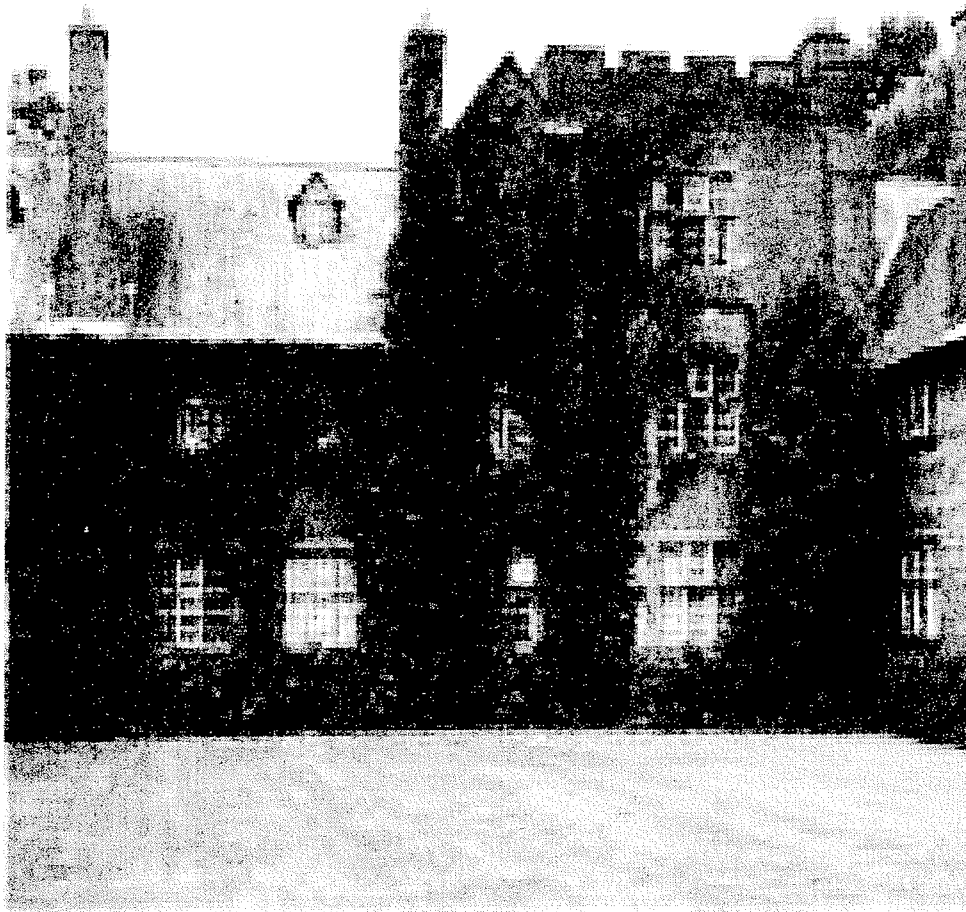


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**The Hulme Hall Trust Foundation
Financial Statements and Governors' Report
for the Year Ended 30 June 2021**



The Hulme Hall Trust Foundation

Financial Statements for the Year Ended 30 June 2021

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The Hulme Hall Trust Foundation

Financial Statements for the Year Ended 30 June 2021

Registered Charity Number 526647

Governors and Advisors

Governors:	Appointing Body	Term Commencement	Length of term
Richard Young Chairman	Co-optative member	19 October 2018	5 years
Susan Jee Treasurer	Hulme Trust Estates (Educational)	15 October 2019	3 years
Rt. Rev. Mark Davies Bishop of Middleton	Bishop of Manchester	12 March 2018	3 years
Canon Ian Gomersall	Bishop of Manchester	15 October 2019	3 years
Dr Gareth Hughes	University of Manchester	19 October 2018	3 years
Mike Mercer	Hulme Trust Estates (Educational)	19 October 2018	3 years

The Governors are appointed for a term of three years with the exception of Co-optative Governors who are appointed for a five-year term.

