

THE NORTON FOUNDATION

England & Wales · Charity number 702638

Details

Status Registered

Legal form Other

Registered 1990-03-07

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

Contact

Address C/O Thomas & Young Ltd
266-268 Stratford Road
Shirley
Solihull
West Midlands
B90 3AD

Phone 01217331111

Email correspondent@nortonfoundation.org

Website www.nortonfoundation.org

Activities

Objects: THE TRUSTEES SHALL HOLD THE TRUST FUND AND THE INCOME UPON TRUST TO HELP IN THE UNITED KINGDOM AND IN PARTICULAR WITHOUT IMPOSING RESTRAINT THE BIRMINGHAM AREA AND THE COUNTY OF WARWICKSHIRE CHILDREN AND YOUNG PERSONS UNDER THE AGE OF TWENTY FIVE YEARS WHO ARE IN NEED OF CARE OR REHABILITATION OR AID OF ANY KIND PARTICULARLY AS THE RESULT OF DELINQUENCY DEPRIVATION MALTREATMENT OR NEGLECT OR WHO ARE IN DANGER OF LAPSING OR RELAPSING INTO DELINQUENCY.

Activities: Providing financial assistance for needy young people under 25 currently restricted to those residing in Warwickshire and Birmingham

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations
- **What:** Education/training, The Advancement Of Health Or Saving Of Lives, Disability, The Prevention Or Relief Of Poverty, Accommodation/housing, Amateur Sport
- **Who:** Children/young People

Geography

- **Area of benefit:** SEE OBJECT
- Birmingham City
- Coventry City
- Warwickshire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-04-05	£152,624	£117,323	-	-
2024-04-05	£165,110	£137,517	-	-
2023-04-05	£159,199	£472,920	-	-
2022-04-05	£149,249	£435,206	-	-
2021-04-05	£157,861	£86,981	-	-

Trustees

Name	Role	Appointed
ALAN BAILEY	Chair	
Clare Louise Hatton		2026-01-22
David Sternberg		2025-04-17
Gurandan Singh Jaspal		2022-01-20
JANE ANTOINETTE GAYNOR		
Louisa Hayward		2022-08-25
MICHAEL ROBERT BAILEY		
MRS LOUISE SEWELL		
Raj Dassaur		2024-04-18
Simeon Thomas Connor		2026-01-22
WILLIAM JAMES PUSEY		2016-04-28

THE NORTON FOUNDATION

England & Wales - Charity number 702638

Accounts

THE NORTON FOUNDATION
REPORT and FINANCIAL STATEMENTS
YEAR ENDED 5 APRIL 2025

**THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2025**

The trustees present their report and financial statements for the year ended 5 April 2025.

The Norton Foundation

CHARITY REGISTRATION NUMBER

702638

PRINCIPAL OFFICE

The Norton Foundation
Carleton House
266-268 Stratford Rd
Shirley
Solihull
B90 3AD

TRUSTEES

Alan Bailey - Chairman
Michael R. Bailey - Vice Chair
Jane Gaynor
William Pusey
Louise Sewell
Bill Jaspal
Louisa Hayward
Raj Dassaur
Dave Sternberg

(Appointed 18th April 24)
(Appointed 17th April 25)

AUDITORS

Thomas and Young Ltd
Chartered Accountants
Carleton House
266-268 Stratford Road
Shirley
Solihull
B90 3AD

BANKERS

CAF Bank Ltd
25 Kings Hill Avenue
ME19 4JQ

INVESTMENT MANAGERS

Barclays Investment Solutions Limited
One Snowhill
Snow Hill Queensway
Birmingham
B4 6GN

Web site

www.nortonfoundation.org is the address of the Trust's Website.

The following officials can be contacted by email:

Chairman chairman@nortonfoundation.org

Correspondent correspondent@nortonfoundation.org

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2025 (continued)

The Trustees present their report and financial statements for the year ended 5 April 2025.

The Trustees who served during the year and up to the date of this report are set out on page 1.

Structure, Governance and Management

Nature of Governing document

The Trust was created on 18 January 1990 by a Declaration of Trust.

The Objects of the Trust are to help children and young persons under the age of twenty five years who are in need of care or rehabilitation or aid of any kind, particularly as a result of delinquency, deprivation, maltreatment or neglect or who are in danger of lapsing or relapsing into delinquency. The area of benefit is the United Kingdom and in particular the Birmingham and Coventry areas and the County of Warwickshire. The trustees have had due regard to the guidance published by the Charity Commission on public benefit.

The Trust is registered with the Charity Commission, registration number 702638. The Trust has been accepted as a charity by the Inland Revenue and as such its income and capital gains are exempt from taxation.

Trustee induction and training

Under the terms of the Trust Deed, the Trustees have the power to appoint new Trustees and in doing so shall have regard to "the need to choose a person who through residence, occupation, or employment or who is otherwise personally or professionally qualified by his ability in, and practical experience of, the pursuit of the said objects or of trust management". New Trustees are provided with information of the Trust's objectives and policies at the time of appointment which can only be amended at future Trustees' meetings for which all Trustees are provided with agenda, appropriate papers and subsequently approved minutes.

Organisational structure

Grants to individuals are partly awarded by way of block discretionary grants to sponsors and partly at the discretion of the Correspondent. Sponsors are awarded block grants with the responsibility of awarding grants to individuals. It is considered that this process enhances the effectiveness of our awards to young persons in that prompt assistance is given at the time of need. This, together with the Correspondent's ability to award individual grants, minimises the amount of Trustee time involved in administration.

Full Trustee meetings are normally held four times a year and in addition to receiving detailed reports of all grants to individuals, whether via sponsors' discretionary block grants or made directly by the Correspondent, the Trustees will also consider, at each meeting, grants to be awarded to organisations for projects. Details of the amounts granted for each type of grant are shown in note 4 to the financial statements. The Trustees also plan to continue awarding grants for capital projects. A Sub-committee of Trustees, comprising Mr A. Bailey as Chairman, Mr M. Bailey, Mrs Sewell and Mr Suggett, has been formed to consider applications and recommend the award of the capital grants.

A number of resignations of trustees have been received in recent years, largely due to ill health or advancing years. The trustees are actively looking for new people to join the charity, with some success. The aim is to return to a board of around ten trustees, with a wide range of skills and experience, and covering all of the geographical areas in which the charity operates.

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2024 (continued)

Organisational structure (continued)

The Trustees have appointed a small number of Trustees as an Investment Sub-committee. This Sub-committee has been given the responsibility for advising the Trustees on all aspects of investment policy and monitoring the work of the Investment Managers appointed by the Trustees. It has been given the power to give instructions to the Investment Managers within the Trustees' overall investment policy. It is the current policy of this Sub-committee to meet when necessary but at least twice each year. It is required to report its activities to the full body of Trustees. The present members of this Sub-committee are Mr A. Bailey, Mr M. Bailey, and Mr Jaspal.

The day to day administration of the Trust is carried out by Mark McLean, director of Thomas & Young Limited who was appointed as Correspondent and Administrator on 21st October 2021.

The Correspondent may be contacted at Carleton House, 266-268 Stratford Rd, Shirley, B90 3AD.

Risk Management

The Trustees have overall responsibility for the system of internal control, which includes ensuring that there are reasonable procedures in place for the prevention and detection of major risks, including fraud and other irregularities.

All such procedures are designed to mitigate (not eliminate) risks and to provide reasonable (not absolute) assurance against material errors or loss.

As a small charity with limited resources and personnel, it is impractical to institute a robust system of internal control. The charity has no employees and has employed the firm of Chartered Accountants to act as Trust Correspondent. The only others involved in running the charity are the Trustees themselves.

Policies and procedures have been developed to cover matters such as, financial systems, investment management, awarding of grants, conflict of interest and other matters. These are regularly reviewed. In addition there is an annual budgeting process against which actual performance is monitored throughout the year at regular Trustees' meetings.

Principal risks and uncertainties	Response
Internal	
False accounting	<ul style="list-style-type: none"> •Quarterly review of financial performance against agreed budget •External statutory audit
Misappropriation of income	<ul style="list-style-type: none"> •Almost all income is collected by investment advisors and controlled by them •Insignificant and rare refunds of grants returned by direct payment •Assurance reports on internal controls of custodians of our investments
Inflated expenditure	<ul style="list-style-type: none"> •Detailed written policy on financial systems which includes requirement for all payments to have 2 signatories including at least 1 trustee •Investment managers fees are taken from funds held by them and amounts are reviewed to ensure compliance with agreement
Misappropriation of assets - Investments Cash at bank	<ul style="list-style-type: none"> •Assurance reports on internal controls of custodians of our investments •Monthly bank reconciliations
External	
Loss in value of investments	<ul style="list-style-type: none"> •External investment managers have discretion to manage our funds. However, the risk remains that external economic and political influences cannot always be foreseen and therefore mitigated
Fraudulent grant applications	<ul style="list-style-type: none"> •Capital and project grants are reviewed by the board of trustees •Grants to individuals are paid to sponsors who are charged with the responsibility to ensure that grants are correctly used •Trustees visit grantees or sponsors from time to time

THE NORTON FOUNDATION

REPORT OF THE TRUSTEES for the year ended 5 April 2025 (continued)

Objectives and Activities

It is the aim of the Trustees, both presently and in the future, to maximise the amount available for spending, consistent with the wish to maintain the real value of the permanent endowment of the Trust, in order to grant as much as possible, as quickly as practicable, to individuals the Trust was formed to help, either directly or indirectly through other institutions. In furtherance of this objective, the Trustees have, with effect from 6 April 2014, adopted the total return approach to investment in accordance with The Trusts (Capital and Income) Act 2013.

The total return basis of investment allows the Trust to consider providing more funds for spending each year based not only on the level of income earned but also taking into account the increased value of investments arising from both realised and unrealised gains. In making yearly assessments of the level of funds to be spent, the Trustees will have due regard to maintaining the real value of the original endowed funds. This is important to ensure even-handedness between current and future beneficiaries. The value of the investment fund (permanent endowment) has been valued at 1 April 1991, the date upon which the majority of the funds were received. A smaller amount of additional funds was received in 1992. All investment gains, both realised and unrealised, since receipt of these endowed funds have been allocated to unapplied total return. The total return on our investments for the year ended 5 April 2025 resulted in a loss of £226,090 and the Trustees have allocated £83,108 to the income fund for spending. Reserves to meet future expenditure are not required as future yearly expenditure will be financed from unapplied total return. Future allocations to income will be carefully considered and balanced with the requirement to maintain the real value of our endowment and to maintain a fund of such proportion as will continue to provide the opportunity to produce satisfactory future returns.

It is the policy of the Trustees to determine how much of the unapplied total return of the Trust shall be made available for grants for the ensuing financial year. The amount available for grants is reviewed regularly throughout the year.

Once the amounts available are determined, grants are made up to these limits provided sufficient applications are received to justify the opinion that the Trust's support is appropriate. Where available funds are at any time insufficient, the Trustee's review the current year's budget at each meeting and make appropriate changes to allocations available for the different types of grants.

The Trustees have decided that, whilst the Trust Deed gives them the power to assist needy young people in the United Kingdom, at present grants will normally be restricted to the benefit of young people living within the Birmingham and Coventry areas and the County of Warwickshire.

Public Benefit

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives of the Trust and in planning any future activities.

Achievements and performance

The income and expenditure is reflected in the Statement of Financial Activities on page 9.

The net decrease in funds of £190,789 compares with an increase in 2024 of £365,580.

The Trustees consider that the management and other expenses are being controlled at an acceptable level.

The effect of adopting a total return basis of accounting to provide funds for grants and expenses for the year ended 5th April 2025 can be seen in note 10 to the accounts. The unapplied total return at 5th April 2025 amounted to £3,450,636 which has decreased by £190,789.

The trustees are of the opinion that all their objectives for the year have been met and they see no reason to alter their stated objectives for future years, subject to a reduction in inflation and improved market conditions, in order to address the deficit in the unapplied total return. The trustees consider that their grant giving policy continues to have significant impact for beneficiaries.

Economic outlook

The effects of rising inflation, stock market turmoil and economic and political uncertainty has had a significant impact on the charity's ability to make grants during the year. The trustees implemented a temporary moratorium on project grants during the previous year and this was reviewed on a quarterly basis. The moratorium was lifted in April 2025, and therefore there is only one project grant made in the year, which had been committed to prior to the moratorium. With careful management of the charity's investments, this fall in value will be reversed, restoring a healthy margin between the indexed value based on RPI, and the actual market value. It is anticipated that all grants will be able to continue, albeit on a reduced level, during 25/26.

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2025 (continued)

Investment Policy

The Trust Deed imposes no restrictions on the investment powers of the Trustees.

The Trustees have approved an investment policy that requires the production of an adequate total return.

As can be seen in note 10 to the accounts, our investments showed a reduction in total return for the year ended 5th April 2025 compared with the return in the previous year due to inflation and worldwide market conditions. At the reporting date, there is negative unapplied total return of £662,724 and the trustees have implemented a plan to resolve this over a reasonable period of time. This plan is based on falling inflation and improved market conditions, both of which are widely predicted for the coming year, and have happened to some extent in 24/25.

Reserves policy

It is the Trust's policy not to maintain any unrestricted reserves as ongoing funds are available from the endowment under the total return policy adopted. Any unspent portion of the grant budget is carried forward if unspent at the year end.

Trustees' responsibilities statement

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

The law applicable to charities in England & Wales requires Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

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

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts Reports) Regulations 2019 and the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to the auditors

We, the trustees of the charity who held office at the date of approval of these Financial Statements each confirm, so far as we are aware, that:

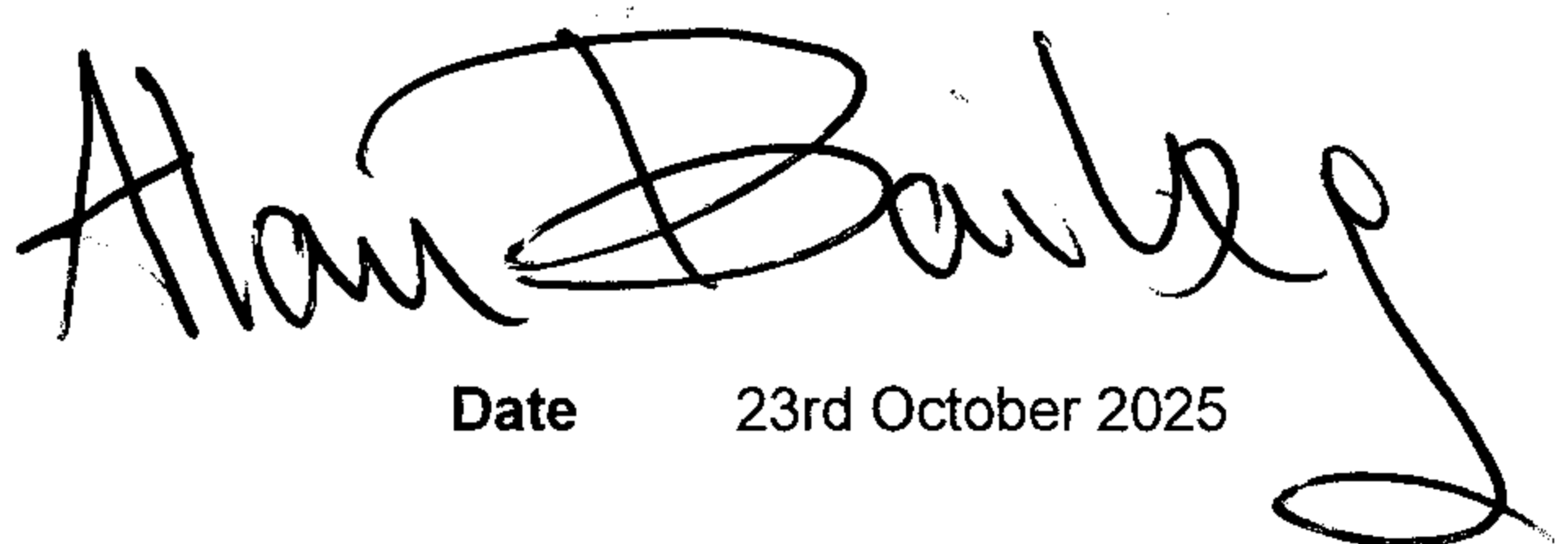
- there is no relevant audit information of which the charity's auditors are unaware; and
- we have taken all the steps that we ought to have taken as trustees in order to make ourselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Auditors

Thomas and Young Ltd has expressed their willingness to continue in office and will be proposed for re-appointment at the Annual General Meeting.

