

Charity number: 246255

Tallow Chandlers Benevolent Fund No 2.

Trustee's report and financial statements

for the year ended 5 April 2022

Tallow Chandlers Benevolent Fund No 2.

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Tallow Chandlers Benevolent Fund No 2.

Reference and administrative details of the Charity, its Trustee and advisers for the year ended 5 April 2022

Trustee The Worshipful Company of Tallow Chandlers

Charity registered number 246255

Principal office Tallow Chandlers' Hall
4 Dowgate Hill
London
EC4R 2SH

Independent auditors Kreston Reeves LLP
Chartered Accountants
Springfield House
Springfield Road
Horsham
West Sussex
RH12 2RG

Bankers Coutts & Co
440 Strand
London
WC2R 0QS

Investment Managers Quilter Cheviot Limited
Senator House
85 Queen Victoria Street
London
EC4V 4AB

Tallow Chandlers Benevolent Fund No 2.

Trustee's report for the year ended 5 April 2022

Introduction

The Trustee presents the Report and the audited Financial Statements for the year ended 5 April 2022. These have been prepared in accordance with the Trust Deed and the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102).

Structure, governance, and management

The Trust was established in 1979 and is governed by a Trust Deed dated 25 September 1979.

The Master and Wardens of The Worshipful Company of Tallow Chandlers ("the Company") as advised by the Court of Assistants have the power to appoint Trustees. In 2017 the Company was appointed as the sole Trustee.

The management of the Trust is vested in the Company and its appointed Education & Charity Committee.

Management and administrative resources are provided by The Worshipful Company of Tallow Chandlers. The notional value of these support services is £140,260 (2021 - £136,242).

Investment Policy

The main objectives for the charity's investment portfolio are to:

- (1) preserve the charity's reserves in real terms after allowing for inflation;
- (2) deliver a reasonable overall total return across the investment cycle;
- (3) ensure sufficient liquidity to fund the committed donations

The Trustee has a detailed Statement of Investment Policy which is regularly reviewed and communicated to the Charity's investment advisors. The Trustee ensures that the investment advisors take due account of environmental, societal, and corporate governance matters when considering investments.

Fund Raising Policy

The Charity derives its income from investments, and donations from the members of the Tallow Chandlers Company. Consequently, there is a minimal level of fundraising from third parties and therefore the charity has not signed up to a code of conduct.

Objectives and activities for the public benefit

The Trust is established for charitable purposes. It supports charities and charitable organisations that provide public benefit by providing donations, bursaries, and scholarships.

The Trust's principal aim is to provide relevant, focused support and giving for the benefit of disadvantaged young people in the Greater London area, to encourage them to succeed in life. This support is primarily provided through education. In achieving this aim, the Trust is providing public benefit and meeting its requirements of being established for charitable purposes.

The Trustee seeks to achieve an impact through a structured programme of giving and by drawing on the support of the Tallow Chandlers' Company, its members, trade links, City connections, and wider affiliations.

The Trustee regularly reviews the impact of the support given by ongoing engagement with the relevant charities and charitable organisations. Though the support of the members of the Tallow Chandlers' Company a network of links with the individual bodies has been established and each new application for support is carefully reviewed and discussed to assess the impact the requested support would have.

At the start of the year, the Trustee approved a grant and awards distribution budget of £415,000 (excluding the Halley Appeal). Grants and awards disbursed during the year (excluding the Halley Appeal) before any movements in grant commitments in the year, totalled £572,973.

The Trustee has referred to Charity Commission guidance on public benefit when reviewing aims and objectives, planning for the future, and setting grant making policy.

Tallow Chandlers Benevolent Fund No 2.

Trustee's report (continued) for the year ended 5 April 2022

Achievements and performance

Our flagship beneficiaries, which receive some of our largest annual donations and programmes of non-financial support, are Greig City Academy in Haringey, Halley Academy in Greenwich and Cubitt Town Primary School in Tower Hamlets. All three schools have a high proportion of students receiving free school meals and a high proportion of students from Black and Minority Ethnic communities. The proportion of students that have English as an additional language (EAL) is also very high. The Company's donations are intended to enhance and add value and do not contribute to core costs or delivery of the standard curricula.

Our relationship with Greig City Academy (GCA) began in 2013. Our aim is to promote STEM and help students with their transition to university, further education, or employment.

Over the last eight years, our annual donation has increased from £15,000 to £30,000, reflecting the success of the association. Annual prizes are presented to students who have excelled in STEM subjects and bursaries awarded to students who go on to university. We have facilitated university visits, held mentoring events, advised on CV writing and interview techniques, helped GCA connect with other schools and contributed to the costs of participation in international science competitions.

During the year, the Trustee awarded an additional donation of £15,000 to purchase equipment to develop the STEM Centre, in which the Trustee has previously invested, to increase the ways in which the space can be used by students. The building is being used to facilitate the Academy's programme of extra-curricular STEM activities such as their robotics league which supports junior schools in the local area and beyond, including Cubitt Primary School. Four teams from the Academy will be representing the United Kingdom at the 2022 VEX Robotics World Championships in Dallas, Texas, USA.

The Trustee allocated an annual donation of £2,000 over three years to Future Frontiers, a charity supporting young people aged 16 – 18 from disadvantaged backgrounds to fulfil their potential at school and when transitioning to education, employment or training. Connections are being made between the charity and GCA staff responsible for careers and work experience at the Academy.