Clerk to the Governors: Jonathan Aldersley

Administrative address: Butcher & Barlow, 3 Royal Mews, Gadbrook Park, Northwich, CW9 7UD

Bankers: Unity Trust Bank plc, Nine Brindley Place, Birmingham B1 2HB

Investment Managers: Rathbone Investment Management Ltd, Port of Liverpool Building, Pier Head, Liverpool L31NW

Reporting Accountants: Harts, Westminster House, 10 Westminster Road, Macclesfield SK10 1BX

The Hulme Hall Trust Foundation

Financial Statements for the Year Ended 30 June 2021

Report of the Governors for the Year Ended 30 June 2021

The Governors are pleased to present their annual report together with the financial statements of the charity for the year ended 30 June 2021. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's trust deed, the Charities Act 2011 and the relevant version of the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Objectives and activities for the public benefit

The Hulme Hall Trust Foundation ("the Foundation") is governed by a Scheme dated 13 July 1964, approved by the Charity Commission and varied with their consent by the Scheme of 23 January 1976 as amended by Resolution dated 9 April 2008.

Hulme Hall is a hall of residence of the University of Manchester, located in the Victoria Park campus, and houses some 300 students. The hall has seven blocks, the oldest dating from 1907 and the latest added in 1967.

The Foundation is managed by six Governors of whom two are appointed by the Trustees of the charity known as Hulme Trust Estates (Educational), two are appointed by the Lord Bishop of Manchester, one by the University of Manchester and one co-optative member appointed by the other Governors.

The objectives of the Foundation are:

- a) The provision of assistance for higher education by means of grants to be awarded to students at the University of Manchester, including post-graduate and research students, and with preference for residents of Hulme Hall.
- b) The provision of benefits in connection with Hulme Hall (which includes the chapel and chaplaincy).

Hulme Hall Trust Foundation uses the investment income from a permanent endowment fund to further its charitable purposes through giving grants both to individuals and institutions. These awards take the form of supporting accommodation costs for students who otherwise might not be able to experience life in hall and also broader awards to individuals and institutions including the hall itself to help support the life of the hall and encourage the personal development of its residents.

The Trust Deed of the Foundation restricts the benefits to the students of Manchester University and gives preference to the residents of Hulme Hall. Nevertheless, the Governors have considered the Charity Commission's guidance on public benefit and borne it in mind when shaping and planning our activities. When considering a grant, no person or body is discriminated against, or held in prejudice by reason of gender, age, disability, faith or belief, gender identity, sexual orientation, status or ethnicity. Through the Warden, Senior Student, Tutors and JCR and publication of available grants we ensure that students understand that the support we provide is open to all based only on need.

The Governors meet as appropriate to decide on investment policy, to monitor the performance of the investment portfolio, to shape our activities for the year and to approve grants and awards. Governors actively seek feedback from beneficiaries and input from student leadership to ensure that the focus of awards stays relevant to changing needs.

New Governors are selected to ensure that the Foundation has a broad range and balance of expertise and skills. Potential new Governors are identified through consultation with advisers and other professional contacts. Where Governors are appointed by other parties, suggestions are made to the appointing body via the Clerk to Governors. Governors are encouraged to read the Charity Commission guidance 'The Essential Trustee' and where requested provided with training.

The Hulme Hall Trust Foundation

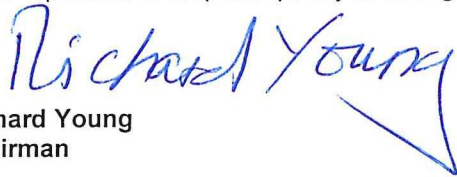
Financial Statements for the Year Ended 30 June 2021

Chairman's Report

As we expected when we closed the June 2020 accounts the outlook for the 2020/21 academic year was very uncertain and the Covid pandemic has continued to limit all our lives but particularly for our young people created a very different University experience. We continued the process of making bursaries available through the Manchester Widening Participation Scheme and let it be known that we would consider applications in year. We were pleased that four students took the opportunity of using our bursary funding to experience hall life, however different that life has been.

Our investment portfolio has proved fairly resilient in the face of the dramatic impact of Covid-19 on markets. Whilst our income from investments is reduced from the previous year it remained in the target range.

