

**THE HONOURABLE SOCIETY OF GRAY'S INN
TRUST FUND**

**Financial Statements
for the year to
31 December 2022**

Registered Charity No. 1014798

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
YEAR TO 31 DECEMBER 2022**

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**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
YEAR TO 31 DECEMBER 2022**

Trustees' Report

Reference and Administrative Details

TRUSTEES

Michael Napier CBE, KC
The Hon James Lewis KC
Clive Osborne JP
Simon Clements

PRINCIPAL ADDRESS

8 South Square
Gray's Inn
London
WC1R 5ET

CHARITY REGISTRATION NO.

1014798

AUDITORS

Haysmacintyre LLP
10 Queen Street Place
London
EC4R 41G

PRINCIPAL BANKERS

C Hoare & Co
37 Fleet Street
London
EC4P 4DQ

SOLICITORS

Hunters
9 New Square
Lincoln's Inn
London
WC2A 3QN

SENIOR MANAGEMENT

Chief Executive: Stephen Cartwright
Director of Finance: Dermot Doughty ACA

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
YEAR TO 31 DECEMBER 2022**

Trustees' Report (continued)

Structure, Governance and Management

- The Trustees who acted throughout the year are as disclosed on page 3.
- The Trustees are kept conversant with the law and the requirements of the Charity Commission, as required, by professional advisers.
- Trustees are selected by the Management Committee of The Honourable Society of Gray's Inn ('The Society') and their appointments are confirmed by Pension, the ultimate policy making body of The Society.
- Day to day management of the activities of The Honourable Society of Gray's Inn Trust Fund (the 'Charitable Trust') is delegated to the management staff of The Society.

Governing Document

The Charity is governed by a Deed of Covenant dated 31st January 1972.

Objectives and Activities

The objects of the Charitable Trust Fund are the advancement of legal education, by, inter alia, the making of donations to the Scholarships Trust for the award of scholarships, bursaries and grants and by the provision of library facilities for the purpose of enabling students of The Society from all parts of the world to study law and fulfil the conditions requisite for conferment of the degree of Barrister at law; the promotion of religion by maintenance of the Chapel; and such other charitable objects as the Trustees shall direct.

Grant Policy

For many years grants were made on an annual basis to the Honourable Society of Gray's Inn Scholarships Trust ("the Scholarships Trust") to fund scholarships and which were at level as high as is affordable. No Grant was made to the Scholarships Trust in either 2020 or 2021 as the Charitable Trust's income from the Society had been reduced due to the Coronavirus pandemic. The Trustees understand that in each of these years The Society made a loan of £600k to the Scholarships Trust to fund immediate cash requirements. In future the Charitable Trust will not be making a regular donation to the Scholarships Trust as the Society will be making donations directly.

Public Benefit

The Trustees confirm that they have considered the Charity Commission's guidance on public benefit and are mindful of their obligations to ensure that the activities of the Trust are demonstrably for public benefit.

All students wishing to pursue careers as barristers must become members of one of the four Inns of Court and, after passing the requisite exams and meeting other requirements, be called by their Inn. No individual with the appropriate academic qualifications who applies to an Inn of Court can be refused membership to partake of the legal educational facilities offered. The grant made to the Scholarships Trust each year funds scholarships to students.

Members of the public are welcome to attend the Chapel's services, the dates and times of which are on public notice boards within the Inn and on the Inn's website.

The Library is available to all barristers and student barristers for study and research. In addition, the Library undertakes numerous historical and genealogical enquiries on behalf of members of the public for which no charge is made.

Achievements and Performance in the Year

The activities of the Trust largely returned to normal following the pandemic which had a significant impact on operations in 2021. The Education department returned to in person teaching and the Library offered a normal level of service.

THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND YEAR TO 31 DECEMBER 2022

Trustees' Report (Continued)

The Chapel

In 2022 in Chapel and there were 9 Holy Communions, 2 Sung Eucharists, 10 Mattins and 8 Evensongs. There was a very well attended Evensong on 15 September commemorating the life and work of Her Majesty Queen Elizabeth II. There were three baptisms, seven weddings and two memorial services.