A BAILEY

Chairman



Date 23rd October 2025

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE NORTON FOUNDATION

Opinion

We have audited the financial statements of The Norton Foundation for the year ended 5 April 2024 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's trustees, as a body in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2019. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2025, and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
THE NORTON FOUNDATION**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2019 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 5, the trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under section 145 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations.

We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Our audit approach included the following elements:

- Assessment of the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur.
- Assessment of the laws and regulations identified as being of significance in the context of the charity.
- We obtained an understanding of the charity's policies and procedures on compliance with laws and regulations, including documentation of any instances of non-compliance.
- We ensured that our audit personnel have the experience and knowledge to identify or recognise non-compliance with laws and regulations.

Taking into account all of these points, our procedures are appropriate to detect material misstatements in respect of irregularities, including fraud.



Michael Edwin Vousden FCA

Date 24 October 2025

Thomas and Young Ltd
Chartered Accountants
Statutory Auditors
Carleton House
266-268 Stratford Road
Shirley Solihull, B90 3AD

Thomas and Young is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

THE NORTON FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES for the year ended 5 April 2025

	Notes	Unrestricted Funds General £	Permanent Endowment £	2025 Total £	2024 Total £
INCOME FROM					
Donation		-	-	-	-
Investment income					
Funds held by Investment Managers	3	-	152,486	152,486	164,982
Bank interest		-	138	138	128
Total Income		-	152,624	152,624	165,110
EXPENDITURE ON					
Raising Funds		-	34,215	34,215	32,311
Charitable activities	4	76,834	-	76,834	98,538
Governance costs	4	6,274	-	6,274	6,668
Total Expenditure		83,108	34,215	117,323	137,517
Net gain/loss on investment assets		-	(226,090)	(226,090)	337,987
NET INCOME/(EXPENDITURE)		(83,108)	(107,681)	(190,789)	365,580
Transfers		83,108	(83,108)	-	-
NET MOVEMENT IN FUNDS		-	(190,789)	(190,789)	365,580
TOTAL FUNDS brought forward		-	5,701,055	5,701,055	5,335,475
TOTAL FUNDS carried forward		-	5,510,266	5,510,266	5,701,055

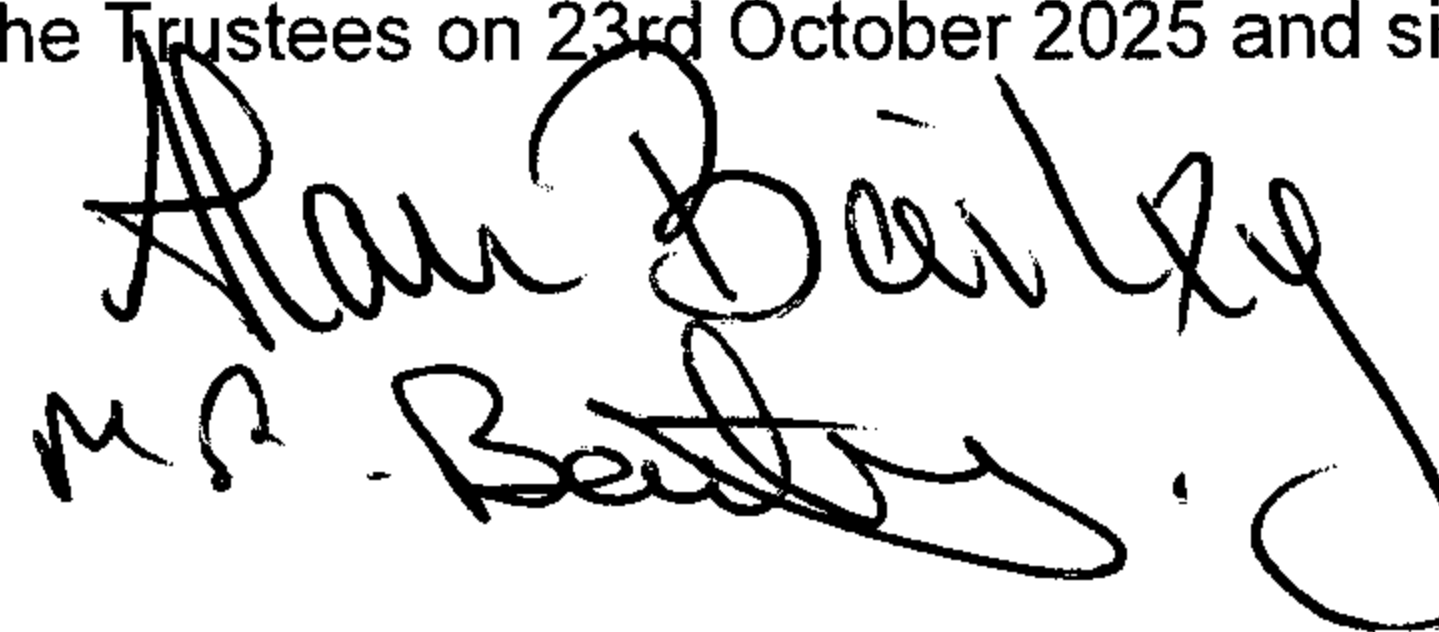
All activities are the result of continuing activities.

THE NORTON FOUNDATION
 BALANCE SHEET
 5 APRIL 2025

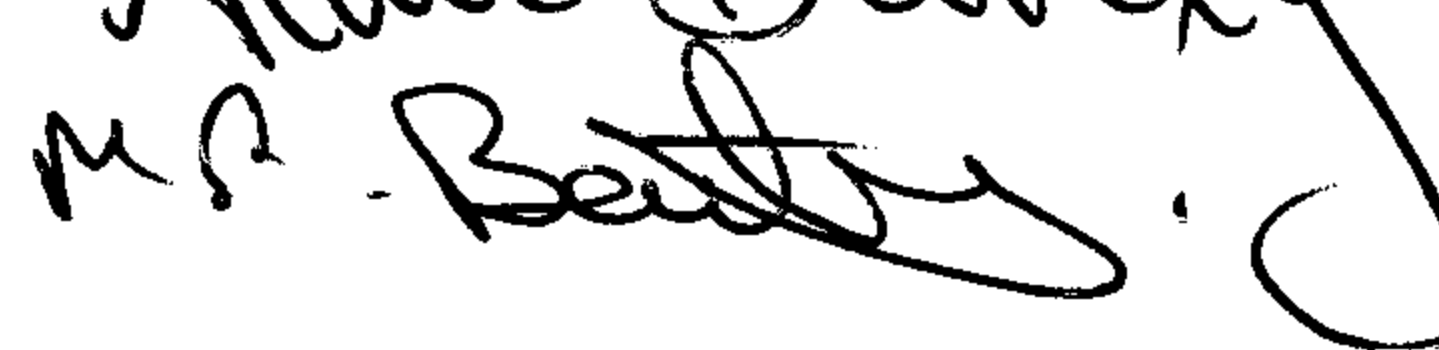
	Notes	2025 £	2024 £
FIXED ASSETS			
Investments	6	5,426,366	5,562,811
CURRENT ASSETS			
Cash awaiting investment	7	61,760	115,775
Accrued interest		5,641	0
Bank and cash		22,994	29,494
		<u>90,395</u>	<u>145,269</u>
LIABILITIES: Amounts falling due within one year	8	6,495	7,025
NET CURRENT ASSETS/(LIABILITIES)		<u>83,900</u>	<u>138,244</u>
NET ASSETS		<u>5,510,266</u>	<u>5,701,055</u>
FUNDS			
Permanent Endowment		<u>5,510,266</u>	<u>5,701,055</u>

Approved by the Trustees on 23rd October 2025 and signed on their behalf:

A. BAILEY



M. BAILEY



)
) TRUSTEES
)

1. ACCOUNTING POLICIES

a. Basis of accounting

The financial statements are prepared using the historical cost basis of accounting modified to include the revaluation of investments to market value.

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16th July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

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

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. The most significant area of uncertainty that affects the carry value of assets held by the Trust is the level of future investment return and the performance of investment markets.

The financial statements are presented in sterling which is the functional currency of the charity.

b. Income

All income is recognised once the Trust has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income from investments, including any relevant taxation recoverable, is credited to income in the year in which it is receivable.

c. Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Trust to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Investment Manager's management fees are charged in the year in which they become due. All other expenses are charged when the liability is incurred.

Where it is necessary to apportion expenditure between cost categories the apportionment is based, wherever possible, upon estimates supplied by the providers of the goods or services. Where this is not possible the Trustees use their own estimates. In either case the apportionment is carried out on a reasonable, justifiable and consistent basis.

d. Investments

Investments are stated at middle market prices at the financial year end.

Profits or losses arising on the revaluation or disposal of investments are added to or deducted from the Permanent Endowment of the Trust.

2. CHARITABLE STATUS

The Trust is a registered charity, in England & Wales, and is exempt from Income, Corporation and Capital Gains Tax.

3. INCOME FROM FUNDS HELD BY INVESTMENT MANAGERS

	2025	2024
	£	£
Income from investments listed on a recognised stock exchange	152,486	164,982
Interest on cash held as part of the investment portfolio	138	128
	<u>152,624</u>	<u>165,110</u>

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 APRIL 2025 (continued)

4. CHARITABLE ACTIVITIES and GOVERNANCE COSTS

	2025	2025	2024
	£	£	£
Grants to individuals	22,633		24,065
Grants to individuals - discretionary	7,100		1,300
Grants to institutions	32,000		55,115
Capital grants	0		0
		61,733	80,480
Support costs			
Correspondent's remuneration	14,687		17,544
Telephone, postage and stationery	0		0
Bank charges	88		88
Travelling expenses	0		0
Data Protection fee	35		35
Meeting expenses	142		152
Website and computer costs	149		60
Sundries	0		180
		15,101	18,059
		76,834	98,539
Governance costs			
Correspondent's remuneration	2,592		3,096
Telephone, postage and stationery	0		0
Travelling expenses	0		0
Meeting expenses	142		151
Auditors' remuneration	3,540		3,420
		6,274	6,667

During the year grants to individuals have been made as follows:

Purpose	2025	2025	2024	2024
	Number	Total Amount £	Number	Total Amount £
Clothing	19	1,650	10	975
Education and training	18	1,913	10	1,125
Household	135	19,020	121	21,665
Activities	1	50	4	300
	173	22,633	145	24,065

Grants made to institutions have been made as follows:

Purpose

Equipment/buildings	1	32,000	1	22,115
Social activity and educational programmes	0	0	11	33,000
	1	32,000	12	55,115

In addition to the above grants awarded directly, block discretionary grants totalling £7,100 (2024 £1,300) were awarded to 3 (2024 2) sponsors who were responsible, at their discretion, to award grants to individuals in accordance with the foundation's general policy.

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 April 2025 (continued)

4. CHARITABLE EXPENDITURE (continued)

Block discretionary grants awarded during the year ended 5 April 2025 include payments to the following:

Citizens Advice South Warwickshire	£600
Citizens Advice Bedworth, Rugby & Nuneaton	£500
St Basils	£6,000

Grants awarded to organisations during the year ended 5 April 2025 include payments of £1,000 or more to the following:

Pitch 2 Progress	£32,000
------------------	---------

5. REMUNERATION AND RELATED PARTIES

The Trust has no employees.

None of the Trustees receives remuneration or any other benefit from the Trust.

Trustees received reimbursement of expenses in connection with the activities of the charity totalling £81 (2024 £180).

6. INVESTMENTS

	2025	2024
	£	£
Investments listed on a recognised Stock Exchange		
Carrying value (market value) at 6th April	5,562,811	5,355,039
Add: Purchases during year	902,304	2,008,803
Less: Disposals during the year at carrying value	(767,674)	(2,139,018)
Add: Net gain/(loss) on revaluation	(271,075)	337,987
Carrying value (market value) at 5th April	<u>5,426,366</u>	<u>5,562,811</u>

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 APRIL 2025 (continued)

7. CASH AWAITING INVESTMENT

	2025 £	2024 £
Cash in the hands of the Investment Managers	61,760	115,775
	<u>61,760</u>	<u>115,775</u>

8. LIABILITIES : AMOUNTS FALLING DUE WITHIN ONE YEAR

Accruals	6,495	7,025
	<u>6,495</u>	<u>7,025</u>

Accruals includes capital grants of £0 (2024 £0) and individual grants of £1,455 (2024 £1,985) approved before the reporting date but paid afterwards.

9. TOTAL RETURN TRANSFERS BETWEEN FUNDS

The Trustees have approved the adoption a total return approach to the management of its investment portfolio in accordance with "The Charities (Total Return) Regulations 2013". On 6th April 2014 the Trust adopted this approach and selected 1 April 1991 as the reference date from which the funds have been analysed between the Endowment and the Unapplied Total Return.

Under this approach, the Trust is permitted to release funds from the Unapplied Total Return to income (unrestricted funds) for spending. This task is essentially to exercise its statutory duty to be even-handed as between present and future beneficiaries, to maintain the balance of the unapplied total return at such a level that it will remain positive in order to maintain the real value of the original investment. The real value of the original investment at 5th April 2025 using the Retail Price Index as the measure of inflation was £6,172,990.

10. SUMMARY OF PERMANENT ENDOWMENT FUND

	Endowment 2024 £	Unapplied Total Return 2024 £	Total 2024 £	2023 £
Aggregate value of the assets since the outset of total return				
Value at 1 April 1991	1,813,010	-	1,813,010	1,813,010
Additional endowed capital 1 April 1992	246,620	-	246,620	246,620
Gain in value	-	3,641,425	3,641,425	3,275,845
Value at 6 April 2024 / 6 April 2023	Total	2,059,630	3,641,425	5,701,055
	2,059,630	3,641,425	5,701,055	5,335,475
Movements in the year ended 5 April 2025				
	2025 £	2025 £	2025 £	2024 £
Gain(Loss) in value		(226,090)	(226,090)	337,987
Net Investment income receivable		152,624	152,624	165,110
Investment management costs charged against permanent endowment		(34,215)	(34,215)	(32,311)
	Total	(107,681)	(107,681)	470,786
Net unapplied total return allocated to income for the year ended 5 April 2025	-	(83,108)	(83,108)	(105,206)
Net movement for the year	-	(190,789)	(190,789)	365,580
Value at 5 April 2025 / 4				
Permanent endowment	2,059,630		2,059,630	2,059,630
Unapplied total return		3,450,636	3,450,636	3,641,425
	Total	2,059,630	3,450,636	5,510,266
	2,059,630	3,450,636	5,510,266	5,701,055

The aggregate value of the unapplied total return continues to form part of the permanent endowment fund and does not constitute a separate fund for accounting purposes.

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 April 2025 (continued)

11. PRIOR YEAR COMPARATIVE OF FINANCIAL STATEMENT ACTIVITIES

	Notes	Unrestricted Funds General £	Permanent Endowment £	2024 Total £
INCOME FROM				
Investment income				
Funds held by Investment Managers	3	-	164,982	164,982
Bank interest		-	128	128
Total Income		-	165,110	165,110
EXPENDITURE ON				
Raising Funds		-	32,311	32,311
Charitable activities	4	98,538	-	98,538
Governance costs	4	6,668	-	6,668
Total Expenditure		105,206	32,311	137,517
Net gains on investment assets		-	337,987	337,987
NET (EXPENDITURE)/ INCOME		(105,206)	470,786	365,580
Transfers		105,206	(105,206)	-
NET MOVEMENT IN FUNDS		-	365,580	365,580
TOTAL FUNDS brought forward		-	5,335,475	5,335,475
TOTAL FUNDS carried forward	10	-	5,701,055	5,701,055

All activities are the result of continuing activities.

