

Charity registration number: 1076803

The Yapp Charitable Trust

Annual Report and Financial Statements
for the Year Ended 30 September 2022

The Yapp Charitable Trust

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The Yapp Charitable Trust

Reference and Administrative Details

Trustees	J Fergusson A Hill L Islam J Orchard L J Bone J Kisenyi (appointed 1 March 2022) S Evans (appointed 1 March 2022)
Principal Office	1st Floor MILE House Bridge End Chester le Street County Durham DH3 3RA
Administrator & Trust Secretary	J Anderson
Solicitors	Bircham Dyson Bell 50 Broadway Westminster London SW1H 0BL
Bankers	CAF Bank Limited Head Office Kings Hill West Malling Kent ME19 4TA
Investment Managers	Until December 2021 Rathbone Investment Management Limited 8 Finsbury Circus London EC2M 7AZ From December 2021 Investec 30 Gresham Street London EC2V 7QN
Auditor	Azets Audit Services Chartered Accountant & Statutory Auditor Bulman House Regent Centre Gosforth Newcastle upon Tyne NE3 3LS
Charity Registration Number	1076803

The Yapp Charitable Trust

Trustees' Report

The trustees present the annual report together with the financial statements and auditors' report of the charity for the year ended 30 September 2022.

Structure, governance and management

Nature of governing document

The Trust is a registered charity, number 1076803, and is governed by a trust deed dated 1st July 1999 (and amended 15th July 2004). The Yapp Charitable Trust was established by bringing together two charitable trusts that were originally created in 1968 in accordance with the Will of William Johnston Yapp who had instructed that the residue of his estate was to be used for charitable purposes.

Recruitment and appointment of trustees

The Trust is administered by not less than five and not more than seven trustees. The trustees retire by rotation with a maximum term of five years unless re-elected. New trustees are recruited via advertisements on relevant websites (e.g. Reach and volunteering agencies). The power of appointment of new trustees is vested in the trustees for the time being, together with various administrative powers. At their September 2021 strategy meeting, trustees utilised the Association of Charitable Foundations (ACF)'s self-assessment tool (10 Pillars of Stronger Foundations) designed to help grant-making trusts and foundations identify and pursue excellent practice. The tool comprises short surveys based on 6 thematic reports (i. Diversity, Equity and Inclusion; ii. Impact & Learning; iii. Strategy & Governance; iv. Transparency & Engagement; v. Investment; and vi. Funding Practices) and gives examples of how trusts might demonstrate they meet each. When discussing Diversity, Equity & Inclusion (DEI), trustees acknowledged that the board has a good mix of demographics in terms of gender, age, experience and geographic location but is something we could further strengthen by using sector specific DEI training and resources (such as Young Trustees and Beyond Suffrage) when recruiting future trustees.

Induction and training of trustees

Before appointing a new trustee, the range of skills amongst existing trustees is reviewed to identify the skills and experience to be sought. Potential trustees are provided with information about the Trust's policies and procedures and are invited to observe a trustees' meeting before accepting appointment. They are also provided with Charity Commission guidance on acting as a trustee and asked to complete the charity's Trustees' Code of Conduct form. A Trustee Governance Reference Guide was developed during the year to support Trustees (collectively and individually) to meet legal and regulatory responsibilities. The guide was adopted at the July 2022 meeting. To highlight the Trust's commitment to learning/professional development by encouraging access to relevant courses/workshops, 'potential training needs' has been added as a standard agenda item for discussion at each Trustee meeting.

The Trust is a full member of ACF - the membership body for UK foundations and grant-making charities with the mission of supporting them to be ambitious and effective in the way that they use their resources.

Related parties

The Trust does not have a formal policy but follows the Charity Commission's guidelines regarding registering conflicts of loyalty or interest. 'Declarations of interest' is a standard agenda item at every Trustee meeting. Trustees are asked annually (during the audit process) to record any conflicts and to declare them at the start of each meeting. There were no conflicts of interest during this year.

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Arrangements for setting key management personnel remuneration

The board, who give their time freely and received no remuneration in the year, have considered the key management personnel (KMP) of the charity. Together with the board, the KMP are those in charge of directing and controlling, running and operating the activities of the charity on a day to day basis. The board have recognised that the Administrator/Trust Secretary in addition to themselves is considered to be KMP and is contracted on a part-time self-employed basis. Regular reviews relating to performance and remuneration are performed.

Organisational structure

The trustees meet at least three times a year to consider recommendations for, and make final decisions on, the awarding of grants. The day-to-day administration of grants and the processing of applications prior to consideration by the trustees is delegated to the trust Administrator, who also acts as secretary to the trustees.

Objectives and activities

Objects and aims

The objects of The Yapp Charitable Trust combine the objects of the two original Trusts:

To promote or assist any charitable activity directed to:

- The care or housing of elderly people
- The welfare of children and young people, including youth clubs, hostels and similar institutions
- The care or special education of people who have learning difficulties, or are physically disabled or suffer from mental health problems
- The advancement of moral welfare
- The advancement of education and learning, and of scientific and medical research.

