

H M HUBBARD LAW SCHOLARSHIP FUND

England & Wales · Charity number 313533

Details

Status Registered

Legal form Other

Registered 1972-11-08

Register [View on the Charity Commission register](#)

Contact

Address TMF Global Services Limited
13th Floor
1 Angel Court
London
EC2R 7HJ

Phone 02078324900

Email andrea.pearson@tmf-group.com

Website www.hubbardlawscholarship.com

Activities

Objects: CLAUSE 9(III)(A) OF THE WILL OF 3 APRIL 1946 SHALL HAVE EFFECT AS IF IT WERE AS FOLLOWS:SUBJECT TO THE PROVISIONS OF THIS SUB-CLAUSE, THE SCHOLARSHIPS SHALL BE AWARDED TO STUDENTS WHO HAVE EITHER:A) OBTAINED AN UNDERGRADUATE DEGREE IN LAW OF AT LEAST CLASS 2(II) FROM A UK UNIVERSITY;B) A GRADUATE'S DIPLOMA IN LAW (GDL); ORC) A CHARTERED INSTITUTE OF LEGAL EXECUTIVES (CILEX) LEVEL 6 DIPLOMA IN LAW AND PRACTICE;AND WHO EVINCE TO MY TRUSTEES' SATISFACTION AN INTENTION TO PURSUE A CAREER AS A SOLICITOR OF THE SENIOR COURTS OF ENGLAND AND WALES.IF GRANTS CANNOT BE MADE TO SUCH STUDENTS, MY TRUSTEES MAY MAKE AWARDS TO INDIVIDUALS WHO HAVE QUALIFIED AND ARE CURRENTLY PRACTISING AS SOLICITORS.9(III)(B) EACH SCHOLARSHIP SHALL BE AWARDED ON CONDITION THAT THE HOLDER THEREOF DURING THE TERM OF SUCH SCHOLARSHIP STUDIES IN FRANCE SPAIN OR CANADA OR ONE OR MORE OF THOSE COUNTRIES THE LAW AND LEGAL PROCEDURE OF SUCH COUNTRY. IF GRANTS CANNOT BE MADE TO SUCH STUDENTS THEN MY TRUSTEES MAY MAKE AWARDS FOR THE STUDY OF THE LAW OF THE EUROPEAN UNION IN FRANCE AND SPAIN.9(III)(C) THE CONDITIONS AND REGULATIONS CONCERNING SUCH SCHOLARSHIPS AND THE TENURE AND REVOCATION THEREOF SHALL BE SETTLED BY MY TRUSTEES WITH POWER FROM TIME TO TIME TO VARY THE SAME".9(III)(D) IF AT ANY TIME THE INCOME FROM THE INVESTMENTS REPRESENTING DOREEN'S SHARE AFTER HER DEATH AND THE PROVISION OF THE AFORESAID ANNUITIES SHALL AMOUNT IN ANY ONE YEAR TO MORE THAN TWENTY TWO THOUSAND POUNDS OR SUCH OTHER HIGHER AMOUNT AS MY TRUSTEES FROM TIME TO TIME DECIDE ("THE SCHOLARSHIP ALLOCATION") THE AMOUNT OF SUCH INCOME IN EXCESS OF THE SCHOLARSHIP ALLOCATION SHALL BE HELD BY MY TRUSTEES UPON TRUST TO PAY THE SAME FOR THE MAINTENANCE AND RELIEF OF SOLICITORS OR THE WIDOWS OR CHILDREN OF DECEASED SOLICITORS WHO MAY BE IN NEED FROM ANY CAUSE WHATEVER.

Activities: The charity provides scholarships to study in France, Spain and Canada the law and legal procedure of the particular country.The charity also provides funds for solicitors and their families in need.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations
- **What:** Education/training, The Prevention Or Relief Of Poverty
- **Who:** Other Charities Or Voluntary Bodies, Other Defined Groups

Geography

- Canada
- France
- Spain

Finances

| Period end | Income | Expenditure | Assets | Employees |
|------------|---------|-------------|--------|-----------|
| 2025-04-05 | £65,106 | £121,969 | - | - |
| 2024-04-05 | £69,831 | £81,922 | - | - |
| 2023-04-05 | £67,394 | £108,803 | - | - |
| 2022-04-05 | £68,961 | £59,360 | - | - |
| 2021-04-05 | £65,265 | £48,989 | - | - |

Trustees

| Name | Role | Appointed |
|------------------------|------|------------|
| Claire Elizabeth Sharp | | 2019-12-18 |
| John Andrew Chadwick | | 1998-12-14 |
| Paul Gurney Cattermull | | 2021-01-11 |
| Roy Neil Arthur | | 2017-07-12 |

H M HUBBARD LAW SCHOLARSHIP FUND

England & Wales - Charity number 313533

Accounts

**H M Hubbard Will Trust
Law Scholarship Fund**

Report and Financial Statements

5 April 2025

H M Hubbard Will Trust - Law Scholarship Fund

CONTENTS

| | Page |
|--|-------------|
| REFERENCE AND ADMINISTRATIVE INFORMATION | 1 |
| TRUSTEES' ANNUAL REPORT | 2 - 5 |
| INDEPENDENT EXAMINER'S REPORT | 6 |
| STATEMENT OF FINANCIAL ACTIVITIES | 7 |
| BALANCE SHEET | 8 |
| NOTES TO THE FINANCIAL STATEMENTS | 9 - 14 |

H M Hubbard Will Trust - Law Scholarship Fund

REFERENCE AND ADMINISTRATIVE INFORMATION

for the year ended 5 April 2025

| | |
|---------------------------------------|---|
| Trustees during the year | Claire Elizabeth Sharp Paul Cattermull Roy Neil Arthur John Andrew Chadwick |
| Registered Name | H M Hubbard Law Scholarship Fund |
| Registered Charity No. | 313533 |
| Principal Office | TMF Global Services (UK) Ltd 13 th Floor 1 Angel Court London EC2R 7HJ |
| Solicitors | Debenhams Ottaway LLP Ivy House, 107 St Peter's Street St Albans Hertfordshire AL1 3EW |
| Independent Examiner | Mr Stephen Mason BSc FCA FKCA Limited 260-270 Great Marlings Butterfield Business Park Luton LU2 8DL |
| Accountants and Trust Managers | TMF Global Services (UK) Ltd 13th Floor 1 Angel Court London EC2R 7HJ |
| Investment Advisers | Investec Wealth and Investment Limited 30 Gresham Street London EC2V 7QN |
| Bankers | CAF Bank 25 Kings Hill Avenue Kings Hill, West Malling Kent ME19 4JQ |
| Website | www.hubbardlawscholarship.com |

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2025

The Trustees present their financial statements and annual report for the year ended 5 April 2025. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Will, the Charities Act 2011 (effective 1 January 2019) and Accounting and Reporting by Charities: Statement of Recommended Practice (FRS 102).

Structure, Governance and Management

Constitution

The Charity was established by the Will dated 3 April 1946 of Henry Malcolm Hubbard, as amplified or varied by Court Orders dated 8 June 1962 (Sister's Fund - Construction of Will) and 15 October 1962 (Mrs Marston's Fund - Variation of Trusts Act 1958), by schemes made by the Charity Commission sealed on 21 April 1995, 15 April 1996, 31 May 2011 and 21 April 2016 and by a Deed of Disclaimer by the Public Trustee dated 15 February 2005. Mr Hubbard died on 23 December 1946 and probate of his Will was granted on 18 March 1947.

The Charity needs Trustees with experience of the law and of legal training and also Trustees with a financial background. Trustees are recruited by the existing Trustees through their contacts in these areas. The present Trustees comprise two lawyers, an accountant and a former investment manager.

The power of appointing Trustees is now vested in the surviving Trustees or Trustee for the time being.

Investment powers

The Will gave the Trustees only limited powers of investment and use has been made of the statutory investment powers under the Trustee Act 2000 to delegate discretionary investment powers and to use nominees to hold the Charity's investments.

Governance and internal control

The Trustees have appointed TMF Global Services (UK) Ltd to carry out the day-to-day administration of the Charity. All significant decisions are taken by the Trustees, either at meetings or through consultation out of meetings. All payments must be approved by two Trustees.

The Trustees meet at least once in each year. They receive quarterly investment reports from the Investment Advisers, with whom they meet at least once a year to review investment performance and strategy.

Risk management

The Trustees have considered the major risks to which the Charity is exposed and are satisfied that systems are in place to mitigate those risks.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2025

Objectives and Activities for the Public Benefit

Objectives and how they are achieved

Following the making of a new Scheme under the Charities Act 1993 by the Charity Commission on 21 April 2016, which made certain amendments to the objectives set out in the Will, the principal objective of the charity is to provide scholarships to study in France, Spain or Canada the law and legal procedure of the particular country. However, if suitable candidates cannot be found to fulfil this objective then the Trustees may make an award for the study of the law of the European Union in France and Spain.

To be eligible for the award of a scholarship, a candidate must have obtained either:

- a) a law degree of at least class 2(ii) from a UK university; or
- b) a graduate diploma in law; or
- c) a Chartered Institute of Legal Executives' level 6 diploma in law and practice;

and must evince to the Trustees an intention to pursue a career as a solicitor in England and Wales. However, if suitable candidates cannot be found who fulfil this criterion, the Trustees may make awards to individuals who have qualified and are currently practicing as solicitors.

Under the 31 May 2011 scheme, the amount to be set aside out of income each year for the provision of a scholarship or scholarships was £22,000, or such higher amount as the Trustees may from time to time decide. The Trustees agreed to increase this to £30,000 from 6 April 2017 (The figure was £15,000 prior to the Scheme and originally £1,200 under the Will).

The Trustees advertise the scholarship on the internet and elsewhere. Replies are considered by the Trustees and interviews of the shortlist carried out once a year. Scholarships are generally awarded for a full year's study.

Under the terms of the Will, the remaining income is to be distributed to solicitors and their families in need. The Trustees obtain written assurance from SBA The Solicitors' Charity (the SBA) that any grant to them will be applied appropriately and the Trustees then make sums available to the SBA for onward payment to beneficiaries.

Public benefit

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims, objectives and future plans. They are satisfied that all the trust's activities are for the public benefit and that they have complied with the duty in section 17(5) of the 2011 Charities Act.

Achievements and Performance

Review of activities

Total unrestricted incoming resources of the Charity for the year were £65,106 (2024: £69,831), to which an allocation of governance costs of £23,483 were charged, leaving £41,623 (2024: £53,177) available to meet the above objectives. £30,000 was set aside for scholarships, £15,513 passed to the SBA and £11,159 spent on supporting these activities leaving a deficit of £15,049 to be deducted from the undistributed income of £15,513 brought forward. The balance of £464 has been carried forward in accordance with the reserves policy set out below.

One scholarship award was made during the year to study in 2026. The scholar had met all the conditions by the date the accounts were finalised so the award of £36,658 has been included in the Statement of Financial Activities this year. The Trustees made one other scholarship offer during the year which was not taken up by the applicants. An additional award of £2,300 was awarded to the 2025 scholar for the increase in fees when they changed courses.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT for the year ended 5 April 2025

Reserves Policy

Scholarships are generally awarded in respect of academic years and the Trustees aim to have sufficient uncommitted income at 1 September each year in the Law Scholarship Income Fund to finance a one-year scholarship. As at 5 April 2025 there was £79,479 in the Law Scholarship Fund for making awards to future students.

Investment policy and performance

The investment policy is to maintain the real value of the underlying capital over time through investment in a diversified portfolio of equities, property (through charity property funds), bonds and cash, subject to the income need as determined from time to time by the Trustees. The Trustees have agreed a bespoke benchmark with the fund managers against which the performance of the fund can be measured. This combines different indices for different asset classes weighted appropriately. The total return on permanent endowment investments in the year to 31 March 2025 was 3.08% compared to the total return on the bespoke benchmark over the same year of 5.43%. Taking performance over the last five years into account, the Trustees are satisfied with the performance of the investment managers, but continue to keep the situation under review, taking into account that it is the long-term performance that is the most important. The Trustees are in regular contact with the Investment Managers to ensure as far as possible the income requirements for scholarships and costs can be met.

Plans for the future

The Trustees will continue to provide scholarships to suitable candidates with any surplus income being distributed to support solicitors and their families in need.

Since Covid 19, the Trustees have noted the reduction in grant applications from suitable candidates. In order to try and get more applications, in conjunction with their publicity agents, the Trustees have updated their website and application process to reflect the changing ways that organisations promote their offerings. The Trustees anticipate that these updates will result in higher number of suitable applicants in the future.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2025

Statement of the Trustees' responsibilities in respect of the accounts

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

The law applicable to charities in England & Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provision of the Will requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements the Trustees are required to:


- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

Approved by the Trustees on:

08/01/2026
Date

and signed on their behalf by:


Ms C Sharp - Trustee

INDEPENDENT EXAMINER'S REPORT

to the Trustees of H M Hubbard Will Trust - Law Scholarship Fund

I report to the charity Trustees on my examination of the financial statements of the H M Hubbard Will Trust - Law Scholarship Fund (the Trust) for the year ended 5 April 2025.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

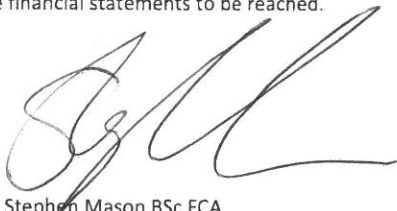
I report in respect of my examination of the Trust's financial statements carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of financial statements set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the financial statements give a true and fair view which is not a matter considered as part of an independent examination.

I confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the financial statements to be reached.



