

# THE GRIMMITT TRUST

England & Wales · Charity number 801975

## Details

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**Status** Registered

**Legal form** Trust

**Registered** 1989-08-30

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

## Contact

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**Address** Charity Post  
PO Box 18605  
Birmingham  
B37 9ES

**Phone** 07576195955

**Email** [admin@grimmitt-trust.org.uk](mailto:admin@grimmitt-trust.org.uk)

## Activities

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**Objects:** TO OR FOR SUCH BODIES INSTITUTIONS AND PURPOSES AS ARE EXCLUSIVELY CHARITABLE IN LAW AND IN SUCH SHARES AND PROPORTIONS AS THE TRUSTEES SHALL FROM TIME TO TIME IN THEIR ABSOLUTE DISCRETION DETERMINE.

**Activities:** Makes grants to charitable causes within the scope of the Trust Deed to encourage and strengthen community activities in Birmingham, Dudley, Wolverhampton and Walsall postcode areas. The Trust does not normally support national charities, CICs or social enterprises.

## Classification

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- **How:** Makes Grants To Organisations
- **What:** General Charitable Purposes, Education/training, The Advancement Of Health Or Saving Of Lives, Disability, The Prevention Or Relief Of Poverty, Arts/culture/heritage/science, Environment/conservation/heritage, Economic/community Development/employment, Human Rights/religious Or Racial Harmony/equality Or Diversity
- **Who:** Children/young People, Elderly/old People, People With Disabilities, Other Charities Or Voluntary Bodies

## Geography

- Birmingham City
- Dudley
- Solihull
- Walsall
- Wolverhampton

## Finances

Period end	Income	Expenditure	Assets	Employees
2025-04-05	£586,560	£373,250	£13,199,267	0
2024-04-05	£430,786	£370,647	-	-
2023-04-05	£328,266	£368,496	-	-
2022-04-05	£371,224	£341,640	-	-
2021-04-05	£303,643	£309,585	-	-

## Trustees

Name	Role	Appointed
<b>Catherine Elizabeth Chase</b>	Chair	2021-11-16
Alice Vanessa Welch		2026-03-24
Emma Pardoe		2019-01-19
PHIL SMITH		2012-01-16
Philip Hynan		2024-03-19
SARAH JILLIAN WILKEY		
SUE DAY		
TIM WELCH		
Vanessa Anne Welch		2024-03-19

**THE GRIMMITT TRUST**

England & Wales - Charity number 801975

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# Accounts

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**THE GRIMMITT TRUST**

**TRUSTEES REPORT AND FINANCIAL STATEMENTS**

**for the year ended 5<sup>th</sup> April 2025**

**Registered Charity Number: 801975**

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**THE GRIMMITT TRUST**  
**REFERENCE AND ADMINISTRATIVE INFORMATION**

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**Founder**

P W Welch

**Trustees**

C E Chase - Chair

T N P Welch

S L Day

P Hynan

E Pardoe

P G P Smith

V A Welch

S J Wilkey

**Secretary**

K Grice

**Treasurer**

A Weir ACMA, CGMA

**Principal office**

151b All Saints Road

Kings Heath, Birmingham

B14 6AT

**Correspondence address:**

PO Box 18605

Birmingham

B37 9ES

Or by email: [admin@grimmitt-trust.org.uk](mailto:admin@grimmitt-trust.org.uk)

**Bankers**

CAF Bank Ltd

25 Kings Hill Avenue,

Kings Hill, West Malling, Kent

ME19 4TA

**Solicitors**

Shakespeare Martineau

No 1 Colmore Square, Birmingham

B4 6AA

**Investment Managers**

CCLA Investment Management Ltd

One Angel Lane, London

EC4R 3AB

**Auditor**

Malcolm Piper and Company Ltd

Kingsnorth House, Blenheim Way, Birmingham

B44 8LS

**Charity Registration Number**

801975

**THE GRIMMITT TRUST  
TRUSTEES REPORT  
FOR THE YEAR ENDED 5 APRIL 2025**

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The Trustees present their annual report and financial statements of The Grimmitt Trust (“the Trust”) for the year ended 5<sup>th</sup> April 2025. 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 FRS 102: Financial Reporting Standard applicable in the UK and Republic of Ireland (September 2015) and the Charities Act 2011.

**NATURE OF THE GOVERNING INSTRUMENT**

The Trust is registered as a Charity (registered Charity number 801975) and was established under a Trust Deed by P W Welch originally dated 24 January 1986 and amended by deeds of variation dated 1 February 1989 and 28 June 2007. The Trust was established by P W Welch to perpetuate the founder’s family and company traditions of tithing. The initial endowment comprised 50% of the share capital of the Welconstruct Company Limited, which was sold in 2006.

**PRINCIPAL ACTIVITY**

The objects of the Trust are to apply the income of the Trust in the encouraging and strengthening of local communities, together with an awareness of national and international responsibilities particularly those within the active interests and geographical areas of the Trustees, and of the Kite Connexion Holdings Limited group employees. The geographical areas are determined by the Board of Trustees and reviewed periodically. Currently the areas covered are Birmingham, Dudley, Wolverhampton and Walsall postcode areas. The Trust does not normally support national charities, CICs or social enterprises.

The Trust’s activities are grant making and this is achieved by generating investment income from both quoted and unquoted endowment investments. The Trustees aim to distribute the income received net of governance and support costs in each reporting period, and success is measured on this basis.

The aims of the Trust are to continue grant making activities and to grow the income generated from investments to maintain the future monetary value of grants paid in real terms.

**PUBLIC BENEFIT**

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

**GRANT MAKING POLICY**

The Trust has established a grant making policy to achieve its objectives for the public benefit. The beneficiaries are charities, organisations and individuals who seek funding for projects or activities in the following areas: Community, Children & Youth, Culture & Education, Medical, Elderly and Overseas.

The Trust welcomes initial contact from any organisation or individuals interested in making applications. The Secretary will advise on the best way to make a grant request and to ensure the necessary information is included.

Applications from organisations must demonstrate that the uses to which any grants received are for the benefit of projects and activities in the geographical areas outlined above. Where they are not the ultimate beneficiaries, organisations applying must also confirm that they adhere to the current guidance on public benefit.

**ACHIEVEMENTS AND PERFORMANCE**

The Trust processed 226 applications during the year (2024: 227) and made 186 grant awards (2024: 185) totalling £342,130 (2024: £324,510); an increase of 5.4% from 2024. See note 6 in these financial statements for an analysis of the grants awarded.

**THE GRIMMITT TRUST  
TRUSTEES REPORT  
FOR THE YEAR ENDED 5 APRIL 2025  
(continued)**

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The Trustees have maintained grants in line with those made for 2024 but remained cautious in relation to distributing all income earned in the year based upon the volatility of the national and global economic environment and its impact on the value of the underlying Endowment Funds. The Trustees aim to continue to monitor appropriately this situation and will do so for the foreseeable future.

The Trust supports a variety of charities where the core activities and geographical focus meet the objectives of the Trust. The full details of grants made above £2,500 are set out in note 7. The Trustees consider this relevant to provide an appropriate representation of the organisations supported during the reporting period.

Even 5 years on, the COVID-19 pandemic continues to impact the activities of charities the Trust supports. These charities are also affected by the national and global economic climate and the effects of inflation and changes in the national minimum wage. The Trustees are disappointed that the number of grants awarded remained practically unchanged from last year and that the number of grants awarded is still 21% lower than the number of grants awarded in 2020. This is due to the fact that a return to the numbers of grant applications post pandemic has not been experienced. Even with this, the Trustees were still able to give £342,130 in grant awards in the year, a fact which the Trustees consider to be a significant achievement.

#### **FINANCIAL REVIEW**

The Trust's total incoming resources have increased by 36.2% from the previous year to £586,560 (2024: £430,786). This was largely due to a £250,000 dividend received from the unquoted investment in Kite Connexion Holdings Ltd in the year (2024: £100,000). The quoted investments achieved an average income yield of 2.7% (2024: 2.5%) but the market value of the quoted investments decreased by 5.4% over the reporting period to £12,301,279 (2024: £12,998,543) in a volatile and unpredictable market dominated at the year end by the impact of continued worldwide conflicts and the impact of the imposition of US tariffs on imports and exports for many of the domestic and international businesses within the portfolio. The Trust holds accumulation units within the quoted investment portfolio where income is reinvested in the fund rather than paid out. Based on the valuation and yield at the reporting period end, additional income in the region of £47,000 (2024: £41,000) could have been received by converting these units into income paying units.

Administration and governance costs decreased by 32.5% to £31,120 (2024: £46,137) during the financial year. This was due to lower administration costs resulting from decreased Secretary fees following the handover of these roles in 2024, and decreased audit fees resulting from working with a new audit firm.

Overall, there were net incoming resources of £213,310 (2024: net incoming resources of £60,139), which, together with the decrease in the market value of investments of £856,264 (2024: increase in market value £1,039,086) resulted in an overall decrease in funds of £642,954 (2024: increase in funds of £1,099,225). Details of the composition of investments is given in note 8 to the financial statements.

#### **INVESTMENT POLICY**

The Trust's overall investment policy is to protect the real value of capital over the longer term and to generate income sufficient to be able to maintain a broadly consistent level of grant giving. Day to day investment responsibility is delegated to CCLA Investment Management Ltd ("CCLA") using pooled investment vehicles, which aim to maximise total returns and protect the long-term value of the investment in real terms. CCLA operate a clearly defined ethical policy, details of which can be obtained from their website.

**THE GRIMMITT TRUST  
TRUSTEES REPORT  
FOR THE YEAR ENDED 5 APRIL 2025  
(continued)**

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**RESERVES POLICY**

The Endowment fund represents capital funds established by the founder with the gift of 50% of the issued ordinary share capital of Welconstruct Group Limited, which was sold in 2006. As a result of a demerger of part of that company, it also received a 50% holding in Kite Connexion Holdings Limited, the non-trading holding company of Kite Connexion Limited and its subsidiary. The value of the Endowment fund is £12,438,329 (2024: £13,294,593). The income arising from the resulting investments is transferred annually to unrestricted funds.

The Trustees annually review the level of reserves retained in unrestricted funds, which are retained to the extent considered necessary to ensure that adequate funds are available to cover future unforeseen eventualities. The value of unrestricted funds is £760,938 (2024: £547,628).

**RISK MANAGEMENT**

The Trustees have considered the major risks to which the Trust is exposed and have reviewed those risks and established appropriate systems and procedures to manage those risks.

The Trustees consider the variability of investment returns and dividend income on the Endowment Fund to constitute the Trust's major financial risk. The Trustees have appointed professional Investment Managers and adopt a well-diversified portfolio to mitigate this risk. The quoted investment is an actively managed multi-asset fund and is diversified by asset type, geography and by sector. The risk to income is mitigated by the Trust's quoted investments being managed on a total return basis providing the Investment Managers with flexibility to maintain and grow income. Only a small amount of the Trust's grants awarded are multi-year grants, therefore the Trust has the flexibility to maintain grants in line with income received.

The Trustees have established the Finance and Investment Sub Committee (FISC) comprising Trustees and others with relevant expertise to oversee investment performance and advise the Trustees.

**PLANS FOR THE FUTURE**

The Trustees plan to continue the grant giving activities of the Trust and will maintain the current objectives and grant making policy with appropriate caution regarding global and domestic economic pressures and their impact on income from the investment portfolio.

**GOVERNANCE AND MANAGEMENT**

The Trust does not actively fundraise and seeks to continue the charitable work desired by the Founder through the careful stewardship of its existing resources.

The existing Trustees appoint new Trustees for an initial period of five years after which they may put themselves forward for re-appointment. The Trustees give of their time freely and no Trustee remuneration was paid in the year (2024: £nil). Details of Trustee expenses and related party transactions are disclosed in note 13 to the accounts. Trustees are required to disclose all relevant interests and register them with the Secretary.

At the Trustee meetings held three times a year, the Trustees agree the broad strategy and areas of activity for the Trust, including consideration of grant making, investment, reserves, risk management policies and performance. The Trust has established the following sub committees:

***Grants Sub Committee (GSC).***

This committee meets three times a year, prior to the main Trustee meetings, to consider grant applications that have been researched by the Secretary and to make recommendations for funding. The GSC are authorised to agree grants up to the value of £1,200 without Board of Trustee approval prior to payment. A full list of these grants is reported to the Board of Trustees Meeting. Grants above £1,200 require authorisation by the Board of Trustees.

**THE GRIMMITT TRUST  
TRUSTEES REPORT  
FOR THE YEAR ENDED 5 APRIL 2025  
(continued)**

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***Finance and Investment Sub Committee (FISC).***

This committee oversees the financial stability of the Trust, including management of the endowment investments, reviewing the level of reserves, scrutiny of its operating funds, revenues and expenses.

The Board keeps the skill requirements of the Trustees under review and provides induction procedures relevant to the new Trustees' individual knowledge and understanding. Trustee training is made available to all Trustees. The Trustees are responsible for overall governance and review the Policies and Practices of the Trust annually.

**RESPONSIBILITIES OF THE TRUSTEES**

Charity law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the disposition of the fund at the end of the financial year and of the financial transactions for the year. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- observe the methods and principles on the Charities SORP (FRS 102);
- act in accordance with the rules of the Trust, the Charities Commission and the Trust Deed;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Trust will continue in operation.

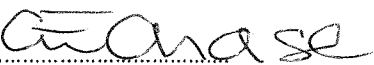
The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Trust and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Auditors**

On 28 April 2025 Forvis Mazars of First Floor, Two Chamberlain Square, Birmingham B3 3AX resigned as auditors of the company and Malcolm Piper & Company Limited were appointed in their place. There were no matters regarding the resignation that required a report to be made to the Charities Commission. Malcolm Piper & Company Limited have indicated their willingness to continue in office and have offered themselves for re-appointment at the Annual General Meeting.

**Enquiries**

All enquiries should be made by post to the Secretary at PO Box 18605, Birmingham, B37 9ES or by email to [admin@grimmitt-trust.org.uk](mailto:admin@grimmitt-trust.org.uk).



C E Chase - Chair

Signed on behalf of the Trustees on 25 November 2025

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE GRIMMITT TRUST  
FOR THE YEAR ENDED 5 APRIL 2025**

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**Opinion**

We have audited the financial statements of The Grimmer Trust (the 'Trust') for the year ended 5th April 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows 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 FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

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

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Trust 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 Trust's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

**Other information**

The Trustees are responsible for the other information. The other information comprises the information included in the 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 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 course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements 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 this other information, we are required to report that fact.

We have nothing to report in this regard.

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE GRIMMITT TRUST  
FOR THE YEAR ENDED 5 APRIL 2025  
(continued)**

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**Matters on which we are required to report by exception**

In light of the knowledge and understanding of the Trust and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 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 the financial statements and for being satisfied that they 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 Trust'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 Trust 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 auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 the financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. Based on our understanding of the charity and its activities, we identified that the principal risks of non-compliance with laws and regulations related to fraud and money laundering, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements, such as the Charities Act 2011.

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE GRIMMITT TRUST  
FOR THE YEAR ENDED 5 APRIL 2025  
(continued)**

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We evaluated the Trustees' and management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to management bias through judgements and assumptions in significant accounting estimates, in particular in relation to investment valuation, the risk of fraud in revenue recognition in relation to cut off, and significant one-off or unusual transactions.

Our audit procedures were designed to respond to those identified risks, including non-compliance with laws and regulations (irregularities) and fraud that are material to the financial statements. Our audit procedures included but were not limited to:

- Discussing with the Trustees and management their policies and procedures regarding compliance with laws and regulations;
- Communicating identified laws and regulations throughout our engagement team and remaining alert to any indications of non-compliance throughout our audit; and
- Considering the risk of acts by the charity which were contrary to applicable laws and regulations, including fraud.

Our audit procedures in relation to fraud included but were not limited to:

- Making enquiries of the Trustees and management on whether they had knowledge of any actual, suspected or alleged fraud;
- Gaining an understanding of the internal controls established to mitigate risks related to fraud;
- Discussing amongst the engagement team the risks of fraud; and
- Addressing the risks of fraud through management override of controls by performing journal entry testing.

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management. As with any audit, there remained a risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

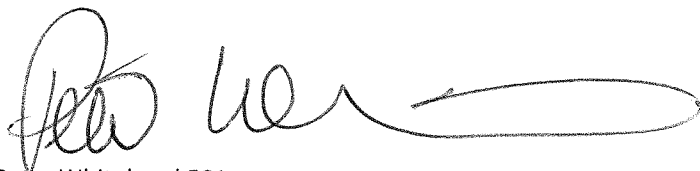
A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

**INDEPENDENT AUDITOR'S REPORT  
TO THE TRUSTEES OF THE GRIMMITT TRUST  
FOR THE YEAR ENDED 5 APRIL 2025  
(continued)**

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**Use of the audit report**

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's Trustees those matters we are required to state to them in an auditor's 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 our audit work, for this report, or for the opinions we have formed.



Peter Whitehead FCA  
Senior Statutory Auditor  
For and on behalf of  
Malcolm Piper and Company Limited  
Kingsnorth House,  
Blenheim Way  
Birmingham  
B44 8LS

Date: 25 November 2025

Malcolm Piper and Company Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a Company under section 1212 of the Companies Act 2006

**THE GRIMMITT TRUST**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**(including summary of income and expenditure account)**  
**FOR THE YEAR ENDED 5 APRIL 2025**

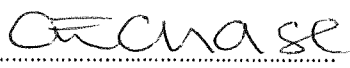
	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2025 £	Total Funds 2024 £
					(Note 2)
<b>Income</b>					
Investment income	4	-	586,560	586,560	430,786
Transfer between funds		586,560	(586,560)	-	-
<b>Total income</b>		586,560	-	586,560	430,786
<b>Expenditure on charitable activities</b>					
Children and Youth		86,182	-	86,182	82,324
Community		153,201	-	153,201	167,108
Cultural and Education		65,028	-	65,028	56,632
Elderly		12,228	-	12,228	15,444
Individual		-	-	-	851
Medical and Health		35,514	-	35,514	24,541
Overseas		21,097	-	21,097	23,747
<b>Total expenditure</b>	6	373,250	-	373,250	370,647
<b>Net income before gains and losses on investments</b>		213,310	-	213,310	60,139
Net (loss)/gain on investments	8	-	(856,264)	(856,264)	1,039,086
<b>Net income/(expenditure) and net movement in funds</b>		213,310	(856,264)	(642,954)	1,099,225
Total funds bought forward		547,628	13,294,593	13,842,221	12,742,996
<b>Total funds carried forward</b>		760,938	12,438,329	13,199,267	13,842,221

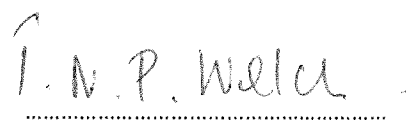
The Statement of Financial Activities includes all gains and losses in the year. All activities relate to continuing operations.

**THE GRIMMITT TRUST  
BALANCE SHEET  
AS AT 5 APRIL 2025**

	Note	Unrestricted Funds	Endowment	Total Funds 2025	Total Funds 2024
		£	£	£	£
(Note 3)					
<b>Fixed Assets</b>					
Investments	8	385,950	12,438,329	12,824,279	13,680,543
<b>Current Assets</b>					
Debtors	9	84,094	-	84,094	83,394
Cash at bank and in hand		297,194	-	297,194	88,484
<b>Total Current Assets</b>		381,288	-	381,288	171,878
<b>Liabilities</b>					
Creditors falling due within one year	10	(6,300)	-	(6,300)	(10,200)
<b>Net Current Assets</b>		374,988	-	374,988	161,678
<b>Net Assets</b>		760,938	12,438,329	13,199,267	13,842,221
<b>Funds</b>					
Expendable endowment	11	-	12,438,329	12,438,329	13,294,593
Unrestricted income funds		760,938	-	760,938	547,628
<b>Total Charity Funds</b>		760,938	12,438,329	13,199,267	13,842,221

Approved by the Trustees on 25 November 2025 and signed on their behalf by

  
C E Chase - Chair

  
T N P Welch - Trustee

  
A Weir - Treasurer

**THE GRIMMITT TRUST  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 5 APRIL 2025**

	Note	Total Funds 2025 £	Prior year 2024 £
<b>Cash flows from operating activities:</b>			
<b>Net cash used in operating activities</b>	12	(377,850)	(373,564)
<b>Cash flows from investing activities:</b>			
Interest and dividends	4	586,560	430,786
Proceeds from sale of investments	8	-	-
Purchase of Investments	8	-	-
<b>Net cash provided by investing activities</b>		586,560	430,786
<b>Change in cash and cash equivalents in the year</b>		208,710	57,222
Cash and cash equivalent bought forward		88,484	31,262
<b>Cash and cash equivalents carried forward</b>		297,194	88,484

**THE GRIMMITT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 5 APRIL 2025**

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**1. ACCOUNTING POLICIES**

**(a) Basis of preparation and assessment of going concern**

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and reporting by charities preparing their accounts in accordance with FRS 102: Financial Reporting Standard applicable in the UK and Republic of Ireland (September 2015) 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. With respect to the next reporting period, 2025-26, the most significant areas of uncertainty that affect the carrying value of assets held by the Trust are the level of investment return and the performance of investment markets (see the investment policy and performance and risk management sections of the Trustees' annual report for more information).

**(b) Funds structure**

The endowment fund, which is expendable, comprises the shares in Kite Connexion Holdings Limited, which were initially gifted to the Trust, together with the proceeds of sale of the shares in Welconstruct Group Limited, also gifted to the Trust but which were subsequently sold. Income arising from the endowment investments is transferred to unrestricted funds unless applied for reinvestment purposes. The endowment fund is not restricted.

The Unrestricted funds comprise those funds that the Trustees are free to use for any purpose in furtherance of the charitable objectives.

Further details of each fund are disclosed in note 11.

**(c) Income recognition**

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.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Trust; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor.

**(d) Expenditure recognition**

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.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings. For more information on this attribution refer to (f) below.

**THE GRIMMITT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 5 APRIL 2025**  
**(continued)**

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**1. ACCOUNTING POLICIES (continued)**

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. Grants are recognised when authorised by the Trustees and paid. Multi-year grants (pledges) are subject to the recipient fulfilling conditions for future payments. Future pledged payments are recognised in the period that the future payment is authorised by the Trustees following receipt of a satisfactory progress report.

**(e) Irrecoverable VAT**

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

**(f) Allocation of support and governance costs**

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the Trust and its compliance with regulation and good practice. These costs include those related to statutory audit and any legal fees together with an apportionment of overhead and support costs.

Governance costs and support costs relating to charitable activities have been apportioned based on the number of individual grant awards made in recognition that the administrative costs of awarding, monitoring and assessing grants are broadly equivalent. The allocation of support and governance costs is analysed in note 6.

**(g) Charitable activities**

Costs of charitable activities include grants made, governance costs and an apportionment of support costs as shown in note 6.

**(h) Fixed asset investments**

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price (mid-price) from the Investment Managers' nearest valuation prior to (or at) year end. The Investment Managers prepare weekly investment valuations and a calendar month end valuation. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The Trust does not acquire put options, derivatives or other complex financial instruments. The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

**(i) Gains and losses**

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

**(j) Basis of consolidation**

The Trustees do not consider the Trust's 50% investment in Kite Connexion Holdings Limited to constitute that of an associated undertaking or subsidiary, as they do not exert significant influence or control over the company.

**THE GRIMMITT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 5 APRIL 2025**  
**(continued)**

**1. ACCOUNTING POLICIES (continued)**

**(k) Critical management judgements and estimates**

When preparing the financial statements, the Trustees and management make a number of judgements, estimates and assumptions on the way in which assets, liabilities, income and expenditure is recognised and measured. These include the valuation of unquoted investments in Kite Connexion Holdings Limited which are recognised at a valuation based on the estimated share of net assets.

**2. PREVIOUS YEAR DETAILED STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted Funds	Endowment Funds	Total Funds 2024
	£	£	£
<b>Income</b>			
Investment income	-	430,786	430,786
Transfer between funds	430,786	(430,786)	-
<b>Total income</b>	<b>430,786</b>	<b>-</b>	<b>430,786</b>
<b>Expenditure on charitable activities</b>			
Children and Youth	82,324	-	82,324
Community	167,108	-	167,108
Cultural and Education	56,632	-	56,632
Elderly	15,444	-	15,444
Individual	851	-	851
Medical and Health	24,541	-	24,541
Overseas	23,747	-	23,747
<b>Total expenditure</b>	<b>370,647</b>	<b>-</b>	<b>370,647</b>
<b>Net income before gains and losses on investments</b>	<b>60,139</b>	<b>-</b>	<b>60,139</b>
Net gain on investments	-	1,039,086	1,039,086
<b>Net expenditure and net movement in funds</b>	<b>60,139</b>	<b>1,039,086</b>	<b>1,099,225</b>
Total funds bought forward	487,489	12,255,507	12,742,996
<b>Total funds carried forward</b>	<b>547,628</b>	<b>13,294,593</b>	<b>13,842,221</b>

THE GRIMMITT TRUST  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 5 APRIL 2025  
(continued)

3 PREVIOUS YEAR DETAILED BALANCE SHEET

	Unrestricted Funds	Endowment	Total Funds 2024
	£	£	£
<b>Fixed Assets</b>			
Investments	385,950	13,294,593	13,680,543
<b>Current Assets</b>			
Debtors	83,394	-	83,394
Cash at bank and in hand	88,484	-	88,484
<b>Total Current Assets</b>	<b>171,878</b>	<b>-</b>	<b>171,878</b>
<b>Liabilities</b>			
Creditors falling due within one year	(10,200)	-	(10,200)
<b>Net Current assets</b>	<b>161,678</b>	<b>-</b>	<b>161,678</b>
<b>Net Assets</b>	<b>547,628</b>	<b>13,294,593</b>	<b>13,842,221</b>
<b>Funds</b>			
Expendable endowment	-	13,294,593	13,294,593
Unrestricted income funds	547,628	-	547,628
<b>Total Charity Funds</b>	<b>547,628</b>	<b>13,294,593</b>	<b>13,842,221</b>

**THE GRIMMITT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 5 APRIL 2025**  
**(continued)**

**4 INVESTMENT INCOME**

	<b>2025</b>	<b>2024</b>
	<b>£</b>	<b>£</b>
Accrued income at 5 <sup>th</sup> April 2024	(83,394)	(80,739)
Income received in reporting period	585,421	428,010
Accrued income at 5 <sup>th</sup> April 2025	84,094	83,394
<b>Income recognised in the Statement of Financial Activities</b>	<b>586,121</b>	<b>430,665</b>
<b>Interest on cash deposits received</b>	<b>439</b>	<b>121</b>
<b>Total Income</b>	<b>586,560</b>	<b>430,786</b>

**5 GOVERNANCE AND SUPPORT COSTS**

<b>Governance Costs</b>	<b>2025</b>	<b>2024</b>
	<b>£</b>	<b>£</b>
Audit fee and related costs	6,300	10,200
Trustee meetings	242	493
Trustee expenses	16	-
<b>Total</b>	<b>6,558</b>	<b>10,693</b>

None of the Trustees received any remuneration in their capacity as Trustee. £16 expenses were paid to Trustees in 2025 (2024: £nil).