Grants are made using the income generated from investments held by the trustees and are only made to organisations registered with and regulated by the Charity Commission for England & Wales. Whilst some of the charities may undertake activities outside of England or Wales, the Trust only funds work that is delivered in one or both countries. The Trust does not fund overseas activity. Where the grant is made to a registered charity the trustees are confident that the grant has been made to further a charitable purpose to the public benefit. In all cases the trustees always seek feedback on the actual use of the grants given and the achievements made so that they know how the funds were used in practice.

Public benefit

The Trust carries out its charitable purposes for the public benefit by making grants to other charities undertaking work within one or more categories (Elderly, Youth, Disability, Social Welfare and Education) that reflect the Trust's objects.

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Grant making policies

Applications are accepted from registered charities working in England and Wales. Within the broad range of the Trust's objects the trustees give priority to the smallest charities (with a projected expenditure of less than £40,000 per year).

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Trustees' Report

In recognition that many sources of funding are open only to newly established projects, the trustees concentrate on helping to sustain existing work rather than funding new work. To be eligible for consideration, charities must have been formally established for a minimum of three years. Grants are offered to continue work that is already happening rather than to start a new development. Priority is given to:

- Work that is unattractive to the general public or unpopular with other funders
- Services that help to improve the lives of marginalised, disadvantaged or isolated people
- Applicants that can demonstrate an effective use of volunteers
- Charities that seek to be preventive and aim to change opinion and behaviour through raising awareness of issues, education and campaigning
- Applicants that can demonstrate (where feasible) an element of self-sustainability by charging subscriptions/fees to service users

Grants are offered to support running costs and salaries for up to three years. Grants are not available to assist with capital expenditure. Ongoing grants (typically for 3 years) form the majority of the budget, demonstrating the trustees' commitment to sustaining work that has proved its value.

Details of how to apply for grants, together with detailed guidelines and application forms, are available on the Trust's website (www.yappcharitabletrust.org.uk). The Trust is also listed in the major directories and databases of grant-makers.

All potential applicants are encouraged to telephone to discuss their application if they wish. There is a welcome trend for potential applicants to accept the offer of a preliminary discussion, which can save much time and disappointment for charities that are unlikely to be funded. Exploratory discussions also frequently result in an application for ongoing core funding rather than the one-off project funding request that had introduced the discussion. The Trust Secretary and Trustees regularly undertake assessment visits to applicant organisations (and monitoring visits to grant holders). Such visits enable representatives of the Trust to gain a greater understanding of the issues that the charities applying for funding are aiming to address. Monitoring visits give an insight into how the grants awarded by the Trust are applied to benefit those in need.

The grant making policy is reviewed at biennial strategic meetings to ensure that it continues to reflect the charity's objects and advance public benefit. The next strategic review meeting is scheduled for Autumn 2023.

Achievements and performance

During the year 125 (2021: 205) completed application forms were received, of which 81 (2021: 145) were accepted as eligible within the Trust's criteria and were assessed further by the Trust Secretary / Administrator. Trustees note the reduced number of applications received in this financial year but recognise that if the Trust is over publicised then it runs the risk of being inundated with grant applications requesting funding from a limited budget. An average of 26% of eligible applications received during the year were funded and the trustees are keen to maintain a reasonable success rate for applicants. As such, the Administrator will continue to promote the trust via social media posts and direct engagement with relevant VCS infrastructure agencies to conserve a reasonable balance between the number of eligible applications received and the amount of funding available to distribute in grants.

32 (2021: 40) grants were awarded, totaling £192,000 (2021: £191,000). Grants were made within all priority categories. The largest proportion of funding was awarded in the South West region (16%) with grants totaling £31,500. Most grants (33.5%) were made to support work under the Disability category (11 charities received funding totaling £64,500). Grants are listed in the notes to the accounts and are analysed within the various categories of the Trust's objects. Examples of recent grants are published on the Trust's website but funding awarded this year include:

- A £7,500 Disability grant over 3 years towards the core costs of supporting local people in Cambridgeshire to participate in the sport of wheelchair basketball

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- A £6,000 Education grant over 3 years to help parents in Norfolk with SEN children to obtain the educational provisions or placements that meets their needs
- A £4,000 Elderly grant over 2 years towards the running costs of a volunteer befriending, shopping and transport service for older people in South Croydon
- A £2,000 Social Welfare grant towards the running costs of a charity supporting refugees and asylum seekers in Mansfield
- A £9,000 Youth grant over 3 years towards the running costs of providing a safe space and activities for young people in Holmfirth.

The trustees invite applications for grants for up to three years. 20 of the 32 grants awarded were for more than one year, representing 62.5% (2021: 68%) of the total number of grants awarded.

As a grant-maker the Trust has no direct relationship with the beneficiaries of the charities who use the Trust's money. The trustees rely on the work of the staff and volunteers of those charities. Feedback on applicants' experience of the grant-making process and their relationship with the Trust during the life of the grant has provided helpful suggestions for improvements, which have been implemented.

The Trust seeks initial feedback from new grant holders, shortly after they have received their first payment (whilst the Trust application and assessment processes are fresh in their minds). The Trust uses a questionnaire for this purpose and asks grant holders to rate the Trust (5 points on a scale from very good to very poor) in four separate areas: initial enquiry / contact, clarity and layout of application material; the assessment process; and post decision-making. In the year ended September 2022 there was a 100% (2021: 100%) response rate for initial feedback. The overwhelming majority of grant holders rated the Trust as 'very good' in all areas.