12. POST BALANCE SHEET EVENTS

There are no post balance sheet events to report.



THE NORTON FOUNDATION

England & Wales - Charity number 702638

Accounts

THE NORTON FOUNDATION
REPORT and FINANCIAL STATEMENTS
YEAR ENDED 5 APRIL 2024

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2024

The trustees present their report and financial statements for the year ended 5 April 2024.

The Norton Foundation

CHARITY REGISTRATION NUMBER

702638

PRINCIPAL OFFICE

The Norton Foundation
Carleton House
266-268 Stratford Rd
Shirley
Solihull
B90 3AD

TRUSTEES

Alan Bailey - Chairman
Michael Bailey - Vice Chair
R.H.Graham Suggett (Deceased 7th November 23)
Jane Gaynor
Brian W. Lewis (Resigned 19th October 23)
William Pusey
Louise Sewell
Bill Jaspal
Louisa Hayward
Mak Sharma (Resigned 18th April 24)
Raj Dassaur (Appointed 18th April 24)

AUDITORS

Thomas and Young Ltd
Chartered Accountants
Carleton House
266-268 Stratford Road
Shirley
Solihull
B90 3AD

BANKERS

CAF Bank Ltd
25 Kings Hill Avenue
ME19 4JQ

INVESTMENT MANAGERS

Barclays Investment Solutions Limited
One Snowhill
Snow Hill Queensway
Birmingham
B4 6GN

Web site

www.nortonfoundation.org is the address of the Trust's Website.

The following officials can be contacted by email:

Chairman chairman@nortonfoundation.org

Correspondent correspondent@nortonfoundation.org

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2024 (continued)

The Trustees present their report and financial statements for the year ended 5 April 2024.

The Trustees who served during the year and up to the date of this report are set out on page 2.

Structure, Governance and Management

Nature of Governing document

The Trust was created on 18 January 1990 by a Declaration of Trust.

The Objects of the Trust are to help children and young persons under the age of twenty five years who are in need of care or rehabilitation or aid of any kind, particularly as a result of delinquency, deprivation, maltreatment or neglect or who are in danger of lapsing or relapsing into delinquency. The area of benefit is the United Kingdom and in particular the Birmingham and Coventry areas and the County of Warwickshire. The trustees have had due regard to the guidance published by the Charity Commission on public benefit.

The Trust is registered with the Charity Commission, registration number 702638. The Trust has been accepted as a charity by the Inland Revenue and as such its income and capital gains are exempt from taxation.

Trustee induction and training

Under the terms of the Trust Deed, the Trustees have the power to appoint new Trustees and in doing so shall have regard to "the need to choose a person who through residence, occupation, or employment or who is otherwise personally or professionally qualified by his ability in, and practical experience of, the pursuit of the said objects or of trust management". New Trustees are provided with information of the Trust's objectives and policies at the time of appointment which can only be amended at future Trustees' meetings for which all Trustees are provided with agenda, appropriate papers and subsequently approved minutes.

Organisational structure

Grants to individuals are partly awarded by way of block discretionary grants to sponsors and partly at the discretion of the Correspondent. Sponsors are awarded block grants with the responsibility of awarding grants to individuals. It is considered that this process enhances the effectiveness of our awards to young persons in that prompt assistance is given at the time of need. This, together with the Correspondent's ability to award individual grants, minimises the amount of Trustee time involved in administration.

Full Trustee meetings are normally held four times a year and in addition to receiving detailed reports of all grants to individuals, whether via sponsors' discretionary block grants or made directly by the Correspondent, the Trustees will also consider, at each meeting, grants to be awarded to organisations for projects. Details of the amounts granted for each type of grant are shown in note 4 to the financial statements. The Trustees also plan to continue awarding grants for capital projects. A Sub-committee of Trustees, comprising Mr A. Bailey as Chairman, Mr M. Bailey, Mrs Sewell and Mr Suggett, has been formed to consider applications and recommend the award of the capital grants.

A number of resignations of trustees have been received in recent years, largely due to ill health or advancing years. The trustees are actively looking for new people to join the charity, with some success. The aim is to return to a board of around ten trustees, with a wide range of skills and experience, and covering all of the geographical areas in which the charity operates.

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2024 (continued)

Organisational structure (continued)

The Trustees have appointed a small number of Trustees as an Investment Sub-committee. This Sub-committee has been given the responsibility for advising the Trustees on all aspects of investment policy and monitoring the work of the Investment Managers appointed by the Trustees. It has been given the power to give instructions to the Investment Managers within the Trustees' overall investment policy. It is the current policy of this Sub-committee to meet when necessary but at least twice each year. It is required to report its activities to the full body of Trustees. The present members of this Sub-committee are Mr A. Bailey, Mr M. Bailey, and Mr Jaspal.

The day to day administration of the Trust is carried out by Mark McLean, director of Thomas & Young Limited who was appointed as Correspondent and Administrator on 21st October 2021.

The Correspondent may be contacted at Carleton House, 266-268 Stratford Rd, Shirley, B90 3AD.

Risk Management

The Trustees have overall responsibility for the system of internal control, which includes ensuring that there are reasonable procedures in place for the prevention and detection of major risks, including fraud and other irregularities.

All such procedures are designed to mitigate (not eliminate) risks and to provide reasonable (not absolute) assurance against material errors or loss.

As a small charity with limited resources and personnel, it is impractical to institute a robust system of internal control. The charity has no employees and has employed the firm of Chartered Accountants to act as Trust Correspondent. The only others involved in running the charity are the Trustees themselves.

Policies and procedures have been developed to cover matters such as, financial systems, investment management, awarding of grants, conflict of interest and other matters. These are regularly reviewed. In addition there is an annual budgeting process against which actual performance is monitored throughout the year at regular Trustees' meetings.

Principal risks and uncertainties	Response
Internal	
False accounting	<ul style="list-style-type: none"> •Quarterly review of financial performance against agreed budget •External statutory audit
Misappropriation of income	<ul style="list-style-type: none"> •Almost all income is collected by investment advisors and controlled by them •Insignificant and rare refunds of grants returned by direct payment •Assurance reports on internal controls of custodians of our investments
Inflated expenditure	<ul style="list-style-type: none"> •Detailed written policy on financial systems which includes requirement for all payments to have 2 signatories including at least 1 trustee •Investment managers fees are taken from funds held by them and amounts are reviewed to ensure compliance with agreement
Misappropriation of assets - Investments Cash at bank	<ul style="list-style-type: none"> •Assurance reports on internal controls of custodians of our investments •Monthly bank reconciliations
External	
Loss in value of investments	<ul style="list-style-type: none"> •External investment managers have discretion to manage our funds. However, the risk remains that external economic and political influences cannot always be foreseen and therefore mitigated
Fraudulent grant applications	<ul style="list-style-type: none"> •Capital and project grants are reviewed by the board of trustees •Grants to individuals are paid to sponsors who are charged with the responsibility to ensure that grants are correctly used •Trustees visit grantees or sponsors from time to time

THE NORTON FOUNDATION

REPORT OF THE TRUSTEES for the year ended 5 April 2024 (continued)

Objectives and Activities

It is the aim of the Trustees, both presently and in the future, to maximise the amount available for spending, consistent with the wish to maintain the real value of the permanent endowment of the Trust, in order to grant as much as possible, as quickly as practicable, to individuals the Trust was formed to help, either directly or indirectly through other institutions. In furtherance of this objective, the Trustees have, with effect from 6 April 2014, adopted the total return approach to investment in accordance with The Trusts (Capital and Income) Act 2013.

The total return basis of investment allows the Trust to consider providing more funds for spending each year based not only on the level of income earned but also taking into account the increased value of investments arising from both realised and unrealised gains. In making yearly assessments of the level of funds to be spent, the Trustees will have due regard to maintaining the real value of the original endowed funds. This is important to ensure even-handedness between current and future beneficiaries. The value of the investment fund (permanent endowment) has been valued at 1 April 1991, the date upon which the majority of the funds were received. A smaller amount of additional funds was received in 1992. All investment gains, both realised and unrealised, since receipt of these endowed funds have been allocated to unapplied total return. The total return on our investments for the year ended 5 April 2024 resulted in a gain of £337,987 and the Trustees have allocated £105,206 to the income fund for spending. Reserves to meet future expenditure are not required as future yearly expenditure will be financed from unapplied total return. Future allocations to income will be carefully considered and balanced with the requirement to maintain the real value of our endowment and to maintain a fund of such proportion as will continue to provide the opportunity to produce satisfactory future returns.

It is the policy of the Trustees to determine how much of the unapplied total return of the Trust shall be made available for grants for the ensuing financial year. The amount available for grants is reviewed regularly throughout the year.

Once the amounts available are determined, grants are made up to these limits provided sufficient applications are received to justify the opinion that the Trust's support is appropriate. Where available funds are at any time insufficient, the Trustees review the current year's budget at each meeting and make appropriate changes to allocations available for the different types of grants.

The Trustees have decided that, whilst the Trust Deed gives them the power to assist needy young people in the United Kingdom, at present grants will normally be restricted to the benefit of young people living within the Birmingham and Coventry areas and the County of Warwickshire.

Public Benefit

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives of the Trust and in planning any future activities.

Achievements and performance

The income and expenditure is reflected in the Statement of Financial Activities on page 9.

The net increase in funds of £365,580 compares with a decrease in 2023 of £699,092.

The Trustees consider that the management and other expenses are being controlled at an acceptable level.

The effect of adopting a total return basis of accounting to provide funds for grants and expenses for the year ended 5th April 2024 can be seen in note 10 to the accounts. The unapplied total return at 5th April 2024 amounted to £3,641,425 which has increased by £365,580.

The trustees are of the opinion that all their objectives for the year have been met and they see no reason to alter their stated objectives for future years, subject to a reduction in inflation and improved market conditions, in order to address the deficit in the unapplied total return. The trustees consider that their grant giving policy continues to have significant impact for beneficiaries.

Economic outlook

The most significant indirect effect of Covid-19, in the period since April 2020 was the significant fall in value in our investments. This had a significant impact on the charity's ability to make grants at the time. However, with careful management of the charity's investments, this fall in value was completely reversed, restoring a healthy margin between the indexed value based on RPI, and the actual market value. This margin determines the charity's ability to make grants. The same issue presented itself in 22/23 due to the Ukraine conflict and uncertain economic outlook, together with high inflation in the UK. The trustees implemented a moratorium on project grants early in the year. This is being kept under review on a quarterly basis, and grant payments will be tailored according to available funds. It is anticipated that all grants will be able to resume⁵ in 24/25.

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2024 (continued)

Investment Policy

The Trust Deed imposes no restrictions on the investment powers of the Trustees.

The Trustees have approved an investment policy that requires the production of an adequate total return.

As can be seen in note 10 to the accounts, our investments showed a reduction in total return for the year ended 5th April 2024 compared with the return in the previous year due to inflation and worldwide market conditions. At the reporting date, there is negative unapplied total return of £279,858 and the trustees have implemented a plan to resolve this over a reasonable period of time. This plan is based on falling inflation and improved market conditions, both of which are widely predicted for the coming year, and have happened in 23/24.

Reserves policy

It is the Trust's policy not to maintain any unrestricted reserves as ongoing funds are available from the endowment under the total return policy adopted. Any unspent portion of the grant budget is carried forward if unspent at the year end.

Trustees' responsibilities statement

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

The law applicable to charities in England & Wales requires Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

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

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts Reports) Regulations 2019 and the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to the auditors

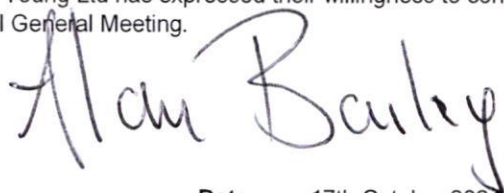
We, the trustees of the charity who held office at the date of approval of these Financial Statements each confirm, so far as we are aware, that:

- there is no relevant audit information of which the charity's auditors are unaware; and
- we have taken all the steps that we ought to have taken as trustees in order to make ourselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Auditors

Thomas and Young Ltd has expressed their willingness to continue in office and will be proposed for re-appointment at the Annual General Meeting.

A BAILEY



Chairman

Date

17th October 2024

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE NORTON FOUNDATION

Opinion

We have audited the financial statements of The Norton Foundation for the year ended 5 April 2024 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's trustees, as a body in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2019. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2024, and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
THE NORTON FOUNDATION**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2019 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 6, the trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under section 145 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations.

We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Our audit approach included the following elements:

- Assessment of the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur.
- Assessment of the laws and regulations identified as being of significance in the context of the charity.
- We obtained an understanding of the charity's policies and procedures on compliance with laws and regulations, including documentation of any instances of non-compliance.
- We ensured that our audit personnel have the experience and knowledge to identify or recognise non-compliance with laws and regulations.

Taking into account all of these points, our procedures are appropriate to detect material misstatements in respect of irregularities, including fraud.



Michael Edwin Vousden FCA

Date 18 October 2024

Thomas and Young Ltd
Chartered Accountants
Statutory Auditors
Carleton House
266-268 Stratford Road
Shirley Solihull, B90 3AD

Thomas and Young is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

THE NORTON FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES for the year ended 5 April 2024

	Notes	Unrestricted Funds General £	Permanent Endowment £	2024 Total £	2023 Total £
INCOME FROM					
Donation		-	-	-	-
Investment income					
Funds held by Investment Managers	3	-	164,982	164,982	159,144
Bank interest		-	128	128	55
Total Income		-	165,110	165,110	159,199
EXPENDITURE ON					
Raising Funds		-	32,311	32,311	33,633
Charitable activities	4	98,538	-	98,538	432,445
Governance costs	4	6,668	-	6,668	6,842
Total Expenditure		105,206	32,311	137,517	472,920
Net gains on investment assets		-	337,987	337,987 -	385,371
NET INCOME/(EXPENDITURE)		(105,206)	470,786	365,580 -	699,092
Transfers		105,206	(105,206)	-	-
NET MOVEMENT IN FUNDS		-	365,580	365,580 -	699,092
TOTAL FUNDS brought forward		-	5,335,475	5,335,475	6,034,567
TOTAL FUNDS carried forward		-	5,701,055	5,701,055	5,335,475

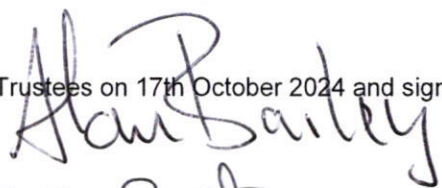
All activities are the result of continuing activities.

THE NORTON FOUNDATION
 BALANCE SHEET
 5 APRIL 2024

	Notes	2024 £	2023 £
FIXED ASSETS			
Investments	6	5,562,811	5,355,039
CURRENT ASSETS			
Cash awaiting investment	7	115,775	118,889
Bank and cash		29,494	19,252
		145,269	138,141
LIABILITIES: Amounts falling due within one year	8	7,025	157,705
NET CURRENT ASSETS/(LIABILITIES)		138,244	-19,564
NET ASSETS		5,701,055	5,335,475
FUNDS			
Permanent Endowment		5,701,055	5,335,475

Approved by the Trustees on 17th October 2024 and signed on their behalf:

A. BAILEY



M. BAILEY



)
) TRUSTEES
)

1. ACCOUNTING POLICIES

a. Basis of accounting

The financial statements are prepared using the historical cost basis of accounting modified to include the revaluation of investments to market value.

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16th July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

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

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. The most significant area of uncertainty that affects the carry value of assets held by the Trust is the level of future investment return and the performance of investment markets.

The financial statements are presented in sterling which is the functional currency of the charity.

b. Income

All income is recognised once the Trust has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income from investments, including any relevant taxation recoverable, is credited to income in the year in which it is receivable.

c. Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Trust to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Investment Manager's management fees are charged in the year in which they become due. All other expenses are charged when the liability is incurred.