Given the massive uncertainty we currently face it is difficult to anticipate what level of our normal activity may be possible this year. In addition to the bursaries offered by the normal process we remain able to make funding available in year should students wish to move into hall. It remains difficult to anticipate to what degree normal hall activity could return over 2021/22 but equally to know what new support needs may emerge over the year. We are fortunate in having both funds and the ability to make decisions at pace so are in a position to respond quickly to emerging needs.



Richard Young
Chairman

Date: 19 JANUARY 2022

The Hulme Hall Trust Foundation

Financial Statements for the Year Ended 30 June 2021

Report of the Governors for the Year Ended 30 June 2021 Activities, Achievements and Performance

Grants totalling £28,326 were made during the year (2020: £38,535). See note 4

- Accommodation grants amounting to £26,928 were made to four students in the year, these were full bursaries made in conjunction with the University of Manchester's Widening Participation Scheme. These awards give students from challenging socio-economic backgrounds an opportunity to benefit from residential university life by funding their first year's hall fees. Feedback from previous beneficiaries continues to emphasise the significance of these awards to both academic and personal development.
- As a further result of the global pandemic travelling was restricted and no travel grants were made this year.
- Awards totalling £450 were made to students to reward them for their contribution to the life of Hulme Hall and its local community.
- Due to a combination of continuing Covid restrictions and changes in management there were no requests for funds to enhance the Hulme Hall social environment in 2020/21.
- St Chrysostom's Parish has continued to make an important contribution to the pastoral care of all Hulme Hall residents, whatever their faith or belief or indeed of those who have no faith at all. Whilst the Covid situation has undoubtedly severely limited occupancy in the hall and the normal regular events. The chaplains maintained a presence in the hall when it was possible and maintained contact with students when it was not, some students joined in local Church zoom gatherings. Trustees get regular feedback as to the positive impact of this support. During the year £1,300 was awarded to support these important activities.

Financial Review

The charity is 'permanently endowed' which means that Governors can use the interest or other investment income (the Income Fund) to make grants or awards but cannot spend the Permanent Endowment fund itself. The Foundation's work is mainly but not entirely reliant on the investment returns from the Permanent Endowment Fund. This income is added to the Income Fund from which grants are made and governance expenses paid.

Income Fund

Investment income at £32,846 is lower than last year (2020: £36,605) although still broadly within the target range for our Portfolio in a somewhat unusual year. The details of both income and expenditure are set out in the Statement of Financial Activities on page 9. Take-up of bursaries was less than we had budgeted, as noted above, there were no travel awards or expenditure requests from the hall and so despite the reduced income our income exceeded expenditure by £47. Undistributed reserves are held as bank deposit balances, and stand at £64,252. This reserve remains in excess of our minimum reserve.

The Hulme Hall Trust Foundation

Financial Statements for the Year Ended 30 June 2021

Permanent Endowment Fund

The value of the Permanent Endowment Fund at 30 June 2021 stands at £1,527,372 (2020: £1,307,106). The valuation of non-cash investments at 30 June 2021 represents 141% of historical cost (2020:121%). The mark-to-market valuation of the portfolio of assets at 30 June 2021 created an unrealised gain of £218,378 (2020: £43,386 gain). In the normal course of Rathbones management of our portfolio, trading generated a profit of £9,607 (2020: loss £16,667).

Investment policy and performance

The policy objective is to preserve and if possible increase the value of the investment assets in real terms whilst allowing an annual withdrawal of income to support the activities of the Foundation. The policy objective seeks to maintain the longer-term purchasing power of returns by creating a more sustainable return over the medium to long term. The policy includes a detailed Statement of Investment Policy and a Strategic Asset Allocation for the investment portfolio. The policy as agreed by Trustees is implemented by our investment managers (whose investment results are reported in Note 5 to the Accounts). The planned Investment Policy Review was completed in the year and approved by Trustees in March 2020.

In 2019/20 the strategy of the investment portfolio was adjusted following discussion between the Trustees and our Investment Adviser, Rathbone Investment Management, and considered the financial position of the charity, its long term investment horizon, endowed capital status and risk tolerance alongside the current economic and investment circumstances (notably the low interest environment) to review how best to invest to further the objectives of the charity. The conclusion to these discussions was to marginally increase the risk profile and thus the allowable range of equity investments to enhance returns over the medium to long term. The benchmarks used were also amended to ensure a continued appropriateness of performance measurement.