Comments frequently express appreciation of the simple application and monitoring process. For example:

"The application form was very well set out and asked appropriate questions. It was easier to prepare the answers on a separate sheet then drop them into the boxes on the form to minimise duplication and make the answers clear and succinct."

"We have been lucky enough to receive grants in previous years and each time the process has been efficient and quick with concise information and instructions."

"It was a very easy process, clear and simple allowing us to apply for the much needed core costs we need that most other funder can't help with."

"The clarity and timeliness of the support was unparalleled. Without this diligent guidance our application would not have progressed. Yapp's admin, information and procedures are excellent."

"The process was very straightforward. A clear online application form makes the process so much easier."

During the life of multi-year grants, subsequent feedback is sought from the grant holder on the progress of its work in the form of a detailed report. A standard progress report template is used to achieve some consistency on the level (and type) of information grant holders provide. The progress report form is sent to grant holders in the month before their next grant instalment is due. Occasionally, recipients are also visited by trustees or the administrator. Further payment is only released if the progress report or monitoring visit is satisfactory. £5,000 (2021: £9,000) of grant payments were cancelled during the year due to non-compliance or charity closures.

Information obtained from visits and progress reports is recorded to provide a longer-term picture of grant-holders' performance and experiences. It is also a valuable source of information for trustees about the many social problems being addressed by grant-holders and the effectiveness of the solutions they offer. For example:

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"If we can say that the first day back after lockdowns was joyous that would be an understatement. The reactions from our children were, quite simply, amazing. We did not charge for the first sessions, believing that we should use a portion of our Yapp grant to enable the families to have their children return without worrying whether or not they could afford to try something that used to be so effective and beneficial."

"During the grant we provided support/advice sessions to Foreign National Prisoners (FNPs). Our clients are from a number of backgrounds - refugees, some are detained under immigration rules, unaccompanied minors, those with long residence. The grant has enabled us to support clients who were unable to navigate the complex legal system to obtain any legal help and their families are rarely able to offer support. Through our support, the clients were able to be in an environment that reduced isolation and disadvantage and provided access to local service; it also promoted human rights and equality."

"We have had a difficult year trying to work with and around COVID. However, we were able to continue to run our youth theatre and amazingly still see it grow from strength to strength. We initially worked on Zoom running weekly sessions and holiday programmes, then were able to move back to face-to-face sessions."

"This year we continued to see disruptions following the COVID pandemic. Although things were not as bleak as the first year, we were still unable to give face to face support or run social groups. We therefore continued to support our members through telephone and internet methods, the befriending element had a very good take up. It was a means of keeping in contact with our members - seeing if they needed any extra help or support but also reducing isolation for them. Although regular social groups and gatherings were suspended, we still called members weekly and established a call companion service. This boosted morale and kept people in the loop."

"Your donation has helped us support many families throughout the year remain in contact and build positive relationships with their family members. We used the money towards the sessional costings of our team leader. Their role is to be hands on with the families support them through this difficult time in their lives. They carry out pre-visits with the families and especially the children to reduce their anxiety of attending the sessions. They get to know the children to prepare for their first session to make it more welcoming for them."

"With the funding from Yapp we helped adults gain vital skills and qualifications through our courses and classes and we increased opportunities for employment for young people."

Final feedback is sought from all grant holders at the end of the final year of their grant. The feedback covers use of the grant, its effect on the charity, their beneficiaries and any problems encountered. The End of Grant reports help the trustees and Administrator to measure the impact of Yapp funding. Examples of how the trust's grants made a difference this year include:

"We have seen in the last 12 months the demand for our services increase by one third, with our beneficiary number going from 75 individuals to 101 individuals. We have adapted our services throughout the pandemic, in response to the needs of existing and new service users. This has included weekly befriending/welfare calls which were needed throughout the lockdown periods."

"We only managed a short and reduced season in 2021 due to Covid restrictions. Fundraising was severely affected. Your grant helped us to keep the Group operating. Thank you!"

"We have seen a greater number of new clients engaging in all activities and mutual aid work. This has resulted in an increase in new volunteers. We have become an intrinsic part of the Drug and Alcohol support services in Bolton. Many of our clients have engaged in college courses and gained qualifications."

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"We have been extremely lucky in that during the pandemic we were able to expand our regular Youth Theatres to running 9 groups. This was due to being in a position to take over some groups in our areas of working that were unable to continue running due to financial losses incurred in COVID. The grant from Yapp has been extremely helpful. Knowing that there is a set about of money coming into the organisation at a set time each year is great for our security."

"We have our own office - for the first time - and the rent is very reasonable too. This is a very exciting time for us and it has been made possible by your support over the last 4 years. Having achieved a more secure position and grown our services we will, of course, no longer be in a position to apply to you. However we are really grateful for the funding you have given us, and particularly having been able to use it for our core work which we know is very important to our service users."