Words & Music on 6th April featured Richard Harries (Lord Harries of Pentregarth), former Bishop of Oxford.

Sunday lunches have taken place throughout the year and the Festive Mattins and Picnic took place on 17 July. The 2022 Mulligan Sermon was delivered by The Rev Prof Philip McCormack MBE, Principal of Spurgeon's College on 15 May.

Four Summer Concerts were planned although one had to be cancelled due to industrial action on the railways.

Library Services

Over 500 books were catalogued and 1,767 serials were received. As ever, welcome donations were received from members. 955 items from the Lauterpacht Collection have now been catalogued.

In response to a gradual increase in requests from members for content from the service, the Library took out a subscription to Lexis PSL. A rival product to Practical Law, Lexis PSL is less well-established at the Bar. In addition to a competitive price, the publisher permitted the Library to offer personal remote access to the service for up to 200 members. It has proved popular so far, with 85 members having signed up, more than a third of whom work outside London.

Over the summer, a week-long project took place to re-shelve all law reports and journals in the main part of the Library into alphabetical order of title, following the practice of most universities and law schools. The previous arrangement had not followed a consistent order. Over 400 metres of books were moved.

There was no further progress with the project to digitise the Inn's medieval manuscripts. The service provider, National Conservation Services (NCS) had problems with their equipment and have so far been unable to replace it. Other digitisation services are available, but at a much higher cost. NCS offered the best price and is also the only provider qualified in rare book handling. However, it is likely another provider will need to be found in 2023.

Limited funding was awarded for the digitisation of the back issues of *Graya* and *Graya News*. As the Inn's journals of record, these are key sources and often consulted for historical research or to support events and communications. Digitisation will take place in early 2023.

Library staff dealt with 5,100 enquiries, including 396 document supply requests. The Library had over 5,100 visitors. Student attendance appeared comparatively low, partly due to the ICCA course being based at Lincoln's Inn and Inner Temple this year, and partly due to the departure of City Law School from Gray's Inn.

5,000 books were consulted, of which 10% came from the international law collection and 9% from the Library's closed stacks, such as old editions of textbooks. The Library photocopiers were used for 46,100 printing, copying or scanning jobs. There were 33,370 page views of the Library Catalogue. Library staff took part in introductory talks and welcome events for London and Circuit students and those starting Part 2 of the Bar Course. Presentations on using the Inn Libraries were also given to students at the University of Law, alongside librarians from the other Inns.

Working with the other Inn Libraries, staff delivered legal research training as part of the ICCA Bar Course. The regular Practical Legal Research QS was delivered in March, June and September. Following the Inn's introduction of Qualifying Sessions for GDL students, a legal research QS was devised for GDL students and delivered in September.

A number of bespoke on-to-one training sessions were also given, on topics including international law, legal referencing and online search strategies. Feedback continues to be highly favourable for all Library training events.

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
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Trustees' Report (Continued)

Library Services (Continued)

A new edition of the Library Guide was produced for the first time since the pandemic and is available on the website and in hardcopy in the Library. The new Guide draws on the format of the Inn's Student Prospectus.

The Archivist & Records Manager worked on a number of fronts to establish the new facility at 9 Gray's Inn Square as a working Archive and to develop records management policies and processes. The Archive was formally opened to visitors and hosted a number of researchers from within the Inns of Court and beyond.

Work continued in liaison with NCS, as the Inn's conservation consultants, to optimise the environment of the new facility in terms of preserving the physical archive, including monitoring temperature and humidity of all areas where physical records are stored. Formal back-up procedures were put in place, using members the Library team to ensure continuity of access to the Archive during periods when the Archivist is unavailable.