Total Return for 2020/21 was:

Hulme Hall	+20.5%
MSCI PIMFA Growth	+18.8%
ARC Charity Equity Risk	+20.6%

The performance of the investment portfolio over the year to 30th June 2021 was strong as the economy began to recover from the Covid pandemic, accelerated by the vaccine discovery and deployment in late 2020 and early 2021. While new variants have produced bumps in the road, vaccination does seem to be offering the route out of economic lockdown and disruption.

The vast liquidity injections from both fiscal and monetary policy, globally, during the crisis limited some of the economic and social damage that otherwise may have been experienced. This support has, in part, seen asset prices recover strongly on both increased liquidity as well as a recovery in company revenue streams.

Given the full financial year coincided with a heavily Covid disrupted period (year end came relatively early into the vaccine deployment) the income received in the period still exhibited negative impacts from the pandemic, however the latter part of the period and the outlook for next year are more positive with dividend reinstatements and growth forecast.

Looking ahead, Covid 19 continues to cause problems globally, not least from supply chain disruption which, in part, is causing global inflation to rise. To date, global Central Banks have offered some comfort that these impacts will prove transitory, however potential sustained inflationary pressure remains the primary risk ahead and may require some tightening of monetary policy to maintain price stability. However, even in this environment equities should be able to provide some protection, with Fixed Income investments remaining relatively unappealing.

Investment Management charges are allocated 25% to Income and 75% to the Endowment Fund.

The Hulme Hall Trust Foundation

Financial Statements for the Year Ended 30 June 2021

Distribution and Reserves Policy

The income from the Permanent Endowment Fund is distributed to appropriate grant applicants throughout the year after proper scrutiny of their applications. Whilst it is not the policy of the Governors to accumulate income for its own sake, we are mindful of the importance of having funds available to deal with the unplanned situations in which students find themselves from time to time. Via the warden, senior student, tutors, posters and social networking sites we ensure that students are informed of the availability of our grants and awards.

In setting the budget for each year's awards, Governors consider carefully the objectives of the charity, views from the student body (via the Senior Student, Tutors and the Warden) and the chaplaincy.

Governors reviewed the Reserves Policy in 2019/20 and agreed a revised policy in March 2020. The review confirmed that the principles of ensuring that any unexpected cases of need can be accommodated and that the Foundation could maintain activity in the event of any temporary short term reduction in investment income remained appropriate. We also confirmed the Reserve should be set so that a normal level of activity could be preserved for a year in a 'stressed' scenario of a one year 50% drop in income, albeit this is considered to be a cautious assumption. The University has indicated that it will no longer support the previous pattern of invoicing towards the end of the year and expects payments in stages through the year. A more detailed cash flow analysis was reviewed and as a result it was agreed that the minimum reserve was set to be at or around £25,000 and additionally an internally earmarked internal income reserve of £8,000 would be held which would ensure capability to fund one off projects or exceptional hardship cases.

Risks

The Governors review risks and have incorporated measures that they consider appropriate into the instructions given to their professional advisers. The primary risk is clearly investment risk which is addressed by using professional investment managers, adopting a balanced strategy giving equal weight to capital preservation and stable income generation, being cautious in the assessment of future income streams and never committing expenditure in advance of income.

First year accommodation awards are made mainly via the University of Manchester Widening Participation Scheme and are thus subject to their structured application process. Grants other than these accommodation bursaries are considered only after a detailed review by the Warden of Hulme Hall and the Treasurer and in accordance with an agreed framework approved by Governors.

Statement of Governors' Responsibilities in Respect of the Accounts

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

Charity Law requires the Governors to prepare separate financial statements for each financial year, which give a true and fair view of the state of affairs of the Foundation and of its incoming resources and application of resources for the year.

In preparing these financial statements Governors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019;
- 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 material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Foundation will continue in business.

The Hulme Hall Trust Foundation

Financial Statements for the Year Ended 30 June 2021

The Governors are responsible for keeping proper accounting records that are sufficient to show and explain the Foundation's transactions and disclose with reasonable accuracy at any time the financial position of the Foundation and to enable them to ensure that the financial statements comply with the Charities Act 2011 and provisions of the Trust Deed.