Risk Management

The Trustees have considered the major risks to which the charity is exposed and satisfied themselves that systems or procedures are established in order to manage those risks. The charity's Risk Register includes sections on governance, operational, reputational and financial risks together with agreed measures to mitigate against each. The document is reviewed annually by Trustees at their July meeting.

Financial review

The Trust is dependent on income from its investments, which amounted to £168,865 (2021:£172,265). Grants approved amounted to £192,000 (2021: £191,000). The trustees set a level of grant spending each year which takes into account projected investment income and in order to provide additional flexibility, the trustees applied to the Charity Commission on 14th February 2012 seeking agreement to the following proposed amendments to the Trust Deed:

To allocate up to 3% per annum of the Trust's capital as stated in the most recent audited accounts for the sole purpose of making grants to any other charitable institution or body carrying on activities within the objectives of the Trust for the furtherance of those activities or some of them.

The Charity Commission raised no objection to this amendment which was further confirmed by the enactment of new legislation contained within the Trusts (Capital and Income) Act 2013. Zero (2021: £80,000) capital was withdrawn from the Endowment Fund during the year.

Allowing for grant-related support costs of £31,678 (2021: £31,087) and support costs of £9,503 (2021: £6,501) there was a deficit before transfers on the unrestricted income fund for the year of £16,444 (2021: £38,949).

The unrestricted fund now shows a surplus carried forward of £43,556 (2021: £42,872). It is considered vital to the objects of the charity to maintain the grants stream, making capital withdrawals if necessary.

Policy on reserves

Grant commitments agreed in respect of ongoing grants for the next two financial years, total £162,500 at the year-end (2021: £175,500).

The calculation of free reserves is based on the definition included in the charity statement of recommended practice (SORP), which provides recommendations for accounting and reporting for charities; it excludes fixed assets together with long term financing liabilities. Free reserves at the year end are £93,556 (2021: £97,372).

The charity aims to hold sufficient current assets to cover the grant payments due in the next year (£112,500). At the year-end date there were net assets of £100,109 (2021: -£10,887). This is monitored using a spreadsheet model and discussed at Trustees meetings. The Trustees are comfortable with this position given the current asset investments held and the future investment income due to the charity, which will support payment of the commitments due beyond one year.

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Fundraising policy

We are aware of the Charities (Protection and Social Investment) Act 2016 Act and recognise the standards required regarding fundraising. However, the charity does not engage in fundraising at this time.

Investment policy and objectives

The primary investment objective of the Trustees is to provide income for grants, combined with growth in capital, from a portfolio of securities invested in a medium risk category.

The following investment objectives were approved at the trustee meeting on 15th March 2012 as a suitable mechanism for implementing the agreed investment policy:

- Income to be generated approximately equal to the FTSE 100 yield over any given 6-month period
- The fixed interest content is to be no greater than 25% of the total value of the Trust's investments, the remainder to be in equities, property or cash.

The Trust's Investment Policy is usually reviewed annually at the July trustee meeting. It was agreed to postpone this year's review until the newly appointed investment managers could give a presentation on their objectives, strategic asset allocation, performance, current geographic split, market outlook and approach to Environment, Social & Governance (ESG). That presentation took place at the July 2022 Trustee meeting and a revised Investment Policy Statement was adopted after the year-end (at the November 2022 meeting). Oversight of the performance of the investments is delegated to a sub-committee of trustees who meet with the Investment Manager regularly. At the year-end, the Trust's capital investments including cash held by the Investment Manager were valued at £6,886,297 (2021: £7,423,477). There was a further sum of £48,499 (2021: £63,784 held in the Trust's own bank accounts.

Plans for future periods

Aims and key objectives for future periods

The grant making policy will continue to be regularly reviewed at trustee meetings. Feedback from grant-holders will continue to inform this process. A further strategic review is due to take place in 2023.

The current financial climate is reducing the Trust's investment income whilst demand from applicants for the Trust's support remains high. The trustees are aware that they must strike a balance between meeting current and future needs in considering the amount and level of grants made.

In line with good practice, trustees undertook a scheduled beauty parade for the trust's Investment Manager at the end of 2021 and Investec was appointed in December 2021.

Going concern

The charity's forecasts and projections for the next twelve months show that the charity should be able to continue in operational existence for that period. The charity has strong positive investments and cash balances available and is forecasting for this to continue to be the case. The trustees have stress tested their forecasts, considering various scenarios, and remain confident that the uncertainties do not cast significant doubt on the charity's ability to continue as a going concern.

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.


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Reappointment of auditor

Azets Audit Services Limited, trading as Azets Audit Services, were appointed auditor to the company following their acquisition of the trade of Tait Walker LLP, trading as MHA Tait Walker, on 1 May 2022. A resolution for the re-appointment of Azets Audit Services as auditors of the charity was approved at the July 2022 Trustee meeting.

The annual report was approved by the trustees of the charity on 20/04/2023..... and signed on its behalf by:



Jane Fergusson 20 Apr 2023 08:02:14 BST (UTC +1)

J Fergusson
Trustee



A Hill 21 Apr 2023 17:35:35 BST (UTC +1)

A Hill
Trustee

The Yapp Charitable Trust

Independent Auditor's Report to the Members of The Yapp Charitable Trust

Opinion

We have audited the financial statements of The Yapp Charitable Trust (the 'charity') for the year ended 30 September 2022, which comprise the Statement of Financial Activities, Balance Sheet, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (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 30 September 2022 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 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 original financial statements were 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.