<b>Support Costs</b>	<b>2025</b>	<b>2024</b>
	<b>£</b>	<b>£</b>
Secretarial fee	16,031	26,370
Treasurer fee	6,448	6,200
Other support costs	2,083	2,874
<b>Total</b>	<b>24,562</b>	<b>35,444</b>

Other support costs comprise general day-to-day expenses incurred in the operation of the Trust and grant giving activities.

<b>Total Costs</b>	<b>2025</b>	<b>2024</b>
	<b>£</b>	<b>£</b>
Governance costs	6,558	10,693
Support costs	24,562	35,444
<b>Total</b>	<b>31,120</b>	<b>46,137</b>

**THE GRIMMITT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 5 APRIL 2025**  
**(continued)**

**6 ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES**

Grants awarded are analysed by the following activities. The activity to which a grant is allocated is determined by the Trustees' assessment of where the recipient's core activities most closely matches the activity selected.

	2025 Number of Grants Paid	2025 Total Grants £	2024 Number of Grants Paid	2024 Total Grants £
Children and Youth	42	79,230	41	72,100
Community	85	138,800	87	145,410
Culture and Education	34	59,400	29	49,400
Elderly	5	11,400	9	13,200
Individual	-	-	1	600
Medical	17	32,700	13	21,300
Overseas	3	20,600	5	22,500
<b>Total</b>	<b>186</b>	<b>342,130</b>	<b>185</b>	<b>324,510</b>

**Analysis of Expenditure on Charitable Activities**

	Grant Funding of Activities £	Governance Costs £	Support Costs £	Total 2025 £	Total 2024 £
Children and Youth	79,230	1,465	5,487	86,182	82,324
Community	138,800	3,035	11,366	153,201	167,108
Culture and Education	59,400	1,186	4,442	65,028	56,632
Elderly	11,400	174	654	12,228	15,444
Individual	-	-	-	-	851
Medical	32,700	593	2,221	35,514	24,541
Overseas	20,600	105	392	21,097	23,747
<b>Total</b>	<b>342,130</b>	<b>6,558</b>	<b>24,562</b>	<b>373,250</b>	<b>370,647</b>

No costs incurred are directly attributable to a single activity. All costs are apportioned on the basis of number of grants awarded.

**THE GRIMMITT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 5 APRIL 2025**  
**(continued)**

**7 ANALYSIS OF GRANTS**

<b>Summary Grants Paid by Recipient Type</b>	<b>2025</b>	<b>2024</b>
	<b>£</b>	<b>£</b>
Institutional	342,130	323,910
Individual	-	600
<b>Total</b>	<b>342,130</b>	<b>324,510</b>

The Trustees consider grants of £2,500 and above as material for individual disclosure.

<b>Detail of recipients of Institutional Grants</b>	<b>2025</b>	<b>2024</b>
	<b>£</b>	<b>£</b>
Christian Aid	10,000	10,000
All We Can	10,000	7,500
Street Teams	7,500	7,500
Birmingham Hippodrome Theatre Trust	5,000	5,000
St Anne's Hostel	5,000	5,000
Newbigin Community Trust	5,000	2,500
Birmingham Hospice	5,000	-
St Basils	5,000	-
St Martins Youth Centre	4,000	9,000
Acacia	4,000	4,000
Birmingham Settlement	4,000	-
The Haven Wolverhampton	3,500	3,500
SIFA Fireside	3,500	-
Father Hudsons Society	3,200	-
Beyond the Horizon Charity	3,000	3,000
Birmingham Churches Together – Restore	3,000	3,000
BUDS	3,000	3,000
Change Brief Therapy	3,000	3,000
Darlaston Youth Centre	3,000	3,000
Royal Shakespeare Company	3,000	3,000
Ryders Green Methodist Day Centre	3,000	3,000
Spitfire Advice & Support Service	3,000	3,000
Eve Brook Scholarship Fund	3,000	3,000
Redditch Wheels Project	3,000	3,000
Severn Valley Railway Charity	3,000	-
Gilgal Birmingham	3,000	-
Home From Hospital	3,000	-
University of Wolverhampton	3,000	-
RSVP	3,000	-
Martineau Gardens	3,000	-
Kids UK Trust	2,500	7,500
<b>Subtotal carried forward</b>	<b>125,200</b>	<b>91,500</b>

**THE GRIMMITT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 5 APRIL 2025**  
**(continued)**

**7. Analysis of Grants (continued)**

	<b>2025</b>	<b>2024</b>
	<b>£</b>	<b>£</b>
<b>Detail of recipients of Institutional Grants (continued)</b>		
Subtotal brought forward	125,200	91,500
Birmingham PHAB Camps	2,500	4,500
InUnity	2,500	3,000
The Gap	2,500	2,500
Acorns Children's Hospice	2,500	2,500
Homestart Birmingham Tameside	2,500	2,500
Sudden Productions	2,500	2,500
Birmingham Repertory Theatre	2,500	-
City of Birmingham Symphony Orchestra	2,500	-
Compton Care	2,500	-
Home-Start Birmingham North	2,500	-
Birmingham Conservation Trust	2,500	-
Better Pathways	2,500	-
Sandwell Homeless and Resettlement Project (SHARP)	2,500	-
NICE (Foundation for Conductive Education)	2,500	-
Samaritans Birmingham	2,500	-
Sport4Life	2,500	-
St Chads Sanctuary	2,500	-
The Jericho Foundation	2,500	-
The Springfield Project	2,500	-
West Midlands Care Team	2,500	-
Girls Friendly Society in England	2,500	-
Emmanuel Church Bentley PCC	-	10,000
Ark Community Church SC	-	5,000
The Hospice Charity Partnership	-	4,000
Geese Theatre Company	-	3,000
Narthex Sparkhill	-	3,000
Birmingham Centre for Arts Therapy	-	3,000
MHA Communities	-	3,000
Ifakara Bakery Project	-	3,000
Centre for Movement Disorders NICE	-	2,500
Homestart Birmingham Central and South West	-	2,500
Sutton Coldfield United Reformed Church	-	2,500
Avoncroft Museum of Historic Buildings	-	2,500
Kingstanding Regeneration Trust	-	2,500
Sandwell Homeless and Resettlement Project	-	2,500
The Giving Hands Mission	-	2,500
CBSO	-	2,500
<b>Grants of less than £2,500 not detailed</b>	<b>164,430</b>	<b>161,510</b>
<b>Total Grants</b>	<b>342,130</b>	<b>324,510</b>

**THE GRIMMITT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 5 APRIL 2025**  
**(continued)**

**7. ANALYSIS OF GRANTS (continued)**

The Trust may authorise future grants, which are subject to the recipient fulfilling certain conditions. The Trust's policy is that these future grants are recognised in the year paid following receipt of an application for payment and a progress report demonstrating satisfactory performance to date. Payment of the grant is subject to authorisation by the Trustees. The total amount authorised but not provided for as expenditure at 5 April 2025 is £nil (2024: £nil).

**8. FIXED ASSET INVESTMENTS**

	2025 £	2024 £
<b>Cost</b>		
Quoted investments:		
4,029,928.99 Units COIF Charities Ethical Investment Fund	12,477,128	12,477,128
Unquoted investments:		
25,000 Ordinary 1p shares in Kite Connexion Holdings Limited	250	250
	<hr/>	<hr/>
<b>Total investments at cost</b>	<b>12,477,378</b>	<b>12,477,378</b>
	<hr/> <hr/>	<hr/> <hr/>
	2025 £	2024 £
<b>Market Value</b>		
Quoted investments:		
COIF Charities Investment Fund Income Units	12,301,279	12,998,543
Unquoted investments:		
At valuation (see below)	523,000	682,000
	<hr/>	<hr/>
<b>Total market value of investments</b>	<b>12,824,279</b>	<b>13,680,543</b>
	<hr/> <hr/>	<hr/> <hr/>

The unquoted investment represents the Trust's 50% holding in Kite Connexion Holdings Limited and its trading subsidiaries Kite Connexion Limited and Static Safe Environments Limited. This has been included at Trustees' valuation. The consolidated net assets in Kite Connexion Holdings Limited at 31 January 2025 amounted to £1,309,000 (31 January 2024: £1,705,000).

The Trustees do not consider the investment constitutes that of an associated undertaking, as they do not exert significant influence over this company.

THE GRIMMITT TRUST  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 5 APRIL 2025  
(continued)

8. FIXED ASSET INVESTMENTS (continued)	2025	2024
	£	£
<b>Reconciliation of movement in market value of investments</b>		
<i>Quoted investments:</i>		
Valuation brought forward	12,998,543	12,024,457
Revaluation	(697,264)	974,086
<b>Valuation at the year end</b>	<b>12,301,279</b>	<b>12,998,543</b>
<i>Unquoted investments:</i>		
Valuation brought forward	682,000	617,000
Revaluation	(159,000)	65,000
<b>Valuation at the year end</b>	<b>523,000</b>	<b>682,000</b>
<b>9 DEBTORS</b>		
	2025	2024
	£	£
Accrued income from investments	84,094	83,394
<b>10 CREDITORS FALLING DUE WITHIN ONE YEAR</b>		
	2025	2024
	£	£
Accruals	6,300	10,200

**11 ANALYSIS OF CHARITABLE FUNDS**

Analysis of Fund Movements	Balance B/Fwd	Income	Expenditure	Transfers	Gains and Losses	Balance C/Fwd
	£	£	£	£	£	£
Expendable endowment	13,294,593	586,560	-	(586,560)	(856,264)	12,438,329
Unrestricted funds	547,628	-	(373,250)	586,560	-	760,938
<b>Total</b>	<b>13,842,221</b>	<b>586,560</b>	<b>(373,250)</b>	<b>-</b>	<b>(856,264)</b>	<b>13,199,267</b>

Notes:

- a) The Trustees have the power to spend the capital of the expendable endowment and there is no restriction placed on the funds or income generated.
- b) The unrestricted funds are available to be spent for any of the purposes of the charity.

**THE GRIMMITT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 5 APRIL 2025**  
**(continued)**

**12. RECONCILIATION OF NET MOVEMENTS IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2025	2024
	£	£
<b>Net movement in funds for the year</b>	(642,954)	1,099,225
Investment dividends and interest received	(586,560)	(430,786)
Deduct (gains) / add back losses on investments	856,264	(1,039,086)
Decrease / (increase) in debtors	(700)	(2,655)
Increase / (decrease) in creditors	(3,900)	(262)
	<hr/>	<hr/>
<b>Net cash used in operating activities</b>	<b>(377,850)</b>	<b>(373,564)</b>
	<hr/>	<hr/>

**13 RELATED PARTY TRANSACTIONS**

The founding director of Welconstruct Group Limited formed the Trust and 50% of that company's share capital was gifted to the Trust as an endowment. Following a de-merger in 2004 the Trust acquired a 50% holding in Kite Connexion Holdings Limited, the non-trading holding company of Kite Connexion Limited and Static Safe Environments Limited. Two Trustees are directors of Kite Connexion Holdings Limited and its trading subsidiaries. Two Trustees are shareholders of Kite Connexion Holdings Ltd.

A dividend of £250,000 (2024: £100,000) was received in the year from Kite Connexion Holdings Limited.

Expenses payments to Trustees totalled £16 (2024: £nil) in the year. Trustee expenses incurred but not claimed in the financial year totalled £nil (2024: £nil).

Certain Trustees of The Grimmitt Trust are also Trustees of other charities to which the Trust makes grants. Procedures are in place to ensure that these Trustees are not unduly influential in the decisions to award grants to these charities.

**THE GRIMMITT TRUST**

England & Wales - Charity number 801975

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# Accounts

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# **THE GRIMMITT TRUST**

## **Annual Report**

Year Ended: 5<sup>th</sup> April 2024

Charity Number: 801975

# The Grimmitt Trust

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## TRUSTEES' ANNUAL REPORT

The Trustees present their annual report and financial statements of the charity for the year ended 5<sup>th</sup> April 2024. 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 FRS 102: Financial Reporting Standard applicable in the UK and Republic of Ireland and the Charities Act 2011.

### Objectives and Activities for the Public Benefit

The objective of the Trust is the encouraging and strengthening of local communities, together with an awareness of national and international responsibilities particularly those within the active interests and geographical areas of the Trustees, and of the Kite Connexion group employees. The geographical areas are determined by the Board of Trustees and reviewed periodically. Currently the areas covered are Birmingham, Dudley, Wolverhampton and Walsall postcode areas. The Trust does not normally support national charities, CICs or social enterprises.

The Trust's activities are grant making and this is achieved by generating investment income from both quoted and unquoted endowment investments. The Trustees aim to distribute the income received net of governance and support costs in each reporting period, and success is measured on this basis.

The aims of the Trust are to continue grant making activities and to grow the income generated from investments to maintain the future monetary value of grants paid in real terms.

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

### Grant Making Policy

The Trust has established a grant making policy to achieve its objectives for the public benefit. The beneficiaries are charities, organisations and individuals who seek funding for projects or activities in the following areas: Community, Children & Youth, Culture & Education, Medical, Elderly and Overseas.

The Trust welcomes initial contact from any organisation or individuals interested in making applications. The Secretary will advise on the best way to make a grant request and to ensure the necessary information is included.

Applications from organisations must demonstrate that the uses to which any grants received are for the benefit of projects and activities in the areas outlined above. Where they are not the ultimate beneficiaries, organisations applying must also confirm that they adhere to the current guidance on public benefit.

### Achievements and Performance

The Trust processed 227 applications during the year (2023: 233) and made 185 grant awards (2023: 192) totalling £324,510, a decrease of 2.0% from 2023 (£331,100). See note 6 for analysis of the grants awarded.

The Trustees have maintained grants in line with net income for 2023 and aim to do so for the foreseeable future. The Trust supports a variety of different charities where the core activities and geographical focus meet the objectives of the Trust. Details of grants above £2,000 are set out in note 7. The Trustees consider this to provide a good representation of the organisations supported during the reporting period.

The COVID-19 pandemic significantly impacted the activities of many of the charities the Trust supports, with many charities having to look for alternative ways to deliver services and support, or substantially reduce the services they offered. This has been further impacted by the effective bankruptcy of Birmingham City Council, with the associated difficulties that many local charities now face. Whilst the number of grant requests and awards made during the year were still below pre-pandemic levels, Trustees consider it a major achievement to have maintained grant giving levels in the face of adversity.

# The Grimmitt Trust

## Financial Review

The Trust's total incoming resources have increased by 31.2% from the previous year to £430,786 (2023: £328,266). This was largely due to £100,000 dividend being received from the unquoted investment in Kite Connexion Holdings Ltd in 2024 (2023: £0). The quoted investments achieved an average income yield of 2.5% (2023: 3%) and the value of the quoted investments increased by 8.1% over the reporting period to £12,998,543 (2023: £12,024,457). The Trust holds accumulation units within the quoted investment where income is reinvested in the fund rather than paid out. Based on the valuation and yield at the reporting period end, additional income in the region of £53,000 (2023: £51,000) could be received by converting these units to income paying units.

Administration and governance costs increased by 23.5% to £46,137 (2023: £37,396) during the financial year. This was due to higher administration costs resulting from increased Secretary and Treasurer fees due to handover of these roles, and increased governance costs. Overall, there were net incoming resources of £60,139 (2023: £40,230 outgoing), which, with the increase in value of investments of £1,039,086 resulted in an overall increase in funds of £1,099,225. See note 8 for investments breakdown.

### Investment policy

The Trust's overall investment policy is to protect the real value of capital over the long term and to generate income sufficient to be able to maintain a broadly consistent level of grant giving. Day to day investment responsibility is delegated to CCLA Investment Management Ltd using pooled investment vehicles, which aim to maximise total returns and protect the long-term value of the investment in real terms. CCLA operate a clearly defined ethical policy, details of which can be obtained from their website.

### Reserves policy

The Endowment fund represents capital funds established by the founder with the gift of 50% of the issued ordinary share capital of Welconstruct Group Limited, which was sold in 2006. As a result of a demerger of part of that company, it also received a 50% holding in Kite Connexion Holdings Limited, the non-trading holding company of Kite Connexion Limited and its subsidiary. The value of the Endowment fund is £13,294,593 (2023: £12,255,507). The income arising from the resulting investments is transferred to unrestricted funds.

The Trustees annually review the level of reserves retained in unrestricted funds, which are retained to the extent considered necessary to ensure that adequate funds are available to cover future unforeseen eventualities. The value of unrestricted funds is £547,628 (2023: £487,489).

## Risk Management

The Trustees have considered the major risks to which the charity is exposed and have reviewed those risks and established appropriate systems and procedures to manage those risks.

The Trustees consider the variability of investment returns and dividend income on the endowment to constitute the charity's major financial risk. The Trustees have appointed professional investment managers and adopt a well-diversified portfolio to mitigate this risk. The quoted investment is an actively managed multi-asset fund and is diversified by asset type, geography and by sector. The risk to income is mitigated by the Trust's quoted investments being managed on a total return basis providing the Investment Managers flexibility to maintain and grow income. Only a small amount of the Trust's grants awarded are multi-year grants, therefore the Trust has the flexibility to maintain grants in line with income received.

The Trustees have established the Finance and Investment Sub Committee (FISC) comprising Trustees and others with relevant expertise to oversee investment performance and advise the Trustees.

## Plans for the Future

The Trustees plan to continue the grant giving activities and maintain the current objectives and grant making policy.

## The Grimmitt Trust

### Structure, Governance and Management

The Trust is a charitable trust established under a trust deed originally dated 24 January 1986 and amended by deed of variation dated 28 June 2007. The Trust was established to perpetuate the Founder's family and company's traditions of tithing. The initial endowment comprised 50% of the share capital of the Welconstruct Company Limited, which was sold in 2006. The Trust does not actively fundraise and seeks to continue the charitable work desired by the Founder through the careful stewardship of its existing resources.

The existing Trustees appoint new Trustees for an initial period of five years after which they may put themselves forward for re-appointment. The Trustees give of their time freely and no Trustee remuneration was paid in the year. Details of Trustee expenses and related party transactions are disclosed in note 13 to the accounts. Trustees are required to disclose all relevant interests and register them with the Secretary.

At the Trustee meetings held three times a year, the Trustees agree the broad strategy and areas of activity for the Trust, including consideration of grant making, investment, reserves, risk management policies and performance. The Trust has established the following sub committees:

Grants Sub Committee (GSC). This committee meets three times a year prior to the main Trustee meetings to consider grant applications that have been researched by the Secretary and to make recommendations for funding. The GSC are authorised to agree grants up to the value of £1,200 without Board of Trustee approval prior to payment. A full list of these grants is reported to the Board of Trustees Meeting. Grants above £1,200 require authorisation by the Board of Trustees.

Finance and Investment Sub Committee (FISC). This committee oversees the financial stability of the Trust, including management of the endowment investments, reviewing the level of reserves, scrutiny of its operating funds, revenues and expenses.

The Board keeps the skill requirements of the Trustees under review and provides induction procedures relevant to the new Trustees' individual knowledge and understanding. Trustee training is made available to all Trustees. The Trustees are responsible for overall governance and review the Policies and Practices of the Trust annually.

# The Grimmitt Trust

## Reference and Administrative Information

### Charity Registration Number

£01975

### Principal Office

151b All Saints Road

Kings Heath

Birmingham

B14 6AT

Email: [admin@grimmitt-trust.org.uk](mailto:admin@grimmitt-trust.org.uk)

Enquiries should be made to the Secretary at the correspondence address: PO Box 18605, Birmingham B37 9ES or via email.

### Founder

P W Welch

### Trustees

C E Chase

S L Day

P Hynan

E Pardoe

P G P Smith

T V P Welch – Chair

V Welch

S . Wilkey

### Secretary

K Grice

### Treasurer

A Weir ACMA, CGMA

### Auditor

Forvis Mazars LLP

30 Old Bailey, London.

EC4M 7AU

### Bankers

CAF Bank Limited

25 Kings Hill Avenue, Kings Hill, West Malling, Kent.

ME19 4TA

### Solicitors

Shakespeare Martineau

No 1 Colmore Square, Birmingham.

B4 6AA

### Investment Managers

CCLA Investment Management Ltd

One Angel Lane, London.

EC4R 3AB

# The Grimmitt Trust

## Responsibilities of the Trustees

Charity law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the disposition of the fund at the end of the financial year and of the financial transactions for the year. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- prepare the financial statements on the basis that the Trust will continue in operation unless it is inappropriate to presume this

The Trustees are responsible for keeping proper accounting records to enable them to ensure that the financial statements comply with the Statement of Recommended Practice and the Charities Act. They are also responsible for safeguarding the assets of the Trust, ensuring their proper application under charity law, and hence for taking steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the Trustees on T. N. P. Welch 02.07.24

T N P Welch  
Chair

# The Grimmitt Trust

## Independent auditor's report to the Trustees of The Grimmitt Trust

### Opinion

We have audited the financial statements of The Grimmitt Trust (the 'charity') for the year ended 5th April 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows 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 FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

give a true and fair view of the state of the charity's affairs as at 5th April 2024 and of its income and expenditure for the year then ended;

have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and

have been prepared in accordance with the requirements of the Charities Act 2011.

### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 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 Trustees 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 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 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 this other information, we are required to report that fact.

We have nothing to report in this regard.

## The Grimmitt Trust

### Matters on which we are required to report by exception

In light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 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 the financial statements and for being satisfied that they 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 auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 the financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. Based on our understanding of the charity and its activities, we identified that the principal risks of non-compliance with laws and regulations related to fraud and money laundering, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements, such as the Charities Act 2011.

We evaluated the Trustees' and management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to management bias through judgements and assumptions in significant accounting estimates, in particular in

## The Grimmitt Trust

relation to investment valuation, the risk of fraud in revenue recognition in relation to cut off, and significant one-off or unusual transactions.

Our audit procedures were designed to respond to those identified risks, including non-compliance with laws and regulations (irregularities) and fraud that are material to the financial statements. Our audit procedures included but were not limited to:

- Discussing with the Trustees and management their policies and procedures regarding compliance with laws and regulations;
- Communicating identified laws and regulations throughout our engagement team and remaining alert to any indications of non-compliance throughout our audit; and
- Considering the risk of acts by the charity which were contrary to applicable laws and regulations, including fraud.

Our audit procedures in relation to fraud included but were not limited to:

- Making enquiries of the Trustees and management on whether they had knowledge of any actual, suspected or alleged fraud;
- Gaining an understanding of the internal controls established to mitigate risks related to fraud;
- Discussing amongst the engagement team the risks of fraud; and
- Addressing the risks of fraud through management override of controls by performing journal entry testing.

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management. As with any audit, there remained a risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

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

### Use of the audit report

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's Trustees those matters we are required to state to them in an auditor's 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 our audit work, for this report, or for the opinions we have formed.

Signed:



[David Hoose \(Sep 23, 2024 15:28 GMT+1\)](#)

**David Hoose**

Forvis Mazars LLP Chartered Accountants and Statutory Auditor  
30 Old Bailey.  
London.  
EC4M 7AU

Date: **09/23/2024**

Forvis Mazars LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

The Grimmitt Trust

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2024

	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2024 £	Total Funds 2023 £
Income					(Note 2)
Investment income	4	-	430,786	430,786	328,266
Transfer between funds		430,786	(430,786)	-	-
<b>Total income</b>		<b>430,786</b>	<b>-</b>	<b>430,786</b>	<b>328,266</b>
Expenditure on charitable activities					
Children and Youth		82,324	-	82,324	62,317
Community		167,108	-	167,108	172,603
Cultural and Education		56,632	-	56,632	66,522
Elderly		15,444	-	15,444	15,848
Individual		851	-	851	-
Medical and Health		24,541	-	24,541	32,427
Overseas		23,747	-	23,747	18,779
<b>Total expenditure</b>	6	<b>370,647</b>	<b>-</b>	<b>370,647</b>	<b>368,496</b>
Net income/(expenditure) before gains and losses on investments		60,139	-	60,139	(40,230)
Net gain on investments	8	-	1,039,086	1,039,086	(555,358)
<b>Net expenditure and net movement in funds</b>		<b>60,139</b>	<b>1,039,086</b>	<b>1,099,225</b>	<b>(595,588)</b>
Reconciliation of funds					
Total funds brought forward		487,489	12,255,507	12,742,996	13,338,584
<b>Total funds carried forward</b>		<b>547,628</b>	<b>13,294,593</b>	<b>13,842,221</b>	<b>12,742,996</b>

The Statement of Financial Activities includes all gains and losses in the year. All activities relate to continuing operations.