They are also responsible for safeguarding the assets of the Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as each of the Governors is aware at the time that the report is approved:

- there is no relevant accounting information of which the Foundation's Reporting Accountants are unaware and
- the Governors have taken all reasonable steps that they ought to have taken to make themselves aware of any relevant accounting information and to establish that the Reporting Accountants are aware of that information.

Approved by Governors on19 JANUARY 2022
and signed on their behalf by



Richard Young
Chairman

The Hulme Hall Trust Foundation

Financial Statements for the Year Ended 30 June 2021

Independent Examiners Report to the Governors of The Hulme Hall Trust Foundation

(A Trust and a Registered Charity) Registered Charity Number 526647

I report to the charity trustees on my examination of the accounts of the charity for the year ended 30 June 2021 which are set out on pages 9 to 16.

Responsibilities and basis of report

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

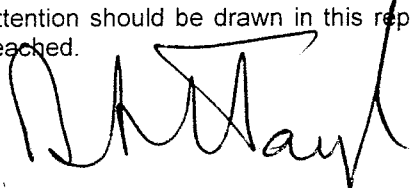
I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

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:

- accounting records were not kept in respect of the charity as required by section 130 of the Act; or
- the accounts do not accord with those records ; or
- 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 have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



.....
Mr David Taylor FCA (Independent Examiner)
Harts Limited
Westminster House
10 Westminster Rd
Macclesfield
Cheshire
SK10 1BX

Date: 19.1.22

The Hulme Hall Trust Foundation

Financial Statements for the Year Ended 30 June 2021

Statement of Financial Activities – for the Year Ended 30 June 2021

	Note	Unrestricted Accumulated Income Fund	Restricted Permanent Endowment	Total Funds 2021	Total Funds 2020
		£	£	£	£
Income and endowments from:					
Donations and legacies:					
University of Manchester		1,400	-	1,400	1,400
Investment income	3	<u>32,846</u>	-	<u>32,846</u>	<u>36,605</u>
Total		34,246	-	34,246	38,005
Expenditure on:					
<i>Raising Funds</i>					
Investment Management charges		<u>2,573</u>	<u>7,719</u>	<u>10,292</u>	<u>9,071</u>
<i>Charitable Activities: Grants</i>					
Accommodation		30,065	-	30,065	39,470
Contribution to hall & community		502	-	502	634
Travel & Conference		-	-	-	(100)
Chaplaincy		1,059	-	1,059	1,410
Amenities, equipment and hall activities		-	-	-	<u>385</u>
Cost of Grant making	4	<u>31,626</u>	-	<u>31,626</u>	<u>41,799</u>
Total Expenditure		<u>34,199</u>	<u>7,719</u>	<u>41,918</u>	<u>50,870</u>
Net Income/expenditure and net movement of funds before gains and losses on investments		47	(7,719)	(7,672)	(12,865)
Other recognised gains and losses:					
Realised gains on investments		-	9,607	9,607	(16,667)
Unrealised gains on investments		-	<u>218,378</u>	<u>218,378</u>	<u>43,386</u>
Net movement in funds		<u>47</u>	<u>220,266</u>	<u>220,313</u>	<u>13,854</u>
Reconciliation of Funds					
Total Funds brought forward		<u>64,205</u>	<u>1,307,106</u>	<u>1,371,311</u>	<u>1,357,457</u>
Total Funds carried forward		<u>64,252</u>	<u>1,527,372</u>	<u>1,591,624</u>	<u>1,371,311</u>