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Independent Auditor's Report to the Members of The Yapp Charitable Trust

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, 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

In the light of our 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 where the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the statement of Trustees' responsibilities (included in the Trustees' report), 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 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.

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Independent Auditor's Report to the Members of The Yapp Charitable Trust

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:

- Enquiries with management about any known or suspected instances of non-compliance with laws and regulations and fraud;
- Reviewing board minutes;
- Challenging assumptions and judgements made by management in their significant accounting estimates; and
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness.

Because of the field in which the charity operates, we identified the following areas as those most likely to have a material impact on the financial statements: Charities Act.

Owing to the inherent limitations of an audit, there is an unavoidable risk that some material misstatements in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISAs (UK). For instance, the further removed non-compliance is from the events and transactions reflected in the financial statements, the less likely the auditor is to become aware of it or to recognise the non-compliance.

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.

Use of our report

This report is made solely to the charity trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our work has been undertaken so that we might state to the trustees those matters we are required to state to trustees in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Simon Brown BA ACA DChA (Senior Statutory Auditor)

For and on behalf of
Azets Audit Services
Chartered Accountants
Statutory Auditor
Bulman House
Regent Centre
Gosforth
Newcastle upon Tyne
NE3 3LS

Date: 25/4/2023

Azets Audit Services is a trading name of Azets Audit Services Limited

The Yapp Charitable Trust

Statement of Financial Activities for the Year Ended 30 September 2022

	Note	Unrestricted £	Endowment £	Total 2022 £	Total 2021 £
Income and Endowments from:					
Investment income	2	168,865	-	168,865	172,265
Expenditure on:					
Raising funds	3	-	(31,220)	(31,220)	(41,785)
Charitable activities	4	<u>(228,181)</u>	<u>-</u>	<u>(228,181)</u>	<u>(219,588)</u>
Total Expenditure		<u>(228,181)</u>	<u>(31,220)</u>	<u>(259,401)</u>	<u>(261,373)</u>
Gains/(Losses) on investment assets		<u>-</u>	<u>(449,950)</u>	<u>(449,950)</u>	<u>1,057,713</u>
Net (expenditure)/income		(59,316)	(481,170)	(540,486)	968,605
Gross transfers between funds	16	<u>60,000</u>	<u>(60,000)</u>	<u>-</u>	<u>-</u>
Net movement in funds		684	(541,170)	(540,486)	968,605
Reconciliation of funds					
Total funds brought forward		<u>42,872</u>	<u>7,258,533</u>	<u>7,301,405</u>	<u>6,332,800</u>
Total funds carried forward	16	<u>43,556</u>	<u>6,717,363</u>	<u>6,760,919</u>	<u>7,301,405</u>

All of the charity's activities derive from continuing operations during the above two periods.

The Yapp Charitable Trust

Statement of Financial Activities for the Year Ended 30 September 2021

Comparative Statement of Financial Activity

	Note	Unrestricted £	Endowment £	Total 2021 £
Income and Endowments from:				
Investment income	2	172,265	-	172,265
Expenditure on:				
Raising funds		-	(41,785)	(41,785)
Charitable activities		(219,588)	-	(219,588)
Total expenditure		<u>(219,588)</u>	<u>(41,785)</u>	<u>(261,373)</u>
Gains/(losses) on investment assets		<u>-</u>	<u>1,057,713</u>	<u>1,057,713</u>
Net (expenditure)/income		(47,323)	1,015,928	968,605
Gross transfers between funds		<u>80,000</u>	<u>(80,000)</u>	<u>-</u>
Net movement in funds		32,677	935,928	968,605
Reconciliation of funds				
Total funds brought forward		<u>10,195</u>	<u>6,322,605</u>	<u>6,332,800</u>
Total funds carried forward	16	<u><u>42,872</u></u>	<u><u>7,258,533</u></u>	<u><u>7,301,405</u></u>


The Yapp Charitable Trust

(Registration number: 1076803)

Balance Sheet as at 30 September 2022

	Note	2022 £	2021 £
Fixed assets			
Investments	10	6,710,810	7,366,792
Current assets			
Debtors	11	-	3,071
Investments	12	175,486	56,685
Cash at bank and in hand	13	48,499	63,784
		<u>223,985</u>	<u>123,540</u>
Creditors: Amounts falling due within one year	14	<u>(123,876)</u>	<u>(134,427)</u>
Net current assets/(liabilities)		<u>100,109</u>	<u>(10,887)</u>
Total assets less current liabilities		6,810,919	7,355,905
Creditors: Amounts falling due after more than one year	15	<u>(50,000)</u>	<u>(54,500)</u>
Net assets		<u>6,760,919</u>	<u>7,301,405</u>
Funds of the charity:			
Endowment funds		6,717,363	7,258,533
Unrestricted income funds			
Unrestricted funds		<u>43,556</u>	<u>42,872</u>
Total funds	16	<u>6,760,919</u>	<u>7,301,405</u>

The financial statements on pages 13 to 27 were approved by the trustees, and authorised for issue on 20/04/2023.... and signed on their behalf by:


Jane Fergusson 20 Apr 2023 08:02:14 BST (UTC +1)
 J Fergusson
 Trustee


A Hill 21 Apr 2023 17:35:35 BST (UTC +1)
 A Hill
 Trustee

The Yapp Charitable Trust

Notes to the Financial Statements for the Year Ended 30 September 2022

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with 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) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

The Yapp Charitable Trust is a registered charity governed by a trust deed dated 1st July 1999 and amended 15th July 2004. It was established by bringing together two charitable trusts that were originally created in 1968 in accordance with the Will of William Johnston Yapp.

