

THE DAVID PICKFORD CHARITABLE FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022
CHARITY NUMBER 243437

THE DAVID PICKFORD CHARITABLE FOUNDATION

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THE DAVID PICKFORD CHARITABLE FOUNDATION

TRUSTEES AND ADVISERS

Trustees

Mrs E J Pettersen
Mrs P Blackwell

Charity number

243437

Independent Examiner

M. Wilkes FCA
Azets Audit Services
5th Floor
Ashford Commercial Quarter
1 Dover Place
Ashford, Kent
TN23 1FB

Principal bankers

National Westminster Bank Plc
1 Princes Street
London
EC2R 9PA

Investment Advisers

Brewin Dolphin
12 Smithfield Street
London
EC1A 9BD

Registered Office

Benover House
Rectory Lane
Saltwood
Hythe
Kent
CT21 4QA

THE DAVID PICKFORD CHARITABLE FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2022

The Trustees present their report and financial statements of the charity for the year ended 5 April 2022. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK published on 16 July 2014 as amended by Bulletin 1.

Objects

The objectives of the foundation are set out in Clause 2 of the Deed which states that the Trustees shall hold the trust fund and the income thereof to pay or apply the annual income of any part of the capital of the trust fund to, or for, such charitable institution, or institutions, or other charitable objects, or objects as the Trustees shall from time to time at their discretion select.

a) Investments

There are no restrictions, the declaration of trust provides the Trustee with the widest powers of investing, disposing of and dealing with the trust fund which are lawfully capable of being conferred on Trustees.

b) Expenditure

The whole of sums expended, whether income or capital, shall be applied for purposes coming within the legal definition of charitable purpose.

Public benefit statement

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the trust's aims and objectives and in planning future activities.

Review of the year

Income for the year totalled £7,663 (2021: £7,073). The assets held in The Pickford Trust were transferred to the charity upon closure of the Pickford Trust. This resulted in a one-off donation of £846,768

Expenditure amounted to £69,324 (2021: £66,756) of which £52,600 (2021: £51,600) was distributed to charitable organisations within the objects of the Trust Deed. The key areas for focus for donations were support for vulnerable people in the UK; support for evangelistic work, with particular focus on work with children and young people; support for international projects; support for the development of Christian leadership; support for those who have been badly affected by the impact of COVID and support for the relief of those in Ukraine.

The result for the year, before the gains on investments was a surplus of £785,107 (2021: £59,683). The result after gains on investment was a surplus of £828,696 (2021: £190,846).

The charity had funds at 5 April 2022 totalling £1,876,491 (2021: £1,048,795).

The market value of the investments at the end of the year was £1,796,452 (2021: £1,025,074) compared with the cost of £1,710,685 (2021: £868,518). The market value of the investments at 5 April 2022 was above the original cost. In addition to the charity's portfolio of investments the charity held cash to be invested amounting to £72,500 (2021: £8,596).

Policy to risk

The Trustees are aware of the risk factors of the Foundation and every precaution is taken to ensure all legal obligations are adhered to. The Trustees attempt to avoid financial risk as far as possible by investing in shares on a low risk basis. As the charity's sole source of income is through its investment portfolio, this represents the major risk. Whilst the current state of the stock market has meant some shares have fallen in value, it is anticipated in due course these values will recover.

THE DAVID PICKFORD CHARITABLE FOUNDATION

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

Reserves

The Trustees aim to spend at least the income received in the year before taking account of investment gains and losses. The Trustees would anticipate holding unrestricted reserves equivalent to one year's average annual expenditure which currently amounts to £70,000 (2021: £67,000), though this varies due to the number of requests received. Unrestricted funds at 5 April 2022 amount to £8,539 (2021: £15,125). The Trustees will review the policy on an annual basis.

Designated funds at 5 April 2022 amounted to £1,256,951 (2021: £434,669) and details can be found in note 10
Endowment funds at 5 April 2022 amounted to £849,289 (2021: £612,001) and details can be found in note 11.

Plans for the future

The Trustees intend to review the requests that are made to the charity with the expectation that donations will be in line with themes for 2021/22.

Structure

The charity, which is registered with the Charity Commission under number 243437, is established under a Trust Deed dated 2 April 1965.

Governance and management

The Trustees of The David Pickford Charitable Foundation are responsible for the general control and management of the administration of the charity.

The Trustees who have served during the year were as follows:

Mrs E J Pettersen
Mr C J Pickford (resigned 23 December 2022)
Mrs P Blackwell (appointed 23 December 2022)

Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 (FRS 102);
- 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 the charity will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. 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.