Where it is necessary to apportion expenditure between cost categories the apportionment is based, wherever possible, upon estimates supplied by the providers of the goods or services. Where this is not possible the Trustees use their own estimates. In either case the apportionment is carried out on a reasonable, justifiable and consistent basis.

d. Investments

Investments are stated at middle market prices at the financial year end.

Profits or losses arising on the revaluation or disposal of investments are added to or deducted from the Permanent Endowment of the Trust.

2. CHARITABLE STATUS

The Trust is a registered charity, in England & Wales, and is exempt from Income, Corporation and Capital Gains Tax.

3. INCOME FROM FUNDS HELD BY INVESTMENT MANAGERS

	2024	2023
	£	£
Income from investments listed on a recognised stock exchange	164,982	159,144
Interest on cash held as part of the investment portfolio	128	55
	<u>165,110</u>	<u>159,199</u>

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 APRIL 2024 (continued)

4. CHARITABLE ACTIVITIES and GOVERNANCE COSTS

	2024 £	2024 £	2023 £
Grants to individuals	24,065		24,183
Grants to individuals - discretionary	1,300		7,800
Grants to institutions	55,115		131,447
Capital grants	0		250,000
		80,480	413,430
Support costs			
Correspondent's remuneration	17,544		18,360
Telephone, postage and stationery	0		0
Bank charges	88		100
Travelling expenses	0		0
Data Protection fee	35		35
Meeting expenses	152		182
Website costs	60		144
Sundries	180		194
		18,059	19,015
		98,539	432,445
Governance costs			
Correspondent's remuneration	3,096		3,240
Telephone, postage and stationery	0		0
Travelling expenses	0		0
Meeting expenses	151		182
Auditors' remuneration	3,420		3,420
		6,667	6,842

During the year grants to individuals have been made as follows:

Purpose	2024 Number	2024 Total Amount £	2023 Number	2023 Total Amount £
	Clothing	10	975	9
Education and training	10	1,125	3	650
Household	121	21,665	93	21,948
Activities	4	300	2	350
	145	24,065	100	24,183

Grants made to institutions have been made as follows:

Purpose	2024 Number	2024 Total Amount £	2023 Number	2023 Total Amount £
Equipment/buildings	1	22,115	3	12,194
Social activity and educational programmes	11	33,000	35	119,253
	12	55,115	38	131,447

In addition to the above grants awarded directly, block discretionary grants totalling £1,300 (2023 £7,800) were awarded to 2 (2023 3) sponsors who were responsible, at their discretion, to award grants to individuals in accordance with the foundation's general policy.

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 April 2024 (continued)

4. CHARITABLE EXPENDITURE (continued)

Block discretionary grants awarded during the year ended 5 April 2024 include payments to the following:

Citizens Advice South Warwickshire	£800
Citizens Advice Bedworth, Rugby & Nuneaton	£500

Grants awarded to organisations during the year ended 5 April 2024 include payments of £1,000 or more to the following:

Escape Community Arts	£22,115
Warks Young Carers	£7,500
Cannon Street Memorial	£5,000
Birmingham Settlement	£3,000
126th B/Ham Scouts	£3,000
Armonico Consort	£3,000
KIDS	£2,500
Sudden Productions	£2,500
The Living Paintings Trust	£2,500
Whizz Kidz	£2,000
Stage 2	£1,000
Birmingham Boys and Girls	£1,000

5. REMUNERATION AND RELATED PARTIES

The Trust has no employees.

None of the Trustees receives remuneration or any other benefit from the Trust.

Trustees received reimbursement of expenses in connection with the activities of the charity totalling £180.

6. INVESTMENTS

	2024	2023
	£	£
Investments listed on a recognised Stock Exchange		
Carrying value (market value) at 6th April	5,355,039	5,845,976
Add: Purchases during year	2,008,803	843,261
Less: Disposals during the year at carrying value	(2,139,018)	(1,036,297)
Add: Net gain/(loss) on revaluation	337,987	(297,901)
Carrying value (market value) at 5th April	<u>5,562,811</u>	<u>5,355,039</u>

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 APRIL 2024 (continued)

7. CASH AWAITING INVESTMENT

	2024 £	2023 £
Cash in the hands of the Investment Managers	115,775	118,889
	<u>115,775</u>	<u>118,889</u>

8. LIABILITIES : AMOUNTS FALLING DUE WITHIN ONE YEAR

Accruals	7,025	157,705
	<u>7,025</u>	<u>157,705</u>

Accruals includes capital grants of £0 (2023 £150,000) and individual grants of £1,985 (2023 £2,305) approved before the reporting date but paid afterwards.

9. TOTAL RETURN TRANSFERS BETWEEN FUNDS

The Trustees have approved the adoption a total return approach to the management of its investment portfolio in accordance with "The Charities (Total Return) Regulations 2013". On 6th April 2014 the Trust adopted this approach and selected 1 April 1991 as the reference date from which the funds have been analysed between the Endowment and the Unapplied Total Return.

Under this approach, the Trust is permitted to release funds from the Unapplied Total Return to income (unrestricted funds) for spending. This task is essentially to exercise its statutory duty to be even-handed as between present and future beneficiaries, to maintain the balance of the unapplied total return at such a level that it will remain positive in order to maintain the real value of the original investment. The real value of the original investment at 5th April 2024 using the Retail Price Index as the measure of inflation was £5,980,913.

10. SUMMARY OF PERMANENT ENDOWMENT FUND

	Endowment 2024 £	Unapplied Total Return 2024 £	Total 2024 £	2023 £
Aggregate value of the assets since the outset of total return				
Value at 1 April 1991	1,813,010	-	1,813,010	1,813,010
Additional endowed capital 1 April 1992	246,620	-	246,620	246,620
Gain in value	-	3,275,845	3,275,845	3,974,937
Value at 6 April 2023 / 6 April 2022	Total	2,059,630	3,275,845	5,335,475
6,034,567				
Movements in the year ended 5 April 2023				
Gain(Loss) in value		337,987	337,987	(385,371)
Net Investment income receivable		165,110	165,110	159,199
Investment management costs charged against permanent endowment		(32,311)	(32,311)	(33,633)
	Total	-	470,786	470,786
				(259,805)
Net unapplied total return allocated to income for the year ended 5 April 2024		-	(105,206)	(105,206)
				(439,287)
Net movement for the year		-	365,580	365,580
				(699,092)
Value at 5 April 2024 / 3				
Permanent endowment	2,059,630		2,059,630	2,059,630
Unapplied total return		3,641,425	3,641,425	3,275,845
Total	2,059,630	3,641,425	5,701,055	5,335,475

The aggregate value of the unapplied total return continues to form part of the permanent endowment fund and does not constitute a separate fund for accounting purposes.

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 April 2024 (continued)

11. PRIOR YEAR COMPARATIVE OF FINANCIAL STATEMENT ACTIVITIES

	Notes	Unrestricted Funds General £	Permanent Endowment £	2023 Total £
INCOME FROM				
Investment income				
Funds held by Investment Managers	3	-	159,144	159,144
Bank interest		-	55	55
Total Income		-	159,199	159,199
EXPENDITURE ON				
Raising Funds		-	33,633	33,633
Charitable activities	4	432,445	-	432,445
Governance costs	4	6,842	-	6,842
Total Expenditure		439,287	33,633	472,920
Net gains on investment assets		-	385,371	(385,371)
NET (EXPENDITURE)/ INCOME		(439,287)	(259,805)	(699,092)
Transfers		439,287	(439,287)	-
NET MOVEMENT IN FUNDS		-	(699,092)	(699,092)
TOTAL FUNDS brought forward		-	6,034,567	6,034,567
TOTAL FUNDS carried forward	10	-	5,335,475	5,335,475

All activities are the result of continuing activities.

12. POST BALANCE SHEET EVENTS

There are no post balance sheet events to report.

THE NORTON FOUNDATION

England & Wales - Charity number 702638

Accounts

THE NORTON FOUNDATION

REPORT and FINANCIAL STATEMENTS

YEAR ENDED 5 APRIL 2023

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2023

The trustees present their report and financial statements for the year ended 5 April 2023.

	The Norton Foundation	
CHARITY REGISTRATION NUMBER	702638	
PRINCIPAL OFFICE	The Norton Foundation Carleton House 266-268 Stratford Rd Shirley Solihull B90 3AD	
TRUSTEES	Alan Bailey - Chairman Michael R. Bailey - Vice Chair R.H.Graham Suggett Jane Gaynor Brian W. Lewis William Pusey Louise Sewell Bill Jaspal Jag Virk Louisa Hayward Mak Sharma	(Resigned 27th January 2023) (Appointed 25th August 2022) (Appointed 20th April 2023)
AUDITORS	Thomas and Young Ltd Chartered Accountants Carleton House 266-268 Stratford Road Shirley Solihull B90 3AD	
BANKERS	CAF Bank Ltd 25 Kings Hill Avenue ME19 4JQ	
INVESTMENT MANAGERS	Barclays Investment Solutions Limited One Snowhill Snow Hill Queensway Birmingham B4 6GN	
Web site	www.nortonfoundation.org is the address of the Trust's Website. The following officials can be contacted by email: Chairman chairman@nortonfoundation.org Correspondent correspondent@nortonfoundation.org	

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2023 (continued)

The Trustees present their report and financial statements for the year ended 5 April 2023.

The Trustees who served during the year and up to the date of this report are set out on page 1.

Structure, Governance and Management

Nature of Governing document

The Trust was created on 18 January 1990 by a Declaration of Trust.

The Objects of the Trust are to help children and young persons under the age of twenty five years who are in need of care or rehabilitation or aid of any kind, particularly as a result of delinquency, deprivation, maltreatment or neglect or who are in danger of lapsing or relapsing into delinquency. The area of benefit is the United Kingdom and in particular the Birmingham and Coventry areas and the County of Warwickshire. The trustees have had due regard to the guidance published by the Charity Commission on public benefit.

The Trust is registered with the Charity Commission, registration number 702638. The Trust has been accepted as a charity by the Inland Revenue and as such its income and capital gains are exempt from taxation.

Trustee induction and training

Under the terms of the Trust Deed, the Trustees have the power to appoint new Trustees and in doing so shall have regard to "the need to choose a person who through residence, occupation, or employment or who is otherwise personally or professionally qualified by his ability in, and practical experience of, the pursuit of the said objects or of trust management". New Trustees are provided with information of the Trust's objectives and policies at the time of appointment which can only be amended at future Trustees' meetings for which all Trustees are provided with agenda, appropriate papers and subsequently approved minutes.

Organisational structure

Grants to individuals are partly awarded by way of block discretionary grants to sponsors and partly at the discretion of the Correspondent. Sponsors are awarded block grants with the responsibility of awarding grants to individuals. It is considered that this process enhances the effectiveness of our awards to young persons in that prompt assistance is given at the time of need. This, together with the Correspondent's ability to award individual grants, minimises the amount of Trustee time involved in administration.

Full Trustee meetings are normally held four times a year and in addition to receiving detailed reports of all grants to individuals, whether via sponsors' discretionary block grants or made directly by the Correspondent, the Trustees will also consider, at each meeting, grants to be awarded to organisations for projects. Details of the amounts granted for each type of grant are shown in note 4 to the financial statements. The Trustees also plan to continue awarding grants for capital projects. A Sub-committee of Trustees, comprising Mr A. Bailey as Chairman, Mr M. Bailey, Mrs Sewell and Mr Suggett, has been formed to consider applications and recommend the award of the capital grants.

A number of resignations of trustees have been received in recent years, largely due to ill health or advancing years. The trustees are actively looking for new people to join the charity, with some success. The aim is to return to a board of around ten trustees, with a wide range of skills and experience, and covering all of the geographical areas in which the charity operates.

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2023 (continued)

Organisational structure (continued)

The Trustees have appointed a small number of Trustees as an Investment Sub-committee. This Sub-committee has been given the responsibility for advising the Trustees on all aspects of investment policy and monitoring the work of the Investment Managers appointed by the Trustees. It has been given the power to give instructions to the Investment Managers within the Trustees' overall investment policy. It is the current policy of this Sub-committee to meet when necessary but at least twice each year. It is required to report its activities to the full body of Trustees. The present members of this Sub-committee are Mr Suggett, Mr A. Bailey, Mr Lewis, and Mr Jaspal.

The day to day administration of the Trust is carried out by Mark McLean, director of Thomas & Young Limited who was appointed as Correspondent and Administrator on 21st October 2021.

The Correspondent may be contacted at Carleton House, 266-268 Stratford Rd, Shirley, B90 3AD.

Risk Management

The Trustees have overall responsibility for the system of internal control, which includes ensuring that there are reasonable procedures in place for the prevention and detection of major risks, including fraud and other irregularities.

All such procedures are designed to mitigate (not eliminate) risks and to provide reasonable (not absolute) assurance against material errors or loss.

As a small charity with limited resources and personnel, it is impractical to institute a robust system of internal control. The charity has no employees and has employed the firm of Chartered Accountants to act as Trust Correspondent. The only others involved in running the charity are the Trustees themselves.

Policies and procedures have been developed to cover matters such as, financial systems, investment management, awarding of grants, conflict of interest and other matters. These are regularly reviewed. In addition there is an annual budgeting process against which actual performance is monitored throughout the year at regular Trustees' meetings.

Principal risks and uncertainties	Response
Internal	
False accounting	<ul style="list-style-type: none"> •Quarterly review of financial performance against agreed budget •External statutory audit
Misappropriation of income	<ul style="list-style-type: none"> •Almost all income is collected by investment advisors and controlled by them •Insignificant and rare refunds of grants returned by direct payment •Assurance reports on internal controls of custodians of our investments
Inflated expenditure	<ul style="list-style-type: none"> •Detailed written policy on financial systems which includes requirement for all payments to have 2 signatories including at least 1 trustee •Investment managers fees are taken from funds held by them and amounts are reviewed to ensure compliance with agreement
Misappropriation of assets - Investments Cash at bank	<ul style="list-style-type: none"> •Assurance reports on internal controls of custodians of our investments •Monthly bank reconciliations
External	
Loss in value of investments	<ul style="list-style-type: none"> •External investment managers have discretion to manage our funds. However, the risk remains that external economic and political influences cannot always be foreseen and therefore mitigated
Fraudulent grant applications	<ul style="list-style-type: none"> •Capital and project grants are reviewed by the board of trustees •Grants to individuals are paid to sponsors who are charged with the responsibility •Trustees visit grantees or sponsors from time to time

THE NORTON FOUNDATION

REPORT OF THE TRUSTEES for the year ended 5 April 2023 (continued)

Objectives and Activities

It is the aim of the Trustees, both presently and in the future, to maximise the amount available for spending, consistent with the wish to maintain the real value of the permanent endowment of the Trust, in order to grant as much as possible, as quickly as practicable, to individuals the Trust was formed to help, either directly or indirectly through other institutions. In furtherance of this objective, the Trustees have, with effect from 6 April 2014, adopted the total return approach to investment in accordance with The Trusts (Capital and Income) Act 2013.

The total return basis of investment allows the Trust to consider providing more funds for spending each year based not only on the level of income earned but also taking into account the increased value of investments arising from both realised and unrealised gains. In making yearly assessments of the level of funds to be spent, the Trustees will have due regard to maintaining the real value of the original endowed funds. This is important to ensure even-handedness between current and future beneficiaries. The value of the investment fund (permanent endowment) has been valued at 1 April 1991, the date upon which the majority of the funds were received. A smaller amount of additional funds was received in 1992. All investment gains, both realised and unrealised, since receipt of these endowed funds have been allocated to unapplied total return. The total return on our investments for the year ended 5 April 2023 resulted in a loss of £385,371 and the Trustees have allocated £439,287 to the income fund for spending. Reserves to meet future expenditure are not required as future yearly expenditure will be financed from unapplied total return. Future allocations to income will be carefully considered and balanced with the requirement to maintain the real value of our endowment and to maintain a fund of such proportion as will continue to provide the opportunity to produce satisfactory future returns.

It is the policy of the Trustees to determine how much of the unapplied total return of the Trust shall be made available for grants for the ensuing financial year. The amount available for grants is reviewed regularly throughout the year.