A significant weakness of the Archive had been the lack of a single, complete or up-to-date catalogue. With support from Library staff, work was done to collate legacy catalogues and finding aids and check these against the contents of the vaults, leading to the creation of a master Excel document. The data is now ready to be imported into a new cloud-based catalogue in early 2023. Processes were created for accessioning new material from internal and external sources and accessions data was created for the 42 new collections of physical and digital records. Acquisitions included: a programme marking the unveiling of the Francis Bacon statue in 1912; a selection of correspondence of Master Adrian Barnes c.2000-2012 and the papers of the Gainsford Trust.

A structure was drawn up setting out priorities and workflow for digital copies and born-digital records to be saved into Preservica, the Inn's digital preservation platform. Core records, including Call Lists from 2004 – 2022 were organised, collected and saved into Preservica.

The Archivist contributed to the project to cleanse and improve data held in the Inn's membership database, MAGIC. Core member data collated by the previous Archivist was identified, tested, and shared in order to fill existing gaps on MAGIC. A particular objective was to ensure the Inn fulfilled its regulatory obligation of recording members' academic qualifications. The Archivist oversaw the work of student members hired to transfer information from the Inn's paper files into MAGIC.

Some 140 archival and historical enquiries were dealt with, ranging from file requests by colleagues to detailed historical questions from members and external researchers. The Archivist also carried out historical research supporting a number of events organised by the Inn, including visits by Ambedkarite organisations, the Amity trip to the USA, receptions celebrating the independence of Pakistan and India, royal visits to the Inn in July and November, and the Inn's response to the death of the Queen.

An exhibition was created, showcasing archive materials connected to Queen Elizabeth II, to mark the Platinum Jubilee. The exhibition was displayed through May and June.

Work was carried out relating to the Inn's pictures and chattels, including: arranging for the digitisation of the Inn's unique, hand-tinted photograph of Queen Elizabeth II watching the Graya Gestorum; making up framed copies of this image as part of the Inn's activities marking the death of the Queen; arranging conservation treatment of the portrait of Lord Uthwatt, now returned to the Large Pension Room; arranging a new valuation of the Inn's Pictures and Chattels. All of the Inn's non-portrait paintings were also added to the Paintings Inventory.

The web and social media presence of the Archive was re-vitalised. Contributions to the Inn's social media campaigns included material on notable female members of the Inn and Black History Month. The existing Archive and History pages of the Inn's website were reviewed, with recommendations made for a future direction to be implemented with the Digital team in 2023. Additional biographies of the Inn's WW2 fallen members were also added to the website for Remembrance Day.

The Archivist supervised colleagues in the Library team in listing non-current Education records and architectural plans of the Estate stored in the Treasury Attic. The aim was to ensure compliance with data protection law, improve knowledge of these materials, and to store them more appropriately.

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
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Trustees' Report (Continued)

The Education Department

This report covers the activities and training for the period from 1 January to 31 December 2022.

General. Following the emergence in 2021 of a hybrid approach to our Education and Training programmes, we have continued to deliver a range of seminars and lectures in both hybrid or online formats in 2022, to support improved accessibility and reduce costs for students. Where more educationally appropriate, training events are delivered face-to-face – for example, small group advocacy skills training.

Admissions. The Inn admitted 345 student members in 2022 which is an increase of roughly 10.5% on the 2021 entry. The following additional information relates to the Inn's 2022 student membership intake:

57% of student members are female; 42% are male; 1% are non-binary or have not declared.

51% are White-British or White (other). The other 49% is comprised of 14 (15) different ethnic backgrounds. 11% of students declared a disability.

Call. In 2022, 253 student members were Called to the Bar, which is a 10.2% increase on 2021.

Mooting. In 2022 many external mooting competitions were still being delivered online. Gray's Inn once again participated in the Willem C. Vis International Commercial Arbitration Moot but unfortunately did not proceed past the initial stages. In addition to the Vis, Gray's Inn participated in the following External Moots: Jessup, Helga Pedersen (European Human Rights), FTB Kingsland Cup, Michael Corkery QC, Nuremberg ICC, Oxford IP, 4 Pump Court Pride Moot, Price Media Moot

The Inn's Moot Competition was delivered online for the first and second rounds and in person for the semi-final and final. The final for the problem was written by previous Winner, Katie Ayres.