Mr Stephen Mason BSc FCA
For and on behalf of
FKCA Limited
260-270 Great Marlings
Butterfield Business Park
Luton
LU2 8DL

Date:

29/01/2026

H M Hubbard Will Trust - Law Scholarship Fund

STATEMENT OF FINANCIAL ACTIVITIES

for the year ended 5 April 2025

| | Note | Unrestricted General Fund Income £ | Law Scholarship Income £ | Permanent £ | Total 2025 £ | Total 2024 £ |
|--|------|--|-----------------------------------|----------------|--------------------|--------------------|
| INCOME & ENDOWMENTS | | | | | | |
| Investments | 2 | 65,106 | - | - | 65,106 | 69,831 |
| TOTAL INCOME | | 65,106 | - | - | 65,106 | 69,831 |
| EXPENDITURE | | | | | | |
| Cost of generating funds | 3 | - | - | 19,024 | 19,024 | 18,518 |
| Charitable activities | 4 | 50,155 | 38,958 | 13,832 | 102,945 | 63,404 |
| TOTAL EXPENDITURE | | 50,155 | 38,958 | 32,856 | 121,969 | 81,922 |
| NET INCOME/(EXPENDITURE) BEFORE GAINS AND LOSSES ON INVESTMENTS | | | | | | |
| | | 14,951 | (38,958) | (32,856) | (56,863) | (12,091) |
| Net gains/(losses) on investments | 7 | - | - | (71,187) | (71,187) | 148,146 |
| NET INCOME/(EXPENDITURE) AFTER GAINS AND LOSSES ON INVESTMENTS | | | | | | |
| | | 14,951 | (38,958) | (104,043) | (128,050) | 136,055 |
| TRANSFER BETWEEN FUNDS | 6 | (30,000) | 30,000 | - | - | - |
| OTHER RECOGNISED GAINS/(LOSSES) | | | | | | |
| Gains/(losses) on currency | | - | - | - | - | 429 |
| NET MOVEMENT IN FUNDS | | (15,049) | (8,958) | (104,043) | (128,050) | 136,484 |
| FUND BALANCES BROUGHT FORWARD | | 15,513 | 88,437 | 2,465,501 | 2,569,451 | 2,432,967 |
| FUND BALANCES CARRIED FORWARD | | 464 | 79,479 | 2,361,458 | 2,441,401 | 2,569,451 |

H M Hubbard Will Trust - Law Scholarship Fund

BALANCE SHEET

as at 5 April 2025

| | Note | General Fund Income £ | Law Scholarship Income £ | Permanent Endowment £ | Total 2025 £ | Total 2024 £ |
|---|------|--------------------------|-----------------------------|--------------------------|-----------------|-----------------|
| FIXED ASSETS | | | | | | |
| Investments - quoted | 7 | - | - | 2,462,772 | 2,462,772 | 2,553,023 |
| | | - | - | 2,462,772 | 2,462,772 | 2,553,023 |
| CURRENT ASSETS | | | | | | |
| Amount lent to Permanent Endowment | 6 | - | 50,000 | - | 50,000 | 50,000 |
| | | - | 50,000 | - | 50,000 | 50,000 |
| Cash | | | | | | |
| Bank current accounts | | 13,711 | 39,763 | (38,053) | 15,421 | 63,088 |
| Bank deposit account | | - | 31,350 | - | 31,350 | 1,318 |
| | | 13,711 | 71,113 | (38,053) | 46,771 | 64,406 |
| TOTAL CURRENT ASSETS | | 13,711 | 121,113 | (38,053) | 96,771 | 114,406 |
| LIABILITIES: amounts falling due within one year | | | | | | |
| Creditors | 8 | 13,247 | 41,634 | 13,261 | 68,142 | 47,978 |
| Amount lent by Income Accounts | 6 | - | - | 50,000 | 50,000 | 50,000 |
| | | 13,247 | 41,634 | 63,261 | 118,142 | 97,978 |
| NET CURRENT ASSETS/(LIABILITIES) | | 464 | 79,479 | (101,314) | (21,371) | 16,428 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 464 | 79,479 | 2,361,458 | 2,441,401 | 2,569,451 |
| LIABILITIES: amounts falling due after one year | | | | | | |
| Creditors | 8 | - | - | - | - | - |
| NET ASSETS | | 464 | 79,479 | 2,361,458 | 2,441,401 | 2,569,451 |
| Representing: | | | | | | |
| FUNDS - RESTRICTED | | | | | | |
| Permanent Endowment | | - | - | 2,361,458 | 2,361,458 | 2,465,501 |
| Law Scholarship Income Account | | - | 79,479 | - | 79,479 | 88,437 |
| FUNDS - UNRESTRICTED | | | | | | |
| General Fund Income Account | | 464 | - | - | 464 | 15,513 |
| | | 464 | 79,479 | 2,361,458 | 2,441,401 | 2,569,451 |

Approved by the Trustees on:

21 January 2026 | 6:16:17 AM PST

Date

and signed on their behalf by:

DocuSigned by:

Claire Sharp

DE967EB920F46F...
Ms C Sharp - Trustee

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2025

1. ACCOUNTING POLICIES

The principal accounting policies adopted are as follows:

a) Basis of preparation and assessment of going concern

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (FRS 102) (effective 1 January 2019) and the Charities Act 2011 and applicable regulations.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these financial statements.

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

b) Fund structure

The permanent endowment represents the funds derived from the estate of the late H M Hubbard and the Trustees are permitted by the Will to distribute only the income earned by the assets held.

The Law Scholarship Income Account represents the income directed by the Will as amended to be used to provide law scholarships and the amounts so awarded. The General Fund Income Account represents the residual income directed by the Will to be used, after support costs and overheads, for solicitors and their families in need.

c) Income recognition

All income is recognised once the Charity has entitlement to the income, there is sufficient certainty of receipt and so it is probable that the income will be received, and the amount of income receivable can be measured reliably.

Interest on funds held is included upon notification of the interest paid or payable. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. Credit is taken in the accounts for income tax deducted from investment income which has or will be reclaimed from H M Revenue & Customs up to 5 April 2025.

d) Expenditure recognition and irrecoverable VAT

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Grants payable are payments made to third parties in the furtherance of the charitable objectives of the Trust. Grants to solicitors and their families in need are accounted for in full when awarded. Scholarship awards are accounted for during the year of award only if all conditions imposed by the Trustees have been fulfilled, or there is a reasonable expectation that they will be, when the accounts are finalised. Otherwise they are accounted for in the following year.

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

Basic financial instruments are measured at amortised cost.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2025

1. ACCOUNTING POLICIES - continued

e) Allocation of governance and other support costs

Overhead and support costs are allocated first between charitable activities and governance. The costs allocated to charitable activities are then further allocated between those relating to the awarding of Law Scholarships and those relating to grants to solicitors and their families in need. The costs allocated to governance are further allocated between the permanent endowment and general income. Where costs are specific to an activity or fund, they have been so allocated. Otherwise, apportionment is based on estimated time spent by the staff of the professional advisers employed in the administrative burden of publicising, awarding, monitoring and assessing grants. The allocation of overhead and support costs is analysed in note 4.

f) Cost of raising funds

The cost of generating funds comprises the investment managers' charges

g) Charitable activities

Costs of charitable activities include grants made and an apportionment of overhead and support costs as shown in note 4b.

h) Governance costs

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 the independent examination and legal fees together with an apportionment of overhead and support costs.

i) Fixed asset investments

Investments are stated at market value as at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

j) Realised gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and opening market value (or purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or cost of purchase if later). Realised and unrealised gains are not separated in the statement of financial activities.

k) Foreign exchange

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at year-end rates and translation differences are taken to the Statement of Financial Activities.

l) Currency

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

2. INCOME AND ENDOWMENTS

| | Total 2025 £ | Total 2024 £ |
|--|--------------------|--------------------|
| Investment Income | | |
| Investment income - UK listed | 40,210 | 47,345 |
| Investment income - Overseas listed | 24,411 | 22,163 |
| | <u>64,621</u> | <u>69,508</u> |
| Less: Non-recoverable and overseas tax | (56) | (295) |
| Deposit interest | 541 | 618 |
| | <u>65,106</u> | <u>69,831</u> |

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2025

3. COST OF GENERATING FUNDS

| | General Fund Income £ | Permanent Endowment £ | Total 2025 £ | 2024 £ |
|------------------------------|-----------------------------|-----------------------------|--------------------|-----------|
| Comprise: | | | | |
| Investment advisers' charges | - | 19,024 | 19,024 | 18,518 |

The investment advisers charge a fee based on a percentage of the value of the fund.

4. ANALYSIS OF EXPENDITURE

The Charity undertakes its charitable activities through grant making.

| | | Unrestricted General Fund Income £ | Law Scholarship Income £ | Permanent £ | Total 2025 £ | Total 2024 £ |
|--------------------------|----|---|-----------------------------------|----------------|--------------------|--------------------|
| EXPENDITURE | | | | | | |
| Grants awarded | 4b | 15,513 | 38,958 | - | 54,471 | 27,906 |
| Grant support costs | 4a | 11,159 | - | - | 11,159 | 7,664 |
| Governance costs | 4c | 23,483 | - | 13,832 | 37,315 | 27,834 |
| TOTAL EXPENDITURE | | 50,155 | 38,958 | 13,832 | 102,945 | 63,404 |

4a. ALLOCATION OF SUPPORT COSTS AND OVERHEADS

The breakdown of support costs and how these were allocated between Governance and Charitable Activities is shown in the table below:

| Cost Type | Grant Support Costs £ | Governance £ | 2025 Total Allocated £ | 2024 Total Allocated £ |
|-------------------------------------|--------------------------------|-----------------|---------------------------------|---------------------------------|
| Independent examiner's fees | - | 1,890 | 1,890 | 1,650 |
| Accountancy and administration fees | 1,424 | 27,058 | 28,482 | 19,908 |
| Solicitors' fees | 1,342 | 7,606 | 8,948 | 8,271 |
| Scholarship expenses | 41 | - | 41 | 130 |
| Trustees' expenses | - | 115 | 115 | 107 |
| Bank charges | - | 114 | 114 | 99 |
| Publicity expenses | 8,352 | - | 8,352 | 5,298 |
| Information Commissioner | - | 47 | 47 | 35 |
| Trustees' Indemnity Insurance | - | 485 | 485 | - |
| | 11,159 | 37,315 | 48,474 | 35,498 |

The basis of apportionment is detailed in note 1 on page 10.

The total support cost attributable to charitable activities and governance has been apportioned as shown below.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2025

4b. CHARITABLE ACTIVITIES

| | Grants Awarded £ | Support Costs £ | 2025 £ | 2024 £ |
|--|------------------------|-----------------------|---------------|---------------|
| Scholarship Awards | | | | |
| - Additional 2024 academic year | 2,300 | - | 2,300 | - |
| - Grant for 2025 academic year | 36,658 | 10,043 | 46,701 | 22,728 |
| SBA | | | | |
| - One grant (2024 -1) for solicitors and their families in need | 15,513 | 1,116 | 16,629 | 12,842 |
| | <u>54,471</u> | <u>11,159</u> | <u>65,630</u> | <u>35,570</u> |

Commitments

During the year, a grant of £15,513 was awarded by the Trustees to the SBA and paid.

The Trustees authorise certain scholarship grants which are subject to the recipient fulfilling certain conditions.

The Trustees agreed in March 2025 to award a scholarship of £36,658.48 for the academic year 2025/26. Conditions were met before the financial statements were finalised and provision has been made in the financial statements this year.

4c. GOVERNANCE

| | 2025 | | | |
|-------------------------------------|-----------------------------|-----------------------------|---------------|---------------|
| | General Fund Income £ | Permanent Endowment £ | Total £ | 2024 £ |
| Independent examiner's fees | 1,890 | - | 1,890 | 1,650 |
| Accountancy and administration fees | 19,937 | 7,121 | 27,058 | 18,913 |
| Solicitors' fees | 895 | 6,711 | 7,606 | 7,030 |
| Trustees' expenses | 115 | | 115 | 107 |
| Bank charges | 114 | - | 114 | 99 |
| Information Commissioner | 47 | - | 47 | 35 |
| Trustees' Indemnity Insurance | 485 | - | 485 | - |
| | <u>23,483</u> | <u>13,832</u> | <u>37,315</u> | <u>27,834</u> |

5. RELATED PARTY TRANSACTIONS AND TRUSTEES' REMUNERATION

In the year ended 5 April 2025 one Trustee (2024 - one) was reimbursed travelling expenses of £115. Fees of £8,948 were paid for legal services to Debenhams Ottaway LLP, of which Mrs Claire Sharp a Trustee, is a partner. (2024 - £8,271). The Trustees received no remuneration for their services. (2024 - nil).

6. TRANSFERS BETWEEN FUNDS

The transfer of £30,000 from the General Fund income account to the Law Scholarship income account is in accordance with the Charity Commission Order of 31 May 2011 as most recently amended by the Trustees at their meeting on 15 December 2017.

Due to the poor returns available on cash during the year, the Trustees have loaned £50,000 from the income funds to the permanent endowment fund. This is repayable on demand and all income arises in the income fund.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2025

7. INVESTMENTS

| | 2025 Total £ | 2024 Total £ |
|---|--------------------|--------------------|
| Market value at 5 April 2024 | 2,501,473 | 2,368,984 |
| Acquisitions at cost | 501,813 | 658,665 |
| Sales proceeds from disposals | (472,379) | (674,322) |
| (Loss)/gain in the year | (71,187) | 148,146 |
| Market value at 5 April 2025 | 2,459,720 | 2,501,473 |
| Cash held within the investment portfolio | 3,052 | 51,550 |
| | <u>2,462,772</u> | <u>2,553,023</u> |
| UK equities and collective investments | 2,168,761 | 2,210,415 |
| UK government and other fixed interest stocks | 290,959 | 291,058 |
| Market value at 5 April 2025 | <u>2,459,720</u> | <u>2,501,473</u> |
| Historical cost at 5 April 2025 | <u>2,116,503</u> | <u>2,043,638</u> |

The following investment comprises more than 5% of the value of the investment portfolio:

| Name | Holding | Market Value |
|---|---------|--------------|
| JP Morgan ETFs (Ire JPM Us Rei Equity Esg Etf | 6,101 | £226,378 |
| JP Morgan Fund Icvc JPM Us Eq Inc C2 GBP Net Di | 79,634 | £124,548 |
| TM Natixis Inv Fds TM N Ls Us Eqty Ldrs Qa Acc | 22,085 | £136,002 |
| Vanguard Funds S&P500 ETF Trust USD Distribution shares | 2,355 | £178,641 |

8. CREDITORS

| | 2025 £ | 2024 £ |
|--|---------------|---------------|
| Amounts falling due within one year | | |
| Accruals | 26,508 | 31,764 |
| Scholarships | 41,634 | 16,214 |
| | <u>68,142</u> | <u>47,978</u> |

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2025

9. SUMMARY OF FUND MOVEMENTS

| | Fund balances brought forward £ | Income £ | Expenditure £ | Transfers £ | Gains and Losses £ | Fund balances carried forward £ |
|------------------------|---|---------------|------------------|----------------|-----------------------------|---|
| Unrestricted Funds | | | | | | |
| - General fund income | 15,513 | 65,106 | (50,155) | (30,000) | - | 464 |
| Law Scholarship income | 88,437 | - | (38,958) | 30,000 | - | 79,479 |
| Permanent Endowment | 2,465,501 | - | (32,856) | - | (71,187) | 2,361,458 |
| Total | 2,569,451 | 65,106 | (121,969) | - | (71,187) | 2,441,401 |

H M HUBBARD LAW SCHOLARSHIP FUND

England & Wales - Charity number 313533

Accounts

**H M Hubbard Will Trust
Law Scholarship Fund**

Report and Financial Statements

5 April 2024

H M Hubbard Will Trust - Law Scholarship Fund

CONTENTS

| | Page |
|--|-------------|
| REFERENCE AND ADMINISTRATIVE INFORMATION | 1 |
| TRUSTEES' ANNUAL REPORT | 2 - 5 |
| INDEPENDENT EXAMINER'S REPORT | 6 |
| STATEMENT OF FINANCIAL ACTIVITIES | 7 |
| BALANCE SHEET | 8 |
| NOTES TO THE FINANCIAL STATEMENTS | 9 - 14 |

H M Hubbard Will Trust - Law Scholarship Fund

REFERENCE AND ADMINISTRATIVE INFORMATION

for the year ended 5 April 2024

| | |
|---------------------------------------|---|
| Trustees during the year | Claire Elizabeth Sharp Paul Cattermull Roy Neil Arthur John Andrew Chadwick |
| Registered Name | H M Hubbard Law Scholarship Fund |
| Registered Charity No. | 313533 |
| Principal Office | TMF Global Services (UK) Ltd 13 th Floor 1 Angel Court London EC2R 7HJ |
| Solicitors | Debenhams Ottaway LLP Ivy House, 107 St Peter's Street St Albans Hertfordshire AL1 3EW |
| Independent Examiner | Mr Stephen Mason BSc FCA FKCA Limited 260-270 Great Marlings Butterfield Business Park Luton LU2 8DL |
| Accountants and Trust Managers | TMF Global Services (UK) Ltd 13th Floor 1 Angel Court London EC2R 7HJ |
| Investment Advisers | Investec Wealth and Investment Limited 30 Gresham Street London EC2V 7QN |
| Bankers | CAF Bank 25 Kings Hill Avenue Kings Hill, West Malling Kent ME19 4JQ |
| Website | www.hubbardlawscholarship.com |

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2024

The Trustees present their financial statements and annual report for the year ended 5 April 2024. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Will, the Charities Act 2011 (effective 1 January 2019) and Accounting and Reporting by Charities: Statement of Recommended Practice (FRS 102).