**The Grimmitt Trust**

**BALANCE SHEET**  
AS AT 5<sup>TH</sup> APRIL 2024

	Note	Unrestricted Funds £	Endowment £	Total Funds 2024 £	Prior year 2023 £
<b>Fixed Assets</b>					
Investments	8	385,950	13,294,593	13,680,543	12,641,457
<b>Current Assets</b>					
Debtors	9	83,394	-	83,394	80,739
Cash at bank and in hand		88,483	-	88,483	31,262
<b>Total Current Assets</b>		<b>171,877</b>	<b>-</b>	<b>171,877</b>	<b>112,001</b>
<b>Liabilities</b>					
Creditors falling due within one year	10	(10,200)	-	(10,200)	(10,462)
<b>Net Current Assets</b>		<b>161,677</b>	<b>-</b>	<b>161,677</b>	<b>101,539</b>
<b>Net Assets</b>		<b>547,627</b>	<b>13,294,593</b>	<b>13,842,221</b>	<b>12,742,996</b>
<b>Funds</b>					
Expendable endowment	11	-	13,294,593	13,294,593	12,255,507
Unrestricted income funds		547,627	-	547,627	487,489
<b>Total Charity Funds</b>		<b>547,627</b>	<b>13,294,593</b>	<b>13,842,221</b>	<b>12,742,996</b>

Approved by the Trustees on  
and signed on their behalf

02.07.24



T N P Welch -Trustee



P G P Smith -Trustee



A Weir -Treasurer

The Grimmitt Trust

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2024

	Note	Total funds 2024 £	Prior year 2023 £
Cash flows from operating activities:			
Net cash used in operating activities	12	(373,565)	(367,024)
Cash flows from investing activities:			
Interest and dividends	4	430,786	328,266
Proceeds from sale of investments	8	-	-
Purchase of Investments	8	-	-
Net cash provided by investing activities		430,786	328,266
Change in cash and cash equivalents in the year		57,222	(38,758)
Cash and cash equivalent bought forward		31,262	70,020
Cash and cash equivalents carried forward		88,483	31,262

**NOTES TO THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2024

**1 ACCOUNTING POLICIES**

(a) Basis of preparation and assessment of going concern

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and reporting by charities preparing their accounts in accordance with FRS 102: Financial Reporting Standard applicable in the UK and Republic of Ireland (September 2015) 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. With respect to the next reporting period, 2024-25, the most significant areas of uncertainty that affect the carrying value of assets held by the Trust are the level of investment return and the performance of investment markets (see the investment policy and performance and risk management sections of the Trustees' annual report for more information).

(b) Funds structure

The endowment fund, which is expendable, comprises the shares in Kite Connexion Holdings Limited, which were initially gifted to the Trust, together with the proceeds of sale of the shares in Welconstruct Group Limited, also gifted to the Trust but which were subsequently sold. Income arising from the endowment investments is transferred to unrestricted funds unless applied for reinvestment purposes. The endowment fund is not restricted.

The Unrestricted funds comprise those funds that the Trustees are free to use for any purpose in furtherance of the charitable objectives.

Further details of each fund are disclosed in note 11.

(c) Income recognition

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.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor.

## The Grimmitt Trust

### (c) Expenditure recognition

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.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings. For more information on this attribution refer to (f) below.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the trust. Grants are recognised when authorised by the Trustees and paid. Multi-year grants (pledges) are subject to the recipient fulfilling conditions for future payments. Future pledged payments are recognised in the period that the future payment is authorised by the Trustees following receipt of a satisfactory progress report.

### (e) Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

### (f) Allocation of support and governance costs

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include those related to statutory audit and any legal fees together with an apportionment of overhead and support costs.

Governance costs and support costs relating to charitable activities have been apportioned based on the number of individual grant awards made in recognition that the administrative costs of awarding, monitoring and assessing grants are broadly equivalent. The allocation of support and governance costs is analysed in note 6.

### (g) Charitable activities

Costs of charitable activities include grants made, governance costs and an apportionment of support costs as shown in note 6.

### (h) Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price (mid-price) from the Investment Managers' nearest valuation prior to (or at) year end. The Investment Managers prepare weekly investment valuations and a calendar month end valuation. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The Trust does not acquire put options, derivatives or other complex financial instruments. The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

### (i) Gains and losses

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

## The Grimmitt Trust

(j) Basis of consolidation

The Trustees do not consider the Trust's 50% investment in Kite Connexion Holdings Limited to constitute that of an associated undertaking or subsidiary, as they do not exert significant influence or control over the company.

(k) Critical management judgements and estimates

When preparing the financial statements, the Trustees and management make a number of judgements, estimates and assumptions on the way in which assets, liabilities, income and expenditure is recognised and measured. These include the valuation of unquoted investments in Kite Connexion Holdings Limited which are recognised at a valuation based on the estimated share of net assets.

# The Grimmitt Trust

## 2 PREVIOUS YEAR DETAILED STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted Funds £	Endowment Funds £	Total Funds 2023 £
Income			
Investment income	-	328,266	328,266
Transfer between funds	328,266	(328,266)	-
<b>Total income</b>	<b>328,266</b>	<b>-</b>	<b>328,266</b>
Expenditure on charitable activities			
Children and Youth	62,317	-	62,317
Community	172,603	-	172,603
Cultural and Education	66,522	-	66,522
Elderly	15,848	-	15,848
Medical and Health	32,427	-	32,427
Overseas	18,779	-	18,779
<b>Total expenditure</b>	<b>368,496</b>	<b>-</b>	<b>368,496</b>
Net income/(expenditure) and net movement in funds before gains and losses on investments	(40,230)	-	(40,230)
Net gains on investments	-	(555,358)	(555,358)
<b>Net movement in funds</b>	<b>(40,230)</b>	<b>(555,358)</b>	<b>(595,588)</b>
Reconciliation of funds			
Total funds brought forward	527,719	12,810,865	13,338,584
<b>Total funds carried forward</b>	<b>487,489</b>	<b>12,255,507</b>	<b>12,742,996</b>

# The Grimmitt Trust

## 3 PREVIOUS YEAR DETAILED BALANCE SHEET

	Unrestricted Funds £	Endowment £	Total Funds 2023 £
<b>Fixed Assets</b>			
Investments	385,950	13,924,865	14,310,815
<b>Current Assets</b>			
Debtors	80,535	-	80,535
Investments	31,262	-	31,262
Cash at bank and in hand			
	111,797	-	111,797
<b>Total Current Assets</b>			
<b>Liabilities</b>			
Creditors falling due within one year	(11,732)	-	(11,732)
<b>Net Current Assets</b>	100,065	-	100,065
<b>Net Assets</b>	486,015	13,924,865	14,410,880
<b>Funds</b>			
Expendable endowment	-	13,924,976	13,924,976
Unrestricted income funds	557,303	-	557,303
<b>Total Charity Funds</b>	557,303	13,924,976	14,482,279

## 4 INVESTMENT INCOME

	2024 £	2023 £
Accrued income at 5 <sup>th</sup> April 2023	-80,739	80,942
Income received in reporting period	428,010	328,289
Accrued income at 5 <sup>th</sup> April 2024	83,394	80,739
<b>Income recognised in the Statement of Financial Activities</b>	<b>430,665</b>	<b>328,086</b>
Interest on cash deposits received	121	180
Other income received	-	-
<b>Total Income</b>	<b>430,786</b>	<b>328,266</b>

# The Grimmitt Trust

## 5 GOVERNANCE AND SUPPORT COSTS

Governance Costs	2024 £	2023 £
Audit fee and related costs	10,200	9,000
Trustee meetings	493	604
Trustee expenses	0	46
<b>Total</b>	<b>10,693</b>	<b>9,650</b>

None of the Trustees received any remuneration in their capacity as Trustee. No expenses were paid to Trustees in 2024 (2023: £46).

Support Costs	2024 £	2023 £
Secretarial fee	26,370	20,037
Treasurer fee	6,200	5,848
Other support costs	2,874	1,861
<b>Total</b>	<b>35,444</b>	<b>27,746</b>

Other support costs comprise general day-to-day expenses incurred in the operation of the trust and grant giving activities.

Total Costs	2024 £	2023 £
Governance costs	10,693	9,650
Support costs	35,444	27,746
<b>Total Costs</b>	<b>46,137</b>	<b>37,396</b>

## 6 ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

Grants awarded are analysed by the following activities. The activity to which a grant is allocated is determined by the Trustees' assessment of where the recipient's core activities most closely matches the activity selected.

	2024 Number of Grants Paid	2024 Total Grants £	2023 Number of Grants Paid	2023 Total Grants £
Children and Youth	41	72,100	35	55,500
Community	87	145,410	95	154,100
Culture and Education	29	49,400	34	59,900
Elderly	9	13,200	10	13,900
Individual	1	600	0	-
Medical	13	21,300	14	29,700
Overseas	5	22,500	4	18,000
<b>Total</b>	<b>185</b>	<b>324,510</b>	<b>192</b>	<b>331,100</b>

# The Grimmitt Trust

## Analysis of Expenditure on Charitable Activities

	Grant Funding of Activities £	Governance Costs £	Support Costs £	2024 Total £	2023 Total £
Children and Youth	72,100	2,369	7,855	82,324	62,317
Community	145,410	5,030	16,668	167,108	172,603
Culture and Education	49,400	1,676	5,556	56,632	66,522
Elderly	13,200	520	1,724	15,444	15,848
Individual	600	58	193	851	-
Medical	21,300	751	2,490	24,541	32,427
Overseas	22,500	289	958	23,747	18,779
<b>Total</b>	<b>324,510</b>	<b>10,693</b>	<b>35,444</b>	<b>370,647</b>	<b>368,496</b>

No costs incurred are directly attributable to a single activity. All costs are apportioned on the basis of number of grants awarded.

## 7 ANALYSIS OF GRANTS

Summary Grants Paid by Recipient Type	2024 £	2023 £
Institutional	323,910	331,100
Individual	600	-
<b>Total</b>	<b>324,510</b>	<b>331,100</b>

Recipients of Institutional Grants	2024 £	2023 £
Emmanuel Church Bentley PCC	10,000	
Christian Aid	10,000	10,000
St Martins Youth Centre	9,000	-
Street Teams	7,500	7,500
All We Can	7,500	5,000
Kids UK Trust	7,500	2,500
Ark Community Church SC	5,000	
Eirmingham Hippodrome Theatre Trust	5,000	5,000
St Anne's Hostel	5,000	5,000
Birmingham PHAB Camps	4,500	2,000
The Hospice Charity Partnership	4,000	5,000
Acacia	4,000	3,000
The Haven Wolverhampton	3,500	3,000
Beyond the Horizon Charity	3,000	3,000
Birmingham Churches Together – Restore	3,000	3,000
B JDS	3,000	3,000
Change Brief Therapy	3,000	3,000
Darlaston Youth Centre	3,000	3,000
Gæese Theatre Company	3,000	3,000
Narthex Sparkhill	3,000	3,000
Royal Shakespeare Company	3,000	3,000

## The Grimmitt Trust

Ryders Green Methodist Day Centre	3,000	3,000
Spitfire Advice & Support Service	3,000	3,000
Eve Brook Scholarship Fund	3,000	2,000
Birmingham Centre for Arts Therapy	3,000	-
nUnity	3,000	-
MHA Communities	3,000	-
Redditch Wheels Project	3,000	-
akara Bakery Project	3,000	-
The Gap	2,500	3,000
Acorns Children's Hospice	2,500	2,500
Centre for Movement Disorders NICE	2,500	-
Homestart Birmingham Tameside	2,500	-
Homestart Birmingham Central and South West	2,500	-
Sutton Coldfield United Reformed Church	2,500	-
Avoncroft Museum of Historic Buildings	2,500	-
Kingstanding Regeneration Trust	2,500	-
Sudden Productions	2,500	2,500
Sandwell Homeless and Resettlement Project	2,500	2,500
The Giving Hangs Mission	2,500	2,000
CBSO	2,500	2,000
Mewbigin Community Trust	2,500	-
Building 4 Hope	2,000	-
Ironbridge Gorge Museum	2,000	-
Friory Park Boxing Club	2,000	-
Ealsall Heath CATS	2,000	-
EIRCH	2,000	2,000
Birmingham Samaritans	2,000	2,000
Martineau Gardens	2,000	2,000
Carrs Lane Counselling Centre	2,000	2,000
Codford Children's Farm	2,000	2,000
Edwards Trust	2,000	2,000
Karis Neighbour Scheme	2,000	2,000
Kingswood Trust	2,000	2,000
B D services	2,000	2,000
Pacemakers	2,000	-
Queen Salote College Tonga	2,000	2,000
Singing Medicine (Ex Cathedra)	2,000	2,000
Sport4Life	2,000	2,000
St Giles Hospice	2,000	2,000
Support Through Court Birmingham	2,000	2,000
Birmingham Botanical Gardens	2,000	2,000
The Dorothy Parks Centre	2,000	-
The Mary Stevens Hospice	2,000	2,000
The Recovery Foundation	2,000	2,000
The Women & Families Resource Centre	2,000	2,000
Birmingham Women's and Childrens Hospital Charity	2,000	-
The Jericho Foundation	2,000	-
Mdlands Art Centre	2,000	-
Birmingham Settlement	-	10,500
B: Music	-	4,000
Compton Care	-	3,500
All Saints Youth Project	-	3,500
Arawim – Birmingham's Centre for Women	-	3,000
Entraide (Mutual Aid)	-	3,000
Father Hudson's Care	-	3,000
Gigal Birmingham	-	3,000
Good Shepherd Ministry	-	3,000
Hcme From Hospital	-	3,000
Hcme Start Birmingham North and Inner City	-	3,000
Newstarts	-	3,000
Severn Valley Railway Charitable	-	3,000
The Chamberlain Highbury	-	3,000
University of Wolverhampton	-	3,000
Welcome Group Halesowen	-	3,000
Black Country Living Museum	-	2,500
Home Projects	-	2,500
Seventh Day Adventist Church	-	2,500
The Cotteridge Church	-	2,500
The Shakespear Hospice	-	2,500
St Francis Youth & Community Centre	-	2,200
Birmingham Children's Hospital Charity	-	2,000

## The Grimmitt Trust

Birmingham Repertory Theatre	-	2,000
Disability Resource Centre	-	2,000
Lanesfield Methodist Church	-	2,000
Moseley Road Baths	-	2,000
NICE – The Centre for Movement Disorders	-	2,000
Rape and Sexual Violence Project	-	2,000
Sandwell Youth in Action	-	2,000
Smethwich Heritage Centre Trust	-	2,000
St Germain's Church	-	2,000
St Mary's Handworth	-	2,000
The Feast	-	2,000
University of Birmingham	-	2,000
Women and Theatre	-	2,000
<b>Grants of less than £2,000 not detailed</b>		<b>2,000</b>
	<b>109,510</b>	<b>97,400</b>
<b>Total Grants</b>	<b>324,510</b>	<b>331,100</b>

The Trustees consider grants of £2,000 and above as material for individual disclosure.

The Trust has authorised future grants, which are subject to the recipient fulfilling certain conditions. The Trust's policy is that these future grants are recognised in the year paid following receipt of an application for payment and a progress report demonstrating satisfactory performance to date. Payment of the grant is subject to authorisation by the Trustees. The total amount authorised but not provided for as expenditure at 5 April 2024 is £0 (2023: £41,000).

## 8 FIXED ASSET INVESTMENTS

	2024	2023
	£	£
<b>Cost</b>		
Quoted investments:		
4,029,928.99 Units COIF Charities Ethical Investment Fund	12,477,128	12,477,128
Unquoted investments:		
25,000 Ordinary 1p shares in Kite Connexion Holdings Limited	250	250
<b>Total investments at cost</b>	<b>12,477,378</b>	<b>12,477,378</b>
	2024	2023
	£	£
<b>Market Value</b>		
Quoted investments:		
COIF Charities Investment Fund Income Units	12,998,543	12,024,457
Unquoted investments:		
At valuation (See below)	682,000	617,000
<b>Total market value of investments</b>	<b>13,680,543</b>	<b>13,196,815</b>

The unquoted investment represents the Trust's 50% holding in Kite Connexion Holdings Limited and its trading subsidiaries Kite Connexion Limited and Static Safe Environments Limited. This has been included at Trustees valuation. The consolidated net assets in Kite Connexion Holdings Limited at 31 January 2024 amounted to £2,705,000 (31 January 2023: £1,543,000).

## The Grimmitt Trust

The Trustees do not consider the investment constitutes that of an associated undertaking, as they do not exert significant influence over this company.

### Reconciliation in movement of Market Value of Investments

#### Quoted Investments

	2024	2023
	£	£
Valuation b/fwd		
Investments purchased	12,024,457	12,601,815
Investments sold	-	-
Realised gain on sale of investments	-	-
Revaluation	-	-
Valuation at Year End	974,086	(577,358)
	<u>12,998,543</u>	<u>12,024,457</u>

#### Unquoted Investments

Valuation b/fwd		
Revaluation	617,000	595,000
Valuation at Year End	65,000	22,000
	<u>682,000</u>	<u>617,000</u>

## 9 DEBTORS

	2024	2023
	£	£
Accrued income from investments	83,394	80,739
Investment income declared on 31 <sup>st</sup> March 2024, payable in May 2024.		

## 10 CREDITORS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Accruals	10,200	10,462

## The Grimmitt Trust

### 11 ANALYSIS OF CHARITABLE FUNDS

Analysis of Fund Movements	Balance B/Fwd £	Income £	Expenditure £	Transfers £	Gains and Losses £	Balance C/Fwd £
Expendable endowment	12,255,507	430,786	-	(430,786)	1,039,086	13,294,593
Unrestricted funds	487,489	-	(370,647)	430,786	-	547,628
<b>Total</b>	<b>12,742,996</b>	<b>430,786</b>	<b>(370,647)</b>	<b>0</b>	<b>1,039,086</b>	<b>13,842,221</b>

- The Trustees have the power to spend the capital of the expendable endowment and there is no restriction placed on the funds or income generated.
- The unrestricted funds are available to be spent for any of the purposes of the charity.

### 12 RECONCILIATION OF NET MOVEMENTS IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024 £	2023 £
Net movement in funds	1,099,225	(595,588)
Investment dividends and interest received	(430,786)	(328,266)
Deduct (gains) / add back losses on investments	(1,039,086)	555,358
Decrease / (increase) in debtors	(2,655)	203
Increase / (decrease) in creditors	(262)	1,269
<b>Net cash used in operating activities</b>	<b>(373,565)</b>	<b>(367,024)</b>

### 13 RELATED PARTY TRANSACTIONS

The founding director of Welconstruct Group Limited formed the Trust and 50% of that company's share capital was gifted to the Trust as an endowment. Following a de-merger in 2004 the Trust acquired a 50% holding in Kite Connexion Holdings Limited, the non-trading holding company of Kite Connexion Limited and Static Safe Environments Limited. Two Trustees are directors of Kite Connexion Holdings Limited and its trading subsidiaries. Three Trustees are shareholders of Kite Connexion Holdings Ltd.

£100,000 dividend was paid in the reporting period from Kite Connexion Holdings Limited (2023: £0).

In the reporting period expenses payments to Trustees totalled £0 (2023: £46). Trustee expenses incurred but not claimed in the financial year totalled £0 (2023: £0).

Certain Trustees of The Grimmitt Trust are also Trustees of other charities to which the Trust makes grants. Procedures are in place to ensure these Trustees are not unduly influential in the decision to award grants to these charities.

**THE GRIMMITT TRUST**

England & Wales - Charity number 801975

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# Accounts

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# **THE GRIMMITT TRUST**

## **Annual Report**

Year Ended: 5<sup>th</sup> April 2023

Charity Number: 801975

# **The Grimmitt Trust**

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## **The Grimmitt Trust**

### **TRUSTEES' ANNUAL REPORT**

The Trustees present their annual report and financial statements of the charity for the year ended 5<sup>th</sup> April 2023. 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 FRS 102: Financial Reporting Standard applicable in the UK and Republic of Ireland (September 2015) and the Charities Act 2011.

#### **Objectives and Activities for the Public Benefit**

The objective of the Trust is the encouraging and strengthening of local communities, together with an awareness of national and international responsibilities particularly those within the active interests and geographical areas of the Trustees, and of the Kite Connexion group employees. The geographical areas are determined by the Board of Trustees and reviewed periodically. Currently the areas covered are Birmingham, Dudley, Wolverhampton and Walsall postcode areas. The Trust does not normally support national charities, CICs or social enterprises.

The Trust's activities are grant making and this is achieved by generating investment income from both quoted and unquoted endowment investments. The Trustees aim to distribute the income received net of governance and support costs in each reporting period, and success is measured on this basis.

The aims of the Trust are to continue grant making activities and to grow the income generated from investments to maintain the future monetary value of grants paid in real terms.

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

#### **Grant Making Policy**

The Trust has established a grant making policy to achieve its objectives for the public benefit. The beneficiaries are charities, organisations and individuals who seek funding for projects or activities in the following areas: Community, Children & Youth, Culture & Education, Medical, Elderly and Overseas.

The Trust welcomes initial contact from any organisation or individuals interested in making applications. The Secretary will advise on the best way to make a grant request and to ensure the necessary information is included.

Applications from organisations must demonstrate that the uses to which any grants received are for the benefit of projects and activities in the areas outlined above. Where they are not the ultimate beneficiaries, organisations applying must also confirm that they adhere to the current guidance on public benefit.

#### **Achievements and Performance**

The Trust processed 233 applications during the year (2022: 213) and made 192 grant awards (2022: 169) totalling £331,100, an increase of 7.5% from 2022 (£308,100). See note 6 for analysis of the grants awarded.

The Trustees have maintained grants in line with net income for 2023 and aim to do so for the foreseeable future. The Trust supports a variety of different charities where the core activities and geographical focus meet the objectives of the Trust. Details of grants above £2,000 are set out in note 7. The Trustees consider this to provide a good representation of the organisations supported during the reporting period.

The COVID-19 pandemic significantly impacted the activities of many of the charities the Trust supports, with many charities having to look for alternative ways to deliver services and support, or substantially reduce the services they offered. Whilst the number of grant requests and awards made during the year were still below pre-pandemic levels, the Trustees consider it a major achievement to have distributed the highest total annual grant distribution on record.

## **The Grimmitt Trust**

### **Financial Review**

The Trust's total incoming resources have decreased by 11.5% from the previous year to £328,266 (2022: £371,244). This was due to no dividend being received from the unquoted investment in Kite Connexion Holdings Ltd in 2023 (2022: £50,000). The quoted investments achieved an average income yield of 3.0% (2022: 3.3%) and the value of the quoted investments decreased by 4.6% over the reporting period to £12,024,457 (2022: £12,601,815). The Trust also holds accumulation units within the quoted investment where income is reinvested in the fund rather than paid out. Based on the valuation and yield at the reporting period end, additional income in the region of £51,000 (2022: £55,355) could be received by converting these units to income paying units.

Administration and governance costs increased by 11.5% to £37,396 (2022: £33,540) during the financial year. This was due to higher administration costs resulting from an increase in applications and activities (previous year lower due to reduced applications and activities during the COVID-19 pandemic), and increased governance costs. Overall, there were net outgoing resources of £40,230 (2022: £29,584 incoming), which, with the decrease in value of investments of £555,358, resulted in an overall decrease in funds of £595,588. See note 8 for investments breakdown.

### **Investment policy**

The Trust's overall investment policy is to protect the real value of capital over the long term and to generate income sufficient to be able to maintain a broadly consistent level of grant giving. Day to day investment responsibility is delegated to CCLA Investment Management Ltd using pooled investment vehicles, which aim to maximise total returns and protect the long-term value of the investment in real terms. CCLA operate a clearly defined ethical policy, details of which can be obtained from their website.

### **Reserves policy**

The Endowment fund represents capital funds established by the founder with the gift of 50% of the issued ordinary share capital of Welconstruct Group Limited, which was sold in 2006. As a result of a demerger of part of that company, it also received a 50% holding in Kite Connexion Holdings Limited, the non-trading holding company of Kite Connexion Limited and its subsidiary. The value of the Endowment fund is £12,255,507 (2022: £12,810,865). The income arising from the resulting investments is transferred to unrestricted funds.

The Trustees annually review the level of reserves retained in unrestricted funds, which are retained to the extent considered necessary to ensure that adequate funds are available to cover future unforeseen eventualities. The value of unrestricted funds is £487,489 (2022: £527,719).

### **Risk Management**

The Trustees have considered the major risks to which the charity is exposed and have reviewed those risks and established appropriate systems and procedures to manage those risks.

The Trustees consider the variability of investment returns and dividend income on the endowment to constitute the charity's major financial risk. The Trustees have appointed professional investment managers and adopt a well-diversified portfolio to mitigate this risk. The quoted investment is an actively managed multi-asset fund and is diversified by asset type, geography and by sector. The risk to income is mitigated by the Trust's quoted investments being managed on a total return basis providing the Investment Managers flexibility to maintain and grow income. Only a small amount of the Trust's grants awarded are multi-year grants, therefore the Trust has the flexibility to maintain grants in line with income received.