Training and Education. In 2022, the Inn provided over 3000 individual training places at Student level. 57 Pupils successfully completed the Pupil Course. 54 junior barristers completed the New Practitioner Training Programme. The delivery of this full and varied programme relied on Gray's Inn members providing guidance and training on a pro bono basis, with over 300 members contributing. We delivered a very successful 'Education Day' in Birmingham in May 2022 which was supported wonderfully by our trainers and judges on the Midlands Circuit. It is on the back of this success that we will be running two circuit residential events in 2023, once again in Birmingham and in a new venue, Wychwood Hall in Crewe. We have welcomed the return of in person training but have continued to deliver some parts of our programme online. Online training helps us to remain engaged with the circuits, but also, in the case of the pupil course, it lightens the commitment for both pupils and trainers.

Outreach. 22 students from Newham Collegiate 6th Form and Joseph Chamberlain College completed the Griffin Access Programme (GAP). The Inn introduced and awarded an Undergraduate Scholarship to 5 graduates of this programme. A new partnership was also established with Star Academies, a multi-academic trust based in the North-West. We received 627 applications to attend the Inn's flagship university outreach initiative, the University Advocacy Day, with 218 invited to attend two events.

Scholarships. The Inn had 286 applications for Bar Course scholarship and 83 were awarded. 64 students applied for the Inn's GDL Scholarship and 22 were awarded. £1.3M in scholarship funding was agreed by the Trustees for distribution.

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
YEAR TO 31 DECEMBER 2022**

Trustees' Report (Continued)

Risk Review

The Trustees have assessed the major risks faced by the charity and keep them under review. All the operational activities of the Trust are undertaken by The Society and the Trustees rely on the risk control processes implemented by The Society. Specific reference is made in these processes to the risk management requirements of the Charitable Trust. The major risk is the continuation of support from The Society which is built into the Inn's annual budgeting process, and confirmations of support sufficient for the charity to adopt a going concern basis have been received.

Plans for Future Periods

The Trustees have no plans to change the current policy of the charity which will continue to support the Chapel, the Education Department and the Library.

Senior executive pay

All employees are jointly employed by the Trust and The Society. Trustees rely on The Society to determine the appropriate remuneration of senior executives taking into consideration industry and sector comparative benchmarks.

Financial Review

All revenues, supplemented by significant grants from The Society, are used for direct charitable activities. Administrative services are provided by The Society without charge. Pension, the ultimate policy making body of The Society, has provided undertakings to the Charitable Trust Fund to enable it to continue its activities.

During the year the Charitable Trust received donations from The Society totalling £2.25m (2021: £2.0m).

Operational expenditure during the year rose by 1.5%. There was an increase in the cost of educational events as normal activities resumed after the pandemic. Offsetting this expenditure on the Library was lower than in 2021.

At the end of the year total funds were £310,222 (2021: £266,698).

A comparison with the previous year is set out below:

Expenditure	2022	2021
	£	£
The Chapel	76,000	75,056
Education (excluding scholarships)	1,124,051	950,330
Library, archives and modern records	1,052,793	1,195,415
Total Expenditure	<u>£2,252,844</u>	<u>£2,220,802</u>

Reserves Policy

The Trustees have considered forecasts of future expenditure of the Trust together with the commitment of The Society to provide annual donations to meet this expenditure. They are satisfied that the current level of reserves is adequate to support ongoing expenditure.

The policy of the Trust is to maintain a modest level of reserves reflecting The Society's financial strength and formally stated commitment to fund the Trust. The trustees aim to maintain £200,000 in unrestricted reserves. At 31st December 2022 the Trust held £231,818 in unrestricted reserves.

The assets of the Trust consist of cash, which is held at a level approximately equal to the Trust's endowment, and a current account with The Society.