By order of the Trustees

.....
Mrs E J Pettersen

Date: 26 January 2023

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF

THE DAVID PICKFORD CHARITABLE FOUNDATION

I report to the charity trustees on my examination of the accounts of the charity for the year ended 5 April 2022 which are set out on pages 4 to 12.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

.....
M. Wilkes FCA
For and on behalf of Azets Audit Services
5th Floor
Ashford Commercial Quarter
1 Dover Place
Ashford, Kent
TN23 1FB

Date: 30 January 2023

THE DAVID PICKFORD CHARITABLE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 5 APRIL 2022

	Notes	Unrestricted £	Endowment £	2022 Total £	2021 Total £
Income from:					
Investment income	2	7,663	-	7,663	7,070
Assets gifted from The Pickford Trust	13	609,480	237,288	846,768	-
Other income		-	-	-	3
Total income		617,143	237,288	854,431	7,073
Expenditure on:					
Donations payable	4	52,600	-	52,600	51,600
Independent examiner's fee		2,745	-	2,745	2,510
Investment manager's fee		13,979	-	13,979	12,646
Total expenditure		69,324	-	69,324	66,756
Net income/(expenditure) before gains on investments		547,819	237,288	785,107	(59,683)
Gains on investments	6	43,589	-	43,589	250,529
Net movement in funds		591,408	237,288	828,696	190,846
Reconciliation of funds:					
Funds brought forward at 5 April 2021		436,794	612,001	1,048,795	857,949
Funds carried forward at 5 April 2022		1,028,202	849,289	1,877,491	1,048,795

All income and expenditure derive from continuing activities.

THE DAVID PICKFORD CHARITABLE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 5 APRIL 2022

Comparative information only

	Notes	Unrestricted £	Endowment £	2021 Total £
Income from:				
Investment income	2	7,070	-	7,070
Other Income		3		3
Total income		7,073	-	7,073
Expenditure on:				
Donations payable	4	51,600	-	51,600
Independent examiner's fee		2,510	-	2,510
Investment manager's fee		12,646	-	12,646
Total expenditure		66,756	-	66,756
Net expenditure before losses on investments		(59,683)	-	(59,683)
Gains on investments	6	250,529	-	250,529
Net movement in funds		190,846	-	190,846
Reconciliation of funds:				
Funds brought forward at 5 April 2020		245,948	612,001	857,949
Funds carried forward at 5 April 2021		436,794	612,001	1,048,795

All income and expenditure derive from continuing activities.

THE DAVID PICKFORD CHARITABLE FOUNDATION

BALANCE SHEET

AS AT 5 APRIL 2022

	Notes	2022		2021	
		£	£	£	£
Fixed assets					
Listed investments	6		1,796,452		1,025,074
Cash investments	8		<u>72,500</u>		<u>8,596</u>
			1,868,952		1,033,670
Current Assets					
Debtors	7	759		-	
Cash at bank		<u>17,390</u>		<u>19,511</u>	
		18,149		19,511	
Creditors: Amounts falling due within one year					
Accruals	9	<u>(9,610)</u>		<u>(4,386)</u>	
Net current assets			8,539		15,125
Net assets			<u>1,877,491</u>		<u>1,048,795</u>
Funds					
Unrestricted funds					
General funds			8,539		15,125
Designated fund	10		1,019,663		421,669
Endowment fund	11		849,289		612,001
	12		<u>1,877,491</u>		<u>1,048,795</u>

The financial statements were approved and authorised for issue by the Board on 26 January 2023.

Signed on behalf of the board of Trustees

.....
Mrs E J Pettersen

THE DAVID PICKFORD CHARITABLE FOUNDATION

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 5 APRIL 2022

1. Accounting Policies

1.1 Accounting convention

The David Pickford Charitable Foundation is a registered charity with the Charity Commission in the United Kingdom. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are set out in Clause 2 of the Deed which states that the Trustees shall hold the trust fund and the income thereof to pay or apply the annual income of any part of the capital of the trust fund to, or for, such charitable institution, or institutions, or other charitable objects, or objects as the trustees shall from time to time at their discretion select.

The charity constitutes a public benefit entity as defined by FRS 102. 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 (FRS 102) issued on 16 July 2014 as amended by Bulletin 1, the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

1.2 Funds accounting

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

Unrestricted funds include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose.

Endowment fund represents investments mentioned in the Scheme as 'The Trust Fund'. Any appreciation arising from this sum can be shown as part of unrestricted funds.

1.3 Income

All income is included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

- Investment income is included when receivable.

THE DAVID PICKFORD CHARITABLE FOUNDATION

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

1. Accounting Policies

1.4 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

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

- The charity has or may make charitable donations or grants in the form of specific donations to local, national or international charitable causes. Grants payable are charged in the year when the offer is conveyed to the recipient except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.5 Investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains / (losses) on investments' in the SoFA if the shares are publicly traded or their fair value can otherwise be measured reliably. Other investments are measured at cost less impairment.