Structure, Governance and Management

Constitution

The Charity was established by the Will dated 3 April 1946 of Henry Malcolm Hubbard, as amplified or varied by Court Orders dated 8 June 1962 (Sister's Fund - Construction of Will) and 15 October 1962 (Mrs Marston's Fund - Variation of Trusts Act 1958), by schemes made by the Charity Commission sealed on 21 April 1995, 15 April 1996, 31 May 2011 and 21 April 2016 and by a Deed of Disclaimer by the Public Trustee dated 15 February 2005. Mr Hubbard died on 23 December 1946 and probate of his Will was granted on 18 March 1947.

The Charity needs Trustees with experience of the law and of legal training and also Trustees with a financial background. Trustees are recruited by the existing Trustees through their contacts in these areas. The present Trustees comprise two lawyers, an accountant and a former investment manager.

The power of appointing Trustees is now vested in the surviving Trustees or Trustee for the time being.

Investment powers

The Will gave the Trustees only limited powers of investment and use has been made of the statutory investment powers under the Trustee Act 2000 to delegate discretionary investment powers and to use nominees to hold the Charity's investments.

Governance and Internal control

The Trustees have appointed TMF Global Services (UK) Ltd to carry out the day-to-day administration of the Charity. All significant decisions are taken by the Trustees, either at meetings or through consultation out of meetings. All payments must be approved by two Trustees.

The Trustees meet at least once in each year. They receive quarterly investment reports from the Investment Advisers, with whom they meet at least once a year to review investment performance and strategy.

Risk management

The Trustees have considered the major risks to which the Charity is exposed and are satisfied that systems are in place to mitigate those risks.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2024

Objectives and Activities for the Public Benefit

Objectives and how they are achieved

Following the making of a new Scheme under the Charities Act 1993 by the Charity Commission on 21 April 2016, which made certain amendments to the objectives set out in the Will, the principal objective of the charity is to provide scholarships to study in France, Spain or Canada the law and legal procedure of the particular country. However, if suitable candidates cannot be found to fulfil this objective then the Trustees may make an award for the study of the law of the European Union in France and Spain.

To be eligible for the award of a scholarship, a candidate must have obtained either:

- a) a law degree of at least class 2(ii) from a UK university; or
- b) a graduate diploma in law; or
- c) a Chartered Institute of Legal Executives' level 6 diploma in law and practice;

and must evince to the Trustees an intention to pursue a career as a solicitor in England and Wales. However, if suitable candidates cannot be found who fulfil this criterion, the Trustees may make awards to individuals who have qualified and are currently practicing as solicitors.

Under the 31 May 2011 scheme, the amount to be set aside out of income each year for the provision of a scholarship or scholarships was £22,000, or such higher amount as the Trustees may from time to time decide. The Trustees agreed to increase this to £30,000 from 6 April 2017 (The figure was £15,000 prior to the Scheme and originally £1,200 under the Will).

The Trustees advertise the scholarship on the internet and elsewhere. Replies are considered by the Trustees and interviews of the shortlist carried out once a year. Scholarships are generally awarded for a full year's study.

Under the terms of the Will, the remaining income is to be distributed to solicitors and their families in need. The Trustees obtain written assurance from SBA The Solicitors' Charity (the SBA) that any grant to them will be applied appropriately and the Trustees then make sums available to the SBA for onward payment to beneficiaries.

Public benefit

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims, objectives and future plans. They are satisfied that all the trust's activities are for the public benefit and that they have complied with the duty in section 17(5) of the 2011 Charities Act.

Achievements and Performance

Review of activities

Total unrestricted incoming resources of the Charity for the year were £69,831 (2023: £67,394), to which an allocation of governance costs of £16,654 were charged, leaving £53,177 (2023: £50,782) available to meet the above objectives. £30,000 was set aside for scholarships, £11,692 passed to the SBA and £7,664 spent on supporting these activities leaving a surplus of £3,821 to be added to the undistributed income of £11,692 brought forward. The balance of £15,513 has been carried forward in accordance with the reserves policy set out below.

One scholarship award was made during the year to study in 2025. The scholar had met all the conditions by the date the accounts were finalised so the award of £16,214 has been included in the Statement of Financial Activities this year. The Trustees made three other scholarship offers during the year which were not taken up by the applicants.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2024

Reserves Policy

Scholarships are generally awarded in respect of academic years and the Trustees aim to have sufficient uncommitted income at 1 September each year in the Law Scholarship Income Fund to finance a one-year scholarship. Due to the disruption to educational courses caused by Covid-19, and the difficulty in finding suitable candidates, only two scholarships have been paid in recent years and so a large reserve is presently held. As at 5 April 2024 there was £88,437 in the Law Scholarship Fund and the Trustees hope that now the educational courses are returning to normal, more suitable candidates will apply.

Investment policy and performance

The investment policy is to maintain the real value of the underlying capital over time through investment in a diversified portfolio of equities, property (through charity property funds), bonds and cash, subject to the income need as determined from time to time by the Trustees. The Trustees have agreed a bespoke benchmark with the fund managers against which the performance of the fund can be measured. This combines different indices for different asset classes weighted appropriately. The total return on permanent endowment investments in the year to 31 March 2024 was 9.59% compared to the total return on the bespoke benchmark over the same year of 10.76%. Taking performance over the last five years into account, the Trustees are satisfied with the performance of the investment managers, but continue to keep the situation under review, taking into account that it is the long-term performance that is the most important. The Trustees are in regular contact with the Investment Managers to ensure as far as possible the income requirements for scholarships and costs can be met.

Plans for the future

The Trustees will continue to provide scholarships to suitable candidates with any surplus income being distributed to support solicitors and their families in need. The Trustees are concerned that there are a reducing number of suitable applicants for grants. As a consequence, the Trustees are seeking alternative ways of advertising grant opportunities to potential candidates.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2024

Statement of the Trustees' responsibilities in respect of the accounts

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

The law applicable to charities in England & Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provision of the Will requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

Approved by the Trustees on:

17-01-2025
Date

and signed on their behalf by:


Ms C Sharp - Trustee

INDEPENDENT EXAMINER'S REPORT

to the Trustees of H M Hubbard Will Trust - Law Scholarship Fund

I report to the charity Trustees on my examination of the financial statements of the H M Hubbard Will Trust - Law Scholarship Fund (the Trust) for the year ended 5 April 2024.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's financial statements carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of financial statements set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the financial statements give a true and fair view which is not a matter considered as part of an independent examination.

I confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the financial statements to be reached.



Mr Stephen Mason BSc FCA

For and on behalf of

FKCA Limited

260-270 Great Marlings

Butterfield Business Park

Luton

LU2 8DL

Date:

29/01/2025

H M Hubbard Will Trust - Law Scholarship Fund

STATEMENT OF FINANCIAL ACTIVITIES

for the year ended 5 April 2024

| | Note | Unrestricted General Fund Income £ | Law Scholarship Income £ | Permanent £ | Total 2024 £ | Total 2023 £ |
|--|------|--|-----------------------------------|------------------|--------------------|--------------------|
| INCOME & ENDOWMENTS | | | | | | |
| Investments | 2 | 69,831 | - | - | 69,831 | 67,394 |
| TOTAL INCOME | | 69,831 | - | - | 69,831 | 67,394 |
| EXPENDITURE | | | | | | |
| Cost of generating funds | 3 | - | - | 18,518 | 18,518 | 18,187 |
| Charitable activities | 4 | 36,010 | 16,214 | 11,180 | 63,404 | 90,616 |
| TOTAL EXPENDITURE | | 36,010 | 16,214 | 29,698 | 81,922 | 108,803 |
| NET INCOME/(EXPENDITURE) BEFORE GAINS AND LOSSES ON INVESTMENTS | | 33,821 | (16,214) | (29,698) | (12,091) | (41,409) |
| Net gains/(losses) on investments | 7 | - | - | 148,146 | 148,146 | (195,615) |
| NET INCOME/(EXPENDITURE) AFTER GAINS AND LOSSES ON INVESTMENTS | | 33,821 | (16,214) | 118,448 | 136,055 | (237,024) |
| TRANSFER BETWEEN FUNDS | 6 | (30,000) | 30,000 | - | - | - |
| OTHER RECOGNISED GAINS/(LOSSES) | | | | | | |
| Gains/(losses) on currency | | - | 429 | - | 429 | - |
| NET MOVEMENT IN FUNDS | | 3,821 | 14,215 | 118,448 | 136,484 | (237,024) |
| FUND BALANCES BROUGHT FORWARD | | 11,692 | 74,222 | 2,347,053 | 2,432,967 | 2,669,991 |
| FUND BALANCES CARRIED FORWARD | | 15,513 | 88,437 | 2,465,501 | 2,569,451 | 2,432,967 |

H M Hubbard Will Trust - Law Scholarship Fund

BALANCE SHEET

as at 5 April 2024

| | Note | General Fund Income £ | Law Scholarship Income £ | Permanent Endowment £ | Total 2024 £ | Total 2023 £ |
|---|------|--------------------------------|-----------------------------------|-----------------------------|--------------------|--------------------|
| FIXED ASSETS | | | | | | |
| Investments - quoted | 7 | - | - | 2,553,023 | 2,553,023 | 2,422,542 |
| | | - | - | 2,553,023 | 2,553,023 | 2,422,542 |
| CURRENT ASSETS | | | | | | |
| Amount lent to Permanent Endowment | 6 | - | 50,000 | - | 50,000 | 50,000 |
| | | - | 50,000 | - | 50,000 | 50,000 |
| Cash | | | | | | |
| Bank current accounts | | 32,872 | 53,333 | (23,117) | 63,088 | 57,376 |
| Bank deposit account | | - | 1,318 | - | 1,318 | 1,290 |
| | | 32,872 | 54,651 | (23,117) | 64,406 | 58,666 |
| TOTAL CURRENT ASSETS | | 32,872 | 104,651 | (23,117) | 114,406 | 108,666 |
| LIABILITIES: amounts falling due within one year | | | | | | |
| Creditors | 8 | 17,359 | 16,214 | 14,405 | 47,978 | 48,241 |
| Amount lent by Income Accounts | 6 | - | - | 50,000 | 50,000 | 50,000 |
| | | 17,359 | 16,214 | 64,405 | 97,978 | 98,241 |
| NET CURRENT ASSETS/(LIABILITIES) | | 15,513 | 88,437 | (87,522) | 16,428 | 10,425 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 15,513 | 88,437 | 2,465,501 | 2,569,451 | 2,432,967 |
| LIABILITIES: amounts falling due after one year | | | | | | |
| Creditors | 8 | - | - | - | - | - |
| NET ASSETS | | 15,513 | 88,437 | 2,465,501 | 2,569,451 | 2,432,967 |
| Representing: | | | | | | |
| FUNDS - RESTRICTED | | | | | | |
| Permanent Endowment | | - | - | 2,465,501 | 2,465,501 | 2,347,053 |
| Law Scholarship Income Account | | - | 88,437 | - | 88,437 | 74,222 |
| FUNDS - UNRESTRICTED | | | | | | |
| General Fund Income Account | | 15,513 | - | - | 15,513 | 11,692 |
| | | 15,513 | 88,437 | 2,465,501 | 2,569,451 | 2,432,967 |

Approved by the Trustees on:

17-01-2025

Date

and signed on their behalf by:



Ms C Sharp - Trustee

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2024

1. ACCOUNTING POLICIES

The principal accounting policies adopted are as follows:

a) Basis of preparation and assessment of going concern

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (FRS 102) (effective 1 January 2019) and the Charities Act 2011 and applicable regulations.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these financial statements.

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

b) Fund structure

The permanent endowment represents the funds derived from the estate of the late H M Hubbard and the Trustees are permitted by the Will to distribute only the income earned by the assets held.

The Law Scholarship Income Account represents the income directed by the Will as amended to be used to provide law scholarships and the amounts so awarded. The General Fund Income Account represents the residual income directed by the Will to be used, after support costs and overheads, for solicitors and their families in need.

c) Income recognition

All income is recognised once the Charity has entitlement to the income, there is sufficient certainty of receipt and so it is probable that the income will be received, and the amount of income receivable can be measured reliably.

Interest on funds held is included upon notification of the interest paid or payable. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. Credit is taken in the accounts for income tax deducted from investment income which has or will be reclaimed from H M Revenue & Customs up to 5 April 2024.

d) Expenditure recognition and irrecoverable VAT

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Grants payable are payments made to third parties in the furtherance of the charitable objectives of the Trust. Grants to solicitors and their families in need are accounted for in full when awarded. Scholarship awards are accounted for during the year of award only if all conditions imposed by the Trustees have been fulfilled, or there is a reasonable expectation that they will be, when the accounts are finalised. Otherwise they are accounted for in the following year.

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

Basic financial instruments are measured at amortised cost.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2024

1. ACCOUNTING POLICIES - continued

e) Allocation of governance and other support costs

Overhead and support costs are allocated first between charitable activities and governance. The costs allocated to charitable activities are then further allocated between those relating to the awarding of Law Scholarships and those relating to grants to solicitors and their families in need. The costs allocated to governance are further allocated between the permanent endowment and general income. Where costs are specific to an activity or fund, they have been so allocated. Otherwise, apportionment is based on estimated time spent by the staff of the professional advisers employed in the administrative burden of publicising, awarding, monitoring and assessing grants. The allocation of overhead and support costs is analysed in note 4.

f) Cost of raising funds

The cost of generating funds comprises the investment managers' charges

g) Charitable activities

Costs of charitable activities include grants made and an apportionment of overhead and support costs as shown in note 4b.

h) Governance costs

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 the independent examination and legal fees together with an apportionment of overhead and support costs.

i) Fixed asset investments

Investments are stated at market value as at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

j) Realised gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and opening market value (or purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or cost of purchase if later). Realised and unrealised gains are not separated in the statement of financial activities.

k) Foreign exchange

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at year-end rates and translation differences are taken to the Statement of Financial Activities.

l) Currency

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

2. INCOME AND ENDOWMENTS

| | Total 2024 | Total 2023 |
|--|---------------|---------------|
| | £ | £ |
| Investment Income | | |
| Investment income - UK listed | 47,345 | 49,177 |
| Investment income - Overseas listed | 22,163 | 17,889 |
| | <u>69,508</u> | <u>67,066</u> |
| Less: Non-recoverable and overseas tax | (295) | (367) |
| Deposit interest | 618 | 695 |
| | <u>69,831</u> | <u>67,394</u> |

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2024

3. COST OF GENERATING FUNDS

| | General Fund Income £ | Permanent Endowment £ | Total 2024 £ | 2023 £ |
|------------------------------|-----------------------------|-----------------------------|--------------------|-----------|
| Comprise: | | | | |
| Investment advisers' charges | - | 18,518 | 18,518 | 18,187 |

The investment advisers charge a fee based on a percentage of the value of the fund.

4. ANALYSIS OF EXPENDITURE

The Charity undertakes its charitable activities through grant making.

| | | Unrestricted General Fund Income £ | Law Scholarship Income £ | Permanent £ | Total 2024 £ | Total 2023 £ |
|--------------------------|----|---|-----------------------------------|----------------|--------------------|--------------------|
| EXPENDITURE | | | | | | |
| Grants awarded | 4b | 11,692 | 16,214 | - | 27,906 | 54,455 |
| Grant support costs | 4a | 7,664 | - | - | 7,664 | 9,089 |
| Governance costs | 4c | 16,654 | - | 11,180 | 27,834 | 27,072 |
| TOTAL EXPENDITURE | | 36,010 | 16,214 | 11,180 | 63,404 | 90,616 |

4a. ALLOCATION OF SUPPORT COSTS AND OVERHEADS

The breakdown of support costs and how these were allocated between Governance and Charitable Activities is shown in the table below:

| Cost Type | Grant Support Costs £ | Governance £ | 2024 Total Allocated £ | 2023 Total Allocated £ |
|-------------------------------------|--------------------------------|-----------------|---------------------------------|---------------------------------|
| Independent examiner's fees | - | 1,650 | 1,650 | 1,506 |
| Accountancy and administration fees | 995 | 18,913 | 19,908 | 19,655 |
| Solicitors' fees | 1,241 | 7,030 | 8,271 | 7,394 |
| Scholarship expenses | 130 | - | 130 | - |
| Trustees' expenses | - | 107 | 107 | - |
| Bank charges | - | 99 | 99 | 89 |
| Publicity expenses | 5,298 | - | 5,298 | 6,997 |
| Information Commissioner | - | 35 | 35 | 35 |
| Trustees' Indemnity Insurance | - | - | - | 485 |
| | 7,664 | 27,834 | 35,498 | 36,161 |

The basis of apportionment is detailed in note 1 on page 10.