The Hulme Hall Trust Foundation

Financial Statements for the Year Ended 30 June 2021

Balance Sheet as at 30 June 2021

	Notes	Unrestricted Accumulated Income Fund £	Restricted Permanent Endowment £	Total Funds 2021 £	Total Funds 2020 £
Fixed Assets					
Investments	5	-	<u>1,527,551</u>	<u>1,527,551</u>	<u>1,302,611</u>
Current Assets					
Debtors	6	-	-	-	8,578
Cash at Bank and in hand	6	70,706	-	70,706	66,215
Due from Income to Perm Fund		(2,571)	2,571	-	-
<i>Total current assets</i>		<u>68,135</u>	<u>2,571</u>	<u>70,706</u>	<u>74,793</u>
Liabilities					
Creditors falling due within one year	6	<u>(3,883)</u>	<u>(2,750)</u>	<u>(6,633)</u>	<u>(6,093)</u>
<i>Net Current Assets</i>		64,252	(179)	64,073	68,700
Total Assets less Current Liabilities		<u>64,252</u>	<u>1,527,372</u>	<u>1,591,624</u>	<u>1,371,311</u>
Total net assets		<u>64,252</u>	<u>1,527,372</u>	<u>1,591,624</u>	<u>1,371,311</u>
The funds of the Charity					
Unrestricted Income Fund	7	64,252	-	64,252	64,205
Permanent Endowment Fund	7	-	1,527,372	1,527,372	1,307,106
Total Charity Funds		<u>64,252</u>	<u>1,527,372</u>	<u>1,591,624</u>	<u>1,371,311</u>

Approved by the Board of Governors

Richard Young - Chairman



Date: 19 JANUARY 2022

Susan Jee - Treasurer



Date: 19 JANUARY 2022

The Hulme Hall Trust Foundation

Financial Statements for the Year Ended 30 June 2021

Notes to the Financial Statements

1. Accounting Policies

a) Basis of preparation

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 accounts. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102), the Charities Act 2011, and UK Generally Accepted Accounting Practice. The Charity has taken advantage of the available exemption as a small charity from preparing a cash flow statement.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Charity is a public benefit entity as defined by FRS102.

The Trustees of the Charity have reviewed the level and nature of investments held by the Charity which is a Permanent Endowment Fund. The Charity is a grant making charity and the number and size of grants approved in any particular year is determined by the investment return available in that year. No significant future grants are committed and Trustees are able to reduce grants offered should there be a reduction on the return earned by investments. The Trustees therefore consider it appropriate to prepare the financial statements on the going concern basis.

b) Income recognition

All income is recognised once the Charity has entitlement to the income, when it is probable that the income will be received and the amount of income receivable can be measured reliably. Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the bank. Income from the investment portfolio is recognised when it is credited to our Income account with Rathbones whether or not it has been paid over to the Charity.

c) Expenditure

1. Cost of Raising Funds

This records direct expenditure on the management of investments. Investment management expenses are charged across both funds to recognise the cost to both income and capital.

2. Cost of Charitable Activities

2.1 Grants Payable

Grants payable are payments made to third parties in the furtherance of the Charity's objectives. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant awarded. The notification gives the recipient a reasonable expectation that they will receive grant. The Charity does not award multi-year grants. Grant awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Charity. Provisions for grants are made

The Hulme Hall Trust Foundation

Financial Statements for the Year Ended 30 June 2021

Notes to the Financial Statements (cont.)

when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable.

2.2 Governance and Support Costs

Costs of governance are set out in the detailed notes to the accounts and have been allocated against each of the Charity's objects pro-rata to value. The Charity does not incur any support costs.

d) VAT

Transactions are shown gross of any irrecoverable VAT.

e) Taxation

The Trustees consider that requirements for the exemption from taxation set out in the Income and Corporation Taxes Act 2007 are met and, therefore, no provision is made for taxation.

f) Funds structure

The Charity has a single Permanent Endowment Fund. The income from this fund, after payment of costs, charges and expenses, is paid into the Unrestricted Income Fund.

The Unrestricted Income Fund comprises those funds which are available for Trustees to use for any purpose in furtherance of the charitable objects, subject to the Trustees' policy on maintaining reserves for the day to day running of the Charities.

Further details of each fund is set out in note 7 to the accounts

g) Debtors

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

h) Fixed Asset investments

The Charity has only financial assets and financial liabilities of a kind that qualify as basic financial instruments.

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

The Statement of Financial Activities includes the net realised and unrealised gains and losses arising on revaluation and disposals throughout the year.

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

i) Current Asset investments

Current asset investments include cash and cash equivalents invested on a short-term basis with a maturity of twelve months or less from the date of acquisition. They are recognised initially at cost and subsequently at fair value at the reporting date. Any change in valuation between reporting dates is recognised in the statement of financial activities.

j) Cash at bank and in hand

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

The Hulme Hall Trust Foundation

Financial Statements for the Year Ended 30 June 2021

Notes to the Financial Statements (cont.)

k) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2. Related party transactions and trustees' expenses and remuneration

All Governors give their time voluntarily and receive no remuneration of any form nor have any of their expenses been reimbursed other than the reimbursement of actual expenditure they have incurred for, and as an agent of, the Foundation.