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
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Trustees' Report (Continued)

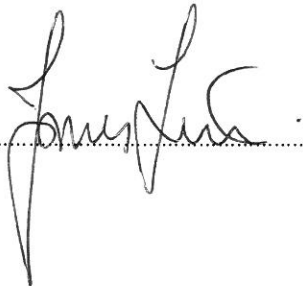
Statement of Trustees' Responsibilities

The Trustees of the Charity are required to prepare for each financial year financial statements which observe the principles and methods of the Charities SORP and 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 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 going concern basis unless it is inappropriate to presume that this basis applies.

The Trustees are responsible for keeping proper accounting records which 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 statutory requirements. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Trustees on 16th June 2023 and signed as authorised on their behalf by:

Trustee 

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
YEAR TO 31 DECEMBER 2022**

Independent auditor's report to the Trustees of The Honourable Society of Gray's Inn Trust Fund

Opinion

We have audited the financial statements of The Honourable Society of Gray's Inn Trust Funds for the year ended 31 December 2022 which comprise Statement of Financial Activities, Balance Sheet, cash flow statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2022 and of the charity's net movement in funds 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 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. 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 Trustees' Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- adequate accounting records have not been kept by the charity, or
- sufficient accounting records have not been kept; or
- the charity financial statements are not in agreement with the accounting records and returns;
or
- we have not received all the information and explanations we require for our audit.

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
YEAR TO 31 DECEMBER 2022**

**Independent auditor's report to the Trustees of The Honourable Society of Gray's Inn Trust Fund
(cont'd)**

Responsibilities of Trustees for the financial statements

As explained more fully in the Trustees' responsibilities statement set out on page 9, 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

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

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

Based on our understanding of the charity and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to compliance with the Charity SORP in the preparation of the accounts 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 Charities Act 2011.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that there were no such risks.

Our procedures included the following:

- Inspecting correspondence with regulators and tax authorities, and minutes of trustee meetings;
- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud both at planning and at completion;
- Evaluating management's controls designed to prevent and detect irregularities;
- Identifying and testing journals process by management in the preparation of the financial statements; and
- Challenging assumptions and judgements made by management in their critical accounting estimates.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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. This description forms part of our auditor's report.

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
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**Independent auditor's report to the Trustees of The Honourable Society of Gray's Inn Trust Fund
(cont'd)**

Use of our report

This report is made solely to the charity's Trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. 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's Trustees as a body for our audit work, for this report, or for the opinions we have formed.

Haysmacintyre LLP

**Haysmacintyre LLP
10 Queen Street Place
Statutory Auditors London
EC4R 1AG**

Date: 1 August 2023

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
YEAR TO 31 DECEMBER 2022**

STATEMENT OF FINANCIAL ACTIVITIES

	Endowment	Unrestricted	2022 Total	2021 Total
	£	£	£	£
Notes				
INCOME AND ENDOWMENTS FROM				
Donations and Legacies				
The Honourable Society of Gray's Inn	-	2,250,000	2,250,000	2,000,000
Other grants and donations	-	1,700	1,700	5,915
Sub-total donations and legacies	<u>-</u>	<u>2,251,700</u>	<u>2,251,700</u>	<u>2,005,915</u>
Charitable Activities				
Library Services	-	5,846	5,846	1,969
Course Fees	-	38,770	38,770	26,784
Sub-total charitable activities	<u>-</u>	<u>44,616</u>	<u>44,616</u>	<u>28,753</u>
Bank Interest	-	52	52	-
TOTAL INCOME	<u>£ -</u>	<u>£2,296,368</u>	<u>£2,296,368</u>	<u>£2,034,668</u>
EXPENDITURE ON CHARITABLE ACTIVITIES:				
Running and enhancing Gray's Inn Chapel	2	-	76,000	75,056
Advancement of Legal Education	2	-	1,124,051	950,330
Library services	2	-	1,052,793	1,195,415
TOTAL EXPENDITURE		<u>£ -</u>	<u>£2,252,844</u>	<u>£2,220,802</u>
NET INCOME/EXPENDITURE	-	43,524	43,524	(186,134)
RECONCILIATION OF FUNDS				
Total funds brought forward	78,404	188,294	266,698	452,832
Total funds carried forward	<u>£78,404</u>	<u>£231,818</u>	<u>£310,222</u>	<u>£266,698</u>

There were no recognised gains or losses other than those shown in the above Statement of Financial Activities.