The total support cost attributable to charitable activities and governance has been apportioned as shown below.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2024

4b. CHARITABLE ACTIVITIES

| | Grants Awarded £ | Support Costs £ | 2024 £ | 2023 £ |
|--|------------------------|-----------------------|---------------|---------------|
| Scholarship Awards | | | | |
| - Additional 2022 academic year | - | - | - | 5,000 |
| - Grant for 2023 academic year | - | - | - | 34,791 |
| - Grant for 2024 academic year | 16,214 | 6,514 | 22,728 | - |
| SBA | | | | |
| - One grant (2023 -1) for solicitors and their families in need | 11,692 | 1,150 | 12,842 | 23,753 |
| | <u>27,906</u> | <u>7,664</u> | <u>35,570</u> | <u>63,544</u> |

Commitments

During the year, a grant of £11,692 was awarded by the Trustees to the SBA and paid.

The Trustees authorise certain scholarship grants which are subject to the recipient fulfilling certain conditions.

The Trustees agreed in February 2024 to award a scholarship of £16,214 for the academic year 2024/25. Conditions were met before the financial statements were finalised and provision has been made in the financial statements this year.

4c. GOVERNANCE

| | 2024 | | | 2023 £ |
|-------------------------------------|-----------------------------|-----------------------------|---------------|---------------|
| | General Fund Income £ | Permanent Endowment £ | Total £ | |
| Independent examiner's fees | 1,650 | - | 1,650 | 1,506 |
| Accountancy and administration fees | 13,936 | 4,977 | 18,913 | 18,672 |
| Solicitors' fees | 827 | 6,203 | 7,030 | 6,285 |
| Trustees' expenses | 107 | - | 107 | - |
| Bank charges | 99 | - | 99 | 89 |
| Information Commissioner | 35 | - | 35 | 35 |
| Trustees' Indemnity Insurance | - | - | - | 485 |
| | <u>16,654</u> | <u>11,180</u> | <u>27,834</u> | <u>27,072</u> |

5. RELATED PARTY TRANSACTIONS AND TRUSTEES' REMUNERATION

In the year ended 5 April 2024 one Trustee (2023 - none) were reimbursed travelling expenses of £107. Fees of £8,271 were paid for legal services to Debenhams Ottaway LLP, of which Mrs Claire Sharp a Trustee, is a partner. (2023 - £7,394). The Trustees received no remuneration for their services. (2023 - nil).

6. TRANSFERS BETWEEN FUNDS

The transfer of £30,000 from the General Fund income account to the Law Scholarship income account is in accordance with the Charity Commission Order of 31 May 2011 as most recently amended by the Trustees at their meeting on 15 December 2017.

Due to the poor returns available on cash during the year, the Trustees have loaned £50,000 from the income funds to the permanent endowment fund. This is repayable on demand and all income arises in the income fund.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2024

7. INVESTMENTS

| | 2024 Total £ | 2023 Total £ |
|---|--------------------|--------------------|
| Market value at 5 April 2023 | 2,368,984 | 2,548,180 |
| Acquisitions at cost | 658,665 | 486,096 |
| Sales proceeds from disposals | (674,322) | (469,677) |
| (Loss)/gain in the year | 148,146 | (195,615) |
| Market value at 5 April 2024 | 2,501,473 | 2,368,984 |
| Cash held within the investment portfolio | 51,550 | 53,558 |
| | <u>2,553,023</u> | <u>2,422,542</u> |
| UK equities and collective investments | 2,210,415 | 2,141,185 |
| UK government and other fixed interest stocks | 291,058 | 227,799 |
| Market value at 5 April 2024 | <u>2,501,473</u> | <u>2,368,984</u> |
| Historical cost at 5 April 2024 | <u>2,043,638</u> | <u>1,885,313</u> |

The following investment comprises more than 5% of the value of the investment portfolio:

| Name | Holding | Market Value |
|---|---------|--------------|
| Vanguard Funds S&P500 ETF Trust USD Distribution shares | 1,830 | £142,738 |
| Brown Advisory Funds Advisory US Sust Growth | 8,655 | £155,790 |

8. CREDITORS

| | 2024 £ | 2023 £ |
|--|---------------|---------------|
| Amounts falling due within one year | | |
| Accruals | 31,764 | 21,171 |
| Scholarship 2024/2025 | 16,214 | 27,070 |
| | <u>47,978</u> | <u>48,241</u> |

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2024

9. SUMMARY OF FUND MOVEMENTS

| | Fund balances brought forward £ | Income £ | Expenditure £ | Transfers £ | Gains and Losses £ | Fund balances carried forward £ |
|------------------------|---|-------------|------------------|----------------|-----------------------------|---|
| Unrestricted Funds | | | | | | |
| - General fund income | 11,692 | 69,831 | (36,010) | (30,000) | - | 15,513 |
| Law Scholarship income | 74,222 | - | (16,214) | 30,000 | 429 | 88,437 |
| Permanent Endowment | 2,347,053 | - | (29,698) | - | 148,146 | 2,465,501 |
| Total | 2,432,967 | 69,831 | (81,922) | - | 148,575 | 2,569,451 |

H M HUBBARD LAW SCHOLARSHIP FUND

England & Wales - Charity number 313533

Accounts

**H M Hubbard Will Trust
Law Scholarship Fund**

Report and Financial Statements

5 April 2023

H M Hubbard Will Trust - Law Scholarship Fund

CONTENTS

| | Page |
|--|-------------|
| REFERENCE AND ADMINISTRATIVE INFORMATION | 1 |
| TRUSTEES' ANNUAL REPORT | 2 - 5 |
| INDEPENDENT EXAMINER'S REPORT | 6 |
| STATEMENT OF FINANCIAL ACTIVITIES | 7 |
| BALANCE SHEET | 8 |
| NOTES TO THE FINANCIAL STATEMENTS | 9 - 14 |

H M Hubbard Will Trust - Law Scholarship Fund

REFERENCE AND ADMINISTRATIVE INFORMATION for the year ended 5 April 2023

| | |
|---------------------------------------|---|
| Trustees during the year | Claire Elizabeth Sharp Paul Cattermull Roy Nell Arthur John Andrew Chadwick |
| Registered Name | H M Hubbard Law Scholarship Fund |
| Registered Charity No. | 313533 |
| Principal Office | TMF Global Services (UK) Ltd 13 th Floor 1 Angel Court London EC2R 7HJ |
| Solicitors | Debenhams Ottaway LLP Ivy House, 107 St Peter's Street St Albans Hertfordshire AL1 3EW |
| Independent Examiner | Mr Stephen Mason BSc FCA FKCA Limited 260-270 Great Marlings Butterfield Business Park Luton LU2 8DL |
| Accountants and Trust Managers | TMF Global Services (UK) Ltd 13th Floor 1 Angel Court London EC2R 7HJ |
| Investment Advisers | Investec Wealth and Investment Limited 30 Gresham Street London EC2V 7QN |
| Bankers | CAF Bank 25 Kings Hill Avenue Kings Hill, West Malling Kent ME19 4JQ |
| Website | www.hubbardlawscholarship.com |

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT for the year ended 5 April 2023

The Trustees present their financial statements and annual report for the year ended 5 April 2023. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Will, the Charities Act 2011 (effective 1 January 2019) and Accounting and Reporting by Charities: Statement of Recommended Practice (FRS 102).

Structure, Governance and Management

Constitution

The Charity was established by the Will dated 3 April 1946 of Henry Malcolm Hubbard, as amplified or varied by Court Orders dated 8 June 1962 (Sister's Fund - Construction of Will) and 15 October 1962 (Mrs Marston's Fund - Variation of Trusts Act 1958), by schemes made by the Charity Commission sealed on 21 April 1995, 15 April 1996, 31 May 2011 and 21 April 2016 and by a Deed of Disclaimer by the Public Trustee dated 15 February 2005. Mr Hubbard died on 23 December 1946 and probate of his Will was granted on 18 March 1947.

The Charity needs Trustees with experience of the law and of legal training and also Trustees with a financial background. Trustees are recruited by the existing Trustees through their contacts in these areas. The present Trustees comprise two lawyers, an accountant and a former investment manager.

The power of appointing Trustees is now vested in the surviving Trustees or Trustee for the time being.

Investment powers

The Will gave the Trustees only limited powers of investment and use has been made of the statutory investment powers under the Trustee Act 2000 to delegate discretionary investment powers and to use nominees to hold the Charity's investments.

Governance and internal control

The Trustees have appointed TMF Global Services (UK) Ltd to carry out the day-to-day administration of the Charity. All significant decisions are taken by the Trustees, either at meetings or through consultation out of meetings. All payments must be approved by two Trustees.

The Trustees meet at least once in each year. They receive quarterly investment reports from the Investment Advisers, with whom they meet at least once a year to review investment performance and strategy.

Risk management

The Trustees have considered the major risks to which the Charity is exposed and are satisfied that systems are in place to mitigate those risks.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2023

Objectives and Activities for the Public Benefit

Objectives and how they are achieved

Following the making of a new Scheme under the Charities Act 1993 by the Charity Commission on 21 April 2016, which made certain amendments to the objectives set out in the Will, the principal objective of the charity is to provide scholarships to study in France, Spain or Canada the law and legal procedure of the particular country. However, if suitable candidates cannot be found to fulfil this objective then the Trustees may make an award for the study of the law of the European Union in France and Spain.

To be eligible for the award of a scholarship, a candidate must have obtained either:

- a) a law degree of at least class 2(ii) from a UK university; or
- b) a graduate diploma in law; or
- c) a Chartered Institute of Legal Executives' level 6 diploma in law and practice;

and must evince to the Trustees an intention to pursue a career as a solicitor in England and Wales. However, if suitable candidates cannot be found who fulfil this criterion, the Trustees may make awards to individuals who have qualified and are currently practicing as solicitors.

Under the 31 May 2011 scheme, the amount to be set aside out of income each year for the provision of a scholarship or scholarships was £22,000, or such higher amount as the Trustees may from time to time decide. The Trustees agreed to increase this to £30,000 from 6 April 2017 (The figure was £15,000 prior to the Scheme and originally £1,200 under the Will).

The Trustees advertise the scholarship on the internet and elsewhere. Replies are considered by the Trustees and interviews of the shortlist carried out once a year. Scholarships are generally awarded for a full year's study.

Under the terms of the Will, the remaining income is to be distributed to solicitors and their families in need. The Trustees obtain written assurance from SBA The Solicitors' Charity (the SBA) that any grant to them will be applied appropriately and the Trustees then make sums available to the SBA for onward payment to beneficiaries.

Public benefit

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims, objectives and future plans. They are satisfied that all the trust's activities are for the public benefit and that they have complied with the duty in section 17(5) of the 2011 Charities Act.

Achievements and Performance

Review of activities

Total unrestricted incoming resources of the Charity for the year were £67,394 (2022: £68,961), to which an allocation of governance costs of £16,612 were charged, leaving £50,782 (2022: £54,496) available to meet the above objectives. £30,000 was set aside for scholarships, £22,385 passed to the SBA and £9,089 spent on supporting these activities leaving a deficit of £10,692 to be deducted from the undistributed income of £22,384 brought forward. The balance of £11,692 has been carried forward in accordance with the reserves policy set out below.

One scholarship award was made to study in 2023/24. The scholar has met the conditions and a scholarship of £27,070 has been charged in the statement of financial activities.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2023

Reserves Policy

Scholarships are generally awarded in respect of academic years and the Trustees aim to have sufficient uncommitted income at 1 September each year in the Law Scholarship Income Fund to finance a one-year scholarship. Due to the disruption to educational courses caused by Covid-19, only one scholarship has been paid in recent years and so a larger reserve is presently held. As at 5 April 2023 there was £74,222 in the Law Scholarship Fund.

Investment policy and performance

The investment policy is to maintain the real value of the underlying capital over time through investment in a diversified portfolio of equities, property (through charity property funds), bonds and cash, subject to the income need as determined from time to time by the Trustees. The Trustees have agreed a bespoke benchmark with the fund managers against which the performance of the fund can be measured. This combines different indices for different asset classes weighted appropriately. The total return on permanent endowment investments in the year to 31 March 2023 was -4.97% compared to the total return on the bespoke benchmark over the same year of -2.11%. Notwithstanding the disappointing fall in the value of the portfolio this year, taking performance over the last five years into account, the Trustees are satisfied with the performance of the investment managers, but continue to keep the situation under review, taking into account that it is the long-term performance that is the most important. The Trustees are in regular contact with the Investment Managers to ensure as far as possible the income requirements for scholarships and costs can be met.

Plans for the future

The Trustees will continue to provide scholarships to suitable candidates with any surplus income being distributed to support solicitors and their families in need. The Trustees are concerned that there are a reducing number of suitable applicants for grants. As a consequence, the Trustees are seeking alternative ways of advertising grant opportunities to potential candidates.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT for the year ended 5 April 2023

Statement of the Trustees' responsibilities in respect of the accounts

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

The law applicable to charities in England & Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provision of the Will requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

Approved by the Trustees on:

14/12/2023
Date

and signed on their behalf by:


Ms C Sharp - Trustee

INDEPENDENT EXAMINER'S REPORT

to the Trustees of H M Hubbard Will Trust - Law Scholarship Fund

I report to the charity Trustees on my examination of the accounts of the H M Hubbard Will Trust - Law Scholarship Fund (the Trust) for the year ended 5 April 2023.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

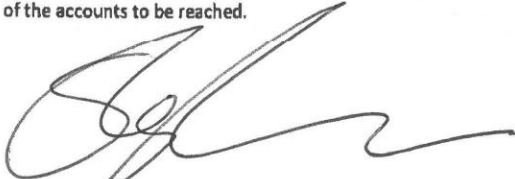
I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.