Once the amounts available are determined, grants are made up to these limits provided sufficient applications are received to justify the opinion that the Trust's support is appropriate. Where available funds are at any time insufficient, the Trustees review the current year's budget at each meeting and make appropriate changes to allocations available for the different types of grants.

The Trustees have decided that, whilst the Trust Deed gives them the power to assist needy young people in the United Kingdom, at present grants will normally be restricted to the benefit of young people living within the Birmingham and Coventry areas and the County of Warwickshire.

Public Benefit

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives of the Trust and in planning any future activities.

Achievements and performance

The income and expenditure is reflected in the Statement of Financial Activities on page 9.

The net decrease in funds of £699,092 compares with an increase in 2022 of £82,381.

The Trustees consider that the management and other expenses are being controlled at an acceptable level.

The effect of adopting a total return basis of accounting to provide funds for grants and expenses for the year ended 5th April 2023 can be seen in note 10 to the accounts. The unapplied total return at 5th April 2023 amounted to £3,275,845 which has reduced by £699,092.

The trustees are of the opinion that all their objectives for the year have been met and they see no reason to alter their stated objectives for future years, subject to a reduction in inflation and improved market conditions, in order to address the deficit in the unapplied total return. The trustees consider that their grant giving policy continues to have significant impact for beneficiaries.

Economic outlook

The most significant indirect effect of Covid-19, in the period since April 2020 was the significant fall in value in our investments. This had a significant impact on the charity's ability to make grants at the time. However, with careful management of the charity's investments, this fall in value was completely reversed, restoring a healthy margin between the indexed value based on RPI, and the actual market value. This margin determines the charity's ability to make grants. The same issue now presents itself due to the Ukraine conflict and uncertain economic outlook, together with high inflation in the UK. These, together with the commitment to pay the capital grants in the year have led to similar action being taken as for the difficult times during COVID's peak. This is being kept under review on a quarterly basis, and grant payments will be tailored according to available funds.

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2023 (continued)

Investment Policy

The Trust Deed imposes no restrictions on the investment powers of the Trustees.

The Trustees have approved an investment policy that requires the production of an adequate total return.

As can be seen in note 10 to the accounts, our investments showed a reduction in total return for the year ended 5th April 2023 compared with the return in the previous year due to inflation and worldwide market conditions. At the reporting date, there is negative unapplied total return of £398,706 and the trustees have implemented a plan to resolve this over a reasonable period of time. This plan is based on falling inflation and improved market conditions, both of which are present in the first quarter of 2023/24.

Reserves policy

It is the Trust's policy not to maintain any unrestricted reserves as ongoing funds are available from the endowment under the total return policy adopted. Any unspent portion of the grant budget is carried forward if unspent at the year end.

Trustees' responsibilities statement

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

The law applicable to charities in England & Wales requires Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

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

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts Reports) Regulations 2019 and the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to the auditors

We, the trustees of the charity who held office at the date of approval of these Financial Statements each confirm, so far as we are aware, that:

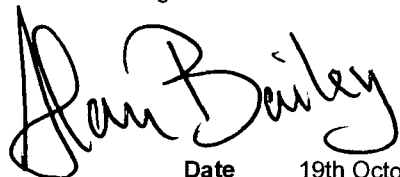
- there is no relevant audit information of which the charity's auditors are unaware; and
- we have taken all the steps that we ought to have taken as trustees in order to make ourselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Auditors

Thomas and Young Ltd has expressed their willingness to continue in office and will be proposed for re-appointment at the Annual General Meeting.

A BAILEY

Chairman



Date

19th October 2023

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE NORTON FOUNDATION

Opinion

We have audited the financial statements of The Norton Foundation for the year ended 5 April 2023 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's trustees, as a body in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2019. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2023, and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
THE NORTON FOUNDATION**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2019 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 5, the trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under section 145 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations.

We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Our audit approach included the following elements:

- Assessment of the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur.
- Assessment of the laws and regulations identified as being of significance in the context of the charity.
- We obtained an understanding of the charity's policies and procedures on compliance with laws and regulations, including documentation of any instances of non-compliance.
- We ensured that our audit personnel have the experience and knowledge to identify or recognise non-compliance with laws and regulations.

Taking into account all of these points, our procedures are appropriate to detect material misstatements in respect of irregularities, including fraud.



Michael Edwin Vousden FCA

Date 20 October 2023

Thomas and Young Ltd
Chartered Accountants
Statutory Auditors
Carleton House
266-268 Stratford Road
Shirley Solihull, B90 3AD

Thomas and Young is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

THE NORTON FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES for the year ended 5 April 2023

	Notes	Unrestricted Funds General £	Permanent Endowment £	2023 Total £	2022 Total £
INCOME FROM					
Donation		-	-	-	-
Investment income					
Funds held by Investment Managers	3	-	159,144	159,144	149,247
Bank interest		-	55	55	2
Total Income		-	159,199	159,199	149,249
EXPENDITURE ON					
Raising Funds		-	33,633	33,633	36,284
Charitable activities	4	432,445	-	432,445	392,449
Governance costs	4	6,842	-	6,842	6,473
Total Expenditure		439,287	33,633	472,920	435,206
Net gains on Investment assets		-	(385,371)	(385,371)	368,338
NET INCOME/(EXPENDITURE)		(439,287)	(259,805)	(699,092)	82,381
Transfers		439,287	(439,287)	-	-
NET MOVEMENT IN FUNDS		-	(699,092)	(699,092)	82,381
TOTAL FUNDS brought forward		-	6,034,567	6,034,567	5,952,186
TOTAL FUNDS carried forward		-	5,335,475	5,335,475	6,034,567

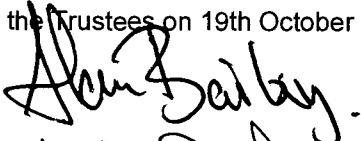
All activities are the result of continuing activities.

**THE NORTON FOUNDATION
BALANCE SHEET
5 APRIL 2023**

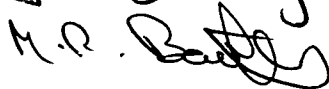
	Notes	2023 £	2022 £
FIXED ASSETS			
Investments	6	5,355,039	5,845,976
CURRENT ASSETS			
Cash awaiting investment	7	118,889	146,812
Bank and cash		19,252	47,179
		<u>138,141</u>	<u>193,991</u>
LIABILITIES: Amounts falling due within one year			
	8	157,705	5,400
NET CURRENT ASSETS/(LIABILITIES)		<u>(19,564)</u>	<u>188,591</u>
NET ASSETS		<u>5,335,475</u>	<u>6,034,567</u>
FUNDS			
Permanent Endowment		<u>5,335,475</u>	<u>6,034,567</u>

Approved by the Trustees on 19th October 2023 and signed on their behalf:

A. BAILEY



M. BAILEY



)
) TRUSTEES
)

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 APRIL 2023

1. ACCOUNTING POLICIES

a. Basis of accounting

The financial statements are prepared using the historical cost basis of accounting modified to include the revaluation of investments to market value.

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16th July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

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

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. The most significant area of uncertainty that affects the carry value of assets held by the Trust is the level of future investment return and the performance of investment markets.

The financial statements are presented in sterling which is the functional currency of the charity.

b. Income

All income is recognised once the Trust has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income from investments, including any relevant taxation recoverable, is credited to income in the year in which it is receivable.

c. Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Trust to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Investment Manager's management fees are charged in the year in which they become due. All other expenses are charged when the liability is incurred.

Where it is necessary to apportion expenditure between cost categories the apportionment is based, wherever possible, upon estimates supplied by the providers of the goods or services. Where this is not possible the Trustees use their own estimates. In either case the apportionment is carried out on a reasonable, justifiable and consistent basis.

d. Investments

Investments are stated at middle market prices at the financial year end.

Profits or losses arising on the revaluation or disposal of investments are added to or deducted from the Permanent Endowment of the Trust.

2. CHARITABLE STATUS

The Trust is a registered charity, in England & Wales, and is exempt from Income, Corporation and Capital Gains Tax.

3. INCOME FROM FUNDS HELD BY INVESTMENT MANAGERS

	2023	2022
	£	£
Income from investments listed on a recognised stock exchange	159,144	149,247
Interest on cash held as part of the investment portfolio	55	2
	<u>159,199</u>	<u>149,249</u>

4. CHARITABLE ACTIVITIES and GOVERNANCE COSTS

	2023 £	2023 £	2022 £
Grants to individuals	24,183		20,978
Grants to individuals - discretionary	7,800		10,750
Grants to institutions	131,447		120,946
Capital grants	250,000		225,000
		413,430	377,674
Support costs			
Correspondent's remuneration	18,360		13,728
Telephone, postage and stationery	0		301
Bank charges	100		136
Travelling expenses	0		218
Data Protection fee	35		35
Meeting expenses	182		359
Website costs	144		0
Sundries	194		
		19,015	14,777
		432,445	392,451
Governance costs			
Correspondent's remuneration	3,240		2,423
Telephone, postage and stationery	0		53
Travelling expenses	0		38
Meeting expenses	182		359
Auditors' remuneration	3,420		3,600
		6,842	6,473

During the year grants to individuals have been made as follows:

Purpose	2023	2023	2022	2022
	Number	Total Amount £	Number	Total Amount £
Clothing	9	1,235	9	1,690
Education and training	3	650	15	3,213
Household	93	21,948	95	15,835
Activities	2	350	2	240
	107	24,183	100	20,978

Grants made to institutions have been made as follows:

Purpose

Equipment/buildings	3	12,194	2	20,000
Social activity and educational programmes	35	119,253	28	100,946
	38	131,447	30	120,946

In addition to the above grants awarded directly, block discretionary grants totalling £7,800 (2022 £10,750) were awarded to 3 (2022 5) sponsors who were responsible, at their discretion, to award grants to individuals in accordance with the foundation's general policy.

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 April 2023 (continued)

4. CHARITABLE EXPENDITURE (continued)

Block discretionary grants awarded during the year ended 5 April 2023
include payments to the following:

St Basil's	£6,000
Citizens Advice South Warwickshire	£800
Citizens Advice Bedworth, Rugby & Nuneaton	£1,000

Grants awarded to organisations during the year ended 5 April 2023
include payments of £1,000 or more to the following:

All Saints Youth Project	£2,000	Lifespace Trust	£4,672
Andrew Simpson Foundation	£4,200	Mentor Link	£5,000
B'ham Opera Company	£1,000	Music of Life	£5,000
B'ham Rep Theatre	£3,000	NICE	£2,277
Barford Youth & Community	£10,000	Redthread Youth	£5,000
B'ham Bosnia and Herz Com Assoc	£5,000	Sandwell Asian Dev't Assoc	£3,000
Birmingham County Scouts	£2,000	South Sudanese East Bank	£1,500
Birmingham Royal Ballet	£3,000	Spitfire Advice & Support	£5,000
Birmingham Spitfire District	£750	Sport 4 Life UK	£5,000
Cannon St Memorial Baptist	£5,000	Sudden Productions	£2,500
Changing Tunes	£5,000	Tall Ships Youth Trust	£2,000
City Year	£2,500	The Living Paintings Trust	£1,950
Community Safety Education CIC	£2,200	The Outward Bound Trust	£3,104
Compass Drug Service	£5,000	UK Sailing Academy	£5,000
Family Connection Assoc	£2,500	Volunteering Matters	£2,500
Go Beyond	£1,100	Warks Young Carers	£7,500
Kairos Women Working Together	£5,000	Whizz Kids	£1,500
KIDS	£2,500	Woodlands Adventure	£694
La Pepiniere Ministries	£4,000	Youre Cherished CIC	£2,500

5. REMUNERATION AND RELATED PARTIES

The Trust has no employees.

None of the Trustees receives remuneration or any other benefit from the Trust.

Trustees received reimbursement of expenses in connection with the activities of the charity totalling £194

6. INVESTMENTS

	2023 £	2022 £
Investments listed on a recognised Stock Exchange		
Carrying value (market value) at 6th April	5,845,976	5,794,101
Add: Purchases during year	843,261	942,651
Less: Disposals during the year at carrying value	(1,036,297)	(1,210,004)
Add: Net gain/(loss) on revaluation	(297,901)	319,228
Carrying value (market value) at 5th April	<u>5,355,039</u>	<u>5,845,976</u>

7. CASH AWAITING INVESTMENT

	2023 £	2022 £
Cash in the hands of the Investment Managers	118,889	146,812
	<u>118,889</u>	<u>146,812</u>

8. LIABILITIES : AMOUNTS FALLING DUE WITHIN ONE YEAR

Accruals	157,705	5,400
	<u>157,705</u>	<u>5,400</u>

Accruals includes capital grants (£150,000) and individual grants (£2,305) approved before the reporting date but paid afterwards.

9. TOTAL RETURN TRANSFERS BETWEEN FUNDS

The Trustees have approved the adoption a total return approach to the management of its investment portfolio in accordance with "The Charities (Total Return) Regulations 2013". On 6th April 2014 the Trust adopted this approach and selected 1 April 1991 as the reference date from which the funds have been analysed between the Endowment and the Unapplied Total Return.

Under this approach, the Trust is permitted to release funds from the Unapplied Total Return to income (unrestricted funds) for spending. This task is essentially to exercise its statutory duty to be even-handed as between present and future beneficiaries, to maintain the balance of the unapplied total return at such a level that it will remain positive in order to maintain the real value of the original investment. The real value of the original investment at 5th April 2023 using the Retail Price Index as the measure of inflation was £5,734,181.

10. SUMMARY OF PERMANENT ENDOWMENT FUND

	Unapplied			
	Endowment	Total Return	Total	
	2023	2023	2023	2022
	£	£	£	£
Aggregate value of the assets since the outset of total return				
Value at 1 April 1991	1,813,010	-	1,813,010	1,813,010
Additional endowed capital 1 April 1992	246,620	-	246,620	246,620
Gain in value	-	3,974,937	3,974,937	3,892,556
Value at 6 April 2022	Total	2,059,630	3,974,937	6,034,567
			5,952,186	
Movements in the year ended 5 April 2023				
Gain(Loss) in value		(385,371)	(385,371)	368,338
Net Investment income receivable		159,199	159,199	149,249
Investment management costs charged against permanent endowment		(33,633)	(33,633)	(36,284)
	Total	-	(259,805)	481,303
Net unapplied total return allocated to income for the year ended 5 April 2023		-	(439,287)	(398,922)
Net movement for the year ended 5 April 2023		-	(699,092)	82,381
Value at 5 April 2023				
Permanent endowment	2,059,630		2,059,630	2,059,630
Unapplied total return		3,275,845	3,275,845	3,974,937
	Total	2,059,630	5,335,475	6,034,567

The aggregate value of the unapplied total return continues to form part of the permanent endowment fund and does not constitute a separate fund for accounting purposes.

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 April 2023 (continued)

11. PRIOR YEAR COMPARATIVE OF FINANCIAL STATEMENT ACTIVITIES

	Notes	Unrestricted Funds General £	Permanent Endowment £	2022 Total £
INCOME FROM				
Investment income				
Funds held by Investment Managers	3	-	149,247	149,247
Bank interest		-	2	2
Total Income		-	149,249	149,249
EXPENDITURE ON				
Raising Funds		-	36,284	36,284
Charitable activities	4	392,449	-	392,449
Governance costs	4	6,473	-	6,473
Total Expenditure		398,922	36,284	435,206
Net gains on investment assets		-	368,338	368,338
NET (EXPENDITURE)/ INCOME		(398,922)	481,303	82,381
Transfers		398,922	(398,922)	-
NET MOVEMENT IN FUNDS		-	82,381	82,381
TOTAL FUNDS brought forward		-	5,952,186	5,952,186
TOTAL FUNDS carried forward	10	-	6,034,567	6,034,567

All activities are the result of continuing activities.

12. POST BALANCE SHEET EVENTS

Due to the global economic uncertainty since the financial year end, investment values have fallen further, which has reduced the value of the charity's investment portfolio. The trustees see this as a temporary fall in value, and expect the values to recover, as they did after the worst times of COVID. Consequently, no adjustment has been made to the value of investments in these accounts.

