

**ADAM C I NAYLOR
CHARITABLE TRUST**

**UNAUDITED ANNUAL REPORT
& FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30TH JUNE 2022**

CHARITY NUMBER - 1003664

ADAM C I NAYLOR CHARITABLE TRUST

TRUSTEES REPORT FOR THE YEAR ENDED 30TH JUNE 2022

The Trustees present their annual report and financial statements of the charity for the year ended 30th June 2022.

The financial statements have been prepared in accordance with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

OBJECTIVES AND ACTIVITIES

The Trust has been established to make grants for charitable purposes. Grants are only made to charities known to the settlor and unsolicited applications are therefore not considered.

Public Benefit

The trustees have given consideration to the Charity Commission guidance on public benefit.

ACHIEVEMENTS AND PERFORMANCE

Investments have been managed throughout the year by the Investment Managers, with performance being monitored by the Trustee. The Trust has therefore been able to maintain its grant-making programme.

FINANCIAL REVIEW

Income totalling of £505,895 (2021: £7,812) was received during the year. This funded grants of £9,800 (2021: £6,400) to charitable organisations. Capital investments were valued at £740,867 (2021: £334,666) at the year end.

Reserves Policy

The trust deed permits the spending of capital; the trustee has, however, agreed to retain the capital for the time being and to invest it to produce income to make grants. The trustee is managing the reserves to balance the needs of current and future beneficiaries. It is not anticipated that the needs of beneficiaries will diminish over time.

Investment Policy and Powers:

The Trustee has the power of investment conferred by the Trustees Act 2000. The investment strategy is set by the trustees and takes account of recent demands for funds and an assessment of expected future needs (see Reserves Policy). The investment policy and strategy are reviewed with the investment manager at regular intervals. The investment objective is to maintain, overall, the real value of capital and income.

Risk Management:

The main risks to which the charity is exposed as identified by the Trustee have been considered and systems have been established to mitigate those risks.

ADAM C I NAYLOR CHARITABLE TRUST

TRUSTEES REPORT FOR THE YEAR ENDED 30TH JUNE 2022

Plans for the Future

The objectives remain unchanged for the future; the intention is for continued investment management on a consistent basis and distribution of income to charitable organisations.

Structure, Governance and Management

The Trust was established by a Trust Deed dated 5TH July 1991, charity number 1003664 and is administered by its corporate Trustee, Liverpool Charity and Voluntary Services.

REFERENCE AND ADMINISTRATIVE DETAILS

Name	Adam C I Naylor Charitable Trust	
Charity number	1003664	
Principal Office	LCVS 151 Dale Street Liverpool L2 2AH	
Trustees	Liverpool Charity and Voluntary Services (LCVS), a corporate trustee, which is incorporated under the Companies Act as a company limited by guarantee without share capital as company number 181759, a registered charity, number 223485, and a charitable Trust Corporation. LCVS trustees, who are also its directors, were as follows during the year.	
Chair	Heather Akehurst Sonia Bassey MBE	(Resigned 25 th November 2021) (Appointed 25 th November 2021)
Treasurer	Mike Thomas Heather Akehurst Dorcas Akeju Sonia Bassey MBE Maxine Ennis Jonathan Hesketh Ken Perry John Price Michael Salla Louise Scholes Gemma Shone James Sloan Mike Thomas Sue Williams Neil John Sturmeay Henry Terefenko	(Resigned 25 th November 2021) (Resigned 16 th November 2021) (Appointed 20 th September 2022) (Resigned 23 rd June 2022) (Resigned 27 th July 2022)
Investment Manager	Investec Wealth & Investment 100 Old Hall Street, Liverpool, L3 9AB	

ADAM C I NAYLOR CHARITABLE TRUST
TRUSTEES REPORT FOR THE YEAR ENDED 30TH JUNE 2022

Independent Examiner Paula Sanchez ACCA
Score Lane
Liverpool, L16 5EF

TRUSTEE'S RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The charity trustee is responsible for preparing a trustee's annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The law applicable to charities in England and Wales requires the charity trustee to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period. In preparing the financial statements, the trustee is required to:

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

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

Approved by the Trustee and signed on its behalf by



.....
Mike Thomas
Trustee

Date 30/3/23

INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES OF ADAM C I NAYLOR CHARITABLE TRUST

I report to the trustee on my examination of the accounts of Adam C I Naylor Charitable Trust ('the charity') for the year to 30th June 2022, which are set out on pages 6 to 12.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145 (5)(b) of the 2011 Act.

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the accounts. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently, I express no opinion as to whether the accounts present a 'true and fair view' and my report is limited to those specific matters set out in the independent examiner's statement.

Independent examiner's statement

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

- accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- the accounts do not accord with those records; or
- the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Name: **Paula Sanchez**



Name of applicable listed body: **Association of Chartered Certified Accountants**

Relevant professional qualification or body: **ACCA**

Date: 5th April 2023

ADAM C I NAYLOR CHARITABLE TRUST
STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30TH JUNE 2022

	Notes	Income Funds 2022 £	Unrestricted Funds Capital Funds 2022 £	Total 2022 £	Total 2021 £
Income from:					
Donations	2a	20,629	472,336	492,965	-
Investments	2b	12,930	-	12,930	7,812
Total income		33,559	472,336	505,895	7,812
Expenditure on:					
Charitable activities	3	10,697	-	10,697	6,791
Total expenditure		10,697	-	10,697	6,791
Net income and net movement in funds		22,862	472,336	495,198	1,021
Net (loss)gain on investment assets	4	-	(66,135)	(66,135)	41,960
Net movement in funds		22,862	406,201	429,063	42,981
Reconciliation of funds: Total funds brought forward		9,244	334,666	343,910	300,929
Total funds carried forward	6	32,106	740,867	772,973	343,910
		=====	=====	=====	=====

The notes on pages 8 to 12 form part of these accounts.