1.6 Debtors and creditors receivable / payable within one year

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

1.7 Tax

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

1.8 Going concern

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

The Foundation donates cash available in its bank account throughout the year. The cash available is generated from the investment portfolio via dividends & interest net of management fees. The Foundation has no formal commitments as regards its donations.

1.9 Judgements and key sources of estimation uncertainty

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. There are no judgements or key sources of estimation uncertainty.

THE DAVID PICKFORD CHARITABLE FOUNDATION

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

2	Investment income	2022	2021
		£	£
	Dividend income	7,663	7,070
		<u>7,663</u>	<u>7,070</u>

3 Permanent endowment invested on a total return basis

The charity has been granted the investment power of total return. This power permits the Trustees to invest permanently endowed funds to maximise total return and therefore to apply an appropriate portion of the unapplied total return to income. The unapplied total return remains invested as part of the permanent endowment until that power is exercised. When exercised it allows the Trustees to apply an appropriate portion of the unapplied total return to income each year.

	Endowment for investment	Unapplied Total Return	Total endowment
	£	£	£
At 6 April 2021	612,001	-	612,001
Unapplied total return	-	421,669	421,669
	<u>612,001</u>	<u>421,669</u>	<u>1,033,670</u>
Movements			
Dividend return	-	7,663	7,663
Investment management costs	-	(13,979)	(13,979)
Assets gifted from The Pickford Trust	237,288	609,480	846,768
Gains/Losses	-	43,589	43,589
	<u>237,288</u>	<u>646,753</u>	<u>884,041</u>
Unapplied total return allocated to income	-	(48,759)	(48,759)
Net movement in the year	<u>237,288</u>	<u>597,994</u>	<u>835,282</u>
	<u>849,289</u>	<u>1,019,663</u>	<u>1,868,952</u>
At 5 April 2022			

4	Charitable donations	2022	2021
		£	£
		52,600	51,600
		<u>52,600</u>	<u>51,600</u>

	Charity No	2022	2021
		£	£
Brighter Future International Trust	1110823	12,000	12,000
Family Trust	1162296	750	-
Folkestone Rainbow Centre	1096570	2,000	2,000
Graham Nunn	226226	-	1,000
YWAM		2,000	5,000
Compassion UK	1077216	-	1,000
Kenward Trust	1146481	1,000	1,000
Love Light Romania	1117981	-	4,000
Prison Fellowship	279446	1,000	1,000
Salvation Army	-	-	2,000
St Peter & St Paul, Saltwood	-	750	500
Shelterbox	1096479	1,000	-
The Langley House Trust	1146304	1,000	1,000
Nehemiah Project	1058536	1,000	1,000
Innovista	1108679	6,500	1,000
Intl mission for the Jews	271323	1,000	-
Scripture Union	213422	-	1,000
Carried forward		<u>30,000</u>	<u>33,500</u>

THE DAVID PICKFORD CHARITABLE FOUNDATION

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

4 Charitable donations - continued

	Charity No	2022 £	2021 £
Brought forward		30,000	33,500
CARE	1066963	5,000	5,000
CWI		-	500
Christians in Entertainment	801327	-	1,000
Sportsreach	1065723	-	1,000
Leprosy Mission	1050327	6,000	1,000
Philo Trust	285762	5,000	5,000
Porchlight	267116	1,000	1,000
Off the Fence	1108777	1,000	1,000
Mildmay	292058	-	1,000
Tearfund	265464	-	1,000
Toilet Twinning	265464	600	600
Alpha UK	1086179	1,000	-
Jews for Jesus	1110425	1,000	-
Mercy Ships	1053055	1,000	-
Youth for Christ	263446	1,000	-
		<u>52,600</u>	<u>51,600</u>

In addition to the above donations, a further offer, amounting to £15,000 has been made to Brighter Future. However this offer has not been formally accepted by the charity and therefore is not a binding commitment at 5 April 2022.

Reconciliation of grants payable

Commitments at 6 April 2021	-	-
Commitments made in the year	52,600	51,600
Grants paid during the year	<u>(47,600)</u>	<u>(51,600)</u>
Commitments at 5 April 2022	<u>5,000</u>	<u>-</u>

Commitments at 5 April 2022 are payable as follows

Within one year (note 9)	<u>5,000</u>	<u>-</u>
	<u>5,000</u>	<u>-</u>

5 Trustees remuneration and staff costs

During the year the Trustees received no remuneration or reimbursed expenses (2021: £Nil). No staff were employed by the Foundation.