The Yapp Charitable Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

The functional currency of the charity is sterling.

Exemption from preparing a cash flow statement

The charity opted to adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

The charity's forecasts and projections for the next twelve months show that the charity should be able to continue in operational existence for that period. The charity has strong positive investments and cash balances available and is forecasting for this to continue to be the case. The trustees have stress tested their forecasts, taking into account various scenarios, and remain confident that the uncertainties do not cast significant doubt on the Charity's ability to continue as a going concern.

Estimation uncertainty and judgements

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported.

Management have provided depreciation, prepayments, accruals and other cut-off adjustments. Whilst management believe that these estimates and judgements are accurate, there is every likelihood that they will not be exact.

These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Income and endowments

Endowment fund investments are stated at mid-market value at the year end.

Unrealised gains and losses on investments are included within the Statement of Financial Activities (SOFA) and represent the increase or decrease in market value compared with the market value at the beginning of the year or the cost of additions during the year.

The Yapp Charitable Trust

Notes to the Financial Statements for the Year Ended 30 September 2022

Investment income

Investment income is recognised on an accruals basis and any repayable income tax attributable to the income is recognised on the same date.

Expenditure

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay.

Raising funds

These are costs incurred in attracting income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grant expenditure and commitments

Grants awarded are recognised once the trustees have approved the commitment, giving the recipient an expectation of receipt, even though payments may be scheduled over a period of up to three years. Any grant which is unpaid at the year end is recorded in creditors and analysed accordingly whether due in less than or more than one year.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Other expenditure

Direct costs are allocated to one of the functional categories of resources expended in the SOFA.

Administration costs are apportioned between costs of charitable activities and governance costs based on analysis of time spent by the administrator on grant-related activities.

Expenditure includes any VAT which cannot be recovered as the Charity is not VAT registered.

Support costs

Support costs have been allocated to activity cost categories on a basis consistent with the use of resources.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

The Yapp Charitable Trust

Notes to the Financial Statements for the Year Ended 30 September 2022

Fixed asset investments

Fixed asset investments are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end and allocated to the Endowment Funds.

Current asset investments

Current asset investments are cash deposits and included at their transactional value.

Debtors

Prepayments and accrued income relates to amounts paid in advance of services/goods being received and income received in advance of goods/services being provided respectively.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure

Both the income fund and the endowment capital fund are unrestricted income funds which are available for use at the trustee's discretion in furtherance of the objectives of the charity and have not been designated for other purposes.

2 Investment income

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Interest receivable and similar income;			
Interest receivable on bank deposits	487	487	-
Other investment income	168,378	168,378	172,265
	<u>168,865</u>	<u>168,865</u>	<u>172,265</u>

The Yapp Charitable Trust

Notes to the Financial Statements for the Year Ended 30 September 2022

3 Expenditure on raising funds

a) Investment management costs

	Endowment funds	Total 2022	Total 2021
	Direct costs	£	£
Other investment management costs; Administration of the investments	31,220	31,220	41,785
	<u>31,220</u>	<u>31,220</u>	<u>41,785</u>

4 Expenditure on charitable activities

	Unrestricted funds General	Total 2022	Total 2021	
	£	£	£	
Grant funding of activities	187,000	187,000	182,000	
Allocated support costs	41,181	41,181	37,588	
	<u>228,181</u>	<u>228,181</u>	<u>219,588</u>	
	Direct costs	Support costs	Total 2022	Total 2021
	£	£	£	£
Grants	192,000	-	192,000	191,000
Grants withdrawn from prior years	(5,000)	-	(5,000)	(9,000)
Administrator costs	-	31,678	31,678	31,087
Subscriptions	-	2,156	2,156	2,450
Website costs	-	360	360	360
Travel and subsistence	-	1,503	1,503	710
Audit fee	-	2,880	2,880	2,880
Bank charges	-	118	118	101
Trustee recruitment	-	2,486	2,486	-
Total for 2022	<u>187,000</u>	<u>41,181</u>	<u>228,181</u>	<u>219,588</u>
Total for 2021	<u>182,000</u>	<u>37,588</u>	<u>219,588</u>	

£5,000 (2021: £9,000) of grant payments relating to grants awarded in prior years were cancelled during the year due to non-compliance or charity closures.