The Charity is a small Charity and does not have debit or credit cards or any other ability to purchase items other than direct payment of invoices. Sometimes this is not logistically practical or cost effective. In such circumstances, a Trustee may purchase pre agreed items on behalf of the charity and upon production of invoices, receipts and other evidence be reimbursed for this expenditure. In the year ended June 2021 there were no reimbursements to any of the Trustees as they did not incur any expenditure on behalf of the Trust.

Each year the Trustees agree a specific budget for general expenditure on amenities, social activities and peripheral kit and equipment for the benefit of the Hall and its residents. This both sets a financial limit and defines the framework for the nature of the items which the Foundation is prepared to fund. Similarly, the Trustees agree a budget for grants to residents for their contribution to the community, this also sets a financial limit and a framework for the nature of contributions which should be rewarded. Some of this expenditure is invoiced to, and paid directly by the Foundation but this is not always practical. Where this is the case and the Treasurer agrees that the proposed expenditure cannot be dealt with directly, after checking that the proposal is within the agreed budget and is appropriate, a Trustee will be requested to incur the expenditure on behalf of the Charity and claim the reimbursement.

Reverend Canon Ian Gomersall is the Rector of St Chrysostom's Church and Honorary Chaplain to Higher Education in Manchester. St Chrysostom's Parish makes an important contribution to the pastoral care of Hulme Hall residents (whatever their faith or belief or those who have no faith at all). The chaplaincy team has been a regular presence in Hall engaging with and supporting students and in addition organised services and welcome meetings in the Hall. The Parish of St Chrysostom's received a grant of £1,300 to support these important activities. The Charity's budget for the year made provision for the potential grant but Fr Ian played no part in the decision to award the grant which was taken, in accordance with policy, in April 2021, by the Hon Treasurer and Chairman after taking advice from the Warden of the Hall as to the level of support provided.

3. Investment Income

	30 June 2021	30 June 2020
	£	£
Dividends-equities	31,832	34,732
Interest-fixed interest securities	1,014	1,624
Interest on cash deposits	-	249
	<u>32,846</u>	<u>36,605</u>

4. Analysis of Grants and Allocation of Governance Costs

Governance costs:

	30 June 2021	30 June 2020
	£	£
Independent Examiner's fee	828	792
Clerk's fee	<u>2,400</u>	<u>2,400</u>
	<u>3,228</u>	<u>3,192</u>

The Hulme Hall Trust Foundation

Financial Statements for the Year Ended 30 June 2021

Notes to the Financial Statements (cont.)

The Charity does not incur support costs. Governance costs are met entirely from the unrestricted income fund. The Charity undertakes its charitable activities through grant making and awarded grants to a number of individuals and institutions in furtherance of its charitable activity as set out below. All grants were paid from the Unrestricted Income Fund. Governance costs are allocated across activities based on the funds granted as shown in the table below

Analysis of charitable expenditure:

	Grant funded activity	Governance costs	Bank Charges	Total 2021	Total 2020
	£	£	£	£	£
Grants to individuals					
-Accommodation	26,928	3,069	68	30,065	39,470
-Travel & Conference	-	-	-	-	(100)
-Contribution to hall community	450	51	1	502	634
<i>Total to individuals</i>	<i>27,378</i>	<i>3,120</i>	<i>69</i>	<i>30,567</i>	<i>40,004</i>
Grants to institutions					
-St Chrysostom's Chaplaincy*	948	108	3	1,059	1,410
-Hulme Hall: amenities, equipment and activities	-	-	-	-	385
<i>Total to institutions</i>	<i>948</i>	<i>108</i>	<i>3</i>	<i>1,059</i>	<i>1,795</i>
Total	28,326	3,228	72	31,626	41,799

Note * This is a donation of £1,300 less release of a provision of £352 for charges for meals provided to parish assistants when in Hulme Hall supporting the students. The provision is no longer needed as the charges have never been made.