The notes on pages 16-20 form part of the financial statements.

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
YEAR TO 31 DECEMBER 2022**

BALANCE SHEET AT 31 DECEMBER 2022.

	Notes	2022	2021
		£	£
FIXED ASSETS			
Silver ornaments (Millar bequest)	3	3,200	3,200
CURRENT ASSETS			
Sundry debtors	8	196,018	120,772
Bank balance		75,251	75,199
		271,269	195,971
CURRENT ACCOUNT			
The Honourable Society of Gray's Inn		128,926	153,872
CURRENT LIABILITIES			
Creditors	9	(93,173)	(86,345)
NET CURRENT ASSETS		307,022	263,498
NET ASSETS		<u>£310,222</u>	<u>£266,698</u>
FUNDS			
<u>W J K Millar bequest</u>			
Endowment	3	78,404	78,404
<u>Rosina Hare bequest</u>			
Unrestricted	3	71,883	71,883
<u>General</u>			
Unrestricted	3	159,935	116,411
		<u>£310,222</u>	<u>£266,698</u>

Approved by the Trustees on 16th June 2023 and signed as authorised on their behalf by:

Trustee:.....

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
YEAR TO 31 DECEMBER 2022**

STATEMENT OF CASH FLOWS FOR YEAR ENDING 31 DECEMBER 2022.

	2022	2021
	£	£
Net movement in funds	43,524	(186,134)
(Increase)/decrease in debtors	(75,246)	84,578
Decrease in current account with Grays Inn	24,946	51,725
Increase in creditors	6,828	1,331
Net cash provided by operating activities	52	(48,500)
Increase in cash and cash equivalents in the year	52	(48,500)
Cash and cash equivalents at the start of the year	75,199	123,699
Total cash and cash equivalents at the end of the year	<u>£75,251</u>	<u>£75,199</u>

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
YEAR TO 31 DECEMBER 2022**

Notes to the Accounts

1. ACCOUNTING POLICIES

(a) General Information

The Gray's Inn Trust Fund is a Charitable Trust registered with the Charities Commission. It is incorporated in the United Kingdom and its registered address is: Treasury Office, 8 South Square, Gray's Inn, London WC1R 5ET.

(b) Basis of preparation and assessment of going concern

The accounts (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 the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 (second edition - October 2019) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011. The Trust constitutes a public benefit entity as defined by FRS 102.

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. The Trustees have obtained confirmation from The Society that they have the means and intention of fund the operations of the Trust for at least 12 months from the date these financial statements are signed. In preparation of the accounts there are estimates relating to prepayments and accruals which are non-complex in nature. None of the estimates are material to the accounts.

(c) Grants

Grants are charged as expenditure in the year they are awarded.

(d) Expenditure

The expenditure of the charity is directly allocated to the charitable activity to which it relates or to the cost of generating funds or governance, as appropriate. Where support costs are incurred these are apportioned to the appropriate headings (see Note 2 below).

(e) Financial Instruments

The Trust only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors.

(f) Creditors

Short term creditors are measured at the transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

(g) Debtors

Short term debtors are measured at the transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

(h) Provisions

Provisions are made where an event has taken place that gives the Charitable Trust a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation. Provisions are charged as an expense to the Statement of Financial Activities in the year that The Society becomes aware of the obligation, and are measured at the best estimate at the Balance Sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties. When payments are eventually made, they are charged to the provision carried in the Balance Sheet.

