	<u>88,007</u>	<u>92,492</u>	<u>180,499</u>	

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

7. EXPENDITURE ON RAISING FUNDS (CONTINUED)

SUBSIDIARY TRADING EXPENSES - GROUP

	Endowment funds 2021 £	Total funds 2021 £	Total funds 2020 £
Subsidiary trading costs (note 16)	(54,384)	(54,384)	(370,922)
	<u> </u>	<u> </u>	<u> </u>
TOTAL 2020	<u>(370,922)</u>	<u>(370,922)</u>	

8. EXPENDITURE ON CHARITABLE ACTIVITIES - GROUP AND CHARITY

	Activities undertaken directly (note 9) 2021 £	Grant funding of activities (note 10) 2021 £	Support and governance costs (note 11) 2021 £	Total funds 2021 £	Total funds 2020 £
Relief of poverty	28,450	815,068	183,433	1,026,951	1,208,729
Advancement of education	-	62,808	14,135	76,943	29,718
Advancement of religion	(48)	31,357	7,058	38,367	31,832
Other charitable	-	295,920	66,599	362,519	208,582
	<u>28,402</u>	<u>1,205,153</u>	<u>271,225</u>	<u>1,504,780</u>	<u>1,478,861</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL 2020	<u>42,815</u>	<u>1,200,571</u>	<u>235,475</u>	<u>1,478,861</u>	

In 2021 and 2020 all expenditure on charitable activities is from unrestricted funds.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

9. ANALYSIS OF DIRECT COSTS - GROUP AND CHARITY

	Relief of poverty 2021 £	Advance- ment of religion 2021 £	Total funds 2021 £	Total funds 2020 £
Provision of accommodation	28,450	-	28,450	41,908
Church costs	-	(48)	(48)	907
	<u>28,450</u>	<u>(48)</u>	<u>28,402</u>	<u>42,815</u>
Total 2020	<u>41,908</u>	<u>907</u>	<u>42,815</u>	

10. ANALYSIS OF GRANTS - GROUP AND CHARITY

	Grants to Institutions 2021 £	Grants to Individuals 2021 £	Total funds 2021 £	Total funds 2020 £
Relief of poverty	216,578	598,490	815,068	970,347
Advancement of education	62,808	-	62,808	24,844
Advancement of religion	31,357	-	31,357	31,000
Other charitable	295,920	-	295,920	174,380
	<u>606,663</u>	<u>598,490</u>	<u>1,205,153</u>	<u>1,200,571</u>
TOTAL 2020	<u>457,902</u>	<u>742,669</u>	<u>1,200,571</u>	

	Grants to Institutions No'	Grants to Individuals No'
Relief of poverty	56	2,212
Advancement of education	21	-
Advancement of religion	4	-
Other charitable purposes	74	-
	<u>155</u>	<u>2,212</u>

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

11. ANALYSIS OF SUPPORT AND GOVERNANCE COSTS

	Investment Manage- ment (Note 7)	Relief of poverty (Note 8)	Advance- ment of education (Note 8)	Advance- ment of religion (Note 8)	Other charitable (Note 8)	Total funds	Total funds 2020
	2021	2021	2021	2021	2021	2021	£
	£	£	£	£	£	£	
Staff costs	12,406	126,392	9,740	4,863	45,888	199,289	162,539
Depreciation	800	3,070	237	118	1,115	5,340	5,544
Trustees' expenses	-	-	-	-	-	-	(1,295)
Legal fees	1,032	13,988	1,078	538	5,079	21,715	43,025
Subscriptions and publications	1,314	1,338	103	51	486	3,292	4,500
Office costs	10,938	29,143	2,245	1,122	10,581	54,029	47,532
Audit and accountancy costs	-	9,502	732	366	3,450	14,050	5,101
	<u>26,490</u>	<u>183,433</u>	<u>14,135</u>	<u>7,058</u>	<u>66,599</u>	<u>297,715</u>	<u>266,946</u>
Total 2020	<u>31,471</u>	<u>190,318</u>	<u>4,874</u>	<u>6,081</u>	<u>34,202</u>	<u>266,946</u>	

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

12. AUDITORS' REMUNERATION

	2021 £	2020 £
Fees payable to the Charity's auditor for the audit of the Charity's annual accounts	15,000	13,750
Fees payable to the Charity's auditor in respect of: Other services	4,750	4,575
	<u><u> </u></u>	<u><u> </u></u>