Mr Stephen Mason BSc FCA

For and on behalf of

FKCA Limited

260-270 Great Marlings

Butterfield Business Park

Luton

LU2 8DL

Date:

04/01/2024

H M Hubbard Will Trust - Law Scholarship Fund

STATEMENT OF FINANCIAL ACTIVITIES for the year ended 5 April 2023

| | Note | Unrestricted General Fund Income £ | Law Scholarship Income £ | Permanent £ | Total 2023 £ | Total 2022 £ |
|--|------|--|-----------------------------------|----------------|--------------------|--------------------|
| INCOME & ENDOWMENTS | 2 | | | | | |
| Investments | | 67,394 | - | - | 67,394 | 68,961 |
| TOTAL INCOME | | 67,394 | - | - | 67,394 | 68,961 |
| EXPENDITURE | | | | | | |
| Cost of generating funds | 3 | - | - | 18,187 | 18,187 | 19,186 |
| Charitable activities | 4 | 48,086 | 32,070 | 10,460 | 90,616 | 40,174 |
| TOTAL EXPENDITURE | | 48,086 | 32,070 | 28,647 | 108,803 | 59,360 |
| NET INCOME/(EXPENDITURE) BEFORE GAINS AND LOSSES ON INVESTMENTS | | 19,308 | (32,070) | (28,647) | (41,409) | 9,601 |
| Net gains/(losses) on investments | 7 | - | - | (195,615) | (195,615) | 126,612 |
| NET INCOME/(EXPENDITURE) AFTER GAINS AND LOSSES ON INVESTMENTS | | 19,308 | (32,070) | (224,262) | (237,024) | 136,213 |
| TRANSFER BETWEEN FUNDS | 6 | (30,000) | 30,000 | - | - | - |
| OTHER RECOGNISED GAINS/(LOSSES) | | | | | | |
| Gains/(losses) on currency | | - | - | - | - | - |
| NET MOVEMENT IN FUNDS | | (10,692) | (2,070) | (224,262) | (237,024) | 136,213 |
| FUND BALANCES BROUGHT FORWARD | | 22,384 | 76,292 | 2,571,315 | 2,669,991 | 2,533,778 |
| FUND BALANCES CARRIED FORWARD | | 11,692 | 74,222 | 2,347,053 | 2,432,967 | 2,669,991 |

H M Hubbard Will Trust - Law Scholarship Fund

BALANCE SHEET as at 5 April 2023

| | Note | General Fund Income £ | Law Scholarship Income £ | Permanent Endowment £ | Total 2023 £ | Total 2022 £ |
|---|------|--------------------------------|-----------------------------------|-----------------------------|--------------------|--------------------|
| FIXED ASSETS | | | | | | |
| Investments - quoted | 7 | - | - | 2,422,542 | 2,422,542 | 2,636,240 |
| | | - | - | 2,422,542 | 2,422,542 | 2,636,240 |
| CURRENT ASSETS | | | | | | |
| Amount lent to Permanent Endowment | 6 | - | 50,000 | - | 50,000 | 50,000 |
| | | - | 50,000 | - | 50,000 | 50,000 |
| Cash | | | | | | |
| Bank current accounts | | 50,018 | 22,932 | (15,574) | 57,376 | 48,159 |
| Bank deposit account | | - | 1,290 | - | 1,290 | 1,281 |
| | | 50,018 | 24,222 | (15,574) | 58,666 | 49,440 |
| TOTAL CURRENT ASSETS | | 50,018 | 74,222 | (15,574) | 108,666 | 99,440 |
| LIABILITIES: amounts falling due within one year | | | | | | |
| Creditors | 8 | 38,326 | - | 9,915 | 48,241 | 15,689 |
| Amount lent by Income Accounts | 6 | - | - | 50,000 | 50,000 | 50,000 |
| | | 38,326 | - | 59,915 | 98,241 | 65,689 |
| NET CURRENT ASSETS/(LIABILITIES) | | 11,692 | 74,222 | (75,489) | 10,425 | 33,751 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 11,692 | 74,222 | 2,347,053 | 2,432,967 | 2,669,991 |
| LIABILITIES: amounts falling due after one year | | | | | | |
| Creditors | 8 | - | - | - | - | - |
| NET ASSETS | | 11,692 | 74,222 | 2,347,053 | 2,432,967 | 2,669,991 |
| Representing: | | | | | | |
| FUNDS - RESTRICTED | | | | | | |
| Permanent Endowment | | - | - | 2,347,053 | 2,347,053 | 2,571,315 |
| Law Scholarship Income Account | | - | 74,222 | - | 74,222 | 76,292 |
| FUNDS - UNRESTRICTED | | | | | | |
| General Fund Income Account | | 11,692 | - | - | 11,692 | 22,384 |
| | | 11,692 | 74,222 | 2,347,053 | 2,432,967 | 2,669,991 |

Approved by the Trustees on:

Date

14-12-2023

and signed on their behalf by:

Ms C Sharp - Trustee



H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2023

1. ACCOUNTING POLICIES

The principal accounting policies adopted are as follows:

a) Basis of preparation and assessment of going concern

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (FRS 102) (effective 1 January 2019) and the Charities Act 2011 and applicable regulations.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these financial statements.

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

b) Fund structure

The permanent endowment represents the funds derived from the estate of the late H M Hubbard and the Trustees are permitted by the Will to distribute only the income earned by the assets held.

The Law Scholarship Income Account represents the income directed by the Will as amended to be used to provide law scholarships and the amounts so awarded. The General Fund Income Account represents the residual income directed by the Will to be used, after support costs and overheads, for solicitors and their families in need.

c) Income recognition

All income is recognised once the Charity has entitlement to the income, there is sufficient certainty of receipt and so it is probable that the income will be received, and the amount of income receivable can be measured reliably.

Interest on funds held is included upon notification of the interest paid or payable. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. Credit is taken in the accounts for income tax deducted from investment income which has or will be reclaimed from H M Revenue & Customs up to 5 April 2023.

d) Expenditure recognition and irrecoverable VAT

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Grants payable are payments made to third parties in the furtherance of the charitable objectives of the Trust. Grants to solicitors and their families in need are accounted for in full when awarded. Scholarship awards are accounted for during the year of award only if all conditions imposed by the Trustees have been fulfilled, or there is a reasonable expectation that they will be, when the accounts are finalised. Otherwise they are accounted for in the following year.

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

Basic financial instruments are measured at amortised cost.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2023

1. ACCOUNTING POLICIES - continued

e) Allocation of governance and other support costs

Overhead and support costs are allocated first between charitable activities and governance. The costs allocated to charitable activities are then further allocated between those relating to the awarding of Law Scholarships and those relating to grants to solicitors and their families in need. The costs allocated to governance are further allocated between the permanent endowment and general income. Where costs are specific to an activity or fund, they have been so allocated. Otherwise, apportionment is based on estimated time spent by the staff of the professional advisers employed in the administrative burden of publicising, awarding, monitoring and assessing grants. The allocation of overhead and support costs is analysed in note 4.

f) Cost of raising funds

The cost of generating funds comprises the investment managers' charges

g) Charitable activities

Costs of charitable activities include grants made and an apportionment of overhead and support costs as shown in note 4b.

h) Governance costs

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 the independent examination and legal fees together with an apportionment of overhead and support costs.

i) Fixed asset investments

Investments are stated at market value as at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

j) Realised gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and opening market value (or purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or cost of purchase if later). Realised and unrealised gains are not separated in the statement of financial activities.

k) Foreign exchange

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at year-end rates and translation differences are taken to the Statement of Financial Activities.

l) Currency

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

2. INCOME AND ENDOWMENTS

| | Total 2023 £ | Total 2022 £ |
|--|--------------------|--------------------|
| Investment income | | |
| Investment income - UK listed | 49,177 | 50,273 |
| Investment income - Overseas listed | 17,889 | 19,136 |
| | <hr/> | <hr/> |
| | 67,066 | 69,409 |
| Less: Non-recoverable and overseas tax | (367) | (449) |
| Deposit interest | 695 | 1 |
| | <hr/> | <hr/> |
| | 67,394 | 68,961 |

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2023

3. COST OF GENERATING FUNDS

| | General Fund Income | Permanent Endowment | Total 2023 | 2022 |
|------------------------------|------------------------|------------------------|---------------|--------|
| Comprise: | £ | £ | £ | £ |
| Investment advisers' charges | - | 18,187 | 18,187 | 19,186 |

The investment advisers charge a fee based on a percentage of the value of the fund.

4. ANALYSIS OF EXPENDITURE

The Charity undertakes its charitable activities through grant making.

| | Unrestricted General Fund Income | Law Scholarship Income | Permanent | Total 2023 | Total 2022 |
|--------------------------|--|------------------------------|---------------|---------------|---------------|
| | £ | £ | £ | £ | £ |
| EXPENDITURE | | | | | |
| Grants awarded | 4b 22,385 | 32,070 | - | 54,455 | 16,039 |
| Grant support costs | 4a 9,089 | - | - | 9,089 | 2,112 |
| Governance costs | 4c 16,612 | - | 10,460 | 27,072 | 22,023 |
| TOTAL EXPENDITURE | 48,086 | 32,070 | 10,460 | 90,616 | 40,174 |

4a. ALLOCATION OF SUPPORT COSTS AND OVERHEADS

The breakdown of support costs and how these were allocated between Governance and Charitable Activities is shown in the table below:

| Cost Type | Grant Support Costs | Governance | 2023 Total Allocated | 2022 Total Allocated |
|-------------------------------------|---------------------------|---------------|----------------------------|----------------------------|
| | £ | £ | £ | £ |
| Independent examiner's fees | - | 1,506 | 1,506 | 1,410 |
| Accountancy and administration fees | 983 | 18,672 | 19,655 | 17,137 |
| Solicitors' fees | 1,109 | 6,285 | 7,394 | 4,365 |
| Bank charges | - | 89 | 89 | 103 |
| Publicity expenses | 6,997 | - | 6,997 | 600 |
| Information Commissioner | - | 35 | 35 | 35 |
| Trustees' Indemnity Insurance | - | 485 | 485 | 485 |
| | 9,089 | 27,072 | 36,161 | 24,135 |

The basis of apportionment is detailed in note 1 on page 9.

The total support cost attributable to charitable activities and governance has been apportioned as shown below.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS for the year ended 5 April 2023

4b. CHARITABLE ACTIVITIES

| | Grants Awarded £ | Support Costs £ | 2023 £ | 2022 £ |
|--|------------------------|-----------------------|-----------|-----------|
| Scholarship Awards | | | | |
| - Grant written back - see below | - | - | - | (24,000) |
| - Additional 2022 academic year | 5,000 | - | 5,000 | 21,690 |
| - Grant for 2023 academic year | 27,070 | 7,721 | 34,791 | - |
| SBA | 22,385 | 1,368 | 23,753 | 20,461 |
| - One grant (2022 -1) for solicitors and their families in need | | | | |
| | 54,455 | 9,089 | 63,544 | 18,151 |

Commitments

During the year, a grant of £22,385 was awarded by the Trustees to the SBA and paid.

The Trustees authorise certain scholarship grants which are subject to the recipient fulfilling certain conditions.

The Trustees agreed in January 2023 to an award of £27,070 for the academic year 2023/24. A provision for this has been made in the accounts this year.

4c. GOVERNANCE

| | 2023 | | Total £ | 2022 £ |
|-------------------------------------|-----------------------------|-----------------------------|------------|-----------|
| | General Fund Income £ | Permanent Endowment £ | | |
| Independent examiner's fees | 1,506 | - | 1,506 | 1,410 |
| Accountancy and administration fees | 13,758 | 4,914 | 18,672 | 16,280 |
| Solicitors' fees | 739 | 5,546 | 6,285 | 3,710 |
| Bank charges | 89 | - | 89 | 103 |
| Information Commissioner | 35 | - | 35 | 35 |
| Trustees' Indemnity Insurance | 485 | - | 485 | 485 |
| | 16,612 | 10,460 | 27,072 | 22,023 |

5. RELATED PARTY TRANSACTIONS AND TRUSTEES' REMUNERATION

In the year ended 5 April 2023 no Trustees (2022 - none) were reimbursed travelling expenses. Fees of £7,394 were paid for legal services to Debenhams Ottaway LLP, of which Mrs Claire Sharp a Trustee, is a partner. (2022 - £4,365). The Trustees received no remuneration for their services. (2022 - nil).

6. TRANSFERS BETWEEN FUNDS

The transfer of £30,000 from the General Fund income account to the Law Scholarship income account is in accordance with the Charity Commission Order of 31 May 2011 as most recently amended by the Trustees at their meeting on 15 December 2017.

Due to the poor returns available on cash during the year, the Trustees have loaned £50,000 from the income funds to the permanent endowment fund. This is repayable on demand and all income arises in the income fund.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS for the year ended 5 April 2023

7. INVESTMENTS

| | 2023 Total £ | 2022 Total £ |
|---|--------------------|--------------------|
| Market value at 5 April 2022 | 2,548,180 | 2,514,960 |
| Acquisitions at cost | 486,096 | 414,594 |
| Sales proceeds from disposals | (469,677) | (507,986) |
| (Loss)/gain in the year | (195,615) | 126,612 |
| Market value at 5 April 2023 | 2,368,984 | 2,548,180 |
| Cash held within the investment portfolio | 53,558 | 88,060 |
| | <u>2,422,542</u> | <u>2,636,240</u> |
| UK equities and collective investments | 2,141,185 | 2,382,069 |
| UK government and other fixed interest stocks | 227,799 | 166,111 |
| Market value at 5 April 2023 | <u>2,368,984</u> | <u>2,548,180</u> |
| Historical cost at 5 April 2023 | <u>1,885,313</u> | <u>1,745,713</u> |

The following investment comprises more than 5% of the value of the investment portfolio:

| Name | Holding | Market Value |
|---|---------|--------------|
| SPDR S&P500 ETF Trust USD Distribution shares | 403 | £131,950 |

8. CREDITORS

| | 2023 £ | 2022 £ |
|-------------------------------------|---------------|---------------|
| Amounts falling due within one year | | |
| Accruals | 21,171 | 15,689 |
| Scholarship 2023/2024 | 27,070 | - |
| | <u>48,241</u> | <u>15,689</u> |

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS for the year ended 5 April 2023

9. SUMMARY OF FUND MOVEMENTS

| | Fund balances brought forward £ | Income £ | Expenditure £ | Transfers £ | Gains and Losses £ | Fund balances carried forward £ |
|------------------------|---|---------------|------------------|----------------|-----------------------------|---|
| Unrestricted Funds | | | | | | |
| - General fund Income | 22,384 | 67,394 | (48,086) | (30,000) | - | 11,692 |
| Law Scholarship income | 76,292 | - | (32,070) | 30,000 | - | 74,222 |
| Permanent Endowment | 2,571,315 | - | (28,647) | - | (195,615) | 2,347,053 |
| Total | 2,669,991 | 67,394 | (108,803) | - | (195,615) | 2,432,967 |

H M HUBBARD LAW SCHOLARSHIP FUND

England & Wales - Charity number 313533

Accounts

**H M Hubbard Will Trust
Law Scholarship Fund**

Report and Financial Statements

5 April 2022

H M Hubbard Will Trust - Law Scholarship Fund

CONTENTS

| | Page |
|--|-------------|
| REFERENCE AND ADMINISTRATIVE INFORMATION | 1 |
| TRUSTEES' ANNUAL REPORT | 2 - 5 |
| INDEPENDENT EXAMINER'S REPORT | 6 |
| STATEMENT OF FINANCIAL ACTIVITIES | 7 |
| BALANCE SHEET | 8 |
| NOTES TO THE FINANCIAL STATEMENTS | 9 - 14 |

H M Hubbard Will Trust - Law Scholarship Fund

REFERENCE AND ADMINISTRATIVE INFORMATION

for the year ended 5 April 2022

| | |
|---------------------------------------|---|
| Trustees during the year | Claire Elizabeth Sharp Paul Cattermull Roy Neil Arthur John Andrew Chadwick |
| Registered Name | H M Hubbard Law Scholarship Fund |
| Registered Charity No. | 313533 |
| Principal Office | TMF Global Services (UK) Ltd 960 Capability Green Luton Bedfordshire LU1 3PE |
| Solicitors | Debenhams Ottaway LLP Ivy House, 107 St Peter's Street St Albans Hertfordshire AL1 3EW |
| Independent Examiner | Mr Stephen Mason BSc FCA FKCA Limited 260-270 Great Marlings Butterfield Business Park Luton LU2 8DL |
| Accountants and Trust Managers | TMF Global Services (UK) Ltd 960 Capability Green Luton Bedfordshire LU1 3PE |
| Investment Advisers | Investec Wealth and Investment Limited 30 Gresham Street London EC2V 7QN |
| Bankers | CAF Bank 25 Kings Hill Avenue Kings Hill, West Malling Kent ME19 4JQ |
| Website | www.hubbardlawscholarship.com |

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2022

The Trustees present their financial statements and annual report for the year ended 5 April 2022. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Will, the Charities Act 2011 (effective 1 January 2019) and Accounting and Reporting by Charities: Statement of Recommended Practice (FRS 102).