The Yapp Charitable Trust

Notes to the Financial Statements for the Year Ended 30 September 2022

5 Analysis of support costs

Support costs allocated to charitable activities

	Basis of allocation	Governance costs £	Administration costs £	Total 2022 £
Administrator costs	10% / 90%	3,168	28,510	31,678
Subscriptions	10% / 90%	216	1,940	2,156
Web hosting and domain name	10% / 90%	36	324	360
Travel and subsistence	100%	1,503	-	1,503
Audit fee	100%	2,880	-	2,880
Bank charges	100%	118	-	118
Trustee Recruitment	100%	2,486	-	2,486
		<u>10,407</u>	<u>30,774</u>	<u>41,181</u>

	Basis of allocation	Governance costs £	Administration costs £	Total 2021 £
Administrator costs	10% / 90%	3,108	27,979	31,087
Subscriptions	10% / 90%	245	2,205	2,450
Web hosting and domain name	10% / 90%	36	324	360
Travel and subsistence	100%	710	-	710
Audit fee	100%	2,880	-	2,880
Bank charges	100%	101	-	101
		<u>7,080</u>	<u>30,508</u>	<u>37,588</u>

Basis of allocation

Reference	Method of allocation
Administrator's time	10% of working time was spent on non-grant-related work. This percentage has therefore been used as the basis of allocation of all the administration costs.

The Yapp Charitable Trust

Notes to the Financial Statements for the Year Ended 30 September 2022

6 Grant-making

Below are details of grants awarded split by category:

Category	Activity	2022 £	2021 £
Disability (11 grants (2021 - 12))	Grant giving	64,500	48,500
Education (2 grants (2021 - 4))	Grant giving	11,000	16,000
Elderly People (7 grants (2021 - 1))	Grant giving	38,000	1,500
Social Welfare (6 grants (2021 - 10))	Grant giving	36,500	63,000
Children and Young People (6 grants (2021 - 13))	Grant giving	42,000	62,000
Grants Withdrawn	Grant giving	(5,000)	(9,000)
		<u>187,000</u>	<u>182,000</u>

Organisation Name	Round: Round Name	Scheme	Region	Amount Awarded	Phasing Approved
Eastbourne Dementia Action Alliance	July-2022	DISABILITY	South East	£6,000	3
High Peak Homeless Help	July-2022	SOCIAL WELFARE	East Midlands	£9,000	3
Amber Crisis Pregnancy Care	July-2022	SOCIAL WELFARE	South East	£7,500	3
Home-Start Teignbridge	July-2022	SOCIAL WELFARE	South West	£3,000	1
Radio Bronglais	July-2022	ELDERLY	Wales	£4,000	2
New Dawn Child Contact Centre	July-2022	YOUTH	South East	£3,000	3
Yeovil Shopmobility	July-2022	DISABILITY	South West	£7,500	3
Friends of Heavitree Health Centre	July-2022	ELDERLY	South West	£6,000	3
Sunderland Maritime Heritage	July-2022	ELDERLY	North East	£6,000	3
Phoenix Counselling Services	July-2022	SOCIAL WELFARE	West Midlands	£6,000	3

The Yapp Charitable Trust

Notes to the Financial Statements for the Year Ended 30 September 2022

Maun Refuge	July-2022	SOCIAL WELFARE	East Midlands	£2,000	1
Croham Hurst Good Neighbours	March-2022	ELDERLY	London	£4,000	2
Age Concern Sturminster & North Dorset	March-2022	ELDERLY	South West	£6,000	3
Cafe 100	March-2022	YOUTH	Yorkshire and Humberside	£9,000	3
FDM: For Disability Mobility	March-2022	ELDERLY	Yorkshire and Humberside	£3,000	1
Eastbourne Churches Visiting	March-2022	ELDERLY	South East	£9,000	3
Cedar Tree	March-2022	SOCIAL WELFARE	West Midlands	£9,000	3
Headway Darlington and District	March-2022	DISABILITY	North East	£6,000	3
The ACE Project	March-2022	YOUTH	East of England	£9,000	3
Rotherham Talking Newspaper	March-2022	DISABILITY	Yorkshire and Humberside	£9,000	3
Timesavers	March-2022	DISABILITY	North West	£3,000	1
CAST	March-2022	EDUCATION	National	£5,000	2
Lake District Mobility	November-2021	DISABILITY	North West	£3,000	1
SAFE (Supporting Asperger Families in Essex)	November-2021	DISABILITY	South East	£3,000	1
Liquid Vibrations	November-2021	DISABILITY	National	£3,000	1
Child and Family Connect	November-2021	YOUTH	North West	£9,000	3
Sign and Share Club	November-2021	DISABILITY	Wales	£9,000	3
COMMUNITY REGENERATION OUTREACH PROJECTS LTD (CROPS)	November-2021	YOUTH	South West	£9,000	3

The Yapp Charitable Trust

Notes to the Financial Statements for the Year Ended 30 September 2022

Hereward Wheelchair Basketball Club	Heat	November-2021	DISABILITY	East of England	£7,500	3
Montgomeryshire Youth Theatre		November-2021	YOUTH	Wales	£3,000	1
Charlton Riding for the Disabled		November-2021	DISABILITY	London	£7,500	3
Norfolk SEN Network		November-2021	EDUCATION	East of England	£6,000	2

7 Taxation

The charity is a registered charity and is therefore exempt from taxation.

