

# **The Cleopatra Trust**

## **Trustees' Annual Report and Financial Statements**

**For the year ended 31 December 2023**

**Charity Registration No.: 1004551**

## The Cleopatra Trust

### Trustees' report for the year ended 31 December 2023

#### Administrative Details

Trustees	Dr C Peacock Mrs B Bond CH Peacock
Address	PO Box 79878 London SW19 9RQ
Registered Number	1004551
Bankers	CAF Bank Ltd Kings Hill West Malling Kent ME19 4TA
Investment Advisers	Cazenove Capital 1 London Wall Place London EC2Y 5AU
Independent Examiner	Marcus Cridland BA (Hons) FCA Scott Vevers Ltd Chartered Accountants and Registered Auditors 65 East Street Bridport Dorset DT6 3LB

## **The Cleopatra Trust**

### **Trustees' report for the year ended 31 December 2023**

The trustees present their annual report and financial statements of the charity for the year ended 31 December 2023. The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the accounts and comply with the charity's trust deed and the Charities Act 2011. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The Cleopatra Trust is a registered charity established by trust deed on 15 August 1991. Its objects are to apply the income of the trust towards charitable purposes. This is achieved by making grants to other charities and voluntary bodies.

The trustees who served during the year are listed on page 1. Trustees are elected and removed by the serving board of trustees.

The charity acknowledges its requirement to demonstrate clearly that it must have charitable purposes or 'aims' that are for the public benefit. The trustees confirm that they have paid due regard to the Charity Commission guidance on public benefit before deciding what activities the charity should undertake.

#### **Summary of main activities and achievements in the year**

Investment income during the year from investments and deposits totalled £74,716 (2022: £41,872).

Grants made from the income fund amounted to £61,300 (2022: £69,500); a summary of the individual grants to charities is given in note 3 of the accounts. Administration costs and fees of £442 (2022: £444) were incurred in connection with the operation of the Trust.

As a result of the higher investment income and reduced grants for the year, there was a surplus on the income fund, amounting to £12,974 (2022: deficit £28,072).

The Expendable Endowment Fund amounted to £4,351,907 on 31 December 2023, an increase of £208,042 on the opening balance of £4,143,865. The total return for the year was +6.8% (2022 total return -11.0%), as financial markets started to recover from the weakness in 2022.

The trust has a total return approach to investment with a view to achieving a more consistent level of grants, while maintaining the real value of the endowment over the medium term. Other funds of the trust are held on deposit and spread between deposit takers to minimise counterparty risk.

#### **Reserves policy**

The trustees have considered the level of reserves they wish to retain, appropriate to the charity's needs. This is based on the charity's size and the level of financial commitments held. The trustees aim to ensure the charity will be able to continue to fulfil its charitable objectives, even if there is a temporary shortfall in income or unexpected expenditure. The trustees will endeavour not to set aside funds unnecessarily and consider the current level of reserves adequate.

#### **Future plans and guidance on grant applications**

The trustees do not anticipate receiving further endowment capital into the trust in the foreseeable future and consequently the amount available for distribution is wholly dependent on investment performance over time. Having regard for the reserves policy above, the trustees will decide on the overall level of annual grants in the light of investment returns and the outlook. Despite the positive investment performance in 2023, the value of the endowment was still below its level at the end of 2020. The trustees are minded to maintain the overall level of grant distributions at least around historical levels in the short term, recognising the ongoing challenging environment for charities.

The trustees would note that application for a grant is by invitation only and unsolicited applications will normally not be considered. Charities invited to apply for support may be required to submit a report on their activities and financial information in a prescribed form to facilitate the trustees' review.

#### **Major risks**

The trustees have a policy of formally reviewing the risks to which the charity is exposed at least annually. The main risk identified is that the charity's investment performance will fall below the level required to make the level of grants the trustees would wish. This risk is mitigated by the application of the investment policy.