Structure, Governance and Management

Constitution

The Charity was established by the Will dated 3 April 1946 of Henry Malcolm Hubbard, as amplified or varied by Court Orders dated 8 June 1962 (Sister's Fund - Construction of Will) and 15 October 1962 (Mrs Marston's Fund - Variation of Trusts Act 1958), by schemes made by the Charity Commission sealed on 21 April 1995, 15 April 1996, 31 May 2011 and 21 April 2016 and by a Deed of Disclaimer by the Public Trustee dated 15 February 2005. Mr Hubbard died on 23 December 1946 and probate of his Will was granted on 18 March 1947.

The Charity needs Trustees with experience of the law and of legal training and also Trustees with a financial background. Trustees are recruited by the existing Trustees through their contacts in these areas. The present Trustees comprise two lawyers, an accountant and a former investment manager.

The power of appointing Trustees is now vested in the surviving Trustees or Trustee for the time being.

Investment powers

The Will gave the Trustees only limited powers of investment and use has been made of the statutory investment powers under the Trustee Act 2000 to delegate discretionary investment powers and to use nominees to hold the Charity's investments.

Governance and internal control

The Trustees have appointed TMF Global Services (UK) Ltd to carry out the day-to-day administration of the Charity. All significant decisions are taken by the Trustees, either at meetings or through consultation out of meetings. All payments must be approved by two Trustees.

The Trustees meet at least once in each year. They receive quarterly investment reports from the Investment Advisers, with whom they meet at least once a year to review investment performance and strategy.

Risk management

The Trustees have considered the major risks to which the Charity is exposed and are satisfied that systems are in place to mitigate those risks.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2022

Objectives and Activities for the Public Benefit

Objectives and how they are achieved

Following the making of a new Scheme under the Charities Act 1993 by the Charity Commission on 21 April 2016, which made certain amendments to the objectives set out in the Will, the principal objective of the charity is to provide scholarships to study in France, Spain or Canada the law and legal procedure of the particular country. However, if suitable candidates cannot be found to fulfil this objective then the Trustees may make an award for the study of the law of the European Union in France and Spain.

To be eligible for the award of a scholarship, a candidate must have obtained either:

- a) a law degree of at least class 2(ii) from a UK university; or
- b) a graduate diploma in law; or
- c) a Chartered Institute of Legal Executives' level 6 diploma in law and practice;

and must evince to the Trustees an intention to pursue a career as a solicitor in England and Wales. However, if suitable candidates cannot be found who fulfil this criterion, the Trustees may make awards to individuals who have qualified and are currently practicing as solicitors.

Under the 31 May 2011 scheme, the amount to be set aside out of income each year for the provision of a scholarship or scholarships was £22,000, or such higher amount as the Trustees may from time to time decide. The Trustees agreed to increase this to £30,000 from 6 April 2017 (The figure was £15,000 prior to the Scheme and originally £1,200 under the Will).

The Trustees advertise the scholarship on the internet and elsewhere. Replies are considered by the Trustees and interviews of the shortlist carried out once a year. Scholarships are generally awarded for a full year's study.

Under the terms of the Will, the remaining income is to be distributed to solicitors and their families in need. The Trustees obtain written assurance from SBA The Solicitors' Charity (the SBA) that any grant to them will be applied appropriately and the Trustees then make sums available to the SBA for onward payment to beneficiaries.

Public benefit

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims, objectives and future plans. They are satisfied that all the trust's activities are for the public benefit and that they have complied with the duty in section 17(5) of the 2011 Charities Act.

Achievements and Performance

Review of activities

Total unrestricted incoming resources of the Charity for the year were £68,961 (2021: £65,265), to which an allocation of governance costs of £14,465 were charged, leaving £54,496 (2021: £47,228) available to meet the above objectives. £30,000 was set aside for scholarships, £20,039 passed to the SBA and £2,112 spent on supporting these activities leaving a surplus of £2,345 to be added to the undistributed income of £20,039 brought forward. The balance of £22,384 has been carried forward in accordance with the reserves policy set out below.

One scholarship award was made to study in 2021. The scholar has met the conditions and a scholarship of £20,000 has been paid. After the year end, the Trustees were advised by another prospective scholar that they no longer wish to take up their course in 2022/23 and consequently the Trustees' prospective grant has been credited to the statement of financial activities.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2022

Reserves Policy

Scholarships are generally awarded in respect of academic years and the Trustees aim to have sufficient uncommitted income at 1 September each year in the Law Scholarship Income Fund to finance a one-year scholarship. Due to the disruption to educational courses caused by Covid-19, only one scholarship has been paid in recent years and so a larger reserve is presently held. As at 5 April 2022 there was £76,292 in the Law Scholarship Fund.

Investment policy and performance

The investment policy is to maintain the real value of the underlying capital over time through investment in a diversified portfolio of equities, property (through charity property funds), bonds and cash, subject to the income need as determined from time to time by the Trustees. The Trustees have agreed a bespoke benchmark with the fund managers against which the performance of the fund can be measured. This combines different indices for different asset classes weighted appropriately. The total return on permanent endowment investments in the year to 31 March 2022 was +7.06% compared to the total return on the bespoke benchmark over the same year of +10.55%. Taking performance over the last five years into account, the Trustees are satisfied with the performance of the investment managers, but continue to keep the situation under review, taking into account that it is the long-term performance that is the most important. The Trustees are concerned about the present investment outlook and, in particular, the pressure on dividends on which the Charity relies to fund scholarships awarded. The Trustees are in regular contact with the Investment Managers to ensure as far as possible the income requirements can be met in these turbulent times.

Plans for the future

The Trustees will continue to provide scholarships to suitable candidates with any surplus income being distributed to support solicitors and their families in need.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT for the year ended 5 April 2022

Statement of the Trustees' responsibilities in respect of the accounts

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

The law applicable to charities in England & Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provision of the Will requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

Approved by the Trustees on:

13/12/2022
Date

and signed on their behalf by:


Ms C Sharp - Trustee

INDEPENDENT EXAMINER'S REPORT

to the Trustees of H M Hubbard Will Trust - Law Scholarship Fund

I report to the charity Trustees on my examination of the accounts of the H M Hubbard Will Trust - Law Scholarship Fund (the Trust) for the year ended 5 April 2022.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

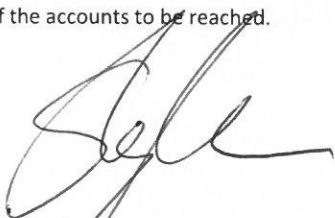
I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.



Mr Stephen Mason BSc FCA

For and on behalf of

FKCA Limited

260-270 Great Marlings

Butterfield Business Park

Luton

LU2 8DL

Date:

20/11/2022

H M Hubbard Will Trust - Law Scholarship Fund

STATEMENT OF FINANCIAL ACTIVITIES

for the year ended 5 April 2022

| | Note | Unrestricted General Fund Income £ | Law Scholarship Income £ | Permanent £ | Total 2022 £ | Total 2021 £ |
|--|------|--|-----------------------------------|----------------|--------------------|--------------------|
| INCOME & ENDOWMENTS | 2 | | | | | |
| Investments | | 68,961 | - | - | 68,961 | 65,265 |
| TOTAL INCOME | | 68,961 | - | - | 68,961 | 65,265 |
| EXPENDITURE | | | | | | |
| Cost of generating funds | 3 | - | - | 19,186 | 19,186 | 18,243 |
| Charitable activities | 4 | 36,616 | (4,000) | 7,558 | 40,174 | 30,746 |
| TOTAL EXPENDITURE | | 36,616 | (4,000) | 26,744 | 59,360 | 48,989 |
| NET INCOME/(EXPENDITURE) BEFORE GAINS AND LOSSES ON INVESTMENTS | | 32,345 | 4,000 | (26,744) | 9,601 | 16,276 |
| Net gains/(losses) on investments | 7 | - | - | 126,612 | 126,612 | 523,492 |
| NET INCOME/(EXPENDITURE) AFTER GAINS AND LOSSES ON INVESTMENTS | | 32,245 | 4,000 | 99,868 | 136,213 | 539,768 |
| TRANSFER BETWEEN FUNDS | 6 | (30,000) | 30,000 | - | - | - |
| OTHER RECOGNISED GAINS/(LOSSES) | | | | | | |
| Gains/(losses) on currency | | - | - | - | - | - |
| NET MOVEMENT IN FUNDS | | 2,345 | 34,000 | 99,868 | 136,213 | 539,768 |
| FUND BALANCES BROUGHT FORWARD | | 20,039 | 42,292 | 2,471,447 | 2,533,778 | 1,994,010 |
| FUND BALANCES CARRIED FORWARD | | 22,384 | 76,292 | 2,571,315 | 2,669,991 | 2,533,778 |

H M Hubbard Will Trust - Law Scholarship Fund

BALANCE SHEET as at 5 April 2022

| | Note | General Fund Income £ | Law Scholarship Income £ | Permanent Endowment £ | Total 2022 £ | Total 2021 £ |
|---|------|--------------------------------|-----------------------------------|-----------------------------|--------------------|--------------------|
| FIXED ASSETS | | | | | | |
| Investments - quoted | 7 | - | - | 2,636,240 | 2,636,240 | 2,526,962 |
| | | - | - | 2,636,240 | 2,636,240 | 2,526,962 |
| CURRENT ASSETS | | | | | | |
| Amount lent to Permanent Endowment | 6 | - | 50,000 | - | 50,000 | 50,000 |
| | | - | 50,000 | - | 50,000 | 50,000 |
| Cash | | | | | | |
| Bank current accounts | | 29,700 | 25,011 | (6,552) | 48,159 | 49,097 |
| Bank deposit account | | - | 1,281 | - | 1,281 | 1,281 |
| | | 29,700 | 26,292 | (6,552) | 49,440 | 50,378 |
| TOTAL CURRENT ASSETS | | 53,700 | 76,292 | (6,552) | 99,440 | 100,378 |
| LIABILITIES: amounts falling due within one year | | | | | | |
| Creditors | 8 | 7,316 | - | 8,373 | 15,689 | 19,562 |
| Amount lent by Income Accounts | 6 | - | - | 50,000 | 50,000 | 50,000 |
| | | 7,316 | - | 58,373 | 65,689 | 69,562 |
| NET CURRENT ASSETS/(LIABILITIES) | | 22,384 | 76,292 | (64,925) | 33,751 | 30,816 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 22,384 | 76,292 | 2,571,315 | 2,669,991 | 2,557,778 |
| LIABILITIES: amounts falling due after one year | | | | | | |
| Creditors | 8 | - | - | - | - | 24,000 |
| NET ASSETS | | 22,384 | 76,292 | 2,571,315 | 2,669,991 | 2,533,778 |
| Representing: | | | | | | |
| FUNDS - RESTRICTED | | | | | | |
| Permanent Endowment | | - | - | 2,571,315 | 2,571,315 | 2,471,447 |
| Law Scholarship Income Account | | - | 76,292 | - | 76,292 | 42,292 |
| FUNDS - UNRESTRICTED | | | | | | |
| General Fund Income Account | | 22,384 | - | - | 22,384 | 20,039 |
| | | 22,384 | 76,292 | 2,571,315 | 2,669,991 | 2,533,778 |

Approved by the Trustees on:

13/12/2022
Date

and signed on their behalf by: Ms C Sharp - Trustee



H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2022

1. ACCOUNTING POLICIES

The principal accounting policies adopted are as follows:

a) Basis of preparation and assessment of going concern

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (FRS 102) (effective 1 January 2019) and the Charities Act 2011 and applicable regulations.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these financial statements.

At the time of approving the financial statements the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The Trustees have considered the impact of COVID-19 on activities and adjusted their operations accordingly. Hence the Trustees continue to adopt the going concern basis of accounting in preparing these financial statements.

b) Fund structure

The permanent endowment represents the funds derived from the estate of the late H M Hubbard and the Trustees are permitted by the Will to distribute only the income earned by the assets held.

The Law Scholarship Income Account represents the income directed by the Will as amended to be used to provide law scholarships and the amounts so awarded. The General Fund Income Account represents the residual income directed by the Will to be used, after support costs and overheads, for solicitors and their families in need.

c) Income recognition

All income is recognised once the Charity has entitlement to the income, there is sufficient certainty of receipt and so it is probable that the income will be received, and the amount of income receivable can be measured reliably.

Interest on funds held is included upon notification of the interest paid or payable. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. Credit is taken in the accounts for income tax deducted from investment income which has or will be reclaimed from H M Revenue & Customs up to 5 April 2022.

d) Expenditure recognition and irrecoverable VAT

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Grants payable are payments made to third parties in the furtherance of the charitable objectives of the Trust. Grants to solicitors and their families in need are accounted for in full when awarded. Scholarship awards are accounted for during the year of award only if all conditions imposed by the Trustees have been fulfilled, or there is a reasonable expectation that they will be, when the accounts are finalised. Otherwise they are accounted for in the following year.

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

Basic financial instruments are measured at amortised cost.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2022

1. ACCOUNTING POLICIES - continued

e) Allocation of governance and other support costs

Overhead and support costs are allocated first between charitable activities and governance. The costs allocated to charitable activities are then further allocated between those relating to the awarding of Law Scholarships and those relating to grants to solicitors and their families in need. The costs allocated to governance are further allocated between the permanent endowment and general income. Where costs are specific to an activity or fund, they have been so allocated. Otherwise, apportionment is based on estimated time spent by the staff of the professional advisers employed in the administrative burden of publicising, awarding, monitoring and assessing grants. The allocation of overhead and support costs is analysed in note 4.

f) Cost of raising funds

The cost of generating funds comprises the investment managers' charges

g) Charitable activities

Costs of charitable activities include grants made and an apportionment of overhead and support costs as shown in note 4b.

h) Governance costs

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 the independent examination and legal fees together with an apportionment of overhead and support costs.

i) Fixed asset investments

Investments are stated at market value as at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

j) Realised gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and opening market value (or purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or cost of purchase if later). Realised and unrealised gains are not separated in the statement of financial activities.

k) Foreign exchange

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at year-end rates and translation differences are taken to the Statement of Financial Activities.

l) Currency

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

2. INCOME AND ENDOWMENTS

| | Total 2022 £ | Total 2021 £ |
|--|--------------------|--------------------|
| Investment Income | | |
| Investment income - UK listed | 50,273 | 50,486 |
| Investment income - Overseas listed | 19,136 | 15,238 |
| | <hr/> | <hr/> |
| | 69,409 | 65,724 |
| Less: Non-recoverable and overseas tax | (449) | (460) |
| Deposit interest | 1 | 1 |
| | <hr/> | <hr/> |
| | 68,961 | 65,265 |
| | <hr/> | <hr/> |

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2022

3. COST OF GENERATING FUNDS

| Comprise: | General Fund Income £ | Permanent Endowment £ | Total 2022 £ | 2021 £ |
|------------------------------|-----------------------------|-----------------------------|--------------------|-----------|
| Investment advisers' charges | - | 19,186 | 19,186 | 18,243 |

The investment advisers charge a fee based on a percentage of the value of the fund.