The Trustees have established the Finance and Investment Sub Committee (FISC) comprising Trustees and others with relevant expertise to oversee investment performance and advise the Trustees.

### **Plans for the Future**

The Trustees plan to continue the grant giving activities and maintain the current objectives and grant making policy.

## **The Grimmitt Trust**

### **Structure, Governance and Management**

The Trust is a charitable trust established under a trust deed originally dated 24 January 1986 and amended by deed of variation dated 28 June 2007. The Trust was established to perpetuate the Founder's family and company's traditions of tithing. The initial endowment comprised 50% of the share capital of the Welconstruct Company Limited, which was sold in 2006. The Trust does not actively fundraise and seeks to continue the charitable work desired by the Founder through the careful stewardship of its existing resources.

The existing Trustees appoint new Trustees for an initial period of five years after which they may put themselves forward for re-appointment. The Trustees give of their time freely and no Trustee remuneration was paid in the year. Details of Trustee expenses and related party transactions are disclosed in note 13 to the accounts. Trustees are required to disclose all relevant interests and register them with the Secretary.

At the Trustee meetings held three times a year, the Trustees agree the broad strategy and areas of activity for the Trust, including consideration of grant making, investment, reserves, risk management policies and performance. The Trust has established the following sub committees:

**Grants Sub Committee (GSC).** This committee meets three times a year prior to the main Trustee meetings to consider grant applications that have been researched by the Secretary and to make recommendations for funding. The GSC are authorised to agree grants up to the value of £1,200 without Board of Trustee approval prior to payment. A full list of these grants is reported to the Board of Trustees Meeting. Grants above £1,200 require authorisation by the Board of Trustees.

**Finance and Investment Sub Committee (FISC).** This committee oversees the financial stability of the Trust, including management of the endowment investments, reviewing the level of reserves, scrutiny of its operating funds, revenues and expenses.

The Board keeps the skill requirements of the Trustees under review and provides induction procedures relevant to the new Trustees' individual knowledge and understanding. Trustee training is made available to all Trustees. The Trustees are responsible for overall governance and review the Policies and Practices of the Trust annually.

# **The Grimmitt Trust**

## **Reference and Administrative Information**

### **Charity Registration Number**

801975

### **Principal Office**

151b All Saints Road  
Kings Heath  
Birmingham  
B14 6AT

Email: [admin@grimmitt-trust.org.uk](mailto:admin@grimmitt-trust.org.uk)

Enquiries should be made to the Secretary at the principal office or via email.

### **Founder**

P W Welch

### **Trustees**

C E Chase  
S L Day  
T L Jones  
A D Owen OBE  
E Pardoe  
P G P Smith  
T N P Welch - Chairman  
S J Wilkey

### **Secretary**

V Welch

### **Treasurer**

M P Wilson ACMA, CGMA

### **Auditor**

Mazars LLP  
2 Chamberlain Square. Birmingham.  
B3 3AX

### **Bankers**

CAF Bank Limited  
25 Kings Hill Avenue. Kings Hill, West Malling. Kent.  
ME19 4TA

### **Solicitors**

Shakespeare Martineau  
No 1 Colmore Square. Birmingham.  
B4 6AA

### **Investment Managers**

CCLA Investment Management Ltd  
One Angel Lane. London.  
EC4R 3AB

## The Grimmitt Trust

### Responsibilities of the Trustees

Charity law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the disposition of the fund at the end of the financial year and of the financial transactions for the year. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- prepare the financial statements on the basis that the Trust will continue in operation unless it is inappropriate to presume this

The Trustees are responsible for keeping proper accounting records to enable them to ensure that the financial statements comply with the Statement of Recommended Practice and the Charities Act. They are also responsible for safeguarding the assets of the Trust, ensuring their proper application under charity law, and hence for taking steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the Trustees on 4.7.23



T N P Welch  
Chairman

## **The Grimmitt Trust**

### **Independent auditor's report to the Trustees of The Grimmitt Trust**

#### **Opinion**

We have audited the financial statements of The Grimmitt Trust (the 'charity') for the year ended 5th April 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows 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 FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

give a true and fair view of the state of the charity's affairs as at 5th April 2023 and of its income and expenditure for the year then ended;

have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and

have been prepared in accordance with the requirements of the Charities Act 2011.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 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 Trustees 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 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 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 this other information, we are required to report that fact.

We have nothing to report in this regard.

## **The Grimmitt Trust**

### **Matters on which we are required to report by exception**

In light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 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 the financial statements and for being satisfied that they 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 auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 the financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. Based on our understanding of the charity and its activities, we identified that the principal risks of non-compliance with laws and regulations related to fraud and money laundering, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements, such as the Charities Act 2011.

We evaluated the Trustees' and management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to management bias through judgements and assumptions in significant accounting estimates, in particular in

## The Grimmitt Trust

relation to investment valuation, the risk of fraud in revenue recognition in relation to cut off, and significant one-off or unusual transactions.

Our audit procedures were designed to respond to those identified risks, including non-compliance with laws and regulations (irregularities) and fraud that are material to the financial statements. Our audit procedures included but were not limited to:

- Discussing with the Trustees and management their policies and procedures regarding compliance with laws and regulations;
- Communicating identified laws and regulations throughout our engagement team and remaining alert to any indications of non-compliance throughout our audit; and
- Considering the risk of acts by the charity which were contrary to applicable laws and regulations, including fraud.

Our audit procedures in relation to fraud included but were not limited to:

- Making enquiries of the Trustees and management on whether they had knowledge of any actual, suspected or alleged fraud;
- Gaining an understanding of the internal controls established to mitigate risks related to fraud;
- Discussing amongst the engagement team the risks of fraud; and
- Addressing the risks of fraud through management override of controls by performing journal entry testing.

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management. As with any audit, there remained a risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

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

### Use of the audit report

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's Trustees those matters we are required to state to them in an auditor's 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 our audit work, for this report, or for the opinions we have formed.

Signed:



[David Hoose \(Jul 5, 2023 17:01 GMT+1\)](#)

Mazars LLP Chartered Accountants and Statutory Auditor  
First Floor  
2 Chamberlain Square  
Birmingham  
B3 3AX

Date: Jul 5, 2023

Mazars LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

## The Grimmitt Trust

### STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2023

	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2023 £	Total Funds 2022 £
					(Note 2)
Income					
Investment income	4	-	328,266	328,266	371,224
Transfer between funds		328,266	(328,266)	-	-
<b>Total income</b>		<b>328,266</b>	<b>-</b>	<b>328,266</b>	<b>371,224</b>
Expenditure on charitable activities					
Children and Youth		62,317	-	62,317	66,255
Community		172,603	-	172,603	131,575
Cultural and Education		66,522	-	66,522	54,856
Elderly		15,848	-	15,848	17,087
Medical and Health		32,427	-	32,427	28,080
Overseas		18,779	-	18,779	43,787
<b>Total expenditure</b>	6	<b>368,496</b>	<b>-</b>	<b>368,496</b>	<b>341,640</b>
<b>Net income/(expenditure) before gains and losses on investments</b>		<b>(40,230)</b>	<b>-</b>	<b>(40,230)</b>	<b>29,584</b>
Net loss on investments	8	-	(555,358)	(555,358)	1,114,111
<b>Net expenditure and net movement in funds</b>		<b>(40,230)</b>	<b>(555,358)</b>	<b>(595,588)</b>	<b>1,143,695</b>
Reconciliation of funds					
Total funds brought forward		527,719	12,810,865	13,338,584	12,194,889
<b>Total funds carried forward</b>		<b>487,489</b>	<b>12,255,507</b>	<b>12,742,996</b>	<b>13,338,584</b>

The Statement of Financial Activities includes all gains and losses in the year. All activities relate to continuing operations.

# The Grimmitt Trust

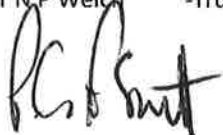
## BALANCE SHEET AS AT 5<sup>TH</sup> APRIL 2023

	Note	Unrestricted Funds £	Endowment £	Total Funds 2023 £	Prior year 2022 £
<b>Fixed Assets</b>					
Investments	8	385,950	12,255,507	12,641,457	13,196,815
<b>Current Assets</b>					
Debtors	9	80,739	-	80,739	80,942
Cash at bank and in hand		31,262	-	31,262	70,020
<b>Total Current Assets</b>		112,001	-	112,001	150,962
<b>Liabilities</b>					
Creditors falling due within one year	10	(10,462)	-	(10,462)	(9,193)
<b>Net Current Assets</b>		101,539	-	101,539	141,769
<b>Net Assets</b>		487,489	12,255,507	12,742,996	13,338,584
<b>Funds</b>					
Expendable endowment	11	-	12,255,507	12,255,507	12,810,865
Unrestricted income funds		487,489	-	487,489	527,719
<b>Total Charity Funds</b>		487,489	12,255,507	12,742,996	13,338,584

Approved by the Trustees on  
and signed on their behalf

4.7.23

  
T.N.P. Welch -Trustee

  
P.G.P. Smith -Trustee

  
M.P. Wilson -Treasurer

## The Grimmitt Trust

### STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2023

	Note	Total funds 2023 £	Prior year 2022 £
<b>Cash flows from operating activities:</b>			
<b>Net cash used in operating activities</b>	12	<b>(367,024)</b>	<b>(345,418)</b>
<b>Cash flows from investing activities:</b>			
Interest and dividends	4	328,266	371,224
Proceeds from sale of investments	8	-	12,477,128
Purchase of Investments	8	-	(12,477,128)
<b>Net cash provided by investing activities</b>		<b>328,266</b>	<b>371,224</b>
<b>Change in cash and cash equivalents in the year</b>		<b>(38,758)</b>	<b>25,806</b>
Cash and cash equivalent bought forward		70,020	44,214
<b>Cash and cash equivalents carried forward</b>		<b>31,262</b>	<b>70,020</b>

## The Grimmitt Trust

### NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2023

#### 1 ACCOUNTING POLICIES

##### (a) Basis of preparation and assessment of going concern

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and reporting by charities preparing their accounts in accordance with FRS 102: Financial Reporting Standard applicable in the UK and Republic of Ireland 2015 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. With respect to the next reporting period, 2023-24, the most significant areas of uncertainty that affect the carrying value of assets held by the Trust are the level of investment return and the performance of investment markets (see the investment policy and performance and risk management sections of the Trustees' annual report for more information).

##### (b) Funds structure

The endowment fund, which is expendable, comprises the shares in Kite Connexion Holdings Limited, which were initially gifted to the Trust, together with the proceeds of sale of the shares in Welconstruct Group Limited, also gifted to the Trust but which were subsequently sold. Income arising from the endowment investments is transferred to unrestricted funds unless applied for reinvestment purposes. The endowment fund is not restricted.

The Unrestricted funds comprise those funds that the Trustees are free to use for any purpose in furtherance of the charitable objectives.

Further details of each fund are disclosed in note 11.

##### (c) Income recognition

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.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor.

## The Grimmitt Trust

### (d) Expenditure recognition

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.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings. For more information on this attribution refer to (f) below.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the trust. Grants are recognised when authorised by the Trustees and paid. Multi-year grants (pledges) are subject to the recipient fulfilling conditions for future payments. Future pledged payments are recognised in the period that the future payment is authorised by the Trustees following receipt of a satisfactory progress report.

### (e) Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

### (f) Allocation of support and governance costs

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include those related to statutory audit and any legal fees together with an apportionment of overhead and support costs.

Governance costs and support costs relating to charitable activities have been apportioned based on the number of individual grant awards made in recognition that the administrative costs of awarding, monitoring and assessing grants are broadly equivalent. The allocation of support and governance costs is analysed in note 6.

### (g) Charitable activities

Costs of charitable activities include grants made, governance costs and an apportionment of support costs as shown in note 6.

### (h) Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price (mid-price) from the Investment Managers' nearest valuation prior to (or at) year end. The Investment Managers prepare weekly investment valuations and a calendar month end valuation. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The Trust does not acquire put options, derivatives or other complex financial instruments. The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

### (i) Gains and losses

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

## **The Grimmitt Trust**

(j) Non-quoted Investment

The Trustees do not consider the Trust's 50% investment in Kite Connexion Holdings Limited to constitute that of an associated undertaking or subsidiary, as they do not exert significant influence or control over the company.

(k) Critical management judgements and estimates

When preparing the financial statements, the Trustees and management make a number of judgements, estimates and assumptions on the way in which assets, liabilities, income and expenditure is recognised and measured. These include the valuation of unquoted investments in Kite Connexion Holdings Limited which are recognised at a valuation based on the estimated share of net assets.

## The Grimmitt Trust

### 2 PREVIOUS YEAR DETAILED STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £
Income			
Investment income	-	371,224	<b>371,224</b>
Transfer between funds	371,224	(371,224)	-
<b>Total income</b>	<b>371,224</b>	-	<b>371,224</b>
Expenditure on charitable activities			
Children and Youth	66,255	-	<b>66,255</b>
Community	131,575	-	<b>131,575</b>
Cultural and Education	54,856	-	<b>54,856</b>
Elderly	17,087	-	<b>17,087</b>
Medical and Health	28,080	-	<b>28,080</b>
Overseas	43,787	-	<b>43,787</b>
<b>Total expenditure</b>	<b>341,640</b>	-	<b>341,640</b>
<b>Net income/(expenditure) and net movement in funds before gains and losses on investments</b>	<b>29,584</b>	-	<b>29,584</b>
Net gains on investments	-	1,114,111	<b>1,114,111</b>
<b>Net movement in funds</b>	<b>29,584</b>	<b>1,114,111</b>	<b>1,143,695</b>
Reconciliation of funds			
Total funds brought forward	498,135	11,696,754	<b>12,194,889</b>
<b>Total funds carried forward</b>	<b>527,719</b>	<b>12,810,865</b>	<b>13,338,584</b>

## The Grimmitt Trust

### 3 PREVIOUS YEAR DETAILED BALANCE SHEET

	Unrestricted Funds £	Endowment £	Total Funds 2022 £
<b>Fixed Assets</b>			
Investments	385,950	12,810,865	13,196,815
<b>Current Assets</b>			
Debtors	80,942	-	80,942
Investments	70,020	-	70,020
Cash at bank and in hand			
	150,962	-	150,962
<b>Total Current Assets</b>			
<b>Liabilities</b>			
Creditors falling due within one year	(9,193)	-	(9,193)
<b>Net Current Assets</b>	141,769	-	141,769
<b>Net Assets</b>	527,719	12,810,865	13,338,584
<b>Funds</b>			
Expendable endowment	-	12,810,865	12,810,865
Unrestricted income funds	527,719	-	527,719
<b>Total Charity Funds</b>	527,719	12,810,865	13,338,584

### 4 INVESTMENT INCOME

	2023 £	2022 £
Accrued income at 5 <sup>th</sup> April 2022	(80,942)	(76,577)
Income received in reporting period	328,289	366,859
Accrued income at 5 <sup>th</sup> April 2023	80,739	80,942
<b>Income recognised in the Statement of Financial Activities</b>	<b>328,086</b>	<b>371,224</b>
<b>Interest on cash deposits received</b>	<b>180</b>	<b>-</b>
<b>Other income received</b>	<b>-</b>	<b>-</b>
<b>Total Income</b>	<b>328,266</b>	<b>371,224</b>

## The Grimmitt Trust

### 5 GOVERNANCE AND SUPPORT COSTS

	2023	2022
	£	£
<b>Governance Costs</b>		
Audit fee and related costs	9000	7,800
Trustee meetings	604	173
Trustee expenses	46	-
<b>Total</b>	<b>9,650</b>	<b>7,973</b>

None of the Trustees received any remuneration in their capacity as Trustee. Expenses totalling £46 were paid to 3 Trustees in 2023 (2022: 0).

	2023	2022
	£	£
<b>Support Costs</b>		
Secretarial fee	20,037	17,438
Treasurer fee	5,848	5,570
Other support costs	1,861	2,559
<b>Total</b>	<b>27,746</b>	<b>25,567</b>

Other support costs comprise general day-to-day expenses incurred in the operation of the trust and grant giving activities.

	2023	2022
	£	£
<b>Total Costs</b>		
Governance costs	9,650	7,973
Support costs	27,746	22,567
<b>Total Costs</b>	<b>37,396</b>	<b>33,540</b>

### 6 ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

Grants awarded are analysed by the following activities. The activity to which a grant is allocated is determined by the Trustees' assessment of where the recipient's core activities most closely matches the activity selected.

	2023	2023 Total	2022	2022 Total
	Number of	Grants	Number of	Grants
	Grants		Grants	
	Paid	£	Paid	£
Children and Youth	35	55,500	29	60,500
Community	95	154,100	81	115,500
Culture and Education	34	59,900	29	49,100
Elderly	10	13,900	8	15,500
Medical	14	29,700	13	25,500
Overseas	4	18,000	9	42,000
<b>Total</b>	<b>192</b>	<b>331,100</b>	<b>169</b>	<b>308,100</b>

## The Grimmitt Trust

### Analysis of Expenditure on Charitable Activities

	Grant Funding of Activities	Governance Costs	Support Costs	2023 Total	2022 Total
	£	£	£	£	£
Children and Youth	55,500	1,759	5,058	62,317	66,255
Community	154,100	4,774	13,729	172,603	131,575
Culture and Education	59,900	1,709	4,913	66,522	54,856
Elderly	13,900	503	1,445	15,848	17,087
Medical	29,700	704	2,023	32,427	28,080
Overseas	18,000	201	578	18,779	43,787
<b>Total</b>	<b>331,100</b>	<b>9,650</b>	<b>27,746</b>	<b>368,496</b>	<b>341,640</b>

No costs incurred are directly attributable to a single activity. All costs are apportioned on the basis of number of grants awarded.

## 7 ANALYSIS OF GRANTS

Summary Grants Paid by Recipient Type	2023 £	2022 £
Institutional	331,100	307,000
Individual	-	1,100
<b>Total</b>	<b>331,100</b>	<b>308,100</b>

Recipients of Institutional Grants	2023 £	2022 £
Midlands Art Centre	10,500	-
Christian Aid	10,000	30,000
Street Teams	7,500	7,500
All We Can	5,000	5,000
Birmingham Hippodrome Theatre Trust	5,000	4,500
St Anne's Hostel	5,000	4,000
The Hospice Charity Partnership	5,000	5,000
Birmingham Settlement	4,000	3,000
B:Music	3,500	-
Compton Care	3,500	-
Acacia	3,000	3,000
All Saints Youth Project	3,000	2,000
Anawim – Birmingham's Centre for Women	3,000	2,500
Beyond the Horizon Charity	3,000	3,000
Birmingham Churches Together – Restore	3,000	3,000
BUDS	3,000	3,000
Change Brief Therapy	3,000	2,000
Darlaston Youth Centre	3,000	6,000
Entraide (Mutual Aid)	3,000	2,000
Father Hudson's Care	3,000	-
Geese Theatre Company	3,000	-
Gilgal Birmingham	3,000	3,000
Good Shepherd Ministry	3,000	2,000
Home From Hospital	3,000	2,500
Home Start Birmingham North and Inner City	3,000	-
Narthex Sparkhill	3,000	-
Newstarts	3,000	-

## The Grimmitt Trust

	2023	2022
	£	£
Royal Shakespeare Company	3,000	2,000
Ryders Green Methodist Day Centre	3,000	3,000
Severn Valley Railway Charitable	3,000	2,500
Spitfire Advice & Support Service	3,000	2,000
The Chamberlain Highbury	3,000	-
The Gap	3,000	4,000
The Haven Wolverhampton	3,000	2,000
University of Wolverhampton	3,000	-
Welcome Group Halesowen	3,000	1,500
Acorns Children's Hospice	2,500	2,000
Black Country Living Museum	2,500	-
Hope Projects	2,500	-
Kids UK Trust	2,500	-
Kingstanding Regeneration Trust	2,500	-
Seventh Day Adventist Church	2,500	-
Sudden Productions	2,500	2,000
The Cotteridge Church	2,500	2,000
The Shakespear Hospice	2,500	-
St Francis Youth & Community Centre	2,200	-
Balsall Heath CATS	2,000	-
BIRCH	2,000	-
Birmingham Children's Hospital Charity	2,000	-
Birmingham PHAB Camps	2,000	2,000
Birmingham Repertory Theatre	2,000	2,000
Birmingham Samaritans	2,000	-
Carrs Lane Counselling Centre	2,000	-
Disability Resource Centre	2,000	2,000
Dodford Children's Farm	2,000	3,000
Edwards Trust	2,000	2,000
Eve Brook Scholarship Fund	2,000	2,000
Karis Neighbour Scheme	2,000	-
Kingswood Trust	2,000	2,000
Lanesfield Methodist Church	2,000	-
Martineau Gardens	2,000	2,000
Moseley Road Baths	2,000	-
NICE – The Centre for Movement Disorders	2,000	2,000
Peacemakers	2,000	-
Queen Salote College Tonga	2,000	2,000
Rape and Sexual Violence Project	2,000	-
Sandwell Homeless and Resettlement Project	2,000	2,000
Sandwell Youth in Action	2,000	-
Singing Medicine (Ex Cathedra)	2,000	2,000
Smethwich Heritage Centre Trust	2,000	-
Sport4Life	2,000	2,000
St Germain's Church	2,000	-
St Giles Hospice	2,000	2,000
St Mary's Handworth	2,000	-
Support Through Court Birmingham	2,000	2,000
The Dorothy Parks Centre	2,000	-
The Feast	2,000	-
The Giving Hangs Mission	2,000	2,000
The Mary Stevens Hospice	2,000	-
The Recovery Foundation	2,000	2,000
University of Birmingham	2,000	-
Women and Theatre	2,000	2,000
Leamington Music	-	7,000
Birmingham Women's and Childrens Hospital Charity	-	5,000
Friends of Christchurch Gardens	-	5,000
RBSA	-	5,000
Birmingham Centre for Arts Therapy	-	3,000
InUnity	-	3,000
MHA Communities	-	3,000
MWNUK	-	3,000
Redditch Wheels Project	-	3,000
St Martins Youth Centre	-	3,000
The Ackers	-	3,000
WE:ARE – Women's Empowerment & Recovery Educators	-	3,000
CBSO	-	2,500
Lifespring	-	2,500

## The Grimmitt Trust

	2023	2022
	£	£
Lozells Methodist Church	-	2,500
Better Pathways	-	2,000
HALOW (Birmingham)	-	2,000
Ifakara Bakery Project	-	2,000
Leaps & Bounds Trust	-	2,000
Newbiggin Community Trust	-	2,000
Open Door Community Foundation	-	2,000
SIFA Fireside	-	2,000
ST Richard's PCC	-	2,000
The Cotteridge Church	-	2,000
The Jericho Foundation	-	2,000
The Springfield Project	-	2,000
Thrive	-	2,000
Wall Heath Evangelical Free Church	-	2,000
Wellington Methodist Church and Centre	-	2,000
Wolverhampton Youth Zone	-	2,000
Women Acting in Today's Society	-	2,000
<b>Grants of less than £2,000 not detailed</b>	<b>97,400</b>	<b>68,500</b>
<b>Total Grants</b>	<b>331,100</b>	<b>307,000</b>

The Trustees consider grants of £2,000 and above as material for individual disclosure.

The Trust has authorised future grants, which are subject to the recipient fulfilling certain conditions. The Trust's policy is that these future grants are recognised in the year paid following receipt of an application for payment and a progress report demonstrating satisfactory performance to date. Payment of the grant is subject to authorisation by the Trustees. The total amount authorised but not provided for as expenditure at 5 April 2023 is £41,000 (2022: £30,000).

### 8 FIXED ASSET INVESTMENTS

	2023	2022
	£	£
<b>Cost</b>		
Quoted investments:		
4,029,928.99 Units COIF Charities Ethical Investment Fund	12,477,128	12,477,128
Unquoted investments:		
25,000 Ordinary 1p shares in Kite Connexion Holdings Limited	250	250
<b>Total investments at cost</b>	<b>12,477,378</b>	<b>12,477,378</b>
	2023	2022
	£	£
<b>Market Value</b>		
Quoted investments:		
COIF Charities Investment Fund Income Units	12,024,457	12,601,815
Unquoted investments:		
At valuation (See below)	617,000	595,000
<b>Total market value of investments</b>	<b>12,641,457</b>	<b>13,196,815</b>

## The Grimmitt Trust

The unquoted investment represents the Trust's 50% holding in Kite Connexion Holdings Limited and its trading subsidiaries Kite Connexion Limited and Static Safe Environments Limited. This has been included at Trustees' valuation. The consolidated net assets in Kite Connexion Holdings Limited at 31 January 2023 amounted to £1,543,000 (31 January 2022: £1,488,000).

The Trustees do not consider the investment constitutes that of an associated undertaking, as they do not exert significant influence over this company.

### Reconciliation In movement of Market Value of Investments

<b>Quoted Investments</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Valuation b/fwd	12,601,815	11,552,704
Investments purchased	-	12,477,128
Investments sold	-	(12,477,128)
Realised gain on sale of investments	-	924,424
Revaluation	(577,358)	124,687
<b>Valuation at Year End</b>	<b>12,024,457</b>	<b>12,601,815</b>
<b>Unquoted Investments</b>		
Valuation b/fwd	595,000	530,000
Revaluation	22,000	65,000
<b>Valuation at Year End</b>	<b>617,000</b>	<b>595,000</b>

## 9 DEBTORS

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Accrued income from investments</b>	<b>80,739</b>	<b>80,942</b>

Investment income declared on 31<sup>st</sup> March 2023, payable in May 2023.