6 Fixed Asset Investments

	2022 £	2021 £
Quoted Investments		
Market Value at 6 April 2021	1,025,074	786,063
Additions	534,587	480,546
Transfer from Pickford Trust	820,535	-
Disposals	(627,333)	(492,064)
Net unrealised investment gains/(losses)	<u>43,589</u>	<u>250,529</u>
Market Value at 5 April 2022	<u>1,796,452</u>	<u>1,025,074</u>
Historical cost at 5 April 2022 of quoted investments	<u>1,710,685</u>	<u>868,518</u>

The fair value of the listed investments is determined by reference to the mid-market value of shares at the Balance Sheet date.

THE DAVID PICKFORD CHARITABLE FOUNDATION

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

6 Fixed Asset Investments - continued

	2022	2021
	£	£
Investments listed on recognised stock exchange		
UK equities	391,626	206,487
Overseas Bonds	129,583	44,545
Overseas equities	812,551	426,385
Global Investments	67,928	105,672
Property	73,907	21,340
Absolute Return	69,068	69,168
Other	65,423	10,559
Commodities	38,548	34,862
UK Bonds	147,818	106,056
	<u>1,796,452</u>	<u>1,025,074</u>

All investments were held in the UK.

There were no material investments held at either end.

7 Debtors

	2022	2021
	£	£
Other debtors - Gift to The David Pickford Charitable Foundation	<u>1,368</u>	<u>-</u>

8 Cash investments

	2022	2021
	£	£
Diamond reserve	8	8
Cash at Brewin Dolphin	72,492	8,588
	<u>72,500</u>	<u>8,596</u>

9 Creditors: amounts falling due within one year

	2022	2021
	£	£
Accruals	4,610	4,386
Charitable donations	5,000	-
	<u>9,610</u>	<u>4,386</u>

10 Designated fund

	As at 6 April 2021	New designation	Designation released	As at 5 April 2022
	£	£	£	£
Investment reserve	<u>421,669</u>	<u>835,282</u>	<u>-</u>	<u>1,256,951</u>

The investment fund has been designated by the Trustees to generate an income stream for the charity.

	As at 6 April 2020	New designation	Designation released	As at 5 April 2021
	£	£	£	£
Investment reserve	<u>227,715</u>	<u>193,954</u>	<u>-</u>	<u>421,669</u>

THE DAVID PICKFORD CHARITABLE FOUNDATION

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

11 Endowment Fund	As at 6 April	Income	Expenditure	As at 5 April
	2021			2022
2022	£	£	£	£
The Trust Fund	612,001	-	-	612,001
Buildings and investments	-	237,288	-	237,288
	<u>612,001</u>	<u>237,288</u>	<u>-</u>	<u>849,289</u>
2021	As at 6 April	Income	Expenditure	As at 5 April
	2020			2021
	£	£	£	£
The Trust Fund	612,001	-	-	612,001

The Trust Fund

The Trust Fund represents the investments of the charity identified in the governing document as The Trust Fund.

Buildings and investments

As part of the assets gifted following the dissolution of The Pickford Trust, the permanent endowment in that charity transferred to The David Pickford Charitable Foundation.

In 1971 and 1972 the original endowment was invested by the trustees in purchasing and building properties at Elm Tree Farm. Further buildings were erected in 1982. Additional capital was invested by the trustees in purchasing listed investments.

12 Analysis of net assets between funds

2022	Unrestricted	Designated	Endowment	Total
	£	£	£	£
Fixed assets	-	1,256,951	612,001	1,868,952
Current assets	18,149	-	-	18,149
Current liabilities	(9,610)	-	-	(9,610)
	<u>8,539</u>	<u>1,256,951</u>	<u>612,001</u>	<u>1,877,491</u>
2021	Unrestricted	Designated	Endowment	Total
	£	£	£	£
Fixed assets	-	434,669	612,001	1,046,670
Current assets	19,511	-	-	19,511
Current liabilities	(4,386)	-	-	(4,386)
	<u>15,125</u>	<u>434,669</u>	<u>612,001</u>	<u>1,061,795</u>

13 Related party transactions

Mrs E J Pettersen is a trustee of Folkestone Rainbow Centre. During the year, the charity made a donation to Folkestone Rainbow Centre of £2,000 (2021: £2,000).

Mrs E J Pettersen is a trustee of Brighter Future International Trust. During the year, the charity made a donation to Brighter Future International Trust of £12,000 (2021: £12,000).

During the year, the Trustees of the Pickford Trust, a charity in which Mrs E J Pettersen and Mr C J Pickford are trustees, decided to wind up the charity. Approval was sought and gained from the Charity Commission to transfer the remaining funds to The David Pickford Charitable Foundation. As a result funds totalling £846,768 were transferred to The David Pickford Charitable Foundation.