**ADAM C I NAYLOR CHARITABLE TRUST
BALANCE SHEET AS AT 30TH JUNE 2022**

	Notes	30 th June 2022		30 th June 2021	
		£	£	£	£
Fixed Assets					
Investments	4		740,867		334,666
Current Assets					
Cash balance		33,999		9,635	
Current Liabilities					
Creditors	5	(1,893)		(391)	
Net Current Assets			32,106		9,244
Net Assets			772,973		343,910

The funds of the charity:

		£	£
Unrestricted Funds:			
Capital Funds	6	740,867	334,666
Income Funds		32,106	9,244
		772,973	343,910

Approved and authorised for issue by the Trustee and signed on its behalf by



Mike Thomas, Trustee

Dated: 30/3/23

ADAM C I NAYLOR CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

1. ACCOUNTING POLICIES

Basis of Accounting

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (SORP 2019) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and Charities Act 2011.

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

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

The Charity has taken advantage of the provisions in the SORP for Charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

Going concern

At the time of approving the accounts, the trustee has reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustee continues to adopt the going concern basis of accounting in preparing the accounts.

Investments

In accordance with Statement of Recommended Practice: Accounting and Reporting by Charities (SORP 2019), investments held as fixed assets are stated at fair value. Realised and unrealised gains and losses are dealt with as movements on the Capital Fund. Investments are valued at the mid-market price on the valuation date.

Fund accounting

Unrestricted funds are considered 'free' reserves and are available for use or retention at the discretion of the Trustees, in accordance with the charity's objectives. Free reserves are undesignated funds available for the furtherance of the general objectives of the charity.

Income recognition

Income from investments comprises dividend income and interest and are accounted for when received in the financial year. Donations are recognised at the earlier of notification or date of receipt, in the case of the third-party donations and legacy income when received by the organisation.

Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity 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 accrual basis. All expenses, including support and governance costs, are allocated or apportioned to the applicable expenditure headings in the statement of financial activities.

ADAM C I NAYLOR CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

Raising funds costs relate to expenses incurred in the management of the investment assets. Charitable activities include grant funding, along with associated support costs, to beneficiaries. These are dealt with in the Statement of Financial Activities when payment has been approved by the charity. Governance costs relate to compliance with constitutional and statutory requirements and specifically include all costs incurred by the charity in producing the Annual Report.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts.

Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

Taxation

The charity benefits from various exemptions from taxation afforded by tax legislation and is not liable to corporation tax on income or gains falling within those exemptions. Partial recovery is made of tax credits on UK dividend income. The charity is not able to recover Value Added Tax. Expenditure is recorded in the accounts inclusive of VAT.

ADAM C I NAYLOR CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

Critical Accounting Estimates and Judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

2. Income and endowments from:

	Income Funds 2022 £	Capital Funds 2022 £	Total 2022 £	Total 2021 £
a. Donation and legacies				
Donations	20,629	472,336	492,965	-
	=====	=====	=====	=====
b. Investments	£	£	£	£
Investments dividends and interest	12,930	-	12,930	7,812
	=====	=====	=====	=====

3. Expenditure on charitable activities:

	Direct Charitable Expenditure £	Support & Governance Costs £	Total 2022 £	Total 2021 £
To make grants for charitable purposes.	10,231	466	10,697	6,791
	=====	=====	=====	=====

Analysed as follows:

	2022 £	2021 £
<i>Direct charitable expenditure:</i>		
Grant funding	9,800	6,400
Grant making administration costs - LCVS	431	261
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	10,231	6,661
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ADAM C I NAYLOR CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

3. Expenditure on charitable activities continued

	2022	2021
	£	£
<i>Support & Governance costs:</i>		
Independent examination	250	-
Administration - LCVS	216	130
	-----	-----
	466	130
	-----	-----
Total expenditure on charitable activities	10,697	6,791
	=====	=====

4. Fixed Asset Investments

	2022	2021
	£	£
Quoted Investments:		
Market value at 1 st July 2021	334,666	292,706
Capital introduced	472,336	-
Unrealised (loss)/gain on investment assets	(66,135)	41,960
	-----	-----
Market value at 30th June 2022	740,867	334,666
	=====	=====
Book value at 30 th June 2022	618,910	146,573
	=====	=====

The trust holds 100% of its fixed asset investments in a Charity Commission approved pooling scheme, the Settlers' Trust Fund (STF), administered by Liverpool Charity and Voluntary Services and, at the balance sheet date, managed by Investec Wealth & Investment.

At 30th June 2022, the assets of the STF fund had a total market value of £30,726,293 (2021: £33,037,531) of which £740,867 (2021: £334,666) is an asset of the trust.

5. Creditors

	2022	2021
	£	£
Administration – LCVS	647	391
Accruals	996	-
Independent examination fee	250	-
	-----	-----
	1,893	391
	=====	=====

6. Unrestricted Funds

Income Fund: Investment income and donations received for distribution as grants to charitable voluntary organisations.

ADAM C I NAYLOR CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

Capital Fund: Funds held provide income for the ongoing activities of the trust.

7. Related Party Transactions

Charitable activities: these include £431 (2021: £261) grant making administration costs payable to LCVS. Support and governance costs include £216 (2021: £130), total £647 (2021: £391) payable to LCVS in respect of accountancy and trust administration which is included in creditors at the year end.

LCVS is related to the Trust by virtue of being the corporate trustees.