## 10 CREDITORS FALLING DUE WITHIN ONE YEAR

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Accruals	10,462	9,193

## The Grimmitt Trust

### 11 ANALYSIS OF CHARITABLE FUNDS

Analysis of Fund Movements	Balance B/Fwd £	Income £	Expenditure £	Transfers £	Gains and Losses £	Balance C/Fwd £
Expendable endowment	12,810,865	328,266	-	(328,266)	(555,358)	12,255,507
Unrestricted funds	527,719	-	(368,496)	328,266	-	487,489
<b>Total</b>	<b>13,338,584</b>	<b>328,266</b>	<b>(368,496)</b>	<b>-</b>	<b>(555,358)</b>	<b>12,742,996</b>

- a) The Trustees have the power to spend the capital of the expendable endowment and there is no restriction placed on the funds or income generated.
- b) The unrestricted funds are available to be spent for any of the purposes of the charity.

### 12 RECONCILIATION OF NET MOVEMENTS IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023 £	2022 £
Net movement in funds	(595,588)	1,143,695
Investment dividends and interest received	(328,266)	(371,224)
Deduct (gains) / add back losses on investments	555,358	(1,114,111)
Decrease / (increase) in debtors	203	(4,365)
Increase / (decrease) in creditors	1,269	587
<b>Net cash used in operating activities</b>	<b>(367,024)</b>	<b>(345,418)</b>

### 13 RELATED PARTY TRANSACTIONS

The founding director of Welconstruct Group Limited formed the Trust and 50% of that company's share capital was gifted to the Trust as an endowment. Following a de-merger in 2004 the Trust acquired a 50% holding in Kite Connexion Holdings Limited, the non-trading holding company of Kite Connexion Limited and Static Safe Environments Limited. Two Trustees are directors of Kite Connexion Holdings Limited and its trading subsidiaries. Three Trustees are shareholders of Kite Connexion Holdings Ltd.

No dividend was declared or paid in the reporting period from Kite Connexion Holdings Limited (2022: £50,000).

In the reporting period expenses payments to 3 Trustees totalled £46 (2022: £0). Trustee expenses incurred but not claimed in the financial year totalled £133 (2022: £0).

Certain Trustees of The Grimmitt Trust are also Trustees of other charities to which the Trust makes grants. Procedures are in place to ensure these Trustees are not unduly influential in the decision to award grants to these charities.

**THE GRIMMITT TRUST**

England & Wales - Charity number 801975

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# Accounts

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# **THE GRIMMITT TRUST**

## **Annual Report**

Year Ended: 5<sup>th</sup> April 2022

Charity Number: 801975

# The Grimmitt Trust

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# **The Grimmitt Trust**

## **TRUSTEES' ANNUAL REPORT**

The Trustees present their annual report and financial statements of the charity for the year ended 5<sup>th</sup> April 2022. 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 FRS 102: Financial Reporting Standard applicable in the UK and Republic of Ireland (September 2015) and the Charities Act 2011.

### **Objectives and Activities for the Public Benefit**

The objective of the Trust is the encouraging and strengthening of local communities, together with an awareness of national and international responsibilities particularly those within the active interests and geographical areas of the Trustees, and of the Kite Connexion group employees. The geographical areas are determined by the Board of Trustees and reviewed periodically. Currently the areas covered are Birmingham, Dudley, Wolverhampton and Walsall postcode areas. The Trust does not normally support national charities, CICs or social enterprises.

The Trust's activities are grant making and this is achieved by generating investment income from both quoted and unquoted endowment investments. The Trustees aim to distribute the income received net of governance and support costs in each reporting period, and success is measured on this basis.

The aims of the Trust are to continue grant making activities and to grow the income generated from investments to maintain the future monetary value of grants paid in real terms.

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

### **Grant Making Policy**

The Trust has established a grant making policy to achieve its objectives for the public benefit. The beneficiaries are charities, organisations and individuals who seek funding for projects or activities in the following areas: Community, Children & Youth, Culture & Education, Medical, Elderly and Overseas.

The Trust welcomes initial contact from any organisation or individuals interested in making applications. The Secretary will advise on the best way to make a grant request and to ensure the necessary information is included.

Applications from organisations must demonstrate that the uses to which any grants received are for the benefit of projects and activities in the areas outlined above. Where they are not the ultimate beneficiaries, organisations applying must also confirm that they adhere to the current guidance on public benefit.

### **Achievements and Performance**

The Trust processed 213 applications during the year (2021: 232) and made 169 grant awards (2021: 171) totalling £308,100, an increase of 11.9% from 2021 (£275,250). See note 6 for analysis of the grants awarded.

The Trustees have maintained grants in line with net income for 2022 and aim to do so for the foreseeable future. The Trust supports a variety of different charities where the core activities and geographical focus meet the objectives of the Trust. Details of grants above £2,000 are set out in note 7. The Trustees consider this to provide a good representation of the organisations supported during the reporting period.

The COVID-19 pandemic continued to impact the activities of charities the Trust supports. Whilst the number of grants awarded is about the same as last year, the number of grants awarded is still 29% lower than the number of grants awarded in 2020 and 23% lower than 2019. This is due to reduced number of grant applications during the pandemic. Even with this, the Trustees were still able to give £308,100 in grant awards in the year which is the highest in the last 3 years. The Trustees consider this a significant achievement.

# The Grimmitt Trust

## Financial Review

The Trust's total incoming resources have increased by 22.2% from the previous year at £371,244 (2021: £303,643). This was largely due to a dividend of £50,000 received from the unquoted investment in Kite Connexion Holdings Ltd in 2022 (2021: £0). The quoted investments achieved an average income yield of 3.3% (2021: 3.3%) and the value of the quoted investments increased by 9.1% over the reporting period to £12,601,815 (2021: £11,552,705). The Trust also holds accumulation units within the quoted investment where income is reinvested in the fund rather than paid out. Based on the valuation and yield at the reporting period end, additional income of approximately £55,355 (2021: £45,540) could be received by converting these units to income paying units.

Administration and governance costs decreased by 2.3% to £33,540 (2021: £34,335) during the financial year. This was due to reduced secretary work compared to the previous year. Overall, there were net incoming resources of £29,584 (2021: £5,942 outgoing), which, with the increase in value of investments of £1,114,111, resulted in an overall increase in funds of £1,143,695. See note 8 for investments breakdown.

## Investment policy

The Trust's overall investment policy is to protect the real value of capital over the long term and to generate income sufficient to be able to maintain a broadly consistent level of grant giving. Day to day investment responsibility is delegated to CCLA Investment Management Ltd using pooled investment vehicles, which aim to maximise total returns and protect the long-term value of the investment in real terms. CCLA operate a clearly defined ethical policy, details of which can be obtained from their website.

## Reserves policy

The Endowment fund represents capital funds established by the founder with the gift of 50% of the issued ordinary share capital of Welconstruct Group Limited, which was sold in 2006. As a result of a demerger of part of that company, it also received a 50% holding in Kite Connexion Holdings Limited, the non-trading holding company of Kite Connexion Limited and its subsidiary. The value of the Endowment fund is £12,810,865 (2021: £11,696,754). The income arising from the resulting investments is transferred to unrestricted funds.

The Trustees annually review the level of reserves retained in unrestricted funds, which are retained to the extent considered necessary to ensure that adequate funds are available to cover future unforeseen eventualities. The value of unrestricted funds is £527,719 (2021: £498,135).

## Risk Management

The Trustees have considered the major risks to which the charity is exposed and have reviewed those risks and established appropriate systems and procedures to manage those risks.

The Trustees consider the variability of investment returns and dividend income on the endowment to constitute the charity's major financial risk. The Trustees have appointed professional investment managers and adopt a well-diversified portfolio to mitigate this risk. The quoted investment is an actively managed multi-asset fund and is diversified by asset type, geography and by sector. The risk to income is mitigated by the Trust's quoted investments being managed on a total return basis providing the Investment Managers flexibility to maintain and grow income. Only a small amount of the Trust's grants awarded are multi-year grants, therefore the Trust has the flexibility to maintain grants in line with income received.

The Trustees have considered the risks and impact of the crisis in Ukraine and have not identified any additional risks to the charity to what is identified above. The Trustees anticipate increased grant requests from charities supporting refugees from Ukraine and charities supporting people in financial hardship, for example food banks.

The Trustees have established the Finance and Investment Sub Committee (FISC) comprising Trustees and others with relevant expertise to oversee investment performance and advise the Trustees.

## **The Grimmitt Trust**

### **Plans for the Future**

The Trustees plan to continue the grant giving activities and maintain the current objectives and grant making policy.

### **Structure, Governance and Management**

The Trust is a charitable trust established under a trust deed originally dated 24 January 1986 and amended by deed of variation dated 28 June 2007. The Trust was established to perpetuate the Founder's family and company's traditions of tithing. The initial endowment comprised 50% of the share capital of the Welconstruct Company Limited, which was sold in 2006. The Trust does not actively fundraise and seeks to continue the charitable work desired by the Founder through the careful stewardship of its existing resources.

The existing Trustees appoint new Trustees for an initial period of five years after which they may put themselves forward for re-appointment. The Trustees give of their time freely and no Trustee remuneration was paid in the year. Details of Trustee expenses and related party transactions are disclosed in note 13 to the accounts. Trustees are required to disclose all relevant interests and register them with the Secretary.

At the Trustee meetings held three times a year, the Trustees agree the broad strategy and areas of activity for the Trust, including consideration of grant making, investment, reserves, risk management policies and performance. The Trust has established the following sub committees:

**Grants Sub Committee (GSC).** This committee meets three times a year prior to the main Trustee meetings to consider grant applications that have been researched by the Secretary and to make recommendations for funding. The GSC are authorised to agree grants up to the value of £1,000 without Board of Trustee approval prior to payment. A full list of these grants is reported to the Board of Trustees Meeting. Grants above £1,000 require authorisation by the Board of Trustees.

**Finance and Investment Sub Committee (FISC).** This committee oversees the financial stability of the Trust, including management of the endowment investments, reviewing the level of reserves, scrutiny of its operating funds, revenues and expenses.

The Board keeps the skill requirements of the Trustees under review and provides induction procedures relevant to the new Trustees' individual knowledge and understanding. Trustee training is made available to all Trustees. The Trustees are responsible for overall governance and review the Policies and Practices of the Trust annually.

# **The Grimmitt Trust**

## **Reference and Administrative Information**

### **Charity Registration Number**

801975

### **Principal Office**

151b All Saints Road

Kings Heath

Birmingham

B14 6AT

Email: [admin@grimmitt-trust.org.uk](mailto:admin@grimmitt-trust.org.uk)

Enquiries should be made to the Secretary at the principal office or via email.

### **Founder**

P W Welch

### **Trustees**

C E Chase – Appointed 16/11/2021

S L Day

J M Dickins – Resigned 05/07/2021

T L Jones

A D Owen OBE

E Pardoe

P G P Smith

T N P Welch - Chairman

S J Wilkey

### **Secretary**

V Welch

### **Treasurer**

M P Wilson

### **Auditor**

Mazars LLP

Two Chamberlain Square. Birmingham.

B3 3AX

### **Bankers**

CAF Bank Limited

25 Kings Hill Avenue. Kings Hill, West Malling. Kent.

ME19 4TA

### **Solicitors**

Shakespeare Martineau

No 1 Colmore Square. Birmingham.

B4 6AA

### **Investment Managers**

CCLA Investment Management Ltd

Senator House, 85 Queen Victoria Street. London.

EC4V 4ET

## The Grimmitt Trust

### Responsibilities of the Trustees

Charity law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the disposition of the fund at the end of the financial year and of the financial transactions for the year. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- prepare the financial statements on the basis that the Trust will continue in operation unless it is inappropriate to presume this

The Trustees are responsible for keeping proper accounting records to enable them to ensure that the financial statements comply with the Statement of Recommended Practice and the Charities Act. They are also responsible for safeguarding the assets of the Trust, ensuring their proper application under charity law, and hence for taking steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the Trustees on 5.7.22

↑  
T.N.P. Welch

T N P Welch  
Chairman

## **The Grimmitt Trust**

### **Independent auditor's report to the Trustees of The Grimmitt Trust**

#### **Opinion**

We have audited the financial statements of The Grimmitt Trust (the 'charity') for the year ended 5th April 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows 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 FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

give a true and fair view of the state of the charity's affairs as at 5th April 2022 and of its income and expenditure for the year then ended;

have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and

have been prepared in accordance with the requirements of the Charities Act 2011.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 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 Trustees 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 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 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 this other information, we are required to report that fact.

We have nothing to report in this regard.

## **The Grimmitt Trust**

### **Matters on which we are required to report by exception**

In light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 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 the financial statements and for being satisfied that they 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 auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 the financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. Based on our understanding of the charity and its activities, we identified that the principal risks of non-compliance with laws and regulations related to fraud and money laundering, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements, such as the Charities Act 2011.

We evaluated the Trustees' and management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to management bias through judgements and assumptions in significant accounting estimates, in particular in

## The Grimmitt Trust

relation to investment valuation, the risk of fraud in revenue recognition in relation to cut off, and significant one-off or unusual transactions.

Our audit procedures were designed to respond to those identified risks, including non-compliance with laws and regulations (irregularities) and fraud that are material to the financial statements. Our audit procedures included but were not limited to:

- Discussing with the Trustees and management their policies and procedures regarding compliance with laws and regulations;
- Communicating identified laws and regulations throughout our engagement team and remaining alert to any indications of non-compliance throughout our audit; and
- Considering the risk of acts by the charity which were contrary to applicable laws and regulations, including fraud.

Our audit procedures in relation to fraud included but were not limited to:

- Making enquiries of the Trustees and management on whether they had knowledge of any actual, suspected or alleged fraud;
- Gaining an understanding of the internal controls established to mitigate risks related to fraud;
- Discussing amongst the engagement team the risks of fraud; and
- Addressing the risks of fraud through management override of controls by performing journal entry testing.

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management. As with any audit, there remained a risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

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

### Use of the audit report

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's Trustees those matters we are required to state to them in an auditor's 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 our audit work, for this report, or for the opinions we have formed.

Signed:

*Mazars LLP*

Mazars LLP Chartered Accountants and Statutory Auditor  
First Floor  
Two Chamberlain Square  
Birmingham  
B3 3AX

Date:

*15 July 2022*

Mazars LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

## The Grimmitt Trust

### STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2022

	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £	Total Funds 2021 £
					(Note 2)
Income					
Investment income	4	-	371,224	371,224	303,643
Transfer between funds		371,224	(371,224)	-	-
<b>Total income</b>		<b>371,224</b>	<b>-</b>	<b>371,224</b>	<b>303,643</b>
Expenditure on charitable activities					
Children and Youth		66,255	-	66,255	60,475
Community		131,575	-	131,575	133,561
Cultural and Education		54,856	-	54,856	49,328
Elderly		17,087	-	17,087	11,906
Medical and Health		28,080	-	28,080	23,512
Overseas		43,787	-	43,787	30,803
<b>Total expenditure</b>	6	<b>341,640</b>	<b>-</b>	<b>341,640</b>	<b>309,585</b>
<b>Net income/(expenditure) before gains and losses on investments</b>		<b>29,584</b>	<b>-</b>	<b>29,584</b>	<b>(5,942)</b>
Net gain on investments	8	-	1,114,111	1,114,111	2,122,616
<b>Net income and net movement in funds</b>		<b>29,584</b>	<b>1,114,111</b>	<b>1,143,695</b>	<b>2,116,674</b>
Reconciliation of funds					
Total funds bought forward		498,135	11,696,754	12,194,889	10,078,215
<b>Total funds carried forward</b>		<b>527,719</b>	<b>12,810,865</b>	<b>13,338,584</b>	<b>12,194,889</b>

The Statement of Financial Activities includes all gains and losses in the year. All activities relate to continuing operations.

**The Grimmitt Trust**

**BALANCE SHEET**

AS AT 5<sup>TH</sup> APRIL 2022

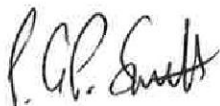
	Note	Unrestricted Funds £	Endowment £	Total Funds 2022 £	Prior year 2021 £
<b>Fixed Assets</b>					
Investments	8	385,950	12,810,865	13,196,815	12,082,704
<b>Current Assets</b>					
Debtors	9	80,942	-	80,942	76,577
Cash at bank and in hand		70,020	-	70,020	44,214
<b>Total Current Assets</b>		<b>150,962</b>	<b>-</b>	<b>150,962</b>	<b>120,791</b>
<b>Liabilities</b>					
Creditors falling due within one year	10	(9,193)	-	(9,193)	(8,606)
<b>Net Current Assets</b>		<b>141,769</b>	<b>-</b>	<b>141,769</b>	<b>112,185</b>
<b>Net Assets</b>		<b>527,719</b>	<b>12,810,865</b>	<b>13,338,584</b>	<b>12,194,889</b>
<b>Funds</b>					
Expendable endowment	11	-	12,810,865	12,810,865	11,696,754
Unrestricted income funds		527,719	-	527,719	498,135
<b>Total Charity Funds</b>		<b>527,719</b>	<b>12,810,865</b>	<b>13,338,584</b>	<b>12,194,889</b>

Approved by the Trustees on  
and signed on their behalf

5.7.22



T N P Welch -Trustee



P G P Smith -Trustee



M P Wilson -Treasurer

## The Grimmitt Trust

### STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2022

	Note	Total funds 2022 £	Prior year 2021 £
<b>Cash flows from operating activities:</b>			
<b>Net cash used in operating activities</b>	12	(345,418)	(310,343)
<b>Cash flows from investing activities:</b>			
Interest and dividends	4	371,224	303,643
Proceeds from sale of investments	8	12,477,128	-
Purchase of Investments	8	(12,477,128)	-
<b>Net cash provided by investing activities</b>		371,224	303,643
<b>Change in cash and cash equivalents in the year</b>		25,806	(6,700)
Cash and cash equivalent bought forward		44,214	50,914
<b>Cash and cash equivalents carried forward</b>		70,020	44,214

**NOTES TO THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2022

**1 ACCOUNTING POLICIES**

(a) Basis of preparation and assessment of going concern

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and reporting by charities preparing their accounts in accordance with FRS 102: Financial Reporting Standard applicable in the UK and Republic of Ireland (September 2015) 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. With respect to the next reporting period, 2022-23, the most significant areas of uncertainty that affect the carrying value of assets held by the Trust are the level of investment return and the performance of investment markets (see the investment policy and performance and risk management sections of the Trustees' annual report for more information).

(b) Funds structure

The endowment fund, which is expendable, comprises the shares in Kite Connexion Holdings Limited, which were initially gifted to the Trust, together with the proceeds of sale of the shares in Welconstruct Group Limited, also gifted to the Trust but which were subsequently sold. Income arising from the endowment investments is transferred to unrestricted funds unless applied for reinvestment purposes. The endowment fund is not restricted.

The Unrestricted funds comprise those funds that the Trustees are free to use for any purpose in furtherance of the charitable objectives.

Further details of each fund are disclosed in note 11.

(c) Income recognition

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.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor.

## The Grimmitt Trust

### (d) Expenditure recognition

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.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings. For more information on this attribution refer to (f) below.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the trust. Grants are recognised when authorised by the Trustees and paid. Multi-year grants (pledges) are subject to the recipient fulfilling conditions for future payments. Future pledged payments are recognised in the period that the future payment is authorised by the Trustees following receipt of a satisfactory progress report.

### (e) Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

### (f) Allocation of support and governance costs

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include those related to statutory audit and any legal fees together with an apportionment of overhead and support costs.

Governance costs and support costs relating to charitable activities have been apportioned based on the number of individual grant awards made in recognition that the administrative costs of awarding, monitoring and assessing grants are broadly equivalent. The allocation of support and governance costs is analysed in note 6.

### (g) Charitable activities

Costs of charitable activities include grants made, governance costs and an apportionment of support costs as shown in note 6.

### (h) Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price (mid-price) from the Investment Managers' nearest valuation following the year end. The Investment Managers prepare weekly investment valuations and a calendar month end valuation. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The Trust does not acquire put options, derivatives or other complex financial instruments. The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

### (i) Gains and losses

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

## The Grimmitt Trust

(j) Basis of consolidation

The Trustees do not consider the Trust's 50% investment in Kite Connexion Holdings Limited to constitute that of an associated undertaking or subsidiary, as they do not exert significant influence or control over the company.

(k) Critical management judgements and estimates

When preparing the financial statements, the Trustees and management make a number of judgements, estimates and assumptions on the way in which assets, liabilities, income and expenditure is recognised and measured. These include the valuation of unquoted investments in Kite Connexion Holdings Limited which are recognised at a valuation based on the estimated share of net assets.

# The Grimmitt Trust

## 2 PREVIOUS YEAR DETAILED STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted Funds £	Endowment Funds £	Total Funds 2021 £
Income			
Investment income	-	303,643	<b>303,643</b>
Transfer between funds	303,643	(303,643)	-
<b>Total income</b>	<b>303,643</b>	<b>-</b>	<b>303,643</b>
Expenditure on charitable activities			
Children and Youth	60,475	-	<b>60,475</b>
Community	133,561	-	<b>133,561</b>
Cultural and Education	49,328	-	<b>49,328</b>
Elderly	11,906	-	<b>11,906</b>
Medical and Health	23,512	-	<b>23,512</b>
Overseas	30,803	-	<b>30,803</b>
<b>Total expenditure</b>	<b>309,585</b>	<b>-</b>	<b>309,585</b>
<b>Net income/(expenditure) and net movement in funds before gains and losses on investments</b>	<b>(5,942)</b>	<b>-</b>	<b>(5,942)</b>
Net gains on investments	-	2,122,616	<b>2,122,616</b>
<b>Net movement in funds</b>	<b>(5,942)</b>	<b>2,122,616</b>	<b>2,116,674</b>
Reconciliation of funds			
Total funds brought forward	504,077	9,574,138	<b>10,078,215</b>
<b>Total funds carried forward</b>	<b>498,135</b>	<b>11,696,754</b>	<b>12,194,889</b>

## The Grimmitt Trust

### 3 PREVIOUS YEAR DETAILED BALANCE SHEET

	Unrestricted Funds £	Endowment £	Total Funds 2021 £
<b>Fixed Assets</b>			
Investments	385,950	11,696,754	12,082,704
<b>Current Assets</b>			
Debtors	76,577	-	76,577
Investments	44,214	-	44,214
Cash at bank and in hand			
	120,791	-	120,791
<b>Total Current Assets</b>			
<b>Liabilities</b>			
Creditors falling due within one year	(8,606)	-	(8,606)
<b>Net Current Assets</b>	112,185	-	112,185
<b>Net Assets</b>	498,135	11,696,754	12,194,889
<b>Funds</b>			
Expendable endowment		11,696,754	11,696,754
Unrestricted income funds	498,135	-	498,135
<b>Total Charity Funds</b>	498,135	11,696,754	12,194,889

### 4 INVESTMENT INCOME

	2022 £	2021 £
Accrued income at 5 <sup>th</sup> April 2021	(76,577)	(76,342)
Income received in reporting period	366,859	303,408
Accrued income at 5 <sup>th</sup> April 2022	80,942	76,577
<b>Income recognised in the Statement of Financial Activities</b>	<b>371,224</b>	<b>303,643</b>
<b>Interest on cash deposits received</b>	-	-
<b>Other income received</b>	-	-
<b>Total Income</b>	<b>371,224</b>	<b>303,643</b>

## The Grimmitt Trust

### 5 GOVERNANCE AND SUPPORT COSTS

	2022	2021
	£	£
<b>Governance Costs</b>		
Audit fee and related costs	7,800	7,200
Trustee meetings	173	169
Trustee expenses	-	-
<b>Total</b>	<b>7,973</b>	<b>7,369</b>

None of the Trustees received any remuneration in their capacity as Trustee. No expenses were paid to Trustees in 2022 (2021: 0).

	2022	2021
	£	£
<b>Support Costs</b>		
Secretarial fee	17,438	20,075
Treasurer fee	5,570	5,570
Other support costs	2,559	1,321
<b>Total</b>	<b>25,567</b>	<b>26,966</b>

Other support costs comprise general day-to-day expenses incurred in the operation of the trust and grant giving activities.

	2022	2021
	£	£
<b>Total Costs</b>		
Governance costs	7,973	7,369
Support costs	22,567	26,966
<b>Total Costs</b>	<b>33,540</b>	<b>34,335</b>

### 6 ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

Grants awarded are analysed by the following activities. The activity to which a grant is allocated is determined by the Trustees' assessment of where the recipient's core activities most closely matches the activity selected.

	2022 Number of Grants Paid	2022 Total Grants £	2021 Number of Grants Paid	2021 Total Grants £
Children and Youth	29	60,500	32	54,050
Community	81	115,500	78	117,900
Culture and Education	29	49,100	35	42,300
Elderly	8	15,500	7	10,500
Medical	13	25,500	15	20,500
Overseas	9	42,000	4	30,000
<b>Total</b>	<b>169</b>	<b>308,100</b>	<b>171</b>	<b>275,250</b>

## The Grimmitt Trust

### Analysis of Expenditure on Charitable Activities

	Grant Funding of Activities	Governance Costs	Support Costs	2022 Total	2021 Total
	£	£	£	£	£
Children and Youth	60,500	1,368	4,387	66,255	60,475
Community	115,500	3,821	12,254	131,575	133,561
Culture and Education	49,100	1,369	4,387	54,856	49,328
Elderly	15,500	377	1,210	17,087	11,906
Medical	25,500	613	1,967	28,080	23,512
Overseas	42,000	425	1,362	43,787	30,803
<b>Total</b>	<b>308,100</b>	<b>7,973</b>	<b>25,567</b>	<b>341,640</b>	<b>309,585</b>

No costs incurred are directly attributable to a single activity. All costs are apportioned on the basis of number of grants awarded.