13. STAFF COSTS

	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
Wages and salaries	168,960	132,174	168,960	132,174
Social security costs	12,350	11,971	12,350	11,971
Contribution to defined contribution pension schemes	17,979	18,394	17,979	18,394
	<u><u>199,289</u></u>	<u><u>162,539</u></u>	<u><u>199,289</u></u>	<u><u>162,539</u></u>

The average number of persons employed by the Charity during the year was as follows:

	Group 2021 No.	Group 2020 No.
Staff	4	4
	<u><u> </u></u>	<u><u> </u></u>

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

13. STAFF COSTS (CONTINUED)

No employee received remuneration amounting to more than £60,000 in either year.

Key management personnel comprise the trustees of the Charity and the directors of the wholly owned subsidiary The Kesgrave Covenant Limited.

Mr C M Rope (deceased) and Mrs E M Jolly received no remuneration.

£nil (2020: £250) was reimbursed to Mr C M Rope (deceased) during the year in respect of travel, phone and other expenses.

Mr J P W Heal, consultant, and Mrs C S J Scott, partner, both at Messrs Howes Percival LLP solicitors, received no remuneration directly or reimbursed expenses. Howes Percival's fees for legal services are charged on an arm's length basis. Total fees payable to Messrs Howes Percival LLP incurred by the Charity were £21,717 (2020: £40,439) which includes both revenue and capital, of which £2,325 (2020: £979) was outstanding at the year end. The Charity bears a share of fees paid by Grange Farm Landowners which amounted to £nil (2020: £nil). The subsidiary incurred Howes Percival fees of £48,103 (2020: £28,732) in the course of the business of the company of which £34,156 (2020: £2,852) was accrued at the year end.

During the year, no directors of the subsidiary received any remuneration (2020: £nil).

Pension costs relate to contributions to money purchase schemes in respect of 4 employees (2020: 4).

14. TRUSTEES' REMUNERATION AND EXPENSES

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 5 April 2021, no Trustee expenses have been incurred (2020 - £250).

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

15. TANGIBLE FIXED ASSETS

GROUP

	Freehold property £	Long-term leasehold property £	Office equipment £	Total £
COST OR VALUATION				
At 6 April 2020	3,316,333	114,000	101,887	3,532,220
Additions	-	-	14,229	14,229
Revaluations	(244,825)	21,000	-	(223,825)
At 5 April 2021	<u>3,071,508</u>	<u>135,000</u>	<u>116,116</u>	<u>3,322,624</u>
DEPRECIATION				
At 6 April 2020	-	-	81,331	81,331
Charge for the year	-	-	5,340	5,340
At 5 April 2021	<u>-</u>	<u>-</u>	<u>86,671</u>	<u>86,671</u>
NET BOOK VALUE				
At 5 April 2021	<u>3,071,508</u>	<u>135,000</u>	<u>29,445</u>	<u>3,235,953</u>
At 5 April 2020	<u>3,316,333</u>	<u>114,000</u>	<u>20,556</u>	<u>3,450,889</u>

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

15. TANGIBLE FIXED ASSETS (CONTINUED)

CHARITY

	Freehold property £	Long-term leasehold property £	Office equipment £	Total £
COST OR VALUATION				
At 6 April 2020	3,316,333	114,000	101,887	3,532,220
Additions	-	-	14,229	14,229
Revaluations	(244,825)	21,000	-	(223,825)
At 5 April 2021	<u>3,071,508</u>	<u>135,000</u>	<u>116,116</u>	<u>3,322,624</u>
DEPRECIATION				
At 6 April 2020	-	-	81,331	81,331
Charge for the year	-	-	5,340	5,340
At 5 April 2021	<u>-</u>	<u>-</u>	<u>86,671</u>	<u>86,671</u>
NET BOOK VALUE				
At 5 April 2021	<u>3,071,508</u>	<u>135,000</u>	<u>29,445</u>	<u>3,235,953</u>
At 5 April 2020	<u>3,316,333</u>	<u>114,000</u>	<u>20,556</u>	<u>3,450,889</u>