THE NORTON FOUNDATION

England & Wales - Charity number 702638

Accounts

THE NORTON FOUNDATION
REPORT and FINANCIAL STATEMENTS
YEAR ENDED 5 APRIL 2022

**THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2022**

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

	The Norton Foundation
CHARITY REGISTRATION NUMBER	702638
PRINCIPAL OFFICE	The Norton Foundation Carleton House 266-268 Stratford Rd Shirley Solihull B90 3AD
TRUSTEES	Alan Bailey - Chairman Michael R. Bailey - Vice Chair R.H.Graham Suggett Mrs Sarah Henderson (resigned 21st October 2021) Miss Wendy Carrington (resigned 21st October 2021) Mrs Jane Gaynor Richard G.D.Hurley (resigned 21st October 2021) Brian W. Lewis Richard C. Perkins (resigned 9th November 2021) William Pusey Mrs Louise Sewell Ms Mashkura Begum (resigned 6th January 2022) Bill Jaspal (appointed 20th January 2022)
AUDITORS	Thomas and Young Ltd Chartered Accountants Carleton House 266-268 Stratford Road Shirley Solihull B90 3AD
BANKERS	CAF Bank Ltd 25 Kings Hill Avenue ME19 4JQ
INVESTMENT MANAGERS	Barclays Investment Solutions Limited One Snowhill Snow Hill Queensway Birmingham B4 6GN

Web site

www.nortonfoundation.org is the address of the Trust's Website.

The following officials can be contacted by email:

Chairman chairman@nortonfoundation.org

Correspondent correspondent@nortonfoundation.org

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2022 (continued)

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

The Trustees who served during the year and up to the date of this report are set out on page 1.

Structure, Governance and Management

Nature of Governing document

The Trust was created on 18 January 1990 by a Declaration of Trust.

The Objects of the Trust are to help children and young persons under the age of twenty five years who are in need of care or rehabilitation or aid of any kind, particularly as a result of delinquency, deprivation, maltreatment or neglect or who are in danger of lapsing or relapsing into delinquency. The area of benefit is the United Kingdom and in particular the Birmingham and Coventry areas and the County of Warwickshire. The trustees have had due regard to the guidance published by the Charity Commission on public benefit.

The Trust is registered with the Charity Commission, registration number 702638. The Trust has been accepted as a charity by the Inland Revenue and as such its income and capital gains are exempt from taxation.

Trustee induction and training

Under the terms of the Trust Deed, the Trustees have the power to appoint new Trustees and in doing so shall have regard to "the need to choose a person who through residence, occupation, or employment or who is otherwise personally or professionally qualified by his ability in, and practical experience of, the pursuit of the said objects or of trust management". New Trustees are provided with information of the Trust's objectives and policies at the time of appointment which can only be amended at future Trustees' meetings for which all Trustees are provided with agenda, appropriate papers and subsequently approved minutes.

Organisational structure

Grants to individuals are partly awarded by way of block discretionary grants to sponsors and partly at the discretion of the Correspondent. Sponsors are awarded block grants with the responsibility of awarding grants to individuals. It is considered that this process enhances the effectiveness of our awards to young persons in that prompt assistance is given at the time of need. This, together with the Correspondent's ability to award individual grants, minimises the amount of Trustee time involved in administration.

Full Trustee meetings are normally held four times a year and in addition to receiving detailed reports of all grants to individuals, whether via sponsors' discretionary block grants or made directly by the Correspondent, the Trustees will also consider, at each meeting, grants to be awarded to organisations for projects. Details of the amounts granted for each type of grant are shown in note 4 to the financial statements. The Trustees also plan to continue awarding grants for capital projects. A Sub-committee of Trustees, comprising Mr A. Bailey as Chairman, Mr M. Bailey, Mrs Sewell and Mr Suggett, has been formed to consider applications and recommend the award of the capital grants.

A number of resignations of trustees have been received in the year, largely due to ill health or advancing years. The trustees are actively looking for new people to join the charity, with some success. The aim is to return to a board of around ten trustees, with a wide range of skills and experience, and covering all of the geographical areas in which the charity operates.

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2022 (continued)

Organisational structure (continued)

The Trustees have appointed a small number of Trustees as an Investment Sub-committee. This Sub-committee has been given the responsibility for advising the Trustees on all aspects of investment policy and monitoring the work of the Investment Managers appointed by the Trustees. It has been given the power to give instructions to the Investment Managers within the Trustees' overall investment policy. It is the current policy of this Sub-committee to meet when necessary but at least twice each year. It is required to report its activities to the full body of Trustees. The present members of this Sub-committee are Mr Suggett, Mr A. Bailey, and Mr Lewis.

The day to day administration of the Trust is carried out by Mark McLean, director of Thomas & Young Limited who were appointed as Correspondent and Administrator on 21st October 2021.

The Correspondent may be contacted at Carleton House, 266-268 Stratford Rd, Shirley, B90 3AD.

Risk Management

The Trustees have overall responsibility for the system of internal control, which includes ensuring that there are reasonable procedures in place for the prevention and detection of major risks, including fraud and other irregularities.

All such procedures are designed to mitigate (not eliminate) risks and to provide reasonable (not absolute) assurance against material errors or loss.

As a small charity with limited resources and personnel, it is impractical to institute a robust system of internal control. The charity has no employees and has employed the firm of Chartered Accountants to act as Trust Correspondent. The only others involved in running the charity are the Trustees themselves.

Policies and procedures have been developed to cover matters such as, financial systems, investment management, awarding of grants, conflict of interest and other matters. These are regularly reviewed. In addition there is an annual budgeting process against which actual performance is monitored throughout the year at regular Trustees' meetings.

Principal risks and uncertainties	Response
Internal	
False accounting	<ul style="list-style-type: none"> •Detailed written policy on financial systems •Quarterly review of financial performance against agreed budget •External statutory audit
Misappropriation of income	<ul style="list-style-type: none"> •Almost all income is collected by investment advisors and controlled by them •Insignificant and rare refunds of grants returned by cheque payable to Norton •Assurance reports on internal controls of custodians of our investments
Inflated expenditure	<ul style="list-style-type: none"> •Detailed written policy on financial systems which includes requirement for all payments to have 2 signatories including at least 1 trustee. •Investment managers fees are taken from funds held by them and amounts are reviewed to ensure compliance with agreement
Misappropriation of assets - Investments Cash at bank	<ul style="list-style-type: none"> •Assurance reports on internal controls of custodians of our investments •Monthly bank reconciliations
External	
Loss in value of investments	<ul style="list-style-type: none"> •External investment managers have discretion to manage our funds. However, the risk remains that external economic and political influences cannot always be foreseen and therefore mitigated
Fraudulent grant applications	<ul style="list-style-type: none"> •Capital and project grants are reviewed by the board of trustees •Grants to individuals are paid to sponsors who are charged with the responsibility to ensure that grants are correctly used •Trustees visit grantees or sponsors from time to time

THE NORTON FOUNDATION

REPORT OF THE TRUSTEES for the year ended 5 April 2022 (continued)

Objectives and Activities

It is the aim of the Trustees, both presently and in the future, to maximise the amount available for spending, consistent with the wish to maintain the real value of the permanent endowment of the Trust, in order to grant as much as possible, as quickly as practicable, to individuals the Trust was formed to help, either directly or indirectly through other institutions. In furtherance of this objective, the Trustees have, with effect from 6 April 2014, adopted the total return approach to investment in accordance with The Trusts (Capital and Income) Act 2013.

The total return basis of investment allows the Trust to consider providing more funds for spending each year based not only on the level of income earned but also taking into account the increased value of investments arising from both realised and unrealised gains. In making yearly assessments of the level of funds to be spent, the Trustees will have due regard to maintaining the real value of the original endowed funds. This is important to ensure even-handedness between current and future beneficiaries. The value of the investment fund (permanent endowment) has been valued at 1 April 1991, the date upon which the majority of the funds were received. A smaller amount of additional funds was received in 1992. All investment gains, both realised and unrealised, since receipt of these endowed funds have been allocated to unapplied total return. The total return on our investments for the year ended 5 April 2022 resulted in a gain of £481,302 and the Trustees have allocated £398,922 to the income fund for spending. Reserves to meet future expenditure are not required as future yearly expenditure will be financed from unapplied total return. Future allocations to income will be carefully considered and balanced with the requirement to maintain the real value of our endowment and to maintain a fund of such proportion as will continue to provide the opportunity to produce satisfactory future returns.

It is the policy of the Trustees to determine how much of the unapplied total return of the Trust shall be made available for grants for the ensuing financial year. The amount available for grants is reviewed regularly throughout the year.

Once the amounts available are determined, grants are made up to these limits provided sufficient applications are received to justify the opinion that the Trust's support is appropriate. Where available funds are at any time insufficient, the Trustee's review the current year's budget at each meeting and make appropriate changes to allocations available for the different types of grants.

The Trustees have decided that, whilst the Trust Deed gives them the power to assist needy young people in the United Kingdom, at present grants will normally be restricted to the benefit of young people living within the Birmingham and Coventry areas and the County of Warwickshire.

Public Benefit

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives of the Trust and in planning any future activities.

Achievements and performance

The income and expenditure is reflected in the Statement of Financial Activities on page 9.

The net increase in funds of £82,381 compares with an increase in 2021 of £1,299,416. The increase in 2021 was exceptional and resulted from a rebound in investment values after investment losses of £985,757 the year before.

The Trustees consider that the management and other expenses are being controlled at an acceptable level.

The effect of adopting a total return basis of accounting to provide funds for grants and expenses for the year ended 5th April 2022 can be seen in note 10 to the accounts. The unapplied total return at 5th April 2022 amounted to £3,974,937 which has increased by £82,381.

The trustees are of the opinion that all their objectives for the year have been met and they see no reason to alter their stated objectives for future years. The trustees consider that their grant giving policy continues to have significant impact for beneficiaries.

Coronavirus and economic outlook

The most significant indirect effect of Covid-19, in the period since April 2020 has been the significant fall in value in our investments. This had a significant impact on the charity's ability to make grants at the time. However, with careful management of the charity's investments, this fall in value has been completely reversed, and the investment value continued to increase up to the date of the financial year end, restoring a healthy margin between the indexed value based on RPI, and the actual current market value. This margin determines the charity's ability to make grants. At the time of writing this report, COVID is still present, and the investment performance is being kept under review. The same issue now presents itself due to the Ukraine conflict and uncertain economic outlook, with reductions in the value of the investments since the year end, and similar action is being taken as for the difficult times during COVID's peak.

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2022 (continued)

Investment Policy

The Trust Deed imposes no restrictions on the investment powers of the Trustees.

The Trustees have approved an investment policy that requires the production of an adequate total return.

As can be seen in note 10 to the accounts, our investments showed a much lower increase in total return for the year ended 5th April 2022 compared with the return in the previous year and this can be explained by the effect of the COVID rebound.

Reserves policy

It is the Trust's policy not to maintain any unrestricted reserves as ongoing funds are available from the endowment under the total return policy adopted. Any unspent portion of the grant budget is carried forward if unspent at the year end.

Trustees' responsibilities statement

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

The law applicable to charities in England & Wales requires Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

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

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts Reports) Regulations 2019 and the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to the auditors

We, the trustees of the charity who held office at the date of approval of these Financial Statements each confirm, so far as we are aware, that:

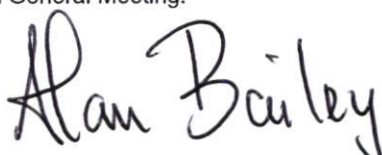
- there is no relevant audit information of which the charity's auditors are unaware; and
- we have taken all the steps that we ought to have taken as trustees in order to make ourselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Auditors

Thomas and Young Ltd has expressed their willingness to continue in office and will be proposed for re-appointment at the Annual General Meeting.

A BAILEY

Chairman



3rd November 2022

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE NORTON FOUNDATION

Opinion

We have audited the financial statements of The Norton Foundation for the year ended 5 April 2022 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's trustees, as a body in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2019. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2022, and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
THE NORTON FOUNDATION**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2019 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 5, the trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under section 145 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations.

We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Our audit approach included the following elements:

- Assessment of the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur.
- Assessment of the laws and regulations identified as being of significance in the context of the charity.
- We obtained an understanding of the charity's policies and procedures on compliance with laws and regulations, including documentation of any instances of non-compliance.
- We ensured that our audit personnel have the experience and knowledge to identify or recognise non-compliance with laws and regulations.

Taking into account all of these points, our procedures are appropriate to detect material misstatements in respect of irregularities, including fraud.



Michael Edwin Vousden FCA

3rd November 2022

Thomas and Young Ltd
Chartered Accountants
Statutory Auditors
Carleton House
266-268 Stratford Road
Shirley Solihull, B90 3AD

Thomas and Young is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

THE NORTON FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES for the year ended 5 April 2022

	Notes	Unrestricted Funds General £	Permanent Endowment £	2022 Total £	2021 Total £
INCOME FROM					
Donation		-	-	-	-
Investment income					
Funds held by Investment Managers	3	-	149,247	149,247	157,859
Bank interest		-	2	2	2
Total Income		-	149,249	149,249	157,861
EXPENDITURE ON					
Raising Funds		-	36,284	36,284	32,159
Charitable activities	4	392,449	-	392,449	49,284
Governance costs	4	6,473	-	6,473	5,538
Total Expenditure		398,922	36,284	435,206	86,981
Net gains on investment assets		-	368,338	368,338	1,228,536
NET INCOME/(EXPENDITURE)		(398,922)	481,303	82,381	1,299,416
Transfers		398,922	(398,922)	-	-
NET MOVEMENT IN FUNDS		-	82,381	82,381	1,299,416
TOTAL FUNDS brought forward		-	5,952,186	5,952,186	4,652,770
TOTAL FUNDS carried forward		-	6,034,567	6,034,567	5,952,186

All activities are the result of continuing activities.

**THE NORTON FOUNDATION
BALANCE SHEET
5 APRIL 2022**

	Notes	2022 £	2021 £
FIXED ASSETS			
Investments	6	5,845,976	5,794,101
CURRENT ASSETS			
Cash awaiting investment	7	146,812	126,386
Bank and cash		47,179	35,365
		<u>193,991</u>	<u>161,751</u>
LIABILITIES: Amounts falling due within one year	8	5,400	3,666
NET CURRENT ASSETS/(LIABILITIES)		<u>188,591</u>	<u>158,085</u>
NET ASSETS		<u>6,034,567</u>	<u>5,952,186</u>
FUNDS			
Permanent Endowment		<u>6,034,567</u>	<u>5,952,186</u>

Approved by the Trustees on 3rd November 2022 and signed on their behalf:

A. BAILEY *Alan Bailey*)
M. BAILEY *M. Q. Bailey*) TRUSTEES

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 APRIL 2022

1. ACCOUNTING POLICIES

a. Basis of accounting

The financial statements are prepared using the historical cost basis of accounting modified to include the revaluation of investments to market value.

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16th July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

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

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. The most significant area of uncertainty that affects the carry value of assets held by the Trust is the level of future investment return and the performance of investment markets.

The financial statements are presented in sterling which is the functional currency of the charity.

b. Income

All income is recognised once the Trust has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income from investments, including any relevant taxation recoverable, is credited to income in the year in which it is receivable.

c. Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Trust to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Investment Manager's management fees are charged in the year in which they become due. All other expenses are charged when the liability is incurred.

Where it is necessary to apportion expenditure between cost categories the apportionment is based, wherever possible, upon estimates supplied by the providers of the goods or services. Where this is not possible the Trustees use their own estimates. In either case the apportionment is carried out on a reasonable, justifiable and consistent basis.

d. Investments

Investments are stated at middle market prices at the financial year end.

Profits or losses arising on the revaluation or disposal of investments are added to or deducted from the Permanent Endowment of the Trust.

2. CHARITABLE STATUS

The Trust is a registered charity, in England & Wales, and is exempt from Income, Corporation and Capital Gains Tax.