## 7 ANALYSIS OF GRANTS

Summary Grants Paid by Recipient Type	2022 £	2021 £
Institutional	307,000	274,950
Individual	1,100	300
<b>Total</b>	<b>308,100</b>	<b>275,250</b>

Recipients of Institutional Grants	2022 £	2021 £
Christian Aid	30,000	20,000
Street Teams	7,500	5,000
Leamington Music	7,000	-
Darlaston Youth Centre	6,000	3,000
All We Can	5,000	10,000
RBSA	5,000	2,500
Birmingham Women's & Childrens Hospital Charity	5,000	-
Friends of Christchurch Gardens	5,000	-
The Hospice Charity Partnership	5,000	-
Birmingham Hippodrome Theatre	4,500	1,500
St Annes Hostel	4,000	4,000
The Gap	4,000	3,000
Birmingham Settlement	3,000	4,000
St Martins Youth Centre	3,000	4,000
Acacia	3,000	3,000
Beyond the Horizon	3,000	3,000
Birmingham Centre for Arts Therapy	3,000	3,000
Birmingham Churches Together - Restore	3,000	2,000
BUDS	3,000	2,000
Redditch Wheels Project	3,000	2,000
Dodford Children's Farm	3,000	1,000
MWNUK	3,000	1,000
Gilgal Birmingham	3,000	-
InUnity	3,000	-
MHA Communities	3,000	-
Ryders Green Methodist Day Centre	3,000	-

## The Grimmitt Trust

	2022	2021
	£	£
The Ackers	3,000	-
WE:ARE - Women's Empowerment & Recovery Educators	3,000	-
Anawim	2,500	4,000
CBSO	2,500	2,500
Lozells Methodist Church	2,500	2,500
Severn Valley Railway Charitable Trust	2,500	2,500
Home From Hospital Care	2,500	-
Lifespring	2,500	-
Eve Brook Scholarship Fund	2,000	4,850
The Haven Wolverhampton	2,000	3,500
Change Birmingham Brief Therapy	2,000	2,000
Disability Resource Centre	2,000	2,000
Ex Cathedra (Singing Medicine)	2,000	2,000
Martineau Gardens	2,000	2,000
Queen Salote College	2,000	2,000
Royal Shakespeare Company	2,000	2,000
Spitfire Advice & Support Services Ltd	2,000	2,000
Sport4Life	2,000	2,000
St Giles Hospice	2,000	2,000
Sudden Productions	2,000	2,000
Kingswood Trust	2,000	1,750
Acorns Childrens Hospice	2,000	1,500
St Richard's PCC	2,000	1,500
Support Through Court Birmingham	2,000	1,500
The Recovery Foundation	2,000	1,500
Ifakara Bakery Project	2,000	1,000
All Saints Youth Project	2,000	-
Better Pathways	2,000	-
Birmingham PHAB Camps	2,000	-
Birmingham Repertory Theatre	2,000	-
Edward's Trust	2,000	-
Entraide	2,000	-
Good Shepherd Services	2,000	-
HALOW (Birmingham)	2,000	-
Leaps & Bounds Trust	2,000	-
Newbigin Community Trust	2,000	-
NICE	2,000	-
Open Door Community Foundation	2,000	-
Sandwell Homeless & Resettlement Project	2,000	-
SIFA Fireside	2,000	-
The Cotteridge Church	2,000	-
The Giving Hands Mission	2,000	-
The Jericho Foundation	2,000	-
The Springfield Project	2,000	-
Thrive	2,000	-
Wall Heath Evangelical Free Church	2,000	-
Wellington Methodist Church and Centre	2,000	-
Wolverhampton Youth Zone	2,000	-
Women Acting in Today's Society (WAITS)	2,000	-
Women and Theatre	2,000	-
Welcome	1,500	3,000
Warley Woods Community Trust	1,000	2,000
Woodgate Valley Urban Farm	1,000	2,000
Narthex Sparkhill	-	5,000
St Basils	-	5,000
Sutton Coldfield YMCA	-	4,000
Birmingham Methodist Circuit 5/1	-	3,000
Birmingham St Mary's Hospice	-	3,000
Brierley Hill Samaritans	-	3,000
Cruse Bereavement Care	-	3,000
Home Start Birmingham North and Inner City	-	3,000
Welcome	-	3,000
The University of Wolverhampton	-	3,000
Homestart Birmingham Central & South West	-	2,500
NewStarts	-	2,500
Age Concern Birmingham	-	2,000
Bethel health and Healing Network	-	2,000
Birmingham City Mission	-	2,000

## The Grimmitt Trust

	2022	2021
	£	£
Cotteridge Church Day Centre	-	2,000
Dads Lane Community Association	-	2,000
Father Hudson's Care	-	2,000
Foundation of Conductive Education	-	2,000
Halas Homes	-	2,000
Holy Ascension Church	-	2,000
Home-start Birmingham Consortium	-	2,000
John Taylor Hospice	-	2,000
Karis Neighbour Scheme	-	2,000
PPPCC of St Marks Kingstanding Day Centre	-	2,000
Sandwell Youth in Action	-	2,000
St Gabriel's Centre	-	2,000
St Paul's Community Development Trust	-	2,000
Sutton Coldfield United Reformed Church	-	2,000
Way Ahead Support Services	-	2,000
West Midlands Quaker Peace Education Project	-	2,000
West Midlands Care Team	-	2,000
Grants of less than £2,000 not detailed	70,000	68,350
<b>Total Grants</b>	<b>307,000</b>	<b>274,950</b>

The Trustees consider grants of £2,000 and above as material for individual disclosure.

The Trust has authorised future grants, which are subject to the recipient fulfilling certain conditions. The Trust's policy is that these future grants are recognised in the year paid following receipt of an application for payment and a progress report demonstrating satisfactory performance to date. Payment of the grant is subject to authorisation by the Trustees. The total amount authorised but not provided for as expenditure at 5 April 2022 is £30,000 (2021: £24,500).

### 8 FIXED ASSET INVESTMENTS

	2022	2021
	£	£
<b>Cost</b>		
Quoted investments:		
4,029,928.99 Units COIF Charities Ethical Investment Fund	12,477,128	7,312,330
Unquoted investments:		
25,000 Ordinary 1p shares in Kite Connexion Holdings Limited	250	250
<b>Total investments at cost</b>	<b>12,477,378</b>	<b>7,312,580</b>
	2022	2021
	£	£
<b>Market Value</b>		
Quoted investments:		
COIF Charities Investment Fund Income Units	12,601,815	11,552,704
Unquoted investments:		
At valuation (See below)	595,000	530,000
<b>Total market value of investments</b>	<b>13,196,815</b>	<b>12,082,704</b>

## The Grimmitt Trust

The unquoted investment represents the Trust's 50% holding in Kite Connexion Holdings Limited and its trading subsidiaries Kite Connexion Limited and Static Safe Environments Limited. This has been included at Trustees valuation. The consolidated net assets in Kite Connexion Holdings Limited at 31 January 2022 amounted to £1,488,000 (31 January 2021: £1,329,000).

The Trustees do not consider the investment constitutes that of an associated undertaking, as they do not exert significant influence over this company.

### Reconciliation in movement of Market Value of Investments

<b>Quoted Investments</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Valuation b/fwd	11,552,704	9,465,088
Investments purchased	12,477,128	-
Investments sold	(12,477,128)	-
Realised gain on sale of investments	924,424	-
Revaluation	124,687	2,087,616
<b>Valuation at Year End</b>	<b>12,601,815</b>	<b>11,552,704</b>
<b>Unquoted Investments</b>		
Valuation b/fwd	530,000	495,000
Revaluation	65,000	35,000
<b>Valuation at Year End</b>	<b>595,000</b>	<b>530,000</b>

## 9 DEBTORS

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Accrued income from investments</b>	<b>80,942</b>	<b>76,577</b>

Investment income declared on 31<sup>st</sup> March 2022, payable in May 2022.

## 10 CREDITORS FALLING DUE WITHIN ONE YEAR

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Accruals	9,193	8,606

## The Grimmitt Trust

### 11 ANALYSIS OF CHARITABLE FUNDS

Analysis of Fund Movements	Balance B/Fwd £	Income £	Expenditure £	Transfers £	Gains and Losses £	Balance C/Fwd £
Expendable endowment	11,696,754	371,224	-	(371,224)	1,114,111	12,810,865
Unrestricted funds	498,135	-	(341,640)	371,224	-	527,719
<b>Total</b>	<b>12,194,889</b>	<b>371,224</b>	<b>(341,640)</b>	<b>-</b>	<b>1,114,111</b>	<b>13,338,584</b>

- The Trustees have the power to spend the capital of the expendable endowment and there is no restriction placed on the funds or income generated.
- The unrestricted funds are available to be spent for any of the purposes of the charity.

### 12 RECONCILIATION OF NET MOVEMENTS IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net movement in funds	1,143,695	2,116,674
Investment dividends and interest received	(371,224)	(303,643)
Deduct (gains) / add back losses on investments	(1,114,111)	(2,122,616)
Decrease / (increase) in debtors	(4,365)	(235)
Increase / (decrease) in creditors	587	(523)
<b>Net cash used in operating activities</b>	<b>(345,418)</b>	<b>(310,343)</b>

### 13 RELATED PARTY TRANSACTIONS

The founding director of Welconstruct Group Limited formed the Trust and 50% of that company's share capital was gifted to the Trust as an endowment. Following a de-merger in 2004 the Trust acquired a 50% holding in Kite Connexion Holdings Limited, the non-trading holding company of Kite Connexion Limited and Static Safe Environments Limited. Two Trustees are directors of Kite Connexion Holdings Limited and its trading subsidiaries. Three Trustees are shareholders of Kite Connexion Holdings Ltd.

The Trust a dividend of £50,000 in the reporting period from Kite Connexion Holdings Limited (2021: £0).

In the reporting period no expenses payments were made to Trustees (2021: £0). There were no Trustee expenses incurred but not claimed in the financial year.

Certain Trustees of The Grimmitt Trust are also Trustees of other charities to which the Trust makes grants. Procedures are in place to ensure these Trustees are not unduly influential in the decision to award grants to these charities.

# **THE GRIMMITT TRUST**

## **Annual Report**

Year Ended: 5<sup>th</sup> April 2022

Charity Number: 801975

# The Grimmitt Trust

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# **The Grimmitt Trust**

## **TRUSTEES' ANNUAL REPORT**

The Trustees present their annual report and financial statements of the charity for the year ended 5<sup>th</sup> April 2022. 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 FRS 102: Financial Reporting Standard applicable in the UK and Republic of Ireland (September 2015) and the Charities Act 2011.

### **Objectives and Activities for the Public Benefit**

The objective of the Trust is the encouraging and strengthening of local communities, together with an awareness of national and international responsibilities particularly those within the active interests and geographical areas of the Trustees, and of the Kite Connexion group employees. The geographical areas are determined by the Board of Trustees and reviewed periodically. Currently the areas covered are Birmingham, Dudley, Wolverhampton and Walsall postcode areas. The Trust does not normally support national charities, CICs or social enterprises.

The Trust's activities are grant making and this is achieved by generating investment income from both quoted and unquoted endowment investments. The Trustees aim to distribute the income received net of governance and support costs in each reporting period, and success is measured on this basis.

The aims of the Trust are to continue grant making activities and to grow the income generated from investments to maintain the future monetary value of grants paid in real terms.

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

### **Grant Making Policy**

The Trust has established a grant making policy to achieve its objectives for the public benefit. The beneficiaries are charities, organisations and individuals who seek funding for projects or activities in the following areas: Community, Children & Youth, Culture & Education, Medical, Elderly and Overseas.

The Trust welcomes initial contact from any organisation or individuals interested in making applications. The Secretary will advise on the best way to make a grant request and to ensure the necessary information is included.

Applications from organisations must demonstrate that the uses to which any grants received are for the benefit of projects and activities in the areas outlined above. Where they are not the ultimate beneficiaries, organisations applying must also confirm that they adhere to the current guidance on public benefit.

### **Achievements and Performance**

The Trust processed 213 applications during the year (2021: 232) and made 169 grant awards (2021: 171) totalling £308,100, an increase of 11.9% from 2021 (£275,250). See note 6 for analysis of the grants awarded.

The Trustees have maintained grants in line with net income for 2022 and aim to do so for the foreseeable future. The Trust supports a variety of different charities where the core activities and geographical focus meet the objectives of the Trust. Details of grants above £2,000 are set out in note 7. The Trustees consider this to provide a good representation of the organisations supported during the reporting period.

The COVID-19 pandemic continued to impact the activities of charities the Trust supports. Whilst the number of grants awarded is about the same as last year, the number of grants awarded is still 29% lower than the number of grants awarded in 2020 and 23% lower than 2019. This is due to reduced number of grant applications during the pandemic. Even with this, the Trustees were still able to give £308,100 in grant awards in the year which is the highest in the last 3 years. The Trustees consider this a significant achievement.

# The Grimmitt Trust

## Financial Review

The Trust's total incoming resources have increased by 22.2% from the previous year at £371,244 (2021: £303,643). This was largely due to a dividend of £50,000 received from the unquoted investment in Kite Connexion Holdings Ltd in 2022 (2021: £0). The quoted investments achieved an average income yield of 3.3% (2021: 3.3%) and the value of the quoted investments increased by 9.1% over the reporting period to £12,601,815 (2021: £11,552,705). The Trust also holds accumulation units within the quoted investment where income is reinvested in the fund rather than paid out. Based on the valuation and yield at the reporting period end, additional income of approximately £55,355 (2021: £45,540) could be received by converting these units to income paying units.

Administration and governance costs decreased by 2.3% to £33,540 (2021: £34,335) during the financial year. This was due to reduced secretary work compared to the previous year. Overall, there were net incoming resources of £29,584 (2021: £5,942 outgoing), which, with the increase in value of investments of £1,114,111, resulted in an overall increase in funds of £1,143,695. See note 8 for investments breakdown.

## Investment policy

The Trust's overall investment policy is to protect the real value of capital over the long term and to generate income sufficient to be able to maintain a broadly consistent level of grant giving. Day to day investment responsibility is delegated to CCLA Investment Management Ltd using pooled investment vehicles, which aim to maximise total returns and protect the long-term value of the investment in real terms. CCLA operate a clearly defined ethical policy, details of which can be obtained from their website.

## Reserves policy

The Endowment fund represents capital funds established by the founder with the gift of 50% of the issued ordinary share capital of Welconstruct Group Limited, which was sold in 2006. As a result of a demerger of part of that company, it also received a 50% holding in Kite Connexion Holdings Limited, the non-trading holding company of Kite Connexion Limited and its subsidiary. The value of the Endowment fund is £12,810,865 (2021: £11,696,754). The income arising from the resulting investments is transferred to unrestricted funds.

The Trustees annually review the level of reserves retained in unrestricted funds, which are retained to the extent considered necessary to ensure that adequate funds are available to cover future unforeseen eventualities. The value of unrestricted funds is £527,719 (2021: £498,135).

## Risk Management

The Trustees have considered the major risks to which the charity is exposed and have reviewed those risks and established appropriate systems and procedures to manage those risks.

The Trustees consider the variability of investment returns and dividend income on the endowment to constitute the charity's major financial risk. The Trustees have appointed professional investment managers and adopt a well-diversified portfolio to mitigate this risk. The quoted investment is an actively managed multi-asset fund and is diversified by asset type, geography and by sector. The risk to income is mitigated by the Trust's quoted investments being managed on a total return basis providing the Investment Managers flexibility to maintain and grow income. Only a small amount of the Trust's grants awarded are multi-year grants, therefore the Trust has the flexibility to maintain grants in line with income received.

The Trustees have considered the risks and impact of the crisis in Ukraine and have not identified any additional risks to the charity to what is identified above. The Trustees anticipate increased grant requests from charities supporting refugees from Ukraine and charities supporting people in financial hardship, for example food banks.

The Trustees have established the Finance and Investment Sub Committee (FISC) comprising Trustees and others with relevant expertise to oversee investment performance and advise the Trustees.

## **The Grimmitt Trust**

### **Plans for the Future**

The Trustees plan to continue the grant giving activities and maintain the current objectives and grant making policy.

### **Structure, Governance and Management**

The Trust is a charitable trust established under a trust deed originally dated 24 January 1986 and amended by deed of variation dated 28 June 2007. The Trust was established to perpetuate the Founder's family and company's traditions of tithing. The initial endowment comprised 50% of the share capital of the Welconstruct Company Limited, which was sold in 2006. The Trust does not actively fundraise and seeks to continue the charitable work desired by the Founder through the careful stewardship of its existing resources.

The existing Trustees appoint new Trustees for an initial period of five years after which they may put themselves forward for re-appointment. The Trustees give of their time freely and no Trustee remuneration was paid in the year. Details of Trustee expenses and related party transactions are disclosed in note 13 to the accounts. Trustees are required to disclose all relevant interests and register them with the Secretary.

At the Trustee meetings held three times a year, the Trustees agree the broad strategy and areas of activity for the Trust, including consideration of grant making, investment, reserves, risk management policies and performance. The Trust has established the following sub committees:

**Grants Sub Committee (GSC).** This committee meets three times a year prior to the main Trustee meetings to consider grant applications that have been researched by the Secretary and to make recommendations for funding. The GSC are authorised to agree grants up to the value of £1,000 without Board of Trustee approval prior to payment. A full list of these grants is reported to the Board of Trustees Meeting. Grants above £1,000 require authorisation by the Board of Trustees.

**Finance and Investment Sub Committee (FISC).** This committee oversees the financial stability of the Trust, including management of the endowment investments, reviewing the level of reserves, scrutiny of its operating funds, revenues and expenses.

The Board keeps the skill requirements of the Trustees under review and provides induction procedures relevant to the new Trustees' individual knowledge and understanding. Trustee training is made available to all Trustees. The Trustees are responsible for overall governance and review the Policies and Practices of the Trust annually.

# **The Grimmitt Trust**

## **Reference and Administrative Information**

### **Charity Registration Number**

801975

### **Principal Office**

151b All Saints Road  
Kings Heath  
Birmingham  
B14 6AT  
Email: admin@grimmitt-trust.org.uk

Enquiries should be made to the Secretary at the principal office or via email.

### **Founder**

P W Welch

### **Trustees**

C E Chase – Appointed 16/11/2021  
S L Day  
J M Dickins – Resigned 05/07/2021  
T L Jones  
A D Owen OBE  
E Pardoe  
P G P Smith  
T N P Welch - Chairman  
S J Wilkey

### **Secretary**

V Welch

### **Treasurer**

M P Wilson

### **Auditor**

Mazars LLP  
Two Chamberlain Square. Birmingham.  
B3 3AX

### **Bankers**

CAF Bank Limited  
25 Kings Hill Avenue. Kings Hill, West Malling. Kent.  
ME19 4TA

### **Solicitors**

Shakespeare Martineau  
No 1 Colmore Square. Birmingham.  
B4 6AA

### **Investment Managers**

CCLA Investment Management Ltd  
Senator House, 85 Queen Victoria Street. London.  
EC4V 4ET

## The Grimmitt Trust

### Responsibilities of the Trustees

Charity law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the disposition of the fund at the end of the financial year and of the financial transactions for the year. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- prepare the financial statements on the basis that the Trust will continue in operation unless it is inappropriate to presume this

The Trustees are responsible for keeping proper accounting records to enable them to ensure that the financial statements comply with the Statement of Recommended Practice and the Charities Act. They are also responsible for safeguarding the assets of the Trust, ensuring their proper application under charity law, and hence for taking steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the Trustees on 5.7.22

T.N.P. Welch

T N P Welch  
Chairman

# **The Grimmitt Trust**

## **Independent auditor's report to the Trustees of The Grimmitt Trust**

### **Opinion**

We have audited the financial statements of The Grimmitt Trust (the 'charity') for the year ended 5th April 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows 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 FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

give a true and fair view of the state of the charity's affairs as at 5th April 2022 and of its income and expenditure for the year then ended;

have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and

have been prepared in accordance with the requirements of the Charities Act 2011.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 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 Trustees 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 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 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 this other information, we are required to report that fact.

We have nothing to report in this regard.

## **The Grimmitt Trust**

### **Matters on which we are required to report by exception**

In light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 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 the financial statements and for being satisfied that they 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 auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 the financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. Based on our understanding of the charity and its activities, we identified that the principal risks of non-compliance with laws and regulations related to fraud and money laundering, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements, such as the Charities Act 2011.

We evaluated the Trustees' and management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to management bias through judgements and assumptions in significant accounting estimates, in particular in

## The Grimmitt Trust

relation to investment valuation, the risk of fraud in revenue recognition in relation to cut off, and significant one-off or unusual transactions.

Our audit procedures were designed to respond to those identified risks, including non-compliance with laws and regulations (irregularities) and fraud that are material to the financial statements. Our audit procedures included but were not limited to:

- Discussing with the Trustees and management their policies and procedures regarding compliance with laws and regulations;
- Communicating identified laws and regulations throughout our engagement team and remaining alert to any indications of non-compliance throughout our audit; and
- Considering the risk of acts by the charity which were contrary to applicable laws and regulations, including fraud.

Our audit procedures in relation to fraud included but were not limited to:

- Making enquiries of the Trustees and management on whether they had knowledge of any actual, suspected or alleged fraud;
- Gaining an understanding of the internal controls established to mitigate risks related to fraud;
- Discussing amongst the engagement team the risks of fraud; and
- Addressing the risks of fraud through management override of controls by performing journal entry testing.

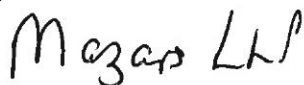
There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management. As with any audit, there remained a risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

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

### Use of the audit report

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's Trustees those matters we are required to state to them in an auditor's 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 our audit work, for this report, or for the opinions we have formed.

Signed:



Mazars LLP Chartered Accountants and Statutory Auditor  
First Floor  
Two Chamberlain Square  
Birmingham  
B3 3AX

Date: 15 JULY 2021

Mazars LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

## The Grimmitt Trust

### STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2022

	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £	Total Funds 2021 £
					(Note 2)
Income					
Investment income	4	-	371,224	371,224	303,643
Transfer between funds		371,224	(371,224)	-	-
<b>Total income</b>		<b>371,224</b>	<b>-</b>	<b>371,224</b>	<b>303,643</b>
Expenditure on charitable activities					
Children and Youth		66,255	-	66,255	60,475
Community		131,575	-	131,575	133,561
Cultural and Education		54,856	-	54,856	49,328
Elderly		17,087	-	17,087	11,906
Medical and Health		28,080	-	28,080	23,512
Overseas		43,787	-	43,787	30,803
<b>Total expenditure</b>	6	<b>341,640</b>	<b>-</b>	<b>341,640</b>	<b>309,585</b>
<b>Net income/(expenditure) before gains and losses on investments</b>		<b>29,584</b>	<b>-</b>	<b>29,584</b>	<b>(5,942)</b>
Net gain on investments	8	-	1,114,111	1,114,111	2,122,616
<b>Net income and net movement in funds</b>		<b>29,584</b>	<b>1,114,111</b>	<b>1,143,695</b>	<b>2,116,674</b>
Reconciliation of funds					
Total funds bought forward		498,135	11,696,754	12,194,889	10,078,215
<b>Total funds carried forward</b>		<b>527,719</b>	<b>12,810,865</b>	<b>13,338,584</b>	<b>12,194,889</b>

The Statement of Financial Activities includes all gains and losses in the year. All activities relate to continuing operations.

**The Grimmitt Trust**

**BALANCE SHEET**

AS AT 5<sup>TH</sup> APRIL 2022

	Note	Unrestricted Funds £	Endowment £	Total Funds 2022 £	Prior year 2021 £
<b>Fixed Assets</b>					
Investments	8	385,950	12,810,865	<b>13,196,815</b>	<b>12,082,704</b>
<b>Current Assets</b>					
Debtors	9	80,942	-	<b>80,942</b>	<b>76,577</b>
Cash at bank and in hand		70,020	-	<b>70,020</b>	<b>44,214</b>
<b>Total Current Assets</b>		<b>150,962</b>	<b>-</b>	<b>150,962</b>	<b>120,791</b>
<b>Liabilities</b>					
Creditors falling due within one year	10	(9,193)	-	<b>(9,193)</b>	<b>(8,606)</b>
<b>Net Current Assets</b>		<b>141,769</b>	<b>-</b>	<b>141,769</b>	<b>112,185</b>
<b>Net Assets</b>		<b>527,719</b>	<b>12,810,865</b>	<b>13,338,584</b>	<b>12,194,889</b>
<b>Funds</b>					
	11				
Expendable endowment		-	12,810,865	<b>12,810,865</b>	<b>11,696,754</b>
Unrestricted income funds		527,719	-	<b>527,719</b>	<b>498,135</b>
<b>Total Charity Funds</b>		<b>527,719</b>	<b>12,810,865</b>	<b>13,338,584</b>	<b>12,194,889</b>

Approved by the Trustees on  
and signed on their behalf

5.7.22.