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

16. FIXED ASSET INVESTMENTS

GROUP	Listed investments £	Unquoted property funds £	Investment properties £	Cash and fixed interest deposits £	Total £
COST OR VALUATION					
At 6 April 2020	35,748,887	630,840	4,017,692	12,083,530	52,480,949
Additions	7,193,798	-	4,902	-	7,198,700
Disposals (proceeds £3,347,903)	(3,092,917)	-	-	-	(3,092,917)
Revaluations	14,833,724	(5,154)	157,228	(628)	14,985,170
Cash movement	-	-	-	(3,442,749)	(3,442,749)
AT 5 APRIL 2021	<u>54,683,492</u>	<u>625,686</u>	<u>4,179,822</u>	<u>8,640,153</u>	<u>68,129,153</u>

CHARITY	Investment s in subsidiary companies £	Listed investment s £	Unquoted property funds £	Investment properties £	Cash and fixed interest deposits £	Total £
COST OR VALUATION						
At 6 April 2020	1,850,000	35,748,887	630,840	4,017,692	12,083,530	54,330,949
Additions	-	7,193,798	-	4,902	-	7,198,700
Disposals (proceeds £3,347,903)	-	(3,092,917)	-	-	-	(3,092,917)
Revaluations	(563,568)	14,833,724	(5,154)	157,228	(628)	14,421,602
Cash movement	-	-	-	-	(3,442,749)	(3,442,749)
AT 5 APRIL 2021	<u>1,286,432</u>	<u>54,683,492</u>	<u>625,686</u>	<u>4,179,822</u>	<u>8,640,153</u>	<u>69,415,585</u>

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

16. FIXED ASSET INVESTMENTS (CONTINUED)

PRINCIPAL SUBSIDIARIES

The following was a subsidiary undertaking of the Charity:

Name	Company number	Registered office or principal place of business	Principal activity
The Kesgrave Covenant Limited	01902478	Philip House, St William Court, Ipswich	Planning work, the sale and purchase of land and property

Class of shares	Holding	Included in consolidation
Ordinary	100%	Yes

The financial results of the subsidiary for the year were:

Name	Income £	Expenditure £	Profit/(Loss) / Surplus/ (Deficit) for the year £	Net assets £
The Kesgrave Covenant Limited	81,399	54,384	135,783	1,286,432

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 common investment funds, unit trusts and openended 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). The significance of financial instruments to the ongoing financial sustainability of the Charity is considered in the financial review and investment policy and performance sections of the Trustees' Annual Report.

The main risk to the Charity from financial instruments lies in the combination of uncertain investment markets and volatility in yield. Liquidity risk is anticipated to be low as all assets are traded and the commitment to intervention by central banks and market regulators has continued to provide for orderly trading in the markets and so their ability to buy and sell quoted equities and stock is anticipated to continue. The Charity's investments are mainly traded in markets with good liquidity and high trading volumes. The Charity has no material investment holdings in markets subject to exchange controls or trading restrictions.

The Charity manages these investment risks by taking investment advice and operating an investment policy that provides for a high degree of diversification of holdings within investment asset classes that are quoted on recognised stock exchanges. The Charity does not make use of derivatives and similar complex financial instruments as it takes the view that investments are held for their longer term yield total return and historic studies of quoted financial instruments have shown that volatility in any particular 5 year period will normally be corrected.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

17. PROGRAMME RELATED INVESTMENTS

GROUP AND CHARITY

	Programme related investments £	Total £
COST OR VALUATION		
At 6 April 2020	40,000	40,000
Repayments during the year	(40,000)	(40,000)
	-	-
IMPAIRMENT PROVISION		
	-	-
NET BOOK VALUE		
At 5 April 2021	-	-
At 5 April 2020	40,000	40,000

Programme related investments comprise loan for the advancement of religion £40,000 (2020 - £40,000).

18. DEBTORS

	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
DUE WITHIN ONE YEAR				
Trade debtors	23,740	23,141	6,928	3,726
Amounts owed by participating interests	398,530	974,937	398,530	974,937
Other debtors	51,467	74,750	8,279	20,433
Prepayments and accrued income	113,406	195,011	103,742	207,761
	587,143	1,267,839	517,479	1,206,857

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

19. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
Trade creditors	69,709	5,018	63,036	2,570
Other taxation and social security	43,997	60,358	-	-
Other creditors	862,835	84,860	3,657	124
Accruals and deferred income	79,998	132,174	38,375	68,840
Grants accrued - institutional (note 27)	244,237	313,426	244,237	313,426
	<u>1,300,776</u>	<u>595,836</u>	<u>349,305</u>	<u>384,960</u>

20. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
Grants accrued - institutional (note 27)	46,277	29,827	46,277	29,827
	<u>46,277</u>	<u>29,827</u>	<u>46,277</u>	<u>29,827</u>

21. PROVISIONS

GROUP AND CHARITY

	Maintenance provisions £
At 6 April 2020	225,749
Amounts used	(20,705)
Discounted adjustments	(116,544)
	<u>88,500</u>

The Kesgrave Covenant Limited has obligations to perform certain works in respect of previously completed land sales. The work is not expected to be completed within the forthcoming financial year.

The Charity has no provisions.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

22. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 6 April 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 5 April 2021 £
UNRESTRICTED FUNDS						
DESIGNATED FUNDS						
Church fund	125,000	-	-	-	-	125,000
Unrestricted designated fund	3,150,208	-	-	-	(215,325)	2,934,883
Unrestricted designated fund - fixed asset revaluation reserve	280,125	-	-	-	(8,500)	271,625
	<u>3,555,333</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(223,825)</u>	<u>3,331,508</u>
GENERAL FUNDS						
General funds	1,737,856	1,320,716	(1,602,106)	480,246	-	1,936,712
TOTAL UNRESTRICTED FUNDS	<u>5,293,189</u>	<u>1,320,716</u>	<u>(1,602,106)</u>	<u>480,246</u>	<u>(223,825)</u>	<u>5,268,220</u>
ENDOWMENT FUNDS						
Expendable Endowment	52,081,106	-	(100,344)	-	15,240,156	67,220,918
Trading subsidiary	1,630,895	81,399	54,384	(480,246)	-	1,286,432
	<u>53,712,001</u>	<u>81,399</u>	<u>(45,960)</u>	<u>(480,246)</u>	<u>15,240,156</u>	<u>68,507,350</u>
TOTAL OF FUNDS	<u>59,005,190</u>	<u>1,402,115</u>	<u>(1,648,066)</u>	<u>-</u>	<u>15,016,331</u>	<u>73,775,570</u>

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

22. STATEMENT OF FUNDS (CONTINUED)

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 6 April 2019 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2020 £
UNRESTRICTED FUNDS					
DESIGNATED FUNDS					
Church fund	125,000	-	-	-	125,000
Unrestricted designated fund	3,150,208	-	-	-	3,150,208
Unrestricted designated fund - fixed asset revaluation reserve	280,125	-	-	-	280,125
	<u>3,555,333</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,555,333</u>
GENERAL FUNDS					
General Funds	<u>1,594,442</u>	<u>1,714,767</u>	<u>(1,571,353)</u>	<u>-</u>	<u>1,737,856</u>
TOTAL UNRESTRICTED FUNDS	<u>5,149,775</u>	<u>-</u>	<u>(1,571,353)</u>	<u>-</u>	<u>5,293,189</u>
ENDOWMENT FUNDS					
Expendable Endowment	61,169,158	-	(88,007)	(9,000,045)	52,081,106
Trading subsidiary	1,236,415	20,792	370,922	2,766	1,630,895
	<u>62,405,573</u>	<u>20,792</u>	<u>282,915</u>	<u>(8,997,279)</u>	<u>53,712,001</u>
TOTAL OF FUNDS	<u>67,555,348</u>	<u>20,792</u>	<u>(1,288,438)</u>	<u>(8,997,279)</u>	<u>59,005,190</u>

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

22. STATEMENT OF FUNDS (CONTINUED)

The Expendable Endowment Fund represents the assets which are held permanently by the Charity. The Founder expressed the strong wish that this fund should not be spent except in the most exceptional circumstances. The cost of investment management and administration is charged to the fund. All realised and unrealised gains and losses on investment assets are accounted for in the fund. Income generated by the assets of the fund is available for utilisation by the Unrestricted Fund and has accordingly been included in that Fund. The Expendable Endowment Fund includes the investment in the trading subsidiary.

Unrestricted General Funds are funds which the Trustees are free to use in accordance with the charitable objectives.

The Church Maintenance Fund comprises funds held in readiness for the maintenance of Kesgrave Catholic Church.