8 Net incoming/outgoing resources

Net outgoing resources for the year include:

	2022	2021
	£	£
Audit fees	<u>2,880</u>	<u>2,880</u>

9 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

A Hill

£393 (2021: £131) of expenses were reimbursed to A Hill during the year.

L Islam

£300 (2021: £136) of expenses were reimbursed to L Islam during the year.

J Orchard

£383 (2021: £50) of expenses were reimbursed to J Orchard during the year.

L J Bone

£236 (2021: £117) of expenses were reimbursed to L J Bone during the year.

S Evans

£191 (2021: £Nil) of expenses were reimbursed to S Evans during the year.

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

The Yapp Charitable Trust

Notes to the Financial Statements for the Year Ended 30 September 2022

10 Fixed asset investments

	2022 £	2021 £
Other investments	<u>6,710,810</u>	<u>7,366,792</u>

Other investments

	Listed investments £	Total £
Cost or Valuation		
At 1 October 2021	7,366,792	7,366,792
Additions	6,602,060	6,602,060
Disposals	(6,953,596)	(6,953,596)
Investment (losses) / gains in the year	<u>(304,446)</u>	<u>(304,446)</u>
At 30 September 2022	<u>6,710,810</u>	<u>6,710,810</u>
Net book value		
At 30 September 2022	<u>6,710,810</u>	<u>6,710,810</u>
At 30 September 2021	<u>7,366,792</u>	<u>7,366,792</u>

The investments have been valued by Investec, the Trust Investment Managers, as at 30 September 2022 and in accordance with the Statement of Recommended Practice, they have been shown in the Balance Sheet at their market value.

The historical cost as at 30 September 2022 amounted to £6,943,254 (2021 - £5,675,890).

		2022 £	2021 £
UK holdings	Equities	798,250	2,544,360
	Gilts	-	379,815
	Other fixed & variable Interest	395,028	1,105,616
	Property fund	402,197	388,386
	Infrastructure fund	-	279,029
Non-UK holdings	Equities	<u>5,115,336</u>	<u>2,672,586</u>
		<u>6,710,811</u>	<u>7,369,792</u>

The Charity SORP requires disclosure of any individual investments of more than 5% of the total portfolio value. The charity holds more than 5% of its investment portfolio in the below investments:
 - SPDR Series Trust S&P 500 ETF (GBP) - 0% (2021: 11.4%)

The Yapp Charitable Trust

Notes to the Financial Statements for the Year Ended 30 September 2022

11 Debtors

	2022 £	2021 £
Prepayments and accrued income	-	3,071

12 Current asset investments

	2022 £	2021 £
Cash deposits	175,486	56,685

13 Cash and cash equivalents

	2022 £	2021 £
Cash at bank	48,499	63,784

14 Creditors: amounts falling due within one year

	2022 £	2021 £
Other creditors - grants payable	112,500	121,000
Accruals	11,376	13,427
	<u>123,876</u>	<u>134,427</u>

15 Creditors: amounts falling due after one year

	2022 £	2021 £
Other creditors - grants payable	50,000	54,500

16 Funds

	Balance at 1 October 2021 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 30 September 2022 £
Unrestricted						
General	42,872	168,865	(228,181)	60,000	-	43,556
Endowment						
Expendable	<u>7,258,533</u>	<u>-</u>	<u>(31,220)</u>	<u>(60,000)</u>	<u>(449,950)</u>	<u>6,717,363</u>
Total funds	<u>7,301,405</u>	<u>168,865</u>	<u>(259,401)</u>	<u>-</u>	<u>(449,950)</u>	<u>6,760,919</u>

The Yapp Charitable Trust

Notes to the Financial Statements for the Year Ended 30 September 2022

17 Analysis of net assets between funds

	Unrestricted funds General £	Endowment funds Expendable £	Total funds at 30 September 2022 £
Fixed asset investments	-	6,710,810	6,710,810
Current assets	217,432	6,553	223,985
Current liabilities	(123,876)	-	(123,876)
Creditors over 1 year	(50,000)	-	(50,000)
Total net assets	43,556	6,717,363	6,760,919

	Unrestricted funds General £	Endowment funds Expendable £	Total funds at 30 September 2021 £
Fixed asset investments	-	7,366,792	7,366,792
Current assets	123,540	-	123,540
Current liabilities	(26,168)	(108,259)	(134,427)
Creditors over 1 year	(54,500)	-	(54,500)
Total net assets	42,872	7,258,533	7,301,405

18 Analysis of net funds

	At 1 October 2021 £	Financing cash flows £	At 30 September 2022 £
Cash at bank and in hand	63,784	(15,285)	48,499
Current asset investments	56,685	118,801	175,486
Net debt	120,469	103,516	223,985

	At 1 October 2020 £	Financing cash flows £	At 30 September 2021 £
Cash at bank and in hand	73,709	(9,925)	63,784
Current asset investments	392,703	(336,018)	56,685
Net debt	466,412	(345,943)	120,469

19 Related party transactions

There were no related party transactions in the year.

The Yapp Charitable Trust

Notes to the Financial Statements for the Year Ended 30 September 2022

20 Ultimate controlling party

In the opinion of the trustees there is no ultimate controlling party, other than the trustees themselves.