The Hulme Hall Trust Foundation

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5. Fixed Asset Investments

Permanent Endowment Fund	30 June 2021	30 June 2020
	£	£
Brought forward at 1 July 2020		
Cost	1,061,544	1,064,371
Add unrealised gains/ losses	<u>220,177</u>	<u>176,791</u>
Market value at 1 July 2021	<u>1,281,721</u>	<u>1,257,837</u>
Changes in year		
Additions to investments at cost	226,382	290,466
Disposals at carrying value	(218,603)	(293,293)
Add net unrealised gain/loss on revaluation	<u>218,378</u>	<u>43,386</u>
Net change	<u>226,157</u>	<u>40,559</u>
At 30 June 2021 Closing Balance		
Cost	1,069,323	1,061,544
Unrealised gains/losses	<u>438,555</u>	<u>220,177</u>
Market value as at 30 June 2021	<u>1,507,878</u>	<u>1,281,721</u>
Investments at fair value comprised:		
UK Equities & Equity Funds	507,373	434,795
Global (exc. UK) Equities & Equity Funds	778,329	632,655
Fixed Interest (gilts) & Fixed Interest Funds	43,630	43,437
Alternatives	<u>178,546</u>	<u>170,834</u>
	<u>1,507,878</u>	<u>1,281,721</u>
Cash held within the investment portfolio	<u>19,673</u>	<u>20,890</u>
Total	<u>1,527,551</u>	<u>1,302,611</u>

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

The Charity manages investment risks by retaining a professional and reputable investment manager and operating a well-diversified investment strategy. The Charity does not make use of derivatives and similar complex financial instruments.

The significance of financial instruments to the ongoing financial sustainability of the Charity is considered in the financial review and investment policy and performance section of the Trustees' Annual Report.

6. Analysis of Current Assets & Liabilities

Current assets	31 June 2021	30 June 2020
	£	£
Cash at bank	70,033	65,837
Cash in the income account with investment manager	673	378
Refund due	-	8,578
Total	<u>70,706</u>	<u>74,793</u>

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Creditors	30 June 2021	30 June 2020
	£	£
Independent Examiners fee	792	756
Investment Managers fee	2,750	2,345
Other expenses owed	691	592
Clerk's fee	<u>2,400</u>	<u>2,400</u>
Total	<u>6,633</u>	<u>6,093</u>

7. Funds

The Permanent Endowment Fund is a restricted fund as defined by the Trust Deed. Its purpose is to ensure that a suitable income stream is available to finance the on-going work of the Charity. It is represented by a portfolio of investments, which are managed by Rathbone Investment Management Ltd who have been given discretionary powers to acquire and dispose of investments within the policy set by the Governors. That policy has been explained in the Governors' report on page 5.

The Income Fund is an unrestricted fund, available to the Governors for distribution in accordance with the Trust Deed. This states that the Governors shall award Exhibitions and make grants to students of the University of Manchester in accordance with such rules as the Governors shall decide. Income may also be applied in the provision of benefits in connection with Hulme Hall, and the provision and maintenance of a Chaplaincy for the advancement of religion, provision of religious instruction and the pastoral care of students and staff of the University of Manchester.

Reconciliation of Funds

	Balance at 1 July 2020	Incoming Resources	Resources Expended	Investment Gains (Losses)	Balance at 30 June 2021
	£	£	£	£	£
Unrestricted Income Fund	64,205	34,246	(34,199)	-	64,252
Restricted Permanent Endowment	1,307,106	-	(7,719)	227,985	1,527,372
Total Funds	1,371,311	34,246	(41,918)	227,985	1,591,624

8. Grant and Other Commitments

The Charity sets a budget each year based on the expected income and the level and type of awards it would like to make. The Charity makes no binding commitments in advance of cash availability and income receipt and only very rarely does the charity consider any binding commitment which relates to a future year.

At 30 June 2021 there had been no offers made for 2021/22 full or partial bursaries.

At the April 2018 meeting Governors noted that the sports court required repair. Subject to receiving an acceptable formal proposal and provided that funding is available from JCR and the University, Governors agreed to earmark funds to support up to one third of the estimated cost of £13,000. There has, as yet been no formal application for this project which would need to go through normal approval processes.