The Unrestricted Designated Fund comprises amounts set aside to fund buildings held for charitable use including Kesgrave Catholic Church, property let for charitable purposes and the Charity offices and consequently the Fund is not available for distribution. All unrealised gains and losses on revaluation are accounted for in the Unrestricted designated fund revaluation reserve.

The transfer in the year represents the diminuation in the net assets of the trading subsidiary following a distribution to its Parent charity.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

22. STATEMENT OF FUNDS - CHARITY

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 6 April 2020 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2021 £
DESIGNATED FUNDS					
Church fund	125,000	-	-	-	125,000
Unrestricted designated fund	3,150,208	-	-	(215,325)	2,934,883
Unrestricted designated fund - fixed asset revaluation reserve	280,125	-	-	(8,500)	271,625
	<u>3,555,333</u>	<u>-</u>	<u>-</u>	<u>(223,825)</u>	<u>3,331,508</u>
GENERAL FUNDS					
General Funds	<u>1,737,856</u>	<u>1,800,962</u>	<u>(1,602,106)</u>	<u>-</u>	<u>1,936,712</u>
Total Unrestricted funds	<u>5,293,189</u>	<u>1,800,962</u>	<u>(1,602,106)</u>	<u>-</u>	<u>5,268,220</u>
ENDOWMENT FUNDS					
Expendable endowment	53,931,106	-	(100,344)	14,676,588	68,507,350
Total of funds	<u>59,224,295</u>	<u>1,800,962</u>	<u>(1,702,450)</u>	<u>14,452,763</u>	<u>73,775,570</u>

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

22. STATEMENT OF FUNDS – CHARITY (continued)

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 6 April 2019 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2020 £
DESIGNATED FUNDS					
Church fund	125,000	-	-	-	125,000
Unrestricted designated fund	3,150,208	-	-	-	3,150,208
Unrestricted designated fund - fixed asset revaluation reserve	280,125	-	-	-	280,125
	<u>3,555,333</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,555,333</u>
GENERAL FUNDS					
General Funds	<u>1,594,442</u>	<u>1,714,767</u>	<u>(1,571,353)</u>	<u>-</u>	<u>1,737,856</u>
Total Unrestricted funds	<u>5,149,775</u>	<u>1,714,767</u>	<u>(1,571,353)</u>	<u>-</u>	<u>5,293,189</u>
ENDOWMENT FUNDS					
Expendable endowment	<u>63,019,158</u>	<u>-</u>	<u>(88,007)</u>	<u>(9,000,045)</u>	<u>53,931,106</u>
Total of funds	<u>68,168,933</u>	<u>1,714,767</u>	<u>(1,659,360)</u>	<u>(9,000,045)</u>	<u>59,224,295</u>

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

23. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR - GROUP

	Endowment funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	-	3,235,953	3,235,953
Fixed asset investments	67,220,918	908,235	68,129,153
Current assets	2,283,215	1,562,802	3,846,017
Creditors due within one year	(908,283)	(392,493)	(1,300,776)
Creditors due in more than one year	-	(46,277)	(46,277)
Provisions for liabilities and charges	(88,500)	-	(88,500)
TOTAL	68,507,350	5,268,220	73,775,570

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR - GROUP

	Endowment funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	-	3,450,889	3,450,889
Fixed asset investments	51,106,169	1,374,780	52,480,949
Programme related investments	-	40,000	40,000
Current assets	3,062,890	821,874	3,884,764
Creditors due within one year	(231,309)	(364,527)	(595,836)
Creditors due in more than one year	-	(29,827)	(29,827)
Provisions for liabilities and charges	(225,749)	-	(225,749)
TOTAL	53,712,001	5,293,189	59,005,190

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

23. ANALYSIS OF CHARITY NET ASSETS BETWEEN FUNDS (continued)

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Endowment funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	-	3,235,953	3,235,953
Fixed asset investments	68,507,350	908,235	69,415,585
Programme related investments	-	-	-
Current assets	-	1,519,614	1,519,614
Creditors due within one year	-	(349,305)	(349,305)
Creditors due in more than one year	-	(46,277)	(46,277)
	<u>68,507,350</u>	<u>5,268,350</u>	<u>59,224,295</u>