## The Cleopatra Trust

### Trustees' report for the year ended 31 December 2023

#### Trustees' responsibilities

The trustees are required under Charity law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the financial activities of the charity for that period. In preparing those financial statements, the trustees are required to:

- Select suitable accounting policies and apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare financial statements on the going concern basis unless it is inappropriate to presume that the trust will continue in existence.

The trustees are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with applicable laws and regulations. They are also responsible for ensuring that the charity maintains an adequate system of internal control designed to provide reasonable assurance that assets are safeguarded against loss or unauthorised use and to prevent and detect fraud and other irregularities.

Signed on behalf of the trustees



CH Peacock

Date 8 August 2024

## Independent Examiner's Report to the Trustees of The Cleopatra Trust

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2023 which are set out on pages 5 to 9.

### Responsibilities and basis of report

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

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

### Independent examiner's statement

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

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

I 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.

Signed: 

Marcus Cridland BA (Hons) FCA  
Scott Vevers Ltd  
Chartered Accountants and Registered Auditors  
65 East Street  
Bridport  
Dorset DT6 3LB

Date: 19/08/24

The Cleopatra Trust

Statement of Financial Activities (Incorporating an Income and Expenditure Account) for the year ended 31 December 2023

Income and expenditure	Note	Income Fund (Unrestricted) £	Expendable Endowment (Unrestricted) £	Total 2023 £	Total 2022 £
<b>Incoming resources</b>					
Investment income:					
- Dividends		73,642		73,642	41,731
- Interest income		<u>1,074</u>		<u>1,074</u>	<u>141</u>
<b>Total incoming resources</b>		<b><u>74,716</u></b>	<b><u>0</u></b>	<b><u>74,716</u></b>	<b><u>41,872</u></b>
<b>Resources expended</b>					
Direct charitable expenditure:					
- Grants to charities	3	61,300		61,300	69,500
Other expenditure:					
- Bank fees and administration costs	4	<u>442</u>		<u>442</u>	<u>444</u>
<b>Total resources expended</b>		<b><u>61,742</u></b>	<b><u>0</u></b>	<b><u>61,742</u></b>	<b><u>69,944</u></b>
<b>Net incoming/(outgoing) resources for the year</b>		<b>12,974</b>	<b>0</b>	<b>12,974</b>	<b>(28,072)</b>
<b>Other recognised gains and losses</b>					
Gains/(losses) on investment assets:					
- Realised			-	-	12,889
- Unrealised			208,042	208,042	(573,896)
<b>Transfer from Expendable Endowment to Income Fund</b>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net movement in Funds</b>		<b>12,974</b>	<b>208,042</b>	<b>221,016</b>	<b>(589,079)</b>
Funds balances brought forward at 1 January		<u>0</u>	<u>4,143,865</u>	<u>4,143,865</u>	<u>4,732,944</u>
<b>Funds balances carried forward at 31 December</b>		<b><u>12,974</u></b>	<b><u>4,351,907</u></b>	<b><u>4,364,881</u></b>	<b><u>4,143,865</u></b>

All amounts derived from continuing activities.

All gains and losses recognised in the period are included in the statement of financial activities.

The notes on pages 7 to 9 form part of these accounts

**The Cleopatra Trust**

**Balance sheet as at 31 December 2023**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Fixed assets		
Investments (Note 5)	4,317,157	4,109,115
Current assets		
Debtors (Note 6)	8,893	6,825
Cash and short-term deposits	<u>39,203</u>	<u>28,279</u>
	48,096	35,104
<b>Total assets</b>	<b>4,365,253</b>	<b>4,144,219</b>
Creditors: Amounts due within one year (Note 7)	<u>372</u>	<u>354</u>
<b>Total net assets</b>	<b><u>4,364,881</u></b>	<b><u>4,143,865</u></b>
<b>Represented by:</b>		
Expendable Endowment	4,351,907	4,143,865
Income Fund	<u>12,974</u>	<u>    0</u>
<b>Total funds</b>	<b><u>4,364,881</u></b>	<b><u>4,143,865</u></b>

The financial statements were approved by the trustees on 8 August 2024



..... CH Peacock

The notes on pages 7 to 9 form part of these accounts.