3. INCOME FROM FUNDS HELD BY INVESTMENT MANAGERS

	2022	2021
	£	£
Income from investments listed on a recognised stock exchange	149,247	157,859
Interest on cash held as part of the investment portfolio	2	2
	<u>149,249</u>	<u>157,861</u>

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 APRIL 2022 (continued)

4. CHARITABLE ACTIVITIES and GOVERNANCE COSTS

	2022	2022	2021
	£	£	£
Grants to individuals	20,978		18,430
Grants to individuals - discretionary	10,750		19,200
Grants to institutions	120,946		-
Capital grants	225,000		-
		377,674	37,630
Support costs			
Correspondent's remuneration	13,728		11,047
Telephone, postage and stationery	301		398
Bank charges	136		74
Travelling expenses	218		-
Data Protection fee	35		35
Meeting expenses	359		-
Printing leaflet and Website redesign	0		100
		14,775	11,654
		392,449	49,284
Governance costs			
Correspondent's remuneration	2,423		1,949
Telephone, postage and stationery	53		71
Travelling expenses	38		-
Meeting expenses	359		-
Auditors' remuneration	3,600		3,518
		6,473	5,538

During the year grants to individuals have been made as follows:

Purpose	2022	2022	2021	2021
	Number	Total Amount £	Number	Total Amount £
Clothing	9	1,690	15	2,000
Education and training	15	3,213	30	6,095
Household	95	15,835	54	10,035
Holidays and activities	2	240	1	300
	121	20,978	100	18,430

Grants made to institutions have been made as follows:

Purpose				
Educational programmes	19	68,784	-	-
Equipment/buildings	2	20,000	-	-
Social activity	9	32,162	-	-
	30	120,946	-	-

In addition to the above grants awarded directly, block discretionary grants totalling £10,750 (2021 £19,200) were awarded to 5 (2021 7) sponsors who were responsible, at their discretion, to award grants to individuals in accordance with the foundation's general policy.

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 April 2020 (continued)

4. CHARITABLE EXPENDITURE (continued)

Block discretionary grants awarded during the year ended 5 April 2022 include payments of £1,000 or more to the following:

St Basil's	£8,400
Citizens Advice South Warwickshire	£1,350
Citizens Advice Bedworth, Rugby & Nuneaton	£1,000

Grants awarded to organisations during the year ended 5 April 2022 include payments of £1,000 or more to the following:

BE Festival CIC	£2,784	Redthread Youth Limited	£5,000
Big Brum Theatre in Education	£3,000	Sandwell Asian Development Assoc	£3,000
Birmingham Centre for Arts Therapies	£5,000	Sandwell Youth in Action	£5,000
Birmingham Royal Ballet	£3,000	Seeds of Hope Asylum and Refugee	
Building 4 Hope	£5,000	Support Ltd	£1,500
Ecobirmingham	£5,000	Shirley Sea Cadets	£5,000
Family Connection Association	£2,500	Sport 4 Life UK	£5,000
Gospel Oak Community Forum	£3,000	Stage 2 Youth Theatre Company	£1,000
Happy Days Childrens Charity	£3,000	Sudden Productions	£2,500
Insight CCSS	£5,000	The Bryntail Cottage Charity	£15,000
Kids	£3,800	The Living Paintings Trust	£1,950
Liberty Jamboree	£2,500	The Outward Bound Trust	£2,912
Martineau Gardens	£2,000	Transitions UK	£5,000
Orchestra of the Swan	£2,500	Universal Church of Jesus Christ	£5,000
Peacemakers	£5,000	Young Minds Matter	£5,000
		Young People First	£5,000

5. REMUNERATION AND RELATED PARTIES

The Trust has no employees.

None of the Trustees receives remuneration or any other benefit from the Trust.

Trustees received reimbursement of expenses in connection with the activities of the charity totalling £273

The Trustees engaged Richard Perkins & Company as administrator and Correspondent up to 9th November 2021. Mr Richard Perkins, owner of Richard Perkins & Company is a Trustee. In accordance with powers granted in the Trust Deed, Richard Perkins & Company, a firm of Chartered Accountants has been paid fees and expenses of £8,546 (2021 £13,465) for professional services. The amount owing to Richard Perkins & Company at 5 April 2022 was £0 (2021 £40). Richard Perkins resigned as trustee and correspondent on 9th November 2021, on which date the role of correspondent was taken up by Mark McLean of Thomas & Young Limited.

6. INVESTMENTS

	2022 £	2021 £
Investments listed on a recognised Stock Exchange		
Carrying value (market value) at 5th April 2021	5,794,101	4,604,739
Add: Purchases during year	942,651	2,340,386
Less: Disposals during the year at carrying value	-1,210,004	-1,947,230
Add: Net gain on revaluation	319,228	796,206
Carrying value (market value) at 5th April 2022	5,845,976	5,794,101

THE NORTON FOUNDATION
 NOTES TO THE FINANCIAL STATEMENTS 5 APRIL 2022 (continued)

7. CASH AWAITING INVESTMENT

	2022 £	2021 £
Cash in the hands of the Investment Managers	146,812	126,386
	<u>146,812</u>	<u>126,386</u>

8. LIABILITIES : AMOUNTS FALLING DUE WITHIN ONE YEAR

Accruals	5,400	3,666
	<u>5,400</u>	<u>3,666</u>

9. TOTAL RETURN TRANSFERS BETWEEN FUNDS

The Trustees have approved the adoption a total return approach to the management of its investment portfolio in accordance with "The Charities (Total Return) Regulations 2013". On 6th April 2014 the Trust adopted this approach and selected 1 April 1991 as the reference date from which the funds have been analysed between the Endowment and the Unapplied Total Return.

Under this approach, the Trust is permitted to release funds from the Unapplied Total Return to income (unrestricted funds) for spending. This task is essentially to exercise its statutory duty to be even-handed as between present and future beneficiaries, to maintain the balance of the unapplied total return at such a level that it will remain positive in order to maintain the real value of the original investment. The real value of the original investment at 5th April 2022 using the Retail Price Index as the measure of inflation was £5,051,764.

10. SUMMARY OF PERMANENT ENDOWMENT FUND

	Endowment	Unapplied Total Return	Total	
	2022	2022	2022	2021
	£	£	£	£
Aggregate value of the assets since the outset of total return				
Value at 1 April 1991	1,813,010	-	1,813,010	1,813,010
Additional endowed capital 1 April 1992	246,620	-	246,620	246,620
Gain in value	-	3,892,556	3,892,556	2,593,140
Value at 6 April 2021	Total	2,059,630	3,892,556	5,952,186
4,652,770				
Movements in the year ended 5 April 2022				
Gain(Loss) in value		368,338	368,338	1,228,536
Net Investment income receivable		149,249	149,249	157,861
Investment management costs charged against permanent endowment		-36,284	-36,284	-32,159
	Total	-	481,303	1,354,238
Net unapplied total return allocated to income for the year ended 5 April 2022		-	-398,922	-54,822
Net movement for the year ended 5 April 2022		-	82,381	1,299,416
Value at 5 April 2022				
Permanent endowment	2,059,630		2,059,630	2,059,630
Unapplied total return		3,974,937	3,974,937	3,892,556
Total	2,059,630	3,974,937	6,034,567	5,952,186

The aggregate value of the unapplied total return continues to form part of the permanent endowment fund and does not constitute a separate fund for accounting purposes.

THE NORTON FOUNDATION
 NOTES TO THE FINANCIAL STATEMENTS 5 April 2022 (continued)

11. PRIOR YEAR COMPARATIVE OF FINANCIAL STATEMENT ACTIVITIES

	Notes	Unrestricted Funds General £	Permanent Endowment £	2021 Total £
INCOME FROM				
Investment income				
Funds held by Investment Managers	3	-	157,859	157,859
Bank interest		-	2	2
Total Income		-	157,861	157,861
EXPENDITURE ON				
Raising Funds		-	32,159	32,159
Charitable activities	4	49,284	-	49,284
Governance costs	4	5,538	-	5,538
Total Expenditure		54,822	32,159	86,981
Net gains on investment assets		-	1,228,536	1,228,536
NET (EXPENDITURE)/ INCOME		(54,822)	1,354,238	1,299,416
Transfers		54,822	(54,822)	-
NET MOVEMENT IN FUNDS		-	1,299,416	1,299,416
TOTAL FUNDS brought forward		-	4,652,770	4,652,770
TOTAL FUNDS carried forward	10	-	5,952,186	5,952,186

All activities are the result of continuing activities.

12. POST BALANCE SHEET EVENTS

Due to the global economic uncertainty since the financial year end, investment values have fallen, which has reduced the value of the charity's investment portfolio. The trustees see this as a temporary fall in value, and expect the values to recover, as they did after the worst times of COVID. Consequently, no adjustment has been made to the value of investments in these accounts.

THE NORTON FOUNDATION

England & Wales - Charity number 702638

Accounts

THE NORTON FOUNDATION
REPORT and FINANCIAL STATEMENTS
YEAR ENDED 5 APRIL 2021

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2021

The trustees present their report and financial statements for the year ended 5 April 2021

	The Norton Foundation
CHARITY REGISTRATION NUMBER	702638
PRINCIPAL OFFICE	The Norton Foundation c/o The Paddock Bwlch Y Gwynt Road Llysfaen Colwyn Bay LL29 8DQ
TRUSTEES	R.H.Graham Suggett - Chairman Alan Bailey Michael R. Bailey Ms Mashkura Begum Miss Wendy J Carrington Mrs Jane Gaynor Mrs Sarah V. Henderson Richard G.D.Hurley Brian W. Lewis Richard C. Perkins William Pusey Mrs Louise Sewell
AUDITORS	Thomas and Young Ltd Chartered Accountants Statutory Auditors Carleton House 266-268 Stratford Road Shirley Solihull B90 3AD
BANKERS	CAF Bank Ltd 25 Kings Hill Avenue ME19 4JQ
INVESTMENT MANAGERS	Barclays Investment Solutions Limited One Snowhill Snow Hill Queensway Birmingham B4 6GN
Web site	<p>www.nortonfoundation.org is the address of the Trust's Website. The following officials can be contacted by email: Chairman chairman@nortonfoundation.org Correspondent correspondent@nortonfoundation.org</p>

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2021 (continued)

The trustees present their report and financial statements for the year ended 5 April 2021.

The Trustees who served during the year and up to the date of this report are set out on page 1.

Structure, Governance and Management

Nature of Governing document

The Trust was created on 18 January 1990 by a Declaration of Trust.

The Objects of the Trust are to help children and young persons under the age of twenty five years who are in need of care or rehabilitation or aid of any kind, particularly as a result of delinquency, deprivation, maltreatment or neglect or who are in danger of lapsing or relapsing into delinquency. The area of benefit is the United Kingdom and in particular the Birmingham and Coventry areas and the County of Warwickshire. The trustees have had due regard to the guidance published by the Charity Commission on public benefit.

The Trust is registered with the Charity Commission, registration number 702638. The Trust has been accepted as a charity by the Inland Revenue and as such its income and capital gains are exempt from taxation.

Trustee induction and training

At the Annual General Meeting the Trustees retiring by rotation are Mr A Bailey, Mr M Bailey, Mrs Henderson and Mrs Sewell. They, being eligible, will be proposed for re-appointment as Trustees for a further term.

Under the terms of the Trust Deed, the Trustees have the power to appoint new Trustees and in doing so shall have regard to "the need to choose a person who through residence, occupation, or employment or who is otherwise personally or professionally qualified by his ability in, and practical experience of, the pursuit of the said objects or of trust management". New Trustees are provided with information of the Trust's objectives and policies at the time of appointment which can only be amended at future Trustees' meetings for which all Trustees are provided with agenda, appropriate papers and subsequently approved minutes.

Organisational structure

Grants to individuals are partly awarded by way of block discretionary grants to sponsors and partly at the discretion of the Correspondent. Sponsors are awarded block grants with the responsibility of awarding grants to individuals. It is considered that this process enhances the effectiveness of our awards to young persons in that prompt assistance is given at the time of need. This, together with the Correspondent's ability to award individual grants, minimises the amount of Trustee time involved in administration.

Full Trustee meetings are normally held four times a year and in addition to receiving detailed reports of all grants to individuals, whether via sponsors' discretionary block grants or made directly by the Correspondent, the Trustees will also consider, at each meeting, grants to be awarded to organisations for projects. Details of the amounts granted for each type of grant are detailed in note 4 to the financial statements. The Trustees also plan to continue awarding grants for capital projects. A Sub-committee of Trustees, comprising Mr A. Bailey as Chairman, Mr M. Bailey, Ms Begum, Mrs Sewell and Mr Suggett, has been formed to consider applications and recommend the award of the 2020 capital grant.

The Trustees have appointed a small number of Trustees as an Investment Sub-committee. This Sub-committee has been given the responsibility for advising the Trustees on all aspects of investment policy and monitoring the work of the Investment Managers appointed by the Trustees. It has been given the power to give instructions to the Investment Managers within the Trustees' overall investment policy. It is the current policy of this Sub-committee to meet when necessary but at least twice each year. It is required to report its activities to the full body of Trustees. The present members of this Sub-committee are Mr Suggett as Chairman, Mr A. Bailey, Mr Hurley, Mr Lewis and Mr Perkins.

The day to day administration of the Trust is carried out by Richard Perkins & Company who were appointed as Correspondent and Administrator on 1st July 2004. Mr Richard Perkins, owner of Richard Perkins & Company, is also a Trustee.

The Correspondent may be contacted at The Paddock, Bwlch Y Gwynt Road, Llysfaen, Colwyn Bay, LL29 8DQ.

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2021 (continued)

Risk Management

The Trustees have overall responsibility for the system of internal control, which includes ensuring that there are reasonable procedures in place for the prevention and detection of major risks, including fraud and other irregularities.

All such procedures are designed to mitigate (not eliminate) risks and to provide reasonable (not absolute) assurance against material errors or loss.

As a small charity with limited resources and personnel, it is impractical to institute a robust system of internal control. The charity has no employees and has employed the firm of Chartered Accountants owned by one of the trustees to act as Trust Correspondent. The only others involved in running the charity are the Trustees themselves.

Polices and procedures have been developed to cover matters such as, financial systems, investment management, awarding of grants, conflict of interest and other matters. These are regularly reviewed. In addition there is an annual budgeting process against which actual performance is monitored throughout the year at regular Trustees' meetings.

Principal risks and uncertainties	Response
Internal	
False accounting	<ul style="list-style-type: none"> •Detailed written policy on financial systems •Quarterly review of financial performance against agreed budget •External statutory audit
Misappropriation of income	<ul style="list-style-type: none"> •Almost all income is collected by investment advisors and controlled by them •Insignificant and rare refunds of grants returned by direct to Norton •Assurance reports on internal controls of custodians of our investments
Inflated expenditure	<ul style="list-style-type: none"> •Detailed written policy on financial systems which includes requirement for all payments to be approved by two trustees •Investment managers fees are taken from funds held by them and amounts are reviewed to ensure compliance with agreement
Misappropriation of assets - Investments Cash at bank	<ul style="list-style-type: none"> •Assurance reports on internal controls of custodians of our investments •Monthly bank reconciliations
External	
Loss in value of investments	<ul style="list-style-type: none"> •External investment managers have discretion to manage our funds. However, the risk remains that external economic and political influences cannot always be foreseen and therefore mitigated
Fraudulent grant applications	<ul style="list-style-type: none"> •Capital and project grants are reviewed by the board of trustees •Grants to individuals are paid to sponsors who are charged with the responsibility to ensure that grants are correctly used •Trustees visit grantees or sponsors from time to time

Objectives and Activities

It is the aim of the Trustees, both presently and in the future, to maximise the amount available for spending, consistent with the wish to maintain the real value of the permanent endowment of the Trust, in order to grant as much as possible, as quickly as practicable, to individuals the Trust was formed to help, either directly or indirectly through other institutions. In furtherance of this objective, the Trustees have, with effect from 6 April 2014, adopted the total return approach to investment in accordance with The Trusts (Capital and Income) Act 2013.