4. ANALYSIS OF EXPENDITURE

The Charity undertakes its charitable activities through grant making.

| | Unrestricted General Fund Income £ | Law Scholarship Income £ | Permanent £ | Total 2022 £ | Total 2021 £ | |
|--------------------------|---|-----------------------------------|----------------|--------------------|--------------------|--------|
| EXPENDITURE | | | | | | |
| Grants awarded | 4b | 20,039 | (4,000) | - | 16,039 | - |
| Grant support costs | 4a | 2,112 | - | - | 2,112 | 3,128 |
| Governance costs | 4c | 14,465 | - | 7,558 | 22,023 | 27,618 |
| TOTAL EXPENDITURE | | 36,616 | (4,000) | 7,558 | 40,174 | 30,746 |

4a. ALLOCATION OF SUPPORT COSTS AND OVERHEADS

The breakdown of support costs and how these were allocated between Governance and Charitable Activities is shown in the table below:

| Cost Type | Grant Support Costs £ | Governance £ | 2022 Total Allocated £ | 2021 Total Allocated £ |
|-------------------------------------|--------------------------------|-----------------|---------------------------------|---------------------------------|
| Independent examiner's fees | - | 1,410 | 1,410 | 1,350 |
| Accountancy and administration fees | 857 | 16,280 | 17,137 | 22,137 |
| Solicitors' fees | 655 | 3,710 | 4,365 | 5,396 |
| Bank charges | - | 103 | 103 | 131 |
| Publicity expenses | 600 | - | 600 | 1,212 |
| Information Commissioner | - | 35 | 35 | 35 |
| Trustees' Indemnity Insurance | - | 485 | 485 | 485 |
| | 2,112 | 22,023 | 24,135 | 30,746 |

The basis of apportionment is detailed in note 1 on page 9.

The total support cost attributable to charitable activities and governance has been apportioned as shown below.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2022

4b. CHARITABLE ACTIVITIES

| | Grants Awarded £ | Support Costs £ | 2022 £ | 2021 £ |
|---|------------------------|-----------------------|---------------|--------------|
| Scholarship Awards | | | | |
| - Grant written back - see below | (24,000) | - | (24,000) | - |
| - 2022 academic year | 20,000 | 1,690 | 21,690 | 2,907 |
| SBA | | | | |
| - One grant (2021 - 0) for solicitors and their families in need | 20,039 | 422 | 20,461 | 221 |
| | <u>16,039</u> | <u>2,112</u> | <u>18,151</u> | <u>3,128</u> |

Commitments

During the year, a grant of £20,039 was awarded by the Trustees to the SBA and paid.

The Trustees authorise certain scholarship grants which are subject to the recipient fulfilling certain conditions. The Trustees conditionally made one award on 14 April 2021 for an academic year commencing January 2022. This scholar has started her course and the grant has been paid.

The Trustees agreed in December 2019 to an award of £24,000 for the academic year 2020/21. Due to the Covid crisis, the Trustees agreed to defer the award to 2021/22 and then on to 2022/23. The Trustees agreed on 26 April 2022 to decline a request for a further deferral and this grant has been written back in the year.

4c. GOVERNANCE

| | 2022 | | 2021 £ | |
|-------------------------------------|-----------------------------|-----------------------------|---------------|---------------|
| | General Fund Income £ | Permanent Endowment £ | | Total £ |
| Independent examiner's fees | 1,410 | - | 1,410 | 1,350 |
| Accountancy and administration fees | 11,996 | 4,284 | 16,280 | 21,030 |
| Solicitors' fees | 436 | 3,274 | 3,710 | 4,587 |
| Bank charges | 103 | - | 103 | 131 |
| Information Commissioner | 35 | - | 35 | 35 |
| Trustees' Indemnity Insurance | 485 | - | 485 | 485 |
| | <u>14,465</u> | <u>7,558</u> | <u>22,023</u> | <u>27,618</u> |

5. RELATED PARTY TRANSACTIONS AND TRUSTEES' REMUNERATION

In the year ended 5 April 2022 no Trustees (2021 - none) were reimbursed travelling expenses. Fees of £4,365 were paid for legal services to Debenhams Ottaway LLP, of which Mrs Claire Sharp a Trustee, is a partner. (2021 - £5,396). The Trustees received no remuneration for their services. (2021 - nil).

6. TRANSFERS BETWEEN FUNDS

The transfer of £30,000 from the General Fund income account to the Law Scholarship income account is in accordance with the Charity Commission Order of 31 May 2011 as most recently amended by the Trustees at their meeting on 15 December 2017.

Due to the poor returns available on cash, the Trustees have loaned £50,000 from the income funds to the permanent endowment fund. This is repayable on demand and all income arises in the income fund.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2022

7. INVESTMENTS

| | 2022 Total £ | 2021 Total £ |
|---|--------------------|--------------------|
| Market value at 5 April 2021 | 2,514,960 | 1,980,626 |
| Acquisitions at cost | 414,594 | 394,055 |
| Sales proceeds from disposals | (507,986) | (383,213) |
| (Loss)/gain in the year | 126,612 | 523,492 |
| | <hr/> | <hr/> |
| Market value at 5 April 2022 | 2,548,180 | 2,514,960 |
| Cash held within the investment portfolio | 88,060 | 12,002 |
| | <hr/> | <hr/> |
| | 2,636,240 | 2,526,962 |
| | <hr/> | <hr/> |
| UK equities and collective investments | 2,382,069 | 2,276,097 |
| UK government and other fixed interest stocks | 166,111 | 238,863 |
| | <hr/> | <hr/> |
| Market value at 5 April 2022 | 2,548,180 | 2,514,960 |
| | <hr/> | <hr/> |
| Historical cost at 5 April 2022 | 1,745,713 | 1,720,506 |
| | <hr/> | <hr/> |

The following investment comprises more than 5% of the value of the investment portfolio:

| Name | Holding | Market Value |
|---|---------|--------------|
| SPDR S&P500 ETF Trust USD Distribution shares | 550 | £188,927 |

8. CREDITORS

| | 2022 £ | 2021 £ |
|--|-----------|-----------|
| Amounts falling due within one year | | |
| Accruals | 15,689 | 17,744 |
| Other creditors | - | 1,818 |
| | <hr/> | <hr/> |
| | 15,689 | 19,562 |
| Amounts falling due after one year | | |
| Scholarship 2022/2023 | - | 24,000 |
| | <hr/> | <hr/> |
| | 15,689 | 43,562 |
| | <hr/> | <hr/> |

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2022

9. SUMMARY OF FUND MOVEMENTS

| | Fund balances brought forward £ | Income £ | Expenditure £ | Transfers £ | Gains and Losses £ | Fund balances carried forward £ |
|------------------------|---|---------------|------------------|----------------|-----------------------------|---|
| Unrestricted Funds | | | | | | |
| - General fund income | 20,039 | 68,961 | (36,616) | (30,000) | - | 22,384 |
| Law Scholarship income | 42,292 | - | 4,000 | 30,000 | - | 76,292 |
| Permanent Endowment | 2,471,447 | - | (26,744) | - | 126,612 | 2,571,315 |
| Total | <u>2,533,778</u> | <u>68,961</u> | <u>(59,360)</u> | <u>-</u> | <u>126,612</u> | <u>2,669,991</u> |

H M HUBBARD LAW SCHOLARSHIP FUND

England & Wales - Charity number 313533

Accounts

**H M Hubbard Will Trust
Law Scholarship Fund**

Report and Financial Statements

5 April 2021

H M Hubbard Will Trust - Law Scholarship Fund

CONTENTS

| | Page |
|--|-------------|
| REFERENCE AND ADMINISTRATIVE INFORMATION | 1 |
| TRUSTEES' ANNUAL REPORT | 2 - 5 |
| INDEPENDENT EXAMINER'S REPORT | 6 |
| STATEMENT OF FINANCIAL ACTIVITIES | 7 |
| BALANCE SHEET | 8 |
| NOTES TO THE FINANCIAL STATEMENTS | 9 - 14 |

H M Hubbard Will Trust - Law Scholarship Fund

REFERENCE AND ADMINISTRATIVE INFORMATION

for the year ended 5 April 2021

| | |
|---------------------------------------|---|
| Trustees during the year | Claire Elizabeth Sharp Edmund Michael Wood – retired 11 January 2021 Paul Cattermull – appointed 11 January 2021 Roy Neil Arthur John Andrew Chadwick |
| Registered Name | H M Hubbard Law Scholarship Fund |
| Registered Charity No. | 313533 |
| Principal Office | TMF Global Services (UK) Ltd 960 Capability Green Luton Bedfordshire LU1 3PE |
| Solicitors | Debenhams Ottaway LLP Ivy House, 107 St Peter's Street St Albans Hertfordshire AL1 3EW |
| Independent Examiner | Mr Stephen Mason BSc FCA FKCA Limited 260-270 Great Marlings Butterfield Business Park Luton LU2 8DL |
| Accountants and Trust Managers | TMF Global Services (UK) Ltd 960 Capability Green Luton Bedfordshire LU1 3PE |
| Investment Advisers | Investec Wealth and Investment Limited 30 Gresham Street London EC2V 7QN |
| Bankers | CAF Bank 25 Kings Hill Avenue Kings Hill, West Malling Kent ME19 4JQ |
| Website | www.hubbardlawscholarship.com |

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2021

The Trustees present their financial statements and annual report for the year ended 5 April 2021. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Will, the Charities Act 2011, Accounting and Reporting by Charities: Statement of Recommended Practice (FRS 102) and update Bulletins 1 and 2.

Structure, Governance and Management

Constitution

The Charity was established by the Will dated 3 April 1946 of Henry Malcolm Hubbard, as amplified or varied by Court Orders dated 8 June 1962 (Sister's Fund - Construction of Will) and 15 October 1962 (Mrs Marston's Fund - Variation of Trusts Act 1958), by schemes made by the Charity Commission sealed on 21 April 1995, 15 April 1996, 31 May 2011 and 21 April 2016 and by a Deed of Disclaimer by the Public Trustee dated 15 February 2005. Mr Hubbard died on 23 December 1946 and probate of his Will was granted on 18 March 1947.

The Charity needs Trustees with experience of the law and of legal training and also Trustees with a financial background. Trustees are recruited by the existing Trustees through their contacts in these areas. The present Trustees comprise two lawyers, an accountant and a former investment manager.

The power of appointing Trustees is now vested in the surviving Trustees or Trustee for the time being.

Investment powers

The Will gave the Trustees only limited powers of investment and use has been made of the statutory investment powers under the Trustee Act 2000 to delegate discretionary investment powers and to use nominees to hold the Charity's investments.

Governance and internal control

The Trustees have appointed TMF Global Services (UK) Ltd to carry out the day-to-day administration of the Charity. All significant decisions are taken by the Trustees, either at meetings or through consultation out of meetings. All payments must be approved by two Trustees.

The Trustees meet at least once in each year. They receive quarterly investment reports from the Investment Advisers, with whom they meet at least once a year to review investment performance and strategy.

Risk management

The Trustees have considered the major risks to which the Charity is exposed and are satisfied that systems are in place to mitigate those risks.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2021

Objectives and Activities for the Public Benefit

Objectives and how they are achieved

Following the making of a new Scheme under the Charities Act 1993 by the Charity Commission on 21 April 2016, which made certain amendments to the objectives set out in the Will, the principal objective of the charity is to provide scholarships to study in France, Spain or Canada the law and legal procedure of the particular country. However, if suitable candidates cannot be found to fulfil this objective then the Trustees may make an award for the study of the law of the European Union in France and Spain.

To be eligible for the award of a scholarship, a candidate must have obtained either:

- a) a law degree of at least class 2(ii) from a UK university; or
- b) a graduate diploma in law; or
- c) a Chartered Institute of Legal Executives' level 6 diploma in law and practice;

and must evince to the Trustees an intention to pursue a career as a solicitor in England and Wales. However, if suitable candidates cannot be found who fulfil this criterion, the Trustees may make awards to individuals who have qualified and are currently practicing as solicitors.

Under the 31 May 2011 scheme, the amount to be set aside out of income each year for the provision of a scholarship or scholarships was £22,000, or such higher amount as the Trustees may from time to time decide. The Trustees agreed to increase this to £30,000 from 6 April 2017 (The figure was £15,000 prior to the Scheme and originally £1,200 under the Will).

The Trustees advertise the scholarship on the internet and elsewhere. Replies are considered by the Trustees and interviews of the shortlist carried out once a year. Scholarships are generally awarded for a full year's study.

Under the terms of the Will, the remaining income is to be distributed to solicitors and their families in need. The Trustees obtain written assurance from SBA The Solicitors' Charity (the SBA) that any grant to them will be applied appropriately and the Trustees then make sums available to the SBA for onward payment to beneficiaries.

Public benefit

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims, objectives and future plans. They are satisfied that all the trust's activities are for the public benefit and that they have complied with the duty in section 17(5) of the 2011 Charities Act.

Achievements and Performance

Review of activities

Total unrestricted incoming resources of the Charity for the year were £65,265 (2020: £81,570), to which an allocation of governance costs of £18,037, were charged leaving £47,228 (2020: £69,783) available to meet the above objectives. £30,000 was set aside for scholarships and £3,128 spent on supporting these activities leaving a surplus of £14,100, to be added to the undistributed income of £5,939 brought forward. The balance of £20,039 has been carried forward in accordance with the reserves policy set out below.

No grants were awarded for scholarships during the year because of the uncertainty of how the disruption to educational courses caused by Covid-19 would affect courses commencing in 2021/22. The Trustees resolved to retain all surplus income arising in 2021 to enable them to make scholarships to a greater number of suitable applicants when courses resume.

One provisional scholarship award was made after April 2021 to study in 2022. The scholar has met the conditions and a scholarship of £20,000 will be allocated for this award. Due to the current Covid crisis, an award made last year has been deferred again to 2022/23.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2021

Reserves Policy

Scholarships are generally awarded in respect of academic years and the Trustees aim to have sufficient uncommitted income at 1 September each year in the Law Scholarship Income Fund to finance a one-year scholarship. As at 5 April 2021 there was £42,292 in the Law Scholarship Fund.

Investment policy and performance

The investment policy is to maintain the real value of the underlying capital over time through investment in a diversified portfolio of equities, property (through charity property funds), bonds and cash, subject to the income need as determined from time to time by the Trustees. The Trustees have agreed a bespoke benchmark with the fund managers against which the performance of the fund can be measured. This combines different indices for different asset classes weighted appropriately. The total return on permanent endowment investments in the year to 5 April 2021 was +29.49% compared to the total return on the bespoke benchmark over the same year of +26.26%. The Trustees are satisfied with the performance of the investment managers, but continue to keep the situation under review, taking into account that it is the long-term performance that is the most important. The Trustees are concerned about the present investment outlook given Covid 19 and, in particular, the pressure on dividends on which the Charity relies to fund scholarships awarded. The Trustees are in regular contact with the Investment Managers to ensure as far as possible the income requirements can be met in these turbulent times.

Plans for the future

The Trustees will continue to provide scholarships to suitable candidates with any surplus income being distributed to support solicitors and their families in need.

H M Hubbard Will Trust - Law Scholarship Fund

TRUSTEES' ANNUAL REPORT

for the year ended 5 April 2021

Statement of the Trustees' responsibilities in respect of the accounts

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

The law applicable to charities in England & Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provision of the Will requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

Approved by the Trustees on:

06/12/2021

Date

and signed on their behalf by:



Ms C Sharp - Trustee

INDEPENDENT EXAMINER'S REPORT

to the Trustees of H M Hubbard Will Trust - Law Scholarship Fund

I report to the charity Trustees on my examination of the accounts of the H M Hubbard Will Trust - Law Scholarship Fund (the Trust) for the year ended 5 April 2021.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

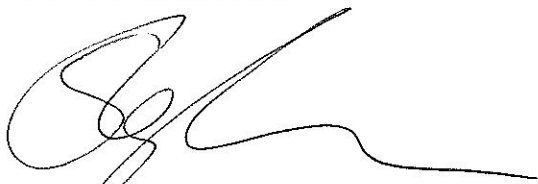
I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.