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
YEAR TO 31 DECEMBER 2022**

Notes to the Accounts (Continued)

2. CHARITABLE EXPENDITURE

Expenditure on Charitable Activities, together with prior year comparative figures, is as follows:

	Chapel	Education	Library	2022
	£	£	£	Total
Direct costs				
Staff costs	26,423	584,136	370,098	980,657
Books and publications	-	-	419,678	419,678
Event Costs	3,552	346,241	11,034	360,827
Other	26,023	38,311	22,607	86,941
	55,997	968,688	823,417	1,848,102
Grant Funding				
Other grants and awards	-	28,500	6,500	35,000
Support costs				
Information Technology	-	53,510	97,130	150,640
Space Costs	20,003	73,352	125,747	219,102
	20,003	126,863	222,876	369,742
	<u>76,000</u>	<u>1,124,051</u>	<u>1,052,793</u>	<u>2,252,844</u>
	Chapel	Education	Library	2021
	£	£	£	Total
Direct costs				
Staff costs	25,154	537,523	363,430	926,107
Books and publications	-	-	572,315	572,315
Event Costs	3,543	178,584	10,692	192,819
Other	26,299	45,323	37,313	108,935
	54,997	761,430	983,750	1,800,176
Grant Funding				
Gray's Inn Scholarships Trust	-	48,500	-	48,500
Other grants and awards	-	20,100	6,500	26,600
	-	68,600	6,500	75,100
Support costs				
Information Technology	-	46,740	79,062	125,802
Space Costs	20,060	73,560	126,103	219,723
	20,060	120,300	205,166	345,525
	<u>£75,056</u>	<u>£950,330</u>	<u>£1,195,415</u>	<u>£2,220,802</u>

Staff costs are more fully detailed in note 7.

Educational events are undertaken both within the Gray's Inn site and at external venues. The Trustees Report includes details of events undertaken in 2022. Additional disclosures regarding grant funding are given in note 6.

Support costs are allocated on the basis of the numbers of computers in use for IT and on the basis of square footage for space costs.

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
YEAR TO 31 DECEMBER 2022**

Notes to the Accounts (Continued)

3. MOVEMENT IN FUNDS

	Millar Bequest	R Hare Bequest	General Fund	Total
	£	£	£	£
Balance at 1 Jan 2022	78,404	71,883	116,411	266,698
Total Income	-	-	2,296,368	2,296,368
Trust running costs	-	-	(2,252,845)	(2,252,845)
Balance at 31 Dec 2022	<u>£78,404</u>	<u>£71,883</u>	<u>£159,935</u>	<u>£310,222</u>

	Endowment	Unrestricted	Total
	£	£	£
Fixed Assets	3,200	-	3,200
Net Current Assets	<u>75,204</u>	<u>231,818</u>	<u>307,022</u>
Balance at 31 Dec 2022	<u>£78,404</u>	<u>£231,818</u>	<u>£310,222</u>

	Millar Bequest	R Hare Bequest	General Fund	Total
	£	£	£	£
Balance at 1 Jan 2021	78,404	71,883	302,545	452,832
Total Income	-	-	2,034,668	2,034,668
Trust running costs	-	-	(2,220,802)	(2,220,802)
Scholarship donation	-	-	-	-
Balance at 31 Dec 2021	<u>£78,404</u>	<u>£71,883</u>	<u>£116,411</u>	<u>£266,698</u>

	Endowment	Unrestricted	Total
	£	£	£
Fixed Assets	3,200	-	3,200
Net Current Assets	<u>75,204</u>	<u>188,294</u>	<u>263,498</u>
Balance at 31 Dec 2021	<u>£78,404</u>	<u>£188,294</u>	<u>£266,698</u>

WJK Millar bequest. This was created with a bequest from the estate of William James Kinnear Millar to benefit the chapel.

Rosina Hare bequest. This was created as a bequest from the estate of Rosina Hare QC.

4. TAXATION

As a registered charity, the Charitable Trust is exempt from taxation.

5. TRUSTEES' REMUNERATION AND RELATED PARTY TRANSACTIONS

During the year no trustee received any remuneration or expenses from the Charitable Trust Fund (2021: £nil). There were no related party transactions in the year (2021: £nil)

6. GRANTS PAYABLE

No grant was made to the Scholarships Trust to fund the award of scholarships to students (2021: £48,500).