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	Endowment funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	-	3,450,889	3,450,889
Fixed asset investments	53,931,106	399,843	54,330,949
Programme related investments	-	40,000	40,000
Current assets	-	1,796,811	1,796,811
Creditors due within one year	-	(364,527)	(364,527)
Creditors due in more than one year	-	(29,827)	(29,827)
	<u>53,931,106</u>	<u>5,293,189</u>	<u>59,224,295</u>

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

24. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Group 2021 £	Group 2020 £
Net income/expenditure for the year (as per Statement of Financial Activities)	14,994,205	(8,550,158)
ADJUSTMENTS FOR:		
Depreciation charges	5,340	5,547
(Losses)/gains on investments	(15,082,928)	8,997,279
Dividends, interests and rents from investments	(1,320,943)	(1,717,728)
Decrease in debtors	626,193	261,302
(Decrease)/increase in creditors	775,892	(167,000)
Decrease in provisions	(137,249)	(406,506)
NET CASH USED IN OPERATING ACTIVITIES	(139,490)	(1,577,264)

25. ANALYSIS OF CASH AND CASH EQUIVALENTS

	Group 2021 £	Group 2020 £
Cash in hand	3,258,874	2,616,925
TOTAL CASH AND CASH EQUIVALENTS	3,258,874	2,616,925

26. ANALYSIS OF CHANGES IN NET DEBT

	At 6 April 2020 £	Cash flows £	At 5 April 2021 £
Cash at bank and in hand	2,616,925	641,949	3,258,874
	2,616,925	641,949	3,258,874

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

27. GRANT COMMITMENTS

Balance at 6 April 2020	£ 343,253
New commitments	£ 144,000
Cancelled commitments	(£ 12,000)
Commitments paid	(£ 184,739)
Balance at 5 April 2021	£ 290,514

Grant commitments to institutions is included within Creditors note 19 and 20.

28. PENSION COMMITMENTS

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension cost charge represents contributions payable by the charity to the fund and amounted to £17,979 (2020 - £18,394). Contributions totalling £nil (2020 - £124) were payable to the fund at the balance sheet date and are included in creditors.

29. RELATED PARTY TRANSACTIONS

Mr C M Rope (deceased) was, and Mrs E M Jolly is, a director of W O & P O Jolly Holdings Limited whose subsidiary is WO & PO Jolly (Ipswich) Limited. There are recharges between the two entities in respect of administration, rent received, utilities and document storage from W O & P O Jolly Holdings Limited, and the charity was recharged accountancy and administration services by the company but at a rate below the market value of those services.

Mr C M Rope, who was a trustee, did hold shares in a company in his own name on behalf of the charity, which totalled £nil at the year-end (2020 - £192,721). The quoted company does not permit shares to be held other than by individuals.

The Mrs L D Rope Third Charitable Settlement has a beneficial interest in a bare trust, Grange Farm Landowners of which Mr C M Rope was a trustee, which holds interests in land. The charity also recognised its proportion of Grange Farm Landowners' income and costs. The charity received recharged administrative expenses and its share of Grange Farm Landowners' distributions. The balance with Grange Farm Landowners at the year-end totalled £398,530 (2020 - £1,890,589)

Related party transactions during the year are detailed below.

THE MRS L D ROPE THIRD CHARITABLE SETTLEMENT

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

RELATED PARTY TRANSACTIONS (CONTINUED)

	2021	2020
	£	£
WO & PO Jolly Holdings Limited		
Administration expenses recharged	(3,950)	(5,336)
Rental income	6,500	6,500
Document storage	3,500	3,500
Property support, administration and accountancy services	(3,328)	(12,959)
MEH cost charged by Holdings	(780)	-
Vernon Peck	(18,460)	-
WO & PO Jolly (Ipswich) Limited		
Document storage	1,250	-
Kesgrave Covenant Limited		
Gift aid donation	480,246	-
Carlford Construction Limited		
Document storage	300	-
Kesgrave Assured Tenancies Limited		
Document storage	350	-
Kesgrave Second Assured Tenancies Limited		
Document storage	350	-
Kesgrave Trading Company Limited		
Document storage	300	-
Grange Farm Landowners		
Rent received (share)	40,043	54,211
Interest received (share)	2,987	5,708
Costs (share)	(6,062)	(5,408)
Distributions (share)	613,375	333,375
Ground rents	(7,225)	(7,225)
Howes Percival		
Fees incurred by Charity	(20,542)	-
Mr C M Rope		
Administrative expenses recharged	-	250