THE NORTON FOUNDATION

REPORT OF THE TRUSTEES for the year ended 5 April 2021 (continued)

Objectives and Activities (continued)

The total return basis of investment allows the Trust to consider providing more funds for spending each year based not only on the level of income earned but also taking into account the increased value of investments arising from both realised and unrealised gains. In making yearly assessments of the level of funds to be spent, the Trustees will have due regard to maintaining the real value of the original endowed funds. This is important to ensure even-handedness between current and future beneficiaries. The value of the investment fund (permanent endowment) has been valued at 1 April 1991, the date upon which the majority of the funds were received. A smaller amount of additional funds was received in 1992. All investment gains, both realised and unrealised, since receipt of these endowed funds have been allocated to unapplied total return. The total return on our investments for the year ended 5 April 2021 resulted in a surplus of £1,354,238 and the Trustees have allocated £54,822 to the income fund for spending. Reserves to meet future expenditure are not required as future yearly expenditure will be financed from unapplied total return. Future allocations to income will be carefully considered and balanced with the requirement to maintain the real value of our endowment and to maintain a fund of such proportion as will continue to provide the opportunity to produce satisfactory future returns.

It is the policy of the Trustees at a meeting of Trustees held in April each year to determine how much of the unapplied total return of the Trust shall be made available for grants for the ensuing financial year. However, due to Covid-19, in place of the regular April meeting, consultations between the trustees decided that grants to institutions would be deferred until it was safe for trustees to meet. This meeting was scheduled for July 2021. The amount available for grants is reviewed regularly throughout the year.

Once the amounts available are determined, grants are made up to these limits provided sufficient applications are received to justify the opinion that the Trust's support is appropriate. Where available funds are at any time insufficient, the Trustee's review the current year's budget at each meeting and make appropriate changes to allocations available for the different types of grants.

The Trustees have decided that, whilst the Trust Deed gives them the power to assist needy young people in the United Kingdom, at present grants will normally be restricted to the benefit of young people living within the Birmingham and Coventry areas and the County of Warwickshire.

Public Benefit

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives of the Trust and in planning any future activities.

Achievements and performance

The income and expenditure is reflected in the Statement of Financial Activities on page 8.

The net increase in funds of £1,299,416 compares with a decrease in 2020 of £1,045,887, a change of £2,345,303. This can be explained by the higher returns on investments of £2,171,176 and a decrease in cost of grants of £171,229.

The Trustees consider that the management and other expenses are being controlled at an acceptable level.

The effect of adopting a total return basis of accounting to provide funds for grants and expenses for the year ended 5th April 2021 can be seen in note 10 to the accounts. The unapplied total return at 5th April 2020 amounted to £2,593,140 which has increased by £1,299,416 to £3,892,556 at 5th April 2021.

The trustees are of the opinion that all their objectives for the year have been met and they see no reason to alter their stated objectives for future years. The trustees consider that their grant giving policy continues to have significant impact for beneficiaries.

Coronavirus

The most significant indirect effect of Covid-19, was in last year to 5th April 2020 with a significant fall in value of £985,757 in our investments which reduced the excess margin, to some £147,000, between the current value of our funds and the real value of our original 1991/92 funds. Fortunately, in the year to 5th April 2021, there has been a subsequent significant recovery in the value of our investments to the extent that the fund value is now some £1.3million above the real value of the original funds. The Trustees are sufficiently comfortable that a return to modest increases to previous levels of grant giving, including the delayed 2020 Capital grant will now be sustainable. However, the Trustees intend to keep this recovery situation under constant review with the view of making any necessary changes to levels of grant giving.

THE NORTON FOUNDATION
REPORT OF THE TRUSTEES for the year ended 5 April 2021 (continued)

Investment Policy

The Trust Deed imposes no restrictions on the investment powers of the Trustees.

The Trustees have approved an investment policy that requires the production of an adequate total return.

As can be seen in note 10 to the accounts, our investments showed an increase in total return for the year ended 5th April 2021 compared with the return in the previous year and this can be explained by the effect the vagaries of the market have had on our investments. The reason for the rise in investment value can be explained by recovery from the initial detrimental effect of the pandemic had on the economy.

Reserves policy

It is the Trust's policy not to maintain any unrestricted reserves as ongoing funds are available from the endowment under the total return policy adopted. Any unspent portion of the grant budget is carried forward if unspent at the year end.

Trustees' responsibilities statement

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

The law applicable to charities in England & Wales requires Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

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

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts Reports) Regulations 2019 and the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to the auditors

We, the trustees of the charity who held office at the date of approval of these Financial Statements each confirm, so far as we are aware, that:

- there is no relevant audit information of which the charity's auditors are unaware; and
- we have taken all the steps that we ought to have taken as trustees in order to make ourselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Auditors

Thomas and Young Ltd has expressed their willingness to continue in office and will be proposed for re-appointment at the Annual General Meeting.

R.H.G.SUGGETT

Chairman

21 October 2021

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE NORTON FOUNDATION

Opinion

We have audited the financial statements of The Norton Foundation for the year ended 5 April 2021 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's trustees, as a body in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2019. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2021, and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate. Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue. Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2019 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE NORTON FOUNDATION

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 5, the trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under section 145 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Our audit approach included the following elements:

- Assessment of the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur.
- Assessment of the laws and regulations identified as being of significance in the context of the charity.
- We obtained an understanding of the charity's policies and procedures on compliance with laws and regulations, including documentation of any instances of non-compliance.
- We ensured that our audit personnel have the experience and knowledge to identify or recognise non-compliance with laws and regulations.

Taking into account all of these points, our procedures are appropriate to detect material misstatements in respect of irregularities, including fraud.

Michael Edwin Vousden FCA

21 October 2021

Thomas and Young Ltd
Chartered Accountants
Statutory Auditors
Carleton House
266-268 Stratford Road
Shirley Solihull, B90 3AD

Thomas and Young is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

THE NORTON FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES for the year ended 5 April 2021

	Notes	Unrestricted Funds General £	Permanent Endowment £	2021 Total £	2020 Total £
INCOME FROM					
Investment income					
Funds held by Investment Managers	3	-	157,859	157,859	200,978
Bank interest		-	2	2	-
Total Income		-	157,861	157,861	200,978
EXPENDITURE ON					
Raising Funds		-	32,159	32,159	34,676
Charitable activities	4	49,284	-	49,284	220,400
Governance costs	4	5,538	-	5,538	6,032
Total Expenditure		54,822	32,159	86,981	261,108
Net gain(loss) on investment assets		-	1,228,536	1,228,536	(985,757)
NET (EXPENDITURE)INCOME		(54,822)	1,354,238	1,299,416	(1,045,887)
Transfers		54,822	(54,822)	-	-
NET MOVEMENT IN FUNDS		-	1,299,416	1,299,416	(1,045,887)
TOTAL FUNDS brought forward		-	4,652,770	4,652,770	5,698,657
TOTAL FUNDS carried forward	10	-	5,952,186	5,952,186	4,652,770

All activities are the result of continuing activities.

**THE NORTON FOUNDATION
BALANCE SHEET
5 APRIL 2021**

	Notes	2021 £	2020 £
FIXED ASSETS			
Investments	6	5,794,101	4,604,739
CURRENT ASSETS			
Debtors	7	126,386	45,511
Bank and cash		35,365	6,160
		<u>161,751</u>	<u>51,671</u>
LIABILITIES: Amounts falling due within one year	8	3,666	3,640
NET CURRENT ASSETS		<u>158,085</u>	<u>48031</u>
NET ASSETS		<u>5,952,186</u>	<u>4,652,770</u>
FUNDS			
Permanent Endowment		<u>5,952,186</u>	<u>4,652,770</u>

Approved by the Trustees on 21 October 2021 and signed on their behalf:

R.H.G. SUGGETT)
) TRUSTEES
B.W. LEWIS)

1. ACCOUNTING POLICIES

a. Basis of accounting

The financial statements are prepared using the historical cost basis of accounting modified to include the revaluation of investments to market value.

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16th July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

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

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. The most significant area of uncertainty that affects the carry value of assets held by the Trust is the level of future investment return and the performance of investment markets.

The financial statements are presented in sterling which is the functional currency of the charity.

b. Income

All income is recognised once the Trust has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income from investments, including any relevant taxation recoverable, is credited to income in the year in which it is receivable.

c. Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Trust to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Investment Manager's management fees are charged in the year in which they become due. All other expenses are charged when the liability is incurred.

Where it is necessary to apportion expenditure between cost categories the apportionment is based, wherever possible, upon estimates supplied by the providers of the goods or services. Where this is not possible the Trustees use their own estimates. In either case the apportionment is carried out on a reasonable, justifiable and consistent basis.

d. Investments

Investments are stated at middle market prices at the financial year end.

Profits or losses arising on the revaluation or disposal of investments are added to or deducted from the Permanent Endowment of the Trust.

2. CHARITABLE STATUS

The Trust is a registered charity, in England & Wales, and is exempt from Income, Corporation, and Capital Gains Tax.

3. INCOME FROM FUNDS HELD BY INVESTMENT MANAGERS

	2021	2020
	£	£
Income from investments listed on a recognised stock exchange	157,859	200,978
Interest on cash held as part of the investment portfolio	2	-
	<u>157,861</u>	<u>200,978</u>

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 APRIL 2021 (continued)

4. CHARITABLE ACTIVITIES and GOVERNANCE COSTS

	2021	2021	2020
	£	£	£
Grants to individuals	18,430		16,962
Grants to individuals - discretionary	19,200		24,110
Grants to institutions	-		167,787
	<u> </u>	37,630	<u>208,859</u>
Support costs			
Correspondent's remuneration	11,047		10,126
Telephone, postage and stationery	398		587
Bank charges	74		60
Travelling expenses	-		439
Data Protection fee	35		35
Meeting expenses	-		242
Website	100		52
	<u> </u>	11,654	11,541
		<u>49,284</u>	<u>220,400</u>
Governance costs			
Correspondent's remuneration	1,949		1,787
Telephone, postage and stationery	71		103
Travelling expenses	-		77
Meeting expenses	-		242
Auditors' remuneration	3,518		3,823
	<u> </u>	5,538	6,032

During the year grants to individuals have been made as follows:

Purpose	2021	2021	2020	2020
	Number	Total Amount £	Number	Total Amount £
Clothing	15	2,000	13	1,740
Education and training	30	6,095	31	3,682
Household	54	10,035	82	11,540
Holidays	1	300	-	-
	<u>100</u>	<u>18,430</u>	<u>126</u>	<u>16,962</u>

Grants made to institutions have been made as follows:

Purpose				
Disability	-	-	2	6,958
Educational programmes	-	-	16	50,946
Equipment/buildings	-	-	9	47,300
Holidays	-	-	3	5,412
Social activity	-	-	17	57,171
	<u>-</u>	<u>-</u>	<u>47</u>	<u>167,787</u>

THE NORTON FOUNDATION**NOTES TO THE FINANCIAL STATEMENTS 5 April 2021 (continued)****4. CHARITABLE EXPENDITURE (continued)**

In addition to the above grants awarded directly to individuals, block discretionary grants totalling £19,200 (2020 £24,110) were awarded to 7 (2020 15) sponsors who were responsible, at their discretion, to award grants to individuals in accordance with the foundation's general policy.

Reports received from sponsors have indicated that the average grant awarded to individuals has amounted to £62 (2020 £106).

Block discretionary grants awarded during the year ended 5 April 2021 include payments of £1,000 or more to the following:	2021
South Birmingham Young Homeless Project	£14,000
St. Basil's Centre Ltd	£3,990
Citizens Advice Bureau	£1,210

5. REMUNERATION AND RELATED PARTIES

The Trust has no employees.

None of the Trustees receives remuneration or any other benefit from the Trust.

No Trustee received any reimbursement for travelling or other out of pocket expenses incurred on behalf of the Trust.

The Trustees have engaged Richard Perkins & Company as administrator and Correspondent. Mr Richard Perkins, owner of Richard Perkins & Company is a Trustee.

In accordance with powers granted in the Trust Deed, Richard Perkins & Company, a firm of Chartered Accountants has been paid fees and expenses of £13,465 (2020 £13,122) for professional services. The amount owing to Richard Perkins & Company at 5 April 2021 was £40 (2020 £40).

6. INVESTMENTS

	2021	2020
	£	£
Investments listed on a recognised Stock Exchange		
Carrying value (market value) at 5th April 2020	4,604,739	5,559,614
Add: Purchases during year	2,340,386	1,104,487
Less: Disposals during the year at carrying value	(1,947,230)	(1,053,767)
Add: Net gain on revaluation	796,206	(1,005,595)
Carrying value (market value) at 5th April 2021	<u>5,794,101</u>	<u>4,604,739</u>

7. DEBTORS

	£	£
Other Debtors:		
Cash in the hands of the Investment Managers	126,386	45,511
	<u>126,386</u>	<u>45,511</u>

8. LIABILITIES : AMOUNTS FALLING DUE WITHIN ONE YEAR

Accruals	3,666	3,640
	<u>3,666</u>	<u>3,640</u>

9. TOTAL RETURN TRANSFERS BETWEEN FUNDS

The Trustees have approved the adoption a total return approach to the management of its investment portfolio in accordance with "The Charities (Total Return) Regulations 2013". On 6th April 2014 the Trust adopted this approach and selected 1 April 1991 as the reference date from which the funds have been analysed between the Endowment and the Unapplied Total Return.

Under this approach, the Trust is permitted to release funds from the Unapplied Total Return to income (unrestricted funds) for spending. This task is essentially to exercise its statutory duty to be even-handed as between present and future beneficiaries, to maintain the balance of the unapplied total return at such a level that it will remain positive in order to maintain the real value of the original investment. The real value of the original investment at 5th April 2021 using the Retail Price Index as the measure of inflation was £4,636,379.

10. SUMMARY OF PERMANENT ENDOWMENT FUND

	Endowment	Unapplied Total Return	Total	2020
	2021	2021	2021	2020
	£	£	£	£
Aggregate value of the assets since the outset of total return				
Value at 1 April 1991	1,813,010	-	1,813,010	1,813,010
Additional endowed capital 1 April 1992	246,620	-	246,620	246,620
Gain in value	-	2,593,140	2,593,140	3,639,027
Value at 6 April 2020	Total	2,059,630	2,593,140	4,652,770
Movements in the year ended 5 April 2021				
Gain(Loss) in value	-	1,228,536	1,228,536	(985,757)
Net Investment income receivable	-	157,861	157,861	200,978
Investment management costs charged against permanent endowment	-	(32,159)	(32,159)	(34,676)
Total	-	1,354,238	1,354,238	(819,455)
Net unapplied total return allocated to income for the year ended 5 April 2021		(54,822)	(54,822)	(226,432)
Net movement for the year ended 5 April 2021		-	1,299,416	(1,045,887)
Value at 5 April 2021				
Permanent endowment	2,059,630		2,059,630	2,059,630
Unapplied total return		3,892,556	3,892,556	2,593,140
Total	2,059,630	3,892,556	5,952,186	4,652,770

The aggregate value of the unapplied total return continues to form part of the permanent endowment fund and does not constitute a separate fund for accounting purposes.

THE NORTON FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS 5 April 2021 (continued)

11. PRIOR YEAR COMPARATIVE OF FINANCIAL STATEMENT ACTIVITIES

	Notes	Unrestricted Funds General £	Permanent Endowment £	2020 Total £
INCOME FROM				
Investment income				
Funds held by Investment Managers	3	-	200,978	200,978
Bank interest		-	-	-
Total Income		-	200,978	200,978
EXPENDITURE ON				
Raising Funds		-	34,676	34,676
Charitable activities	4	220,400	-	220,400
Governance costs	4	6,032	-	6,032
Total Expenditure		226,432	34,676	261,108
Net gains on investment assets		-	(985,757)	(985,757)
NET (EXPENDITURE)/ INCOME		(226,432)	(819,455)	(1,045,887)
Transfers		226,432	(226,432)	-
NET MOVEMENT IN FUNDS		-	(1,045,887)	(1,045,887)
TOTAL FUNDS brought forward		-	5,698,657	5,698,657
TOTAL FUNDS carried forward	10	-	4,652,770	4,652,770

All activities are the result of continuing activities.