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
YEAR TO 31 DECEMBER 2022**

Notes to the Accounts (Continued)

7. STAFF COSTS

Staff costs for the year, together with prior year comparative figures, are:

	Chapel	Education	Library	2022 Total
	£	£	£	£
Salaries	21,620	425,339	285,020	731,979
National Insurance	1,352	41,056	27,135	69,543
Pension Costs	1,335	43,379	29,862	74,576
Other costs	2,116	74,362	28,081	104,559
	<u>£26,423</u>	<u>£584,136</u>	<u>£370,098</u>	<u>£980,657</u>
	Chapel	Education	Library	2021 Total
	£	£	£	£
Salaries	21,825	422,763	262,409	706,997
National Insurance	1,374	38,643	24,054	64,070
Pension Costs	1,403	42,707	28,235	72,345
Other costs	552	33,411	48,733	82,696
	<u>£25,154</u>	<u>£537,523</u>	<u>£363,430</u>	<u>£926,107</u>

The Average number of employees in 2022 was 20 (2021: 20). The total compensation of key management personnel was £226,931 (2021: £210,680).

One employee received total employee benefits in excess of £100,000 but below £110,000. A further employee received employee benefits in excess of £80,000 but below £90,000. These benefits exclude employer pension contributions.

Pension costs represent the Charitable Trust's share of cash paid by The Society in respect of pensions for staff wholly employed on Charitable Trust activities. These sums are paid either to the Honourable Society of Gray's Inn Pension and Life Assurance Scheme or to a third party pension provider.

8. DEBTORS

	2022	2021
	£	£
Prepayments and accrued income	129,323	49,236
Sundry Debtors	66,696	71,536
	<u>£196,019</u>	<u>£120,772</u>

9. CREDITORS

	2022	2021
	£	£
Sundry creditors and accruals	<u>£93,173</u>	<u>£86,345</u>

**THE HONOURABLE SOCIETY OF GRAY'S INN TRUST FUND
YEAR TO 31 DECEMBER 2022**

Notes to the Accounts (Continued)

10. NET DEBT RECONCILIATION

The level of available funds is as follows:

	1st Jan 2022	Cashflows	31st Dec 2022
	£	£	£
Cash	75,199	52	75,251
Current account with Gray's Inn	153,872	(24,946)	128,926
Total	<u>£229,071</u>	<u>£(24,894)</u>	<u>£204,177</u>

11. FINANCIAL INSTRUMENTS

	2022	2021
	£	£
Financial Assets		
Financial Assets measured at amortised cost	<u>£66,695</u>	<u>£71,536</u>
Financial Liabilities		
Financial Liabilities measured at amortised cost	<u>£93,173</u>	<u>£86,345</u>

Financial assets (at amortised cost) comprise accrued income and sundry debtors. Financial liabilities (at amortised cost) comprise accruals and sundry creditors.

12. PENSIONS

Employees whose employment commenced before 1st April 2006 are members of The Honourable Society of Gray's Inn Pension & Life Assurance Scheme which is a defined benefit, non-contributory pension scheme. (Employees whose employment commenced after 1st April 2006 benefit from defined contribution pension arrangements). Employees have a joint contract of employment with The Society and the Charitable Trust. The Charitable Trust has no liability to make contributions or to make good any deficit in the scheme, this being the liability of The Society. The requirement to disclose information, as required by FRS102, is therefore unnecessary and not provided. The allocated pension contribution charge for the year is disclosed within note 7.

13. SUPPORT & GOVERNANCE COSTS

The Society provides all support and governance services but makes no charge. It is not practical to quantify the value of these donated services. On the basis that the value is not likely to be material, a value of nil has been ascribed to the donated services in these accounts.

14. POST BALANCE SHEET EVENTS

The Trustees have received confirmation from The Society that they can and will meet all operational costs of the Trusts for the foreseeable future.