T N P Welch -Trustee



P G P Smith -Trustee



M P Wilson -Treasurer

## The Grimmitt Trust

### STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2022

	Note	Total funds 2022 £	Prior year 2021 £
<b>Cash flows from operating activities:</b>			
<b>Net cash used in operating activities</b>	12	(345,418)	(310,343)
<b>Cash flows from investing activities:</b>			
Interest and dividends	4	371,224	303,643
Proceeds from sale of investments	8	12,477,128	-
Purchase of Investments	8	(12,477,128)	-
<b>Net cash provided by investing activities</b>		371,224	303,643
<b>Change in cash and cash equivalents in the year</b>		25,806	(6,700)
Cash and cash equivalent bought forward		44,214	50,914
<b>Cash and cash equivalents carried forward</b>		70,020	44,214

**NOTES TO THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2022

**1 ACCOUNTING POLICIES**

(a) Basis of preparation and assessment of going concern

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and reporting by charities preparing their accounts in accordance with FRS 102: Financial Reporting Standard applicable in the UK and Republic of Ireland (September 2015) 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. With respect to the next reporting period, 2022-23, the most significant areas of uncertainty that affect the carrying value of assets held by the Trust are the level of investment return and the performance of investment markets (see the investment policy and performance and risk management sections of the Trustees' annual report for more information).

(b) Funds structure

The endowment fund, which is expendable, comprises the shares in Kite Connexion Holdings Limited, which were initially gifted to the Trust, together with the proceeds of sale of the shares in Welconstruct Group Limited, also gifted to the Trust but which were subsequently sold. Income arising from the endowment investments is transferred to unrestricted funds unless applied for reinvestment purposes. The endowment fund is not restricted.

The Unrestricted funds comprise those funds that the Trustees are free to use for any purpose in furtherance of the charitable objectives.

Further details of each fund are disclosed in note 11.

(c) Income recognition

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.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor.

## The Grimmitt Trust

### (d) Expenditure recognition

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.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings. For more information on this attribution refer to (f) below.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the trust. Grants are recognised when authorised by the Trustees and paid. Multi-year grants (pledges) are subject to the recipient fulfilling conditions for future payments. Future pledged payments are recognised in the period that the future payment is authorised by the Trustees following receipt of a satisfactory progress report.

### (e) Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

### (f) Allocation of support and governance costs

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include those related to statutory audit and any legal fees together with an apportionment of overhead and support costs.

Governance costs and support costs relating to charitable activities have been apportioned based on the number of individual grant awards made in recognition that the administrative costs of awarding, monitoring and assessing grants are broadly equivalent. The allocation of support and governance costs is analysed in note 6.

### (g) Charitable activities

Costs of charitable activities include grants made, governance costs and an apportionment of support costs as shown in note 6.

### (h) Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price (mid-price) from the Investment Managers' nearest valuation following the year end. The Investment Managers prepare weekly investment valuations and a calendar month end valuation. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The Trust does not acquire put options, derivatives or other complex financial instruments. The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

### (i) Gains and losses

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

## The Grimmitt Trust

(j) Basis of consolidation

The Trustees do not consider the Trust's 50% investment in Kite Connexion Holdings Limited to constitute that of an associated undertaking or subsidiary, as they do not exert significant influence or control over the company.

(k) Critical management judgements and estimates

When preparing the financial statements, the Trustees and management make a number of judgements, estimates and assumptions on the way in which assets, liabilities, income and expenditure is recognised and measured. These include the valuation of unquoted investments in Kite Connexion Holdings Limited which are recognised at a valuation based on the estimated share of net assets.

# The Grimmitt Trust

## 2 PREVIOUS YEAR DETAILED STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted Funds £	Endowment Funds £	Total Funds 2021 £
Income			
Investment income	-	303,643	<b>303,643</b>
Transfer between funds	303,643	(303,643)	-
<b>Total income</b>	<b>303,643</b>	-	<b>303,643</b>
Expenditure on charitable activities			
Children and Youth	60,475	-	<b>60,475</b>
Community	133,561	-	<b>133,561</b>
Cultural and Education	49,328	-	<b>49,328</b>
Elderly	11,906	-	<b>11,906</b>
Medical and Health	23,512	-	<b>23,512</b>
Overseas	30,803	-	<b>30,803</b>
<b>Total expenditure</b>	<b>309,585</b>	-	<b>309,585</b>
<b>Net income/(expenditure) and net movement in funds before gains and losses on investments</b>	<b>(5,942)</b>	-	<b>(5,942)</b>
Net gains on investments	-	2,122,616	<b>2,122,616</b>
<b>Net movement in funds</b>	<b>(5,942)</b>	<b>2,122,616</b>	<b>2,116,674</b>
Reconciliation of funds			
Total funds brought forward	504,077	9,574,138	<b>10,078,215</b>
<b>Total funds carried forward</b>	<b>498,135</b>	<b>11,696,754</b>	<b>12,194,889</b>

## The Grimmitt Trust

### 3 PREVIOUS YEAR DETAILED BALANCE SHEET

	Unrestricted Funds £	Endowment £	Total Funds 2021 £
<b>Fixed Assets</b>			
Investments	385,950	11,696,754	<b>12,082,704</b>
<b>Current Assets</b>			
Debtors	76,577	-	<b>76,577</b>
Investments	44,214	-	<b>44,214</b>
Cash at bank and in hand			
	<b>120,791</b>	<b>-</b>	<b>120,791</b>
<b>Total Current Assets</b>			
<b>Liabilities</b>			
Creditors falling due within one year	(8,606)	-	<b>(8,606)</b>
<b>Net Current Assets</b>	<b>112,185</b>	<b>-</b>	<b>112,185</b>
<b>Net Assets</b>	<b>498,135</b>	<b>11,696,754</b>	<b>12,194,889</b>
<b>Funds</b>			
Expendable endowment		11,696,754	<b>11,696,754</b>
Unrestricted income funds	498,135	-	<b>498,135</b>
<b>Total Charity Funds</b>	<b>498,135</b>	<b>11,696,754</b>	<b>12,194,889</b>

### 4 INVESTMENT INCOME

	2022 £	2021 £
Accrued income at 5 <sup>th</sup> April 2021	(76,577)	(76,342)
Income received in reporting period	366,859	303,408
Accrued income at 5 <sup>th</sup> April 2022	80,942	76,577
<b>Income recognised in the Statement of Financial Activities</b>	<b>371,224</b>	<b>303,643</b>
<b>Interest on cash deposits received</b>	<b>-</b>	<b>-</b>
<b>Other income received</b>	<b>-</b>	<b>-</b>
<b>Total Income</b>	<b>371,224</b>	<b>303,643</b>

## The Grimmitt Trust

### 5 GOVERNANCE AND SUPPORT COSTS

	2022	2021
	£	£
<b>Governance Costs</b>		
Audit fee and related costs	7,800	7,200
Trustee meetings	173	169
Trustee expenses	-	-
<b>Total</b>	<b>7,973</b>	<b>7,369</b>

None of the Trustees received any remuneration in their capacity as Trustee. No expenses were paid to Trustees in 2022 (2021: 0).

	2022	2021
	£	£
<b>Support Costs</b>		
Secretarial fee	17,438	20,075
Treasurer fee	5,570	5,570
Other support costs	2,559	1,321
<b>Total</b>	<b>25,567</b>	<b>26,966</b>

Other support costs comprise general day-to-day expenses incurred in the operation of the trust and grant giving activities.

	2022	2021
	£	£
<b>Total Costs</b>		
Governance costs	7,973	7,369
Support costs	22,567	26,966
<b>Total Costs</b>	<b>33,540</b>	<b>34,335</b>

### 6 ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

Grants awarded are analysed by the following activities. The activity to which a grant is allocated is determined by the Trustees' assessment of where the recipient's core activities most closely matches the activity selected.

	2022 Number of Grants Paid	2022 Total Grants £	2021 Number of Grants Paid	2021 Total Grants £
Children and Youth	29	60,500	32	54,050
Community	81	115,500	78	117,900
Culture and Education	29	49,100	35	42,300
Elderly	8	15,500	7	10,500
Medical	13	25,500	15	20,500
Overseas	9	42,000	4	30,000
<b>Total</b>	<b>169</b>	<b>308,100</b>	<b>171</b>	<b>275,250</b>

# The Grimmitt Trust

## Analysis of Expenditure on Charitable Activities

	Grant Funding of Activities £	Governance Costs £	Support Costs £	2022 Total £	2021 Total £
Children and Youth	60,500	1,368	4,387	66,255	60,475
Community	115,500	3,821	12,254	131,575	133,561
Culture and Education	49,100	1,369	4,387	54,856	49,328
Elderly	15,500	377	1,210	17,087	11,906
Medical	25,500	613	1,967	28,080	23,512
Overseas	42,000	425	1,362	43,787	30,803
<b>Total</b>	<b>308,100</b>	<b>7,973</b>	<b>25,567</b>	<b>341,640</b>	<b>309,585</b>

No costs incurred are directly attributable to a single activity. All costs are apportioned on the basis of number of grants awarded.

## 7 ANALYSIS OF GRANTS

### Summary Grants Paid by Recipient Type

	2022 £	2021 £
Institutional	307,000	274,950
Individual	1,100	300
<b>Total</b>	<b>308,100</b>	<b>275,250</b>

### Recipients of Institutional Grants

	2022 £	2021 £
Christian Aid	30,000	20,000
Street Teams	7,500	5,000
Leamington Music	7,000	-
Darlaston Youth Centre	6,000	3,000
All We Can	5,000	10,000
RBSA	5,000	2,500
Birmingham Women's & Childrens Hospital Charity	5,000	-
Friends of Christchurch Gardens	5,000	-
The Hospice Charity Partnership	5,000	-
Birmingham Hippodrome Theatre	4,500	1,500
St Annes Hostel	4,000	4,000
The Gap	4,000	3,000
Birmingham Settlement	3,000	4,000
St Martins Youth Centre	3,000	4,000
Acacia	3,000	3,000
Beyond the Horizon	3,000	3,000
Birmingham Centre for Arts Therapy	3,000	3,000
Birmingham Churches Together - Restore	3,000	2,000
BUDS	3,000	2,000
Redditch Wheels Project	3,000	2,000
Dodford Children's Farm	3,000	1,000
MWNUK	3,000	1,000
Gilgal Birmingham	3,000	-
InUnity	3,000	-
MHA Communities	3,000	-
Ryders Green Methodist Day Centre	3,000	-

## The Grimmitt Trust

	2022	2021
	£	£
The Ackers	3,000	-
WE:ARE - Women's Empowerment & Recovery Educators	3,000	-
Anawim	2,500	4,000
CBSO	2,500	2,500
Lozells Methodist Church	2,500	2,500
Severn Valley Railway Charitable Trust	2,500	2,500
Home From Hospital Care	2,500	-
Lifespring	2,500	-
Eve Brook Scholarship Fund	2,000	4,850
The Haven Wolverhampton	2,000	3,500
Change Birmingham Brief Therapy	2,000	2,000
Disability Resource Centre	2,000	2,000
Ex Cathedra (Singing Medicine)	2,000	2,000
Martineau Gardens	2,000	2,000
Queen Salote College	2,000	2,000
Royal Shakespeare Company	2,000	2,000
Spitfire Advice & Support Services Ltd	2,000	2,000
Sport4Life	2,000	2,000
St Giles Hospice	2,000	2,000
Sudden Productions	2,000	2,000
Kingswood Trust	2,000	1,750
Acorns Childrens Hospice	2,000	1,500
St Richard's PCC	2,000	1,500
Support Through Court Birmingham	2,000	1,500
The Recovery Foundation	2,000	1,500
Ifakara Bakery Project	2,000	1,000
All Saints Youth Project	2,000	-
Better Pathways	2,000	-
Birmingham PHAB Camps	2,000	-
Birmingham Repertory Theatre	2,000	-
Edward's Trust	2,000	-
Entraide	2,000	-
Good Shepherd Services	2,000	-
HALOW (Birmingham)	2,000	-
Leaps & Bounds Trust	2,000	-
Newbigin Community Trust	2,000	-
NICE	2,000	-
Open Door Community Foundation	2,000	-
Sandwell Homeless & Resettlement Project	2,000	-
SIFA Fireside	2,000	-
The Cotteridge Church	2,000	-
The Giving Hands Mission	2,000	-
The Jericho Foundation	2,000	-
The Springfield Project	2,000	-
Thrive	2,000	-
Wall Heath Evangelical Free Church	2,000	-
Wellington Methodist Church and Centre	2,000	-
Wolverhampton Youth Zone	2,000	-
Women Acting in Today's Society (WAITS)	2,000	-
Women and Theatre	2,000	-
Welcome	1,500	3,000
Warley Woods Community Trust	1,000	2,000
Woodgate Valley Urban Farm	1,000	2,000
Narthex Sparkhill	-	5,000
St Basils	-	5,000
Sutton Coldfield YMCA	-	4,000
Birmingham Methodist Circuit 5/1	-	3,000
Birmingham St Mary's Hospice	-	3,000
Brierley Hill Samaritans	-	3,000
Cruse Bereavement Care	-	3,000
Home Start Birmingham North and Inner City	-	3,000
Welcome	-	3,000
The University of Wolverhampton	-	3,000
Homestart Birmingham Central & South West	-	2,500
NewStarts	-	2,500
Age Concern Birmingham	-	2,000
Bethel health and Healing Network	-	2,000
Birmingham City Mission	-	2,000

## The Grimmitt Trust

Cotteridge Church Day Centre	-	2,000
	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Dads Lane Community Association	-	2,000
Father Hudson's Care	-	2,000
Foundation of Conductive Education	-	2,000
Halas Homes	-	2,000
Holy Ascension Church	-	2,000
Home-start Birmingham Consortium	-	2,000
John Taylor Hospice	-	2,000
Karis Neighbour Scheme	-	2,000
PPPCC of St Marks Kingstanding Day Centre	-	2,000
Sandwell Youth in Action	-	2,000
St Gabriel's Centre	-	2,000
St Paul's Community Development Trust	-	2,000
Sutton Coldfield United Reformed Church	-	2,000
Way Ahead Support Services	-	2,000
West Midlands Quaker Peace Education Project	-	2,000
West Midlands Care Team	-	2,000
Grants of less than £2,000 not detailed	70,000	68,350
<b>Total Grants</b>	<b>307,000</b>	<b>274,950</b>

The Trustees consider grants of £2,000 and above as material for individual disclosure.

The Trust has authorised future grants, which are subject to the recipient fulfilling certain conditions. The Trust's policy is that these future grants are recognised in the year paid following receipt of an application for payment and a progress report demonstrating satisfactory performance to date. Payment of the grant is subject to authorisation by the Trustees. The total amount authorised but not provided for as expenditure at 5 April 2022 is £30,000 (2021: £24,500).

### 8 FIXED ASSET INVESTMENTS

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Cost</b>		
Quoted investments:		
4,029,928.99 Units COIF Charities Ethical Investment Fund	12,477,128	7,312,330
Unquoted investments:		
25,000 Ordinary 1p shares in Kite Connexion Holdings Limited	250	250
<b>Total investments at cost</b>	<b>12,477,378</b>	<b>7,312,580</b>
	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Market Value</b>		
Quoted investments:		
COIF Charities Investment Fund Income Units	12,601,815	11,552,704
Unquoted investments:		
At valuation (See below)	595,000	530,000
<b>Total market value of investments</b>	<b>13,196,815</b>	<b>12,082,704</b>

## The Grimmitt Trust

The unquoted investment represents the Trust's 50% holding in Kite Connexion Holdings Limited and its trading subsidiaries Kite Connexion Limited and Static Safe Environments Limited. This has been included at Trustees valuation. The consolidated net assets in Kite Connexion Holdings Limited at 31 January 2022 amounted to £1,488,000 (31 January 2021: £1,329,000).

The Trustees do not consider the investment constitutes that of an associated undertaking, as they do not exert significant influence over this company.

### Reconciliation in movement of Market Value of Investments

<b>Quoted Investments</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Valuation b/fwd	11,552,704	9,465,088
Investments purchased	12,477,128	-
Investments sold	(12,477,128)	-
Realised gain on sale of investments	924,424	-
Revaluation	124,687	2,087,616
<b>Valuation at Year End</b>	<b>12,601,815</b>	<b>11,552,704</b>
<b>Unquoted Investments</b>		
Valuation b/fwd	530,000	495,000
Revaluation	65,000	35,000
<b>Valuation at Year End</b>	<b>595,000</b>	<b>530,000</b>

## 9 DEBTORS

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Accrued income from investments</b>	<b>80,942</b>	<b>76,577</b>

Investment income declared on 31<sup>st</sup> March 2022, payable in May 2022.

## 10 CREDITORS FALLING DUE WITHIN ONE YEAR

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Accruals	9,193	8,606

## The Grimmitt Trust

### 11 ANALYSIS OF CHARITABLE FUNDS

Analysis of Fund Movements	Balance B/Fwd £	Income £	Expenditure £	Transfers £	Gains and Losses £	Balance C/Fwd £
Expendable endowment	11,696,754	371,224	-	(371,224)	1,114,111	12,810,865
Unrestricted funds	498,135	-	(341,640)	371,224	-	527,719
<b>Total</b>	<b>12,194,889</b>	<b>371,224</b>	<b>(341,640)</b>	<b>-</b>	<b>1,114,111</b>	<b>13,338,584</b>

- The Trustees have the power to spend the capital of the expendable endowment and there is no restriction placed on the funds or income generated.
- The unrestricted funds are available to be spent for any of the purposes of the charity.

### 12 RECONCILIATION OF NET MOVEMENTS IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net movement in funds	1,143,695	2,116,674
Investment dividends and interest received	(371,224)	(303,643)
Deduct (gains) / add back losses on investments	(1,114,111)	(2,122,616)
Decrease / (increase) in debtors	(4,365)	(235)
Increase / (decrease) in creditors	587	(523)
<b>Net cash used in operating activities</b>	<b>(345,418)</b>	<b>(310,343)</b>

### 13 RELATED PARTY TRANSACTIONS

The founding director of Welconstruct Group Limited formed the Trust and 50% of that company's share capital was gifted to the Trust as an endowment. Following a de-merger in 2004 the Trust acquired a 50% holding in Kite Connexion Holdings Limited, the non-trading holding company of Kite Connexion Limited and Static Safe Environments Limited. Two Trustees are directors of Kite Connexion Holdings Limited and its trading subsidiaries. Three Trustees are shareholders of Kite Connexion Holdings Ltd.

The Trust a dividend of £50,000 in the reporting period from Kite Connexion Holdings Limited (2021: £0).

In the reporting period no expenses payments were made to Trustees (2021: £0). There were no Trustee expenses incurred but not claimed in the financial year.

Certain Trustees of The Grimmitt Trust are also Trustees of other charities to which the Trust makes grants. Procedures are in place to ensure these Trustees are not unduly influential in the decision to award grants to these charities.

**THE GRIMMITT TRUST**

England & Wales - Charity number 801975

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# Accounts

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# **THE GRIMMITT TRUST**

## **Annual Report**

Year Ended: 5<sup>th</sup> April 2021

Charity Number: 801975

# The Grimmitt Trust

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## **The Grimmitt Trust**

### **TRUSTEES ANNUAL REPORT**

The Trustees present their annual report and financial statements of the charity for the year ended 5<sup>th</sup> April 2021. 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 FRS 102: Financial Reporting Standard applicable in the UK and Republic of Ireland (September 2015) and the Charities Act 2011.

#### **Objectives and Activities for the Public Benefit**

The objective of the Trust is the encouraging and strengthening of local communities, together with an awareness of national and international responsibilities particularly those within the active interests and geographical areas of the Trustees, and of the Kite Connexion group employees. The geographical areas are determined by the Board of Trustees and reviewed periodically. Currently the areas covered are Birmingham, Dudley, Wolverhampton and Walsall postcode areas. The Trust does not normally support national charities, CICs or social enterprises.

The Trust's activities are grant making and this is achieved by generating investment income from both quoted and unquoted endowment investments. The Trustees aim to distribute the income received net of governance and support costs in each reporting period, and success is measured on this basis.

The aims of the Trust are to continue grant making activities and to grow the income generated from investments to maintain the future monetary value of grants paid in real terms.

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

#### **Grant Making Policy**

The Trust has established a grant making policy to achieve its objectives for the public benefit. The beneficiaries are charities, organisations and individuals who seek funding for projects or activities in the following areas: Community, Children & Youth, Culture & Education, Medical, Elderly and Overseas.

The Trust welcomes initial contact from any organisation or individuals interested in making applications. The Secretary will advise on the best way to make a grant request and to ensure the necessary information is included.

Applications from organisations must demonstrate that the uses to which any grants received are for the benefit of projects and activities in the areas outlined above. Where they are not the ultimate beneficiaries, organisations applying must also confirm that they adhere to the current guidance on public benefit.

#### **Achievements and Performance**

The Trust processed 232 applications during the year (2020: 318) and made 171 grant awards (2020: 239) totalling £275,250, a decrease of 9.9% from 2020 (£305,340,). See note 6 for analysis of the grants awarded.

The Trustees have maintained grants in line with net income for 2021 and aim to do so for the foreseeable future. The Trust supports a variety of different charities where the core activities and geographical focus meet the objectives of the Trust. Details of grants above £2,000 are set out in note 7. The Trustees consider this to provide a good representation of the organisations supported during the reporting period.

The COVID-19 pandemic has significantly impacted the activities of many of the charities the Trust supports. Lockdowns and restrictions meant community centres and hubs had to close and it became harder for organisations to deliver services. Unfortunately, this led to a significant reduction in number of applications in the year (27%). What has been impressive is how charities have adapted to continue to offer their services, where appropriate shifting face to face support to virtual support. The Trustees consider it an achievement to have been able to support 171 charities in this difficult year with grants totalling £275,250.

# The Grimmitt Trust

## Financial Review

The Trust's total incoming resources are maintained from the previous year at £303,643 (2020: £303,964). Due to COVID-19, no dividend was received from the unquoted investment in Kite Connexion Holdings Ltd in 2021 (2020: £0). The quoted investments achieved an average income yield of 3.3% (2020: 3.6%) and the value of the quoted investments increased by 22% over the reporting period to £11,552,705 (2020: £9,465,088). The Trust also holds accumulation units within the quoted investment where income is reinvested in the fund rather than paid out. Based on the valuation and yield at the reporting period end, additional income of approximately £45,540 (2020: £42,940) could be received by converting these units to income paying units.

Administration and governance costs increased by 9.4% to £34,335 (2020: £31,388) during the financial year. This was due to an increase in support costs due to additional work on applications due to COVID-19 and higher governance costs due to an increase in audit fee. Overall, there were net outgoing resources of £5,942 (2020: £32,764 outgoing), which, with the increase in value of investments of £2,122,616, resulted in an overall increase in funds of £2,116,674. See note 8 for investments breakdown.

### Investment policy

The Trust's overall investment policy is to protect the real value of capital over the long term and to generate income sufficient to be able to maintain a broadly consistent level of grant giving. Day to day investment responsibility is delegated to CCLA Investment Management Ltd using pooled investment vehicles, which aim to maximise total returns and protect the long-term value of the investment in real terms. CCLA operate a clearly defined ethical policy, details of which can be obtained from their website.

### Reserves policy

The Endowment fund represents capital funds established by the founder with the gift of 50% of the issued ordinary share capital of Welconstruct Group Limited, which was sold in 2006. As a result of a demerger of part of that company, it also received a 50% holding in Kite Connexion Holdings Limited, the non-trading holding company of Kite Connexion Limited and its subsidiary. The value of the Endowment fund is £11,696,754 (2020: £9,574,138). The income arising from the resulting investments is transferred to unrestricted funds.

The Trustees annually review the level of reserves retained in unrestricted funds, which are retained to the extent considered necessary to ensure that adequate funds are available to cover future unforeseen eventualities. The value of unrestricted funds is £498,135 (2020: £504,077).

## Risk Management

The Trustees have considered the major risks to which the charity is exposed and have reviewed those risks and established appropriate systems and procedures to manage those risks.

The Trustees consider the variability of investment returns on the endowment to constitute the charity's major financial risk. The Trustees have appointed professional investment managers and adopt a well-diversified portfolio to mitigate this risk. The Trustees have also established the Finance and Investment Sub Committee (FISC) comprising Trustees and others with relevant expertise to oversee investment performance and advise the Trustees.

### Coronavirus (COVID-19)

The Trustees have considered the risks created by the COVID-19 pandemic and have identified uncertainty of investment returns and dividend income as the main risks to the Trust. The quoted investment is an actively managed multi-asset fund and is diversified by asset type, geography and by sector. The risk to income is mitigated by the Trust's quoted investments being managed on a total return basis providing the Investment Managers flexibility to maintain income. Only a small amount of the Trust's grants awarded are multi-year grants, therefore the Trust has the flexibility to maintain grants in line with income received.

## **The Grimmitt Trust**

Trustee and committee meetings will continue and the use of technology as a means of holding meetings will be utilised in the short term to protect the health of Trustees and officers.

### **Plans for the Future**

The Trustees plan to continue the grant giving activities and maintain the current objectives and grant making policy.

### **Structure, Governance and Management**

The Trust is a charitable trust established under a trust deed originally dated 24 January 1986 and amended by deed of variation dated 28 June 2007. The Trust was established to perpetuate the Founder's family and company's traditions of tithing. The initial endowment comprised 50% of the share capital of the Welconstruct Company Limited, which was sold in 2006. The Trust does not actively fundraise and seeks to continue the charitable work desired by the Founder through the careful stewardship of its existing resources.

The existing Trustees appoint new Trustees for an initial period of five years after which they may put themselves forward for re-appointment. The Trustees give of their time freely and no Trustee remuneration was paid in the year. Details of Trustee expenses and related party transactions are disclosed in note 13 to the accounts. Trustees are required to disclose all relevant interests and register them with the Secretary.

At the Trustee meetings held three times a year, the Trustees agree the broad strategy and areas of activity for the Trust, including consideration of grant making, investment, reserves, risk management policies and performance. The Trust has established the following sub committees:

Grants Sub Committee (GSC). This committee meets three times a year prior to the main Trustee meetings to consider grant applications that have been researched by the Secretary and to make recommendations for funding. The GSC are authorised to agree grants up to the value of £1,000 without Board of Trustee approval prior to payment. A full list of these grants is reported to the Board of Trustees Meeting. Grants above £1,000 require authorisation by the Board of Trustees.