## The Cleopatra Trust

### Notes to the accounts for the year ended 31 December 2023

#### 1. General information

The Cleopatra Trust is a registered charity in England established by trust deed on 15 August 1991. The address of the registered office is provided in Administrative Details on page 1. Details of the charity's operations are provided in the Trustees Report.

#### 2. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

##### (a) Basis of preparation

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements are prepared on a going concern basis under the historical cost convention and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011. The accounts include the results of the charity's operations which are described in the Trustees' Report, all of which are continuing.

##### (b) Accounting convention

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

##### (c) Investment income is recognised when receivable.

##### (d) Expenses are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to the expenditure and the amount of the obligation can be measured with reasonable certainty. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

##### (e) Unrestricted funds are those that are not subject to any special restrictions and they can be used as the Trustees decide.

##### (f) Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

##### (g) Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

##### (h) Financial instruments

###### *Classification*

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangement entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

###### *Recognition and measurement*

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transactions. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for similar debt instruments.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

## The Cleopatra Trust

### Notes to the accounts for the year ended 31 December 2023

#### (h) Financial instruments (continued)

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

#### 3. Grants to charities

	<b>2023</b>
	<b>£</b>
All Star Youth Tennis Scholarship Trust	2,000
Almeida Theatre	2,800
Arundel Cricket Charity Foundation	500
Crisis	2,000
Envision	10,000
Horatio's Garden	20,000
National Theatre	2,000
Royal Court Theatre	5,000
St Mungo's	10,000
Standout	5,000
Young Vic	<u>2,000</u>
<b>Total</b>	<b><u>61,300</u></b>

#### 4. Administration costs

The administration costs incurred in 2023 represent independent examination fees of £372 (2022: £354) and bank charges. The Trustees receive no remuneration or expenses.

#### 5. Investments comprise holdings in collective funds.

	<b>£</b>
Market value on 1 January 2023	4,109,115
Net additions/(disposals)	-
Unrealised gain/(loss) on revaluation	<u>208,042</u>
<b>Market value on 31 December 2023</b>	<b><u>4,317,157</u></b>
<b>Cost at 31 December 2023</b>	<b><u>2,900,000</u></b>

The share portfolio was valued by Yealand Fund Services based on the market price at 31 December 2023.

6. Debtors	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Accrued income	<b><u>8,893</u></b>	<b><u>6,825</u></b>
7. Creditors: Amounts due within one year	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Accruals	<b><u>372</u></b>	<b><u>354</u></b>

## The Cleopatra Trust

### Notes to the accounts for the year ended 31 December 2023

8. Net assets by fund	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Total 2022 £
Fixed assets	4,317,157	0	4,317,157	4,109,115
Current assets	48,096	0	48,096	35,104
Creditors: Amounts due within one year	<u>(372)</u>	<u>0</u>	<u>(372)</u>	<u>(354)</u>
<b>Net assets</b>	<b><u>4,364,881</u></b>	<b><u>0</u></b>	<b><u>4,364,881</u></b>	<b><u>4,143,865</u></b>

9. Financial instruments Categorisation of financial instruments	2023 £	2022 £
Financial assets measured at fair value through net income / expenditure	4,317,157	4,109,115
Financial assets that are debt instrument measured at amortised cost	48,096	35,104
Financial liabilities measured at amortised cost	372	354

The income, expenses, net gains and net losses attributable the charity's financial instruments are summarised as follows:

Income and expense	2023 £	2022 £
Financial assets measured at fair value through net income / expenditure	73,642	41,731
Financial assets, that are debt instruments, measured at amortised cost	1,074	141
<b>Net gains / (losses)</b>		
Financial assets measured at fair value through net income / expenditure	208,042	(573,896)

#### 10. Related party transactions

There were no related party transactions during the year. No remuneration or expenses were paid to trustees during the year (2022: £nil).