Mr Stephen Mason BSc FCA
For and on behalf of
FKCA Limited
260-270 Great Marlings
Butterfield Business Park
Luton
LU2 8DL

Date:

21/01/2022

H M Hubbard Will Trust - Law Scholarship Fund

STATEMENT OF FINANCIAL ACTIVITIES

for the year ended 5 April 2021

| | Note | Unrestricted General Fund Income £ | Law Scholarship Income £ | Permanent £ | Total 2021 £ | Total 2020 £ |
|--|------|--|-----------------------------------|----------------|--------------------|--------------------|
| INCOME & ENDOWMENTS | 2 | | | | | |
| Investments | | 65,265 | - | - | 65,265 | 81,570 |
| TOTAL INCOME | | 65,265 | - | - | 65,265 | 81,570 |
| EXPENDITURE | | | | | | |
| Cost of generating funds | 3 | - | - | 18,243 | 18,243 | 18,251 |
| Charitable activities | 4 | 21,165 | - | 9,581 | 30,746 | 94,237 |
| TOTAL EXPENDITURE | | 21,165 | - | 27,824 | 48,989 | 112,488 |
| NET INCOME/(EXPENDITURE) BEFORE GAINS AND LOSSES ON INVESTMENTS | | 44,100 | | (27,824) | 16,276 | (30,918) |
| Net gains/(losses) on investments | 7 | - | - | 523,492 | 523,492 | (373,643) |
| NET INCOME/(EXPENDITURE) AFTER GAINS AND LOSSES ON INVESTMENTS | | 44,100 | - | 495,668 | 539,768 | (404,561) |
| TRANSFER BETWEEN FUNDS | 6 | (30,000) | 30,000 | - | - | - |
| OTHER RECOGNISED GAINS/(LOSSES) | | | | | | |
| Gains/(losses) on currency | | - | - | - | - | (362) |
| NET MOVEMENT IN FUNDS | | 14,100 | 30,000 | 495,668 | 539,768 | (404,923) |
| FUND BALANCES BROUGHT FORWARD | | 5,939 | 12,292 | 1,975,779 | 1,994,010 | 2,398,933 |
| FUND BALANCES CARRIED FORWARD | | 20,039 | 42,292 | 2,471,447 | 2,533,778 | 1,994,010 |

H M Hubbard Will Trust - Law Scholarship Fund

BALANCE SHEET

as at 5 April 2021

| | Note | General Fund Income £ | Law Scholarship Income £ | Permanent Endowment £ | Total 2021 £ | Total 2020 £ |
|---|------|--------------------------------|-----------------------------------|-----------------------------|--------------------|--------------------|
| FIXED ASSETS | | | | | | |
| Investments - quoted | 7 | - | - | 2,526,962 | 2,526,962 | 2,021,374 |
| | | - | - | 2,526,962 | 2,526,962 | 2,021,374 |
| CURRENT ASSETS | | | | | | |
| Amount lent to Permanent Endowment | 6 | 50,000 | - | - | 50,000 | 50,000 |
| | | 50,000 | - | - | 50,000 | 50,000 |
| Cash | | | | | | |
| Bank current accounts | | 4,174 | 41,011 | 3,912 | 49,097 | 37,693 |
| Bank deposit account | | - | 1,281 | - | 1,281 | 1,280 |
| | | 4,174 | 42,292 | 3,912 | 50,378 | 38,973 |
| TOTAL CURRENT ASSETS | | 54,174 | 42,292 | 3,912 | 100,378 | 88,973 |
| LIABILITIES: amounts falling due within one year | | | | | | |
| Creditors | 8 | 10,135 | - | 9,427 | 19,562 | 42,337 |
| Amount lent by Income Accounts | 6 | - | - | 50,000 | 50,000 | 50,000 |
| | | 10,135 | - | 59,427 | 69,562 | 92,337 |
| NET CURRENT ASSETS/(LIABILITIES) | | 44,039 | 42,292 | (55,515) | 30,816 | (3,364) |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 44,039 | 42,292 | 2,471,447 | 2,557,778 | 2,018,010 |
| LIABILITIES: amounts falling due after one year | | | | | | |
| Creditors | 8 | 24,000 | - | - | 24,000 | 24,000 |
| NET ASSETS | | 20,039 | 42,292 | 2,471,447 | 2,533,778 | 1,994,010 |
| Representing: | | | | | | |
| FUNDS - RESTRICTED | | | | | | |
| Permanent Endowment | | - | - | 2,471,447 | 2,471,447 | 1,975,779 |
| Law Scholarship Income Account | | - | 42,292 | - | 42,292 | 12,292 |
| FUNDS - UNRESTRICTED | | | | | | |
| General Fund Income Account | | 20,039 | - | - | 20,039 | 5,939 |
| | | 20,039 | 42,292 | 2,471,447 | 2,533,778 | 1,994,010 |

Approved by the Trustees on:

Date

16/12/2021

and signed on their behalf by:

Ms C Sharp - Trustee



H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2021

1. ACCOUNTING POLICIES

The principal accounting policies adopted are as follows:

a) Basis of preparation and assessment of going concern

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (FRS 102) and update Bulletins 1 & 2, and the Charities Act 2011 and applicable regulations.

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

In March 2020, the World Health Organisation declared the outbreak of a novel coronavirus to be a global pandemic. In order to stem the spread of the virus, during the financial year Governments around the world took drastic steps which included the closure of various businesses, shops and schools, and are also heavily restricting the movement of people. Notwithstanding the successful development of vaccines, due to the degree of uncertainty involved and the unprecedented nature of the challenges posed by the coronavirus situation, the Trustees are of the opinion that it is too soon to quantify the financial impact that the pandemic may have in the long term on its investments, but are content that their investment policy is suitably robust in the circumstances.

At the time of approving the financial statements the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The Trustees have considered the impact of COVID-19 on activities and do not anticipate a significant financial impact. Hence the Trustees continue to adopt the going concern basis of accounting in preparing these financial statements.

b) Fund structure

The permanent endowment represents the funds derived from the estate of the late H M Hubbard and the Trustees are permitted by the Will to distribute only the income earned by the assets held.

The Law Scholarship Income Account represents the income directed by the Will as amended to be used to provide law scholarships and the amounts so awarded. The General Fund Income Account represents the residual income directed by the Will to be used, after support costs and overheads, for solicitors and their families in need.

c) Income recognition

All income is recognised once the Charity has entitlement to the income, there is sufficient certainty of receipt and so it is probable that the income will be received, and the amount of income receivable can be measured reliably.

Interest on funds held is included upon notification of the interest paid or payable. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. Credit is taken in the accounts for income tax deducted from investment income which has or will be reclaimed from H M Revenue & Customs up to 5 April 2021.

d) Expenditure recognition and irrecoverable VAT

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Grants payable are payments made to third parties in the furtherance of the charitable objectives of the Trust. Grants to solicitors and their families in need are accounted for in full when awarded. Scholarship awards are accounted for during the year of award only if all conditions imposed by the Trustees have been fulfilled, or there is a reasonable expectation that they will be, when the accounts are finalised. Otherwise they are accounted for in the following year.

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

Basic financial instruments are measured at amortised cost.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2021

1. ACCOUNTING POLICIES - continued

e) Allocation of governance and other support costs

Overhead and support costs are allocated first between charitable activities and governance. The costs allocated to charitable activities are then further allocated between those relating to the awarding of Law Scholarships and those relating to grants to solicitors and their families in need. The costs allocated to governance are further allocated between the permanent endowment and general income. Where costs are specific to an activity or fund, they have been so allocated. Otherwise, apportionment is based on estimated time spent by the staff of the professional advisers employed in the administrative burden of publicising, awarding, monitoring and assessing grants. The allocation of overhead and support costs is analysed in note 4.

f) Cost of raising funds

The cost of generating funds comprises the investment managers' charges

g) Charitable activities

Costs of charitable activities include grants made and an apportionment of overhead and support costs as shown in note 4b.

h) Governance costs

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 the independent examination and legal fees together with an apportionment of overhead and support costs.

i) Fixed asset investments

Investments are stated at market value as at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

j) Realised gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and opening market value (or purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or cost of purchase if later). Realised and unrealised gains are not separated in the statement of financial activities.

k) Foreign exchange

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at year-end rates and translation differences are taken to the Statement of Financial Activities.

l) Currency

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

2. INCOME AND ENDOWMENTS

| | Total 2021 | Total 2020 |
|--|-----------------------|-----------------------|
| | £ | £ |
| Investment Income | | |
| Investment income - UK listed | 50,486 | 71,095 |
| Investment income - Overseas listed | 15,238 | 10,676 |
| | <hr/> | <hr/> |
| | 65,724 | 81,771 |
| Less: Non-recoverable and overseas tax | (460) | (347) |
| Deposit interest | 1 | 146 |
| | <hr/> | <hr/> |
| | 65,265 | 81,570 |
| | <hr/> | <hr/> |

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2021

3. COST OF GENERATING FUNDS

| Comprise: | General Fund Income £ | Permanent Endowment £ | Total 2021 £ | 2020 £ |
|------------------------------|-----------------------------|-----------------------------|--------------------|-----------|
| Investment advisers' charges | - | 18,243 | 18,243 | 18,251 |

The investment advisers charge a fee based on a percentage of the value of the fund.

4. ANALYSIS OF EXPENDITURE

The Charity undertakes its charitable activities through grant making.

| | | Unrestricted General Fund Income £ | Law Scholarship Income £ | Permanent £ | Total 2021 £ | Total 2020 £ |
|--------------------------|----|---|-----------------------------------|----------------|--------------------|--------------------|
| EXPENDITURE | | | | | | |
| Grants awarded | 4b | - | - | - | - | 55,753 |
| Grant support costs | 4a | 3,128 | - | - | 3,128 | 16,034 |
| Governance costs | 4c | 18,037 | - | 9,581 | 27,618 | 22,450 |
| TOTAL EXPENDITURE | | 21,165 | - | 9,581 | 30,746 | 94,237 |

4a. ALLOCATION OF SUPPORT COSTS AND OVERHEADS

The breakdown of support costs and how these were allocated between Governance and Charitable Activities is shown in the table below:

| Cost Type | Grant Support Costs £ | Governance £ | 2021 Total Allocated £ | 2020 Total Allocated £ |
|-------------------------------------|--------------------------------|-----------------|---------------------------------|---------------------------------|
| Independent examiner's fees | - | 1,350 | 1,350 | 1,320 |
| Accountancy and administration fees | 1,107 | 21,030 | 22,137 | 23,218 |
| Trustees' expenses | - | - | - | 85 |
| Solicitors' fees | 809 | 4,587 | 5,396 | 8,960 |
| Bank charges | - | 131 | 131 | 161 |
| Publicity expenses | 1,212 | - | 1,212 | 4,220 |
| Information Commissioner | - | 35 | 35 | 35 |
| Trustees' Indemnity Insurance | - | 485 | 485 | 485 |
| | 3,128 | 27,618 | 30,746 | 38,484 |

The basis of apportionment is detailed in note 1 on page 9.

The total support cost attributable to charitable activities and governance has been apportioned as shown below.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2021

4b. CHARITABLE ACTIVITIES

| | Grants Awarded £ | Support Costs £ | 2021 £ | 2020 £ |
|--|------------------------|-----------------------|-----------|-----------|
| Scholarship Awards | | | | |
| - 2019/20 academic year | - | - | - | 1,753 |
| - 2021/22 academic year | - | 2,907 | 2,907 | 37,629 |
| SBA | | | | |
| - No grant (2020 - two) for solicitors and their families in need | - | 221 | 221 | 32,405 |
| | - | 3,128 | 3,128 | 71,787 |

Commitments

During the year, no grant was awarded by the Trustees to the SBA.

The Trustees authorise certain scholarship grants which are subject to the recipient fulfilling certain conditions. The Trustees conditionally made one award after 6 April 2021 for an academic year commencing January 2022. This scholar has been accepted on her course and the grant will be provided for in these accounts next year. An award of £24,000 made last year has been deferred again to 2022/23.

4c. GOVERNANCE

| | 2021 | | | 2020 £ |
|-------------------------------------|-----------------------------|-----------------------------|------------|-----------|
| | General Fund Income £ | Permanent Endowment £ | Total £ | |
| Independent examiner's fees | 1,350 | - | 1,350 | 1,320 |
| Accountancy and administration fees | 15,496 | 5,534 | 21,030 | 12,748 |
| Solicitors' fees | 540 | 4,047 | 4,587 | 7,616 |
| Trustees' expenses | - | - | - | 85 |
| Bank charges | 131 | - | 131 | 161 |
| Information Commissioner | 35 | - | 35 | 35 |
| Trustees' Indemnity Insurance | 485 | - | 485 | 485 |
| | 18,037 | 9,581 | 27,618 | 22,450 |

5. RELATED PARTY TRANSACTIONS AND TRUSTEES' REMUNERATION

In the year ended 5 April 2021 no Trustees (2020 - two) were reimbursed travelling expenses. (2020 - £85). Fees of £5,396 were paid for legal services to Debenhams Ottaway LLP, of which Mrs Claire Sharp a Trustee, is a partner. (2020 - £8,960) The Trustees received no remuneration for their services. (2020 - nil).

6. TRANSFERS BETWEEN FUNDS

The transfer of £30,000 from the General Fund income account to the Law Scholarship income account is in accordance with the Charity Commission Order of 31 May 2011 as most recently amended by the Trustees at their meeting on 15 December 2017.

Due to the poor returns available on cash, the Trustees have loaned £50,000 from the income funds to the permanent endowment fund. This is repayable on demand and all income arises in the income fund.

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2021

7. INVESTMENTS

| | 2021 Total £ | 2020 Total £ |
|---|--------------------|--------------------|
| Market value at 5 April 2020 | 1,980,626 | 2,382,525 |
| Acquisitions at cost | 394,055 | 284,827 |
| Sales proceeds from disposals | (383,213) | (313,083) |
| (Loss)/gain in the year | 523,492 | (373,643) |
| Market value at 5 April 2021 | 2,514,960 | 1,980,626 |
| Cash held within the investment portfolio | 12,002 | 40,748 |
| | <u>2,526,962</u> | <u>2,021,374</u> |
| UK equities and collective investments | 2,276,097 | 1,667,342 |
| UK government and other fixed interest stocks | 238,863 | 313,284 |
| Market value at 5 April 2021 | <u>2,514,960</u> | <u>1,980,626</u> |
| Historical cost at 5 April 2021 | <u>1,720,506</u> | <u>1,717,084</u> |

The following investment comprises more than 5% of the value of the investment portfolio:

| Name | Holding | Market Value |
|---|---------|--------------|
| Vanguard Funds – S&P500 UCITS ETF USD shares | 3,000 | £164,696 |
| Baillie Gifford American W3 Distribution shares | 8,250 | £142,560 |
| SPDR S&P500 ETF Trust USD Distribution shares | 615 | £178,282 |

8. CREDITORS

| | 2021 £ | 2020 £ |
|--|---------------|---------------|
| Amounts falling due within one year | | |
| Accruals | 17,744 | 17,337 |
| Other creditors | 1,818 | - |
| Grants payable to the SBA | - | 25,000 |
| | <u>19,562</u> | <u>42,337</u> |
| Amounts falling due after one year | | |
| Scholarship 2022/2023 | 24,000 | 24,000 |
| | <u>43,562</u> | <u>66,337</u> |

H M Hubbard Will Trust - Law Scholarship Fund

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 5 April 2021

9. SUMMARY OF FUND MOVEMENTS

| | Fund balances brought forward £ | Income £ | Expenditure £ | Transfers £ | Gains and Losses £ | Fund balances carried forward £ |
|------------------------|---|-------------|------------------|----------------|-----------------------------|---|
| Unrestricted Funds | | | | | | |
| General fund income | 5,939 | 65,265 | (21,165) | (30,000) | - | 20,039 |
| Law Scholarship income | 12,292 | - | - | 30,000 | - | 42,292 |
| Permanent Endowment | 1,975,779 | - | (27,824) | - | 523,492 | 2,471,447 |
| | | | | | | |
| Total | 1,994,010 | 65,265 | (48,989) | - | 523,492 | 2,533,778 |