Finance and Investment Sub Committee (FISC). This committee oversees the financial stability of the Trust, including management of the endowment investments, reviewing the level of reserves, scrutiny of its operating funds, revenues and expenses.

The Board keeps the skill requirements of the Trustees under review and provides induction procedures relevant to the new Trustees' individual knowledge and understanding. Trustee training is made available to all Trustees. The Trustees are responsible for overall governance and review the Policies and Practices of the Trust annually.

# **The Grimmitt Trust**

## **Reference and Administrative Information**

### **Charity Registration Number**

801975

### **Principal Office**

151b All Saints Road  
Kings Heath  
Birmingham  
B14 6AT  
Email: admin@grimmitt-trust.org.uk

Enquiries should be made to the Secretary at the principal office or via email.

### **Founder**

P W Welch

### **Trustees**

S L Day  
J M Dickins  
T L Jones  
A D Owen OBE  
E Pardoe  
P G P Smith  
T N P Welch - Chairman  
S J Wilkey

### **Secretary**

V Welch

### **Treasurer**

M P Wilson

### **Auditor**

Mazars LLP  
Two Chamberlain Square  
Birmingham  
B3 3AX

### **Bankers**

CAF Bank Limited  
25 Kings Hill Avenue  
Kings Hill, West Malling  
Kent  
ME19 4TA

### **Solicitors**

Shakespeare Martineau  
No 1 Colmore Square  
Birmingham  
B4 6AA

### **Investment Managers**

CCLA Investment Management Ltd  
Senator House, 85 Queen Victoria Street  
London  
EC4V 4ET

## The Grimmitt Trust

### Responsibilities of the Trustees

Charity law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the disposition of the fund at the end of the financial year and of the financial transactions for the year. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- prepare the financial statements on the basis that the Trust will continue in operation unless it is inappropriate to presume this

The Trustees are responsible for keeping proper accounting records to enable them to ensure that the financial statements comply with the Statement of Recommended Practice and the Charities Act. They are also responsible for safeguarding the assets of the Trust, ensuring their proper application under charity law, and hence for taking steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the Trustees on 6.7.21

T.N.P. Welch .

T N P Welch  
Chairman

# **The Grimmitt Trust**

## **Independent auditor's report to the Trustees of The Grimmitt Trust**

### **Opinion**

We have audited the financial statements of The Grimmitt Trust (the 'charity') for the year ended 5th April 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows 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 FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

give a true and fair view of the state of the charity's affairs as at 5th April 2021 and of its income and expenditure for the year then ended;

have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and

have been prepared in accordance with the requirements of the Charities Act 2011.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 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 Trustees 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 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 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 this other information, we are required to report that fact.

We have nothing to report in this regard.

## **The Grimmitt Trust**

### **Matters on which we are required to report by exception**

In light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 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 the financial statements and for being satisfied that they 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 auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 the financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. Based on our understanding of the charity and its activities, we identified that the principal risks of non-compliance with laws and regulations related to fraud and money laundering, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements, such as the Charities Act 2011.

We evaluated the Trustees' and management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to management bias through judgements and assumptions in significant accounting estimates, in particular in

## The Grimmitt Trust

relation to investment valuation, the risk of fraud in revenue recognition in relation to cut off, and significant one-off or unusual transactions.

Our audit procedures were designed to respond to those identified risks, including non-compliance with laws and regulations (irregularities) and fraud that are material to the financial statements. Our audit procedures included but were not limited to:

- Discussing with the Trustees and management their policies and procedures regarding compliance with laws and regulations;
- Communicating identified laws and regulations throughout our engagement team and remaining alert to any indications of non-compliance throughout our audit; and
- Considering the risk of acts by the charity which were contrary to applicable laws and regulations, including fraud.

Our audit procedures in relation to fraud included but were not limited to:

- Making enquiries of the Trustees and management on whether they had knowledge of any actual, suspected or alleged fraud;
- Gaining an understanding of the internal controls established to mitigate risks related to fraud;
- Discussing amongst the engagement team the risks of fraud; and
- Addressing the risks of fraud through management override of controls by performing journal entry testing.

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management. As with any audit, there remained a risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

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

### Use of the audit report

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's Trustees those matters we are required to state to them in an auditor's 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 our audit work, for this report, or for the opinions we have formed.

Signed: 

Mazars LLP Chartered Accountants and Statutory Auditor  
First Floor  
Two Chamberlain Square  
Birmingham  
B3 3AX

Date: 8th July 2021

Mazars LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

The Grimmitt Trust

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)**

FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2021

	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2021 £	Total Funds 2020 £
					(Note 2)
Income					
Investment income	4	-	303,643	<b>303,643</b>	<b>303,964</b>
Transfer between funds		303,643	(303,643)	-	-
<b>Total income</b>		<b>303,643</b>	<b>-</b>	<b>303,643</b>	<b>303,964</b>
Expenditure on charitable activities					
Children and Youth		60,475	-	<b>60,475</b>	55,816
Community		133,561	-	<b>133,561</b>	144,880
Cultural and Education		49,328	-	<b>49,328</b>	63,754
Elderly		11,906	-	<b>11,906</b>	24,270
Medical and Health		23,512	-	<b>23,512</b>	25,614
Overseas		30,803	-	<b>30,803</b>	22,394
<b>Total expenditure</b>	6	<b>309,585</b>	<b>-</b>	<b>309,585</b>	<b>336,728</b>
<b>Net income/(expenditure) before gains and losses on investments</b>		<b>(5,942)</b>	<b>-</b>	<b>(5,942)</b>	<b>(32,764)</b>
Net (loss)/gain on investments	8	-	2,122,616	<b>2,122,616</b>	<b>(397,761)</b>
<b>Net income/(expenditure) and net movement in funds</b>		<b>(5,942)</b>	<b>2,122,616</b>	<b>2,116,674</b>	<b>(430,525)</b>
Reconciliation of funds					
Total funds brought forward		504,077	9,574,138	<b>10,078,215</b>	<b>10,508,740</b>
<b>Total funds carried forward</b>		<b>498,135</b>	<b>11,696,754</b>	<b>12,194,889</b>	<b>10,078,215</b>

The Statement of Financial Activities includes all gains and losses in the year. All activities relate to continuing operations.

# The Grimmitt Trust

## BALANCE SHEET

AS AT 5<sup>TH</sup> APRIL 2021

	Note	Unrestricted Funds £	Endowment £	Total Funds 2021 £	Prior year 2020 £
<b>Fixed Assets</b>					
Investments	8	385,950	11,696,754	12,082,704	9,960,088
<b>Current Assets</b>					
Debtors	9	76,577	-	76,577	76,342
Cash at bank and in hand		44,214	-	44,214	50,914
<b>Total Current Assets</b>		120,791	-	120,791	127,256
<b>Liabilities</b>					
Creditors falling due within one year	10	(8,606)	-	(8,606)	(9,129)
<b>Net Current Assets</b>		112,185	-	112,185	118,127
<b>Net Assets</b>		498,135	11,696,754	12,194,889	10,078,215
<b>Funds</b>					
	11				
Expendable endowment			11,696,754	11,696,754	9,574,138
Unrestricted income funds		498,135	-	498,135	504,077
<b>Total Charity Funds</b>		498,135	11,696,754	12,194,889	10,078,215

Approved by the Trustees on  
and signed on their behalf

6.7.21.

T.N.P. Welch

T N P Welch -Trustee

P.G.P. Smith

P G P Smith -Trustee

M.P. Wilson

M P Wilson -Treasurer

## The Grimmitt Trust

### STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2021

	Note	Total funds 2021 £	Prior year 2020 £
<b>Cash flows from operating activities:</b>			
<b>Net cash used in operating activities</b>	12	<b>(310,343)</b>	<b>(334,230)</b>
<b>Cash flows from investing activities:</b>			
Interest and dividends	4	303,643	303,964
Proceeds from sale of investments	8	-	516,203
Purchase of Investments	8	-	(516,203)
<b>Net cash provided by investing activities</b>		<b>303,643</b>	<b>303,964</b>
<b>Change in cash and cash equivalents in the year</b>		<b>(6,700)</b>	<b>(30,266)</b>
Cash and cash equivalent bought forward		50,914	81,180
<b>Cash and cash equivalents carried forward</b>		<b>44,214</b>	<b>50,914</b>

**NOTES TO THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 5<sup>TH</sup> APRIL 2021

**1 ACCOUNTING POLICIES**

(a) Basis of preparation and assessment of going concern

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and reporting by charities preparing their accounts in accordance with FRS 102: Financial Reporting Standard applicable in the UK and Republic of Ireland (September 2015) 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. With respect to the next reporting period, 2021-22, the most significant areas of uncertainty that affect the carrying value of assets held by the Trust are the level of investment return and the performance of investment markets (see the investment policy and performance and risk management sections of the Trustees' annual report for more information).

(b) Funds structure

The endowment fund, which is expendable, comprises the shares in Kite Connexion Holdings Limited, which were initially gifted to the Trust, together with the proceeds of sale of the shares in Welconstruct Group Limited, also gifted to the Trust but which were subsequently sold. Income arising from the endowment investments is transferred to unrestricted funds unless applied for reinvestment purposes. The endowment fund is not restricted.

The Unrestricted funds comprise those funds that the Trustees are free to use for any purpose in furtherance of the charitable objectives.

Further details of each fund are disclosed in note 11.

(c) Income recognition

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.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor.

## The Grimmitt Trust

### (d) Expenditure recognition

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.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings. For more information on this attribution refer to (g) below.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the trust. Grants are recognised when authorised by the Trustees and paid. Multi-year grants (pledges) are subject to the recipient fulfilling conditions for future payments. Future pledged payments are recognised in the period that the future payment is authorised by the Trustees following receipt of a satisfactory progress report.

### (e) Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

### (f) Allocation of support and governance costs

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include those related to statutory audit and any legal fees together with an apportionment of overhead and support costs.

Governance costs and support costs relating to charitable activities have been apportioned based on the number of individual grant awards made in recognition that the administrative costs of awarding, monitoring and assessing grants are broadly equivalent. The allocation of support and governance costs is analysed in note 6.

### (g) Charitable activities

Costs of charitable activities include grants made, governance costs and an apportionment of support costs as shown in note 6.

### (h) Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price (mid-price) from the Investment Managers nearest valuation following the year end. The Investment Managers prepare weekly investment valuations and a calendar month end valuation. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The Trust does not acquire put options, derivatives or other complex financial instruments. The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

### (i) Realised gains and losses

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

## The Grimmitt Trust

(j) Basis of consolidation

The Trustees do not consider the Trust's 50% investment in Kite Connexion Holdings Limited to constitute that of an associated undertaking or subsidiary, as they do not exert significant influence or control over the company.

(k) Critical management judgements and estimates

When preparing the financial statements, the Trustees and management make a number of judgements, estimates and assumptions on the way in which assets, liabilities, income and expenditure is recognised and measured. These include the valuation of unquoted investments in Kite Connexion Holdings Limited which are recognised at a valuation based on the estimated share of net assets.

# The Grimmitt Trust

## 2 PREVIOUS YEAR DETAILED STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted Funds £	Endowment Funds £	Total Funds 2020 £
Income			
Investment income	-	303,964	303,964
Transfer between funds	303,964	(303,964)	-
<b>Total income</b>	<b>303,964</b>	<b>-</b>	<b>303,964</b>
Expenditure on charitable activities			
Children and Youth	55,816	-	55,816
Community	144,880	-	144,880
Cultural and Education	63,754	-	63,754
Elderly	24,270	-	24,270
Medical and Health	25,614	-	25,614
Overseas	22,394	-	22,394
<b>Total expenditure</b>	<b>336,728</b>	<b>-</b>	<b>336,728</b>
<b>Net income/(expenditure) and net movement in funds before gains and losses on investments</b>	<b>(32,764)</b>	<b>-</b>	<b>(32,764)</b>
Net gains on investments	-	(397,761)	(397,761)
<b>Net movement in funds</b>	<b>(32,764)</b>	<b>(397,761)</b>	<b>(430,525)</b>
Reconciliation of funds			
Total funds brought forward	536,841	9,971,899	10,508,740
<b>Total funds carried forward</b>	<b>504,077</b>	<b>9,574,138</b>	<b>10,078,215</b>

## The Grimmitt Trust

### 3 PREVIOUS YEAR DETAILED BALANCE SHEET

	Unrestricted Funds £	Endowment £	Total Funds 2020 £
<b>Fixed Assets</b>			
Investments	462,292	9,497,796	9,960,088
<b>Current Assets</b>			
Debtors	-	76,342	76,342
Investments	50,914	-	50,914
Cash at bank and in hand			
	50,914	76,342	127,256
<b>Total Current Assets</b>			
<b>Liabilities</b>			
Creditors falling due within one year	(9,129)	-	(9,129)
	41,785	76,342	118,127
<b>Net Current Assets</b>			
	504,077	9,574,138	10,078,215
<b>Net Assets</b>			
<b>Funds</b>			
Expendable endowment	-	9,574,138	9,574,138
Unrestricted income funds	504,077	-	504,077
<b>Total Charity Funds</b>	504,077	9,574,138	10,078,215

### 4 INVESTMENT INCOME

	2021 £	2020 £
Accrued income at 5 <sup>th</sup> April 2020	(76,342)	(76,556)
Income received in reporting period	303,408	304,178
Accrued income at 5 <sup>th</sup> April 2021	76,577	76,342
<b>Income recognised in the Statement of Financial Activities</b>	<b>303,643</b>	<b>303,964</b>
<b>Interest on cash deposits received</b>	-	-
<b>Other income received</b>	-	-
<b>Total Income</b>	<b>303,643</b>	<b>303,964</b>

## The Grimmitt Trust

### 5 GOVERNANCE AND SUPPORT COSTS

	2021	2020
	£	£
<b>Governance Costs</b>		
Audit fee and related costs	7,200	6,000
Trustee meetings	169	262
Trustee expenses	-	38
<b>Total</b>	<b>7,369</b>	<b>6,300</b>

None of the Trustees received any remuneration in their capacity as Trustee. Trustees' expenses are disclosed above, no expenses were paid to Trustees in 2021 (2020: 2).

	2021	2020
	£	£
<b>Support Costs</b>		
Secretarial fee	20,075	17,532
Treasurer fee	5,570	5,460
Other support costs	1,321	2,096
<b>Total</b>	<b>26,966</b>	<b>25,088</b>

Other support costs comprise general day-to-day expenses incurred in the operation of the trust and grant giving activities.

	2021	2020
	£	£
<b>Total Costs</b>		
Governance costs	7,369	6,300
Support costs	26,966	25,088
<b>Total Costs</b>	<b>34,335</b>	<b>31,388</b>

### 6 ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

Grants awarded are analysed by the following activities. The activity to which a grant is allocated is determined by the Trustees' assessment of where the recipient's core activities most closely matches the activity selected.

	2021	2021 Total	2020	2020 Total
	Number of	Grants	Number of	Grants
	Grants		Grants	
	Paid	£	Paid	£
Children and Youth	32	54,050	42	50,300
Community	78	117,900	113	130,040
Culture and Education	35	42,300	48	57,450
Elderly	7	10,500	15	22,300
Medical	15	20,500	18	23,250
Overseas	4	30,000	3	22,000
<b>Total</b>	<b>171</b>	<b>275,250</b>	<b>239</b>	<b>305,340</b>

## The Grimmitt Trust

### Analysis of Expenditure on Charitable Activities

	Grant Funding of Activities £	Governance Costs £	Support Costs £	2021 Total £	2020 Total £
Children and Youth	54,050	1,379	5,046	60,475	55,816
Community	117,900	3,361	12,300	133,561	144,880
Culture and Education	42,300	1,508	5,520	49,328	63,754
Elderly	10,500	302	1,104	11,906	24,270
Medical	20,500	647	2,365	23,512	25,614
Overseas	30,000	172	631	30,803	22,394
<b>Total</b>	<b>275,250</b>	<b>7,369</b>	<b>26,966</b>	<b>309,585</b>	<b>336,728</b>

No costs incurred are directly attributable to a single activity. All costs are apportioned on the basis of number of grants awarded.

## 7 ANALYSIS OF GRANTS

Summary Grants Paid by Recipient Type	2021 £	2020 £
Institutional	274,950	304,540
Individual	300	800
<b>Total</b>	<b>275,250</b>	<b>305,340</b>

Recipients of Institutional Grants	2021 £	2020 £
Christian Aid	20,000	10,000
All We Can	10,000	10,000
Narhex Sparkhill	5,000	2,000
St Basils	5,000	-
Street Teams	5,000	-
Eve Brook Scholarship Fund	4,850	3,000
Anawim	4,000	-
Birmingham Settlement	4,000	3,000
St Annes Hostel	4,000	2,500
St Martin's Youth Centre	4,000	3,000
Sutton Coldfield YMCA	4,000	-
The Haven Wolverhampton	3,500	-
Acacia	3,000	-
Beyond the Horizon	3,000	-
Birmingham Centre for Art Therapies	3,000	3,000
Birmingham Methodist Circuit 5/1	3,000	3,000
Birmingham St Mary's Hospice	3,000	2,500
Brierley Hill Samaritans	3,000	-
Cruse Bereavement Care	3,000	-
Darlaston Boys Club	3,000	3,000
Home Start Birmingham North and Inner City	3,000	-
The Gap Sutton Coldfield	3,000	3,000
The University of Wolverhampton	3,000	2,500
Welcome Group Halesowen	3,000	2,500
CBSO	2,500	-
Homestart Birmingham Central and South West	2,500	-

## The Grimmitt Trust

	2021	2020
	£	£
Lozells Methodist Church	2,500	2,500
NewStarts	2,500	-
RBSA	2,500	2,500
Severn Valley Railway Charitable Trust	2,500	2,500
Age Concern Birmingham	2,000	-
Bethel Health and Healing Network	2,000	-
Birmingham Churches Together Restore	2,000	-
Birmingham City Mission	2,000	2,000
BUDS	2,000	2,000
Change Birmingham Brief Therapy	2,000	-
Cotteridge Church Day Centre	2,000	-
Dads Lane Community Association	2,000	-
Disability Resource Centre	2,000	-
Ex Cathedra (Singing Medicine)	2,000	5,000
Father Hudson's Care	2,000	-
Foundation of Conductive Education	2,000	-
Halas Homes	2,000	-
Holy Ascension Church	2,000	-
Home Start Birmingham Consortium	2,000	-
John Taylor Hospice	2,000	2,000
Karis Neighbour Scheme	2,000	-
Martineau Gardens	2,000	2,000
PPPCC of St Marks Kingstanding Day Centre	2,000	-
Queen Salote College Former Students Association	2,000	2,000
Redditch Wheels Project	2,000	2,000
Royal Shakespeare Company	2,000	2,000
Sandwell Youth in Action	2,000	-
Spitfire Advice and Support Services Ltd	2,000	-
Sport4Life	2,000	2,000
St Gabriel's Centre	2,000	2,000
St Giles Hospice	2,000	-
St Paul's Community Development Trust	2,000	-
Sudden Productions	2,000	-
Sutton Coldfield United Reform Church	2,000	2,000
Warley Woods Community Trust	2,000	-
Way Ahead Support Services	2,000	2,000
West Midlands Quaker Peace Education Project	2,000	-
West Midlands Care Team	2,000	-
Woodgate Valley Urban Farm Ltd	2,000	-
Birmingham Women's and Children's Hospital Charity	-	5,000
Emmanuel House	-	5,000
Walsall Street Teams	-	5,000
Geese Theatre Company	-	3,500
Home from Hospital Care	-	3,500
InUnity	-	3,500
The Queen's Foundation	-	3,500
Blackheath Live at Home	-	3,000
Ryders Green Methodist Day Centre	-	3,000
The Giving Hands Mission	-	3,000
Enterprise Sailing Trust	-	2,500
The Black Country Living Museum	-	2,500
The Ironbridge Gorge Museum Trust	-	2,500
Age UK Dudley	-	2,000
Around Again Charity	-	2,000
Better Pathways	-	2,000
Birmingham PHAB Camps	-	2,000
Carrs Lane Counselling Centre	-	2,000
Edward's Trust	-	2,000
Entraide	-	2,000
Gilgal Birmingham	-	2,000
Hope Projects	-	2,000
Moseley Road Baths	-	2,000
St Martin's Centre for Health and Healing	-	2,000
The Boys Brigade West Midlands District	-	2,000
The Cotteridge Church	-	2,000
Thrive	-	2,000
Tipton Food Bank	-	2,000
WAITS	-	2,000

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Wellington Methodist Church and Centre	-	2,000
Grants of less than £2,000 not detailed	80,900	138,340
<b>Total Grants</b>	<b>275,250</b>	<b>305,340</b>

The Trustees consider grants of £2,000 and above as material for individual disclosure.

The Trust has authorised future grants, which are subject to the recipient fulfilling certain conditions. The Trust's policy is that these future grants are recognised in the year paid following receipt of an application for payment and a progress report demonstrating satisfactory performance to date. Payment of the grant is subject to authorisation by the Trustees. The total amount authorised but not provided for as expenditure at 5 April 2021 is £24,500 (2020: £45,000).

### 8 FIXED ASSET INVESTMENTS

	2021 £	2020 £
<b>Cost</b>		
Quoted investments:		
566,580.89 Units COIF Charities Investment Fund	7,312,330	7,312,330
Unquoted investments:		
25,000 Ordinary 1p shares in Kite Connexion Holdings Limited	250	250
<b>Total investments at cost</b>	<b>7,312,580</b>	<b>7,312,580</b>
	<b>2021 £</b>	<b>2020 £</b>
<b>Market Value</b>		
Quoted investments:		
COIF Charities Investment Fund Income Units	11,552,704	9,465,088
Unquoted investments:		
At valuation (See below)	530,000	495,000
<b>Total market value of investments</b>	<b>12,082,704</b>	<b>9,960,088</b>

The unquoted investment represents the Trust's 50% holding in Kite Connexion Holdings Limited and its trading subsidiaries Kite Connexion Limited and Static Safe Environments Limited. This has been included at Trustees valuation. The consolidated net assets in Kite Connexion Holdings Limited at 31 January 2021 amounted to £1,329,000 (31 January 2020: £1,236,556).

The Trustees do not consider the investment constitutes that of an associated undertaking, as they do not exert significant influence over this company.

## The Grimmitt Trust

### Reconciliation in movement of Market Value of Investments

<b>Quoted Investments</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Valuation b/fwd	9,465,088	9,918,849
Investments purchased	-	516,203
Investments sold	-	(516,203)
Realised loss on sale of investments	-	(17,788)
Revaluation	2,087,616	(435,973)
<b>Valuation at Year End</b>	<b>11,552,704</b>	<b>9,465,088</b>
<b>Unquoted Investments</b>		
Valuation b/fwd	495,000	439,000
Revaluation	35,000	56,000
<b>Valuation at Year End</b>	<b>530,000</b>	<b>495,000</b>

### 9 DEBTORS

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Accrued income from investments	76,577	76,342

Investment income declared on 31<sup>st</sup> March 2021, payable in May 2021.

### 10 CREDITORS FALLING DUE WITHIN ONE YEAR

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Accruals	8,606	9,129

### 11 ANALYSIS OF CHARITABLE FUNDS

<b>Analysis of Fund Movements</b>	<b>Balance B/Fwd</b>	<b>Income</b>	<b>Expenditure</b>	<b>Transfers</b>	<b>Gains and Losses</b>	<b>Balance C/Fwd</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Expendable endowment	9,574,138	303,643	-	(303,643)	2,122,616	11,696,754
Unrestricted funds	504,077	-	(309,585)	303,643	-	498,135
<b>Total</b>	<b>10,078,215</b>	<b>303,643</b>	<b>(309,585)</b>	<b>-</b>	<b>2,122,616</b>	<b>12,194,889</b>

- a) The Trustees have the power to spend the capital of the expendable endowment and there is no restriction placed on the funds or income generated.

## The Grimmitt Trust

- b) The unrestricted funds are available to be spent for any of the purposes of the charity.

### 12 RECONCILIATION OF NET MOVEMENTS IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021	2020
	£	£
Net movement in funds	2,116,674	(430,525)
Investment dividends and interest received	(303,643)	(303,964)
Deduct (gains) / add back losses on investments	(2,122,616)	397,761
Decrease / (increase) in debtors	(235)	214
Increase / (decrease) in creditors	(523)	2,284
<b>Net cash used in operating activities</b>	<b>(310,343)</b>	<b>(334,230)</b>

### 13 RELATED PARTY TRANSACTIONS

The founding director of Welconstruct Group Limited formed the Trust and 50% of that company's share capital was gifted to the Trust as an endowment. Following a de-merger in 2004 the Trust acquired a 50% holding in Kite Connexion Holdings Limited, the non-trading holding company of Kite Connexion Limited and Static Safe Environments Limited. Two Trustees are directors of Kite Connexion Holdings Limited and its trading subsidiaries. Three Trustees are shareholders of Kite Connexion Holdings Ltd.

The Trust did not receive a dividend in the reporting period from Kite Connexion Holdings Limited (2020: £0).

In the reporting period no expenses payments were made to Trustees (2020: £38 to 2 Trustees). 2020 payments related to refunded travel expenses. There were no Trustee expenses not claimed in the financial year.

Certain Trustees of The Grimmitt Trust are also Trustees of other charities to which the Trust makes grants. Procedures are in place to ensure these Trustees are not unduly influential in the decision to award grants to these charities.