Support to the Halley Academy began in 2016, with the award of their first donation of £20,000. Over the last six years, our annual donation has increased to £30,000. During that time, the Trustee awarded additional donations to support projects delivered in the school by other registered charities, both registered charities which work with young people. A programme of non-financial giving has been developed with the Academy and the Leigh Academies Trust (LAT) – the parent body of the Academy and continues to grow. Members of the Company participate in a wide range of mentoring/careers events including a STEM Business Mentoring Programme, a scheme designed to raise aspirations and guide students to successful career destinations. Members also support activities such as a Careers Information Day, a Student Question Time event, and an Employability Day in addition to hosting work experience days in their own workplaces.

As reported last year, the Trustee indicated to Halley Academy its intention to donate £750,000 for the creation of an engineering and design centre. This was funded by an appeal with a target of £375,000 targeted on the members of the Tallow Chandlers Company and the Trustee agreed to match the sum raised. The Trustee is pleased to report that the appeal was successful and the Centre was operational in the early Spring 2022 and will be officially opened on 6 July 2022.

As reported within Note 17 the restricted reserve attached to The Halley Appeal is in deficit due to monies pledged not yet received. The Trustee is confident that these will all be received and the position will be reversed by the end of the 2023 financial year end.

Building on this investment, the Trustee has hosted a local business reception and is actively exploring links between BP and the Halley Academy regarding potential support via the BP apprenticeship levy fund, and also between City & Guilds and the Academy regarding the possibility of City & Guilds qualifications/accreditation being linked to the Engineering and Design Centre activities.

The Trustee agreed a one-off donation of £20,000 to Roots4Life, a charity addressing the physical and mental health challenges that come with malnutrition, obesity and social isolation. The charity has a close relationship with the Academy, and has outreach to families, schools and community groups in its area.

Tallow Chandlers Benevolent Fund No 2.

Trustee's report (continued) for the year ended 5 April 2022

Cubitt Town Junior School was the first primary school to be awarded a three-year grant by the Company in 2016. Over the last six years, our annual donation has increased from £15,000 to £30,000, and our programme of financial giving continues to grow.

Achievements and performance (continued)

The Trustee agreed to award a one-off donation of £11,600 to support the Cubitt Town Primary School specifically in the areas of music, and funding has gone towards the Nature Area at Cubitt Town Primary School, an outdoor auditorium for lessons, a music area, seating and a small pond.

Cubitt Town Primary School pupils are participating in Superbloom at the Tower of London, an initiative which has been supported by the Company. The Schools Outreach Team at London's Air Ambulance is interested in connecting with our flagship schools and has been introduced to the Head of Cubitt Town Junior school.

Students visit the Hall on an annual basis to attend our Education Awards Lunch and to take part in a Dragons' Den science competition. Encouraging links have been established with Greig City Academy (GCA) and Reed's School. Cubitt Town students participate in the Launch Car Challenge, an annual programme hosted by Reed's School.

The Trustee made a one-off donation of £5,000 to the Tower Hamlets Opportunity Group which is located in the footprint area of Cubitt Town and is the only playgroup in the borough that supports under 5s with a disability or additional need.

City of London institutions, our associated trades, affiliated military organisations, and cadets are important parts of the Company's culture. Support within the City of London during the year included donations to the Lord Mayor's Appeal, the Sheriffs' and Recorder's Fund, the City of London School for Boys, and the City of London School for Girls. We funded bursaries at Barts and the London School of Medicine and Dentistry.

The Trustee approved 65 grants to a total of 55 organisations. In all cases, the Trustee has received appropriate acknowledgement of their award and a summary of the benefits and impact this has enabled for the public benefit.

During the year £160,064 of grant commitments (excluding the Halley Appeal) provided for last year were paid, together with £212,976 of grant commitments entered into this year. A further £252,450 of grant commitments (excluding the Halley Appeal) were provided for this year. The overall result is an increase in the provision of £21,887 before the Halley Appeal.

Although not supported by separately identified endowments, several small and ancient charities were paid £700 in total by standing order out of General Funds, whilst they are available.

Grant making policy

Our members make generous contributions to the Tallow Chandlers Benevolent Fund each year which, combined with the Gift Aid recoverable and an annual gift from the Company itself, go towards increasing the capital of the fund.

Each year the charity budgets to disburse an amount equal to 3.5% of the average of the last 20 quarterly valuations of the total capital of the fund. Combined with time giving by our members this enables us to make significant donations that can have real impact. This practice allows continuity of support to our carefully selected causes over a number of years, even in the event of periodic downturns in investment performance.

The charity is further protected against diminution in its capital by its practice of making commitments for a maximum of three years and reviewing each charity every three years. This would enable, in any one year, a reduction – if deemed necessary – of up to one third of our giving.

Financial review

In the year to 5 April 2022, there was net expenditure before recognised gains and losses of £33,274 (2021 - net incoming resources of £205,855) and a net increase in total funds of £934,142 (2021 - £2,832,549).

Tallow Chandlers Benevolent Fund No 2.

Trustee's report (continued) for the year ended 5 April 2022

Financial review (continued)

The value of the fixed asset investments held by the Trust increased from £11,374,972 at 6 April 2021 to £12,408,503 at the year end. This increase in value comprised acquisitions during the year of £1,294,196 less disposals of £932,899. The balance of £672,234 results from an increase in market value of investments of £967,416, together with a decrease in cash balances of £295,182 from £324,473 at the start of the year to £29,291 at the end.

The total return target over a rolling 10-year period for the investment portfolio has been set at inflation (based on CPI) plus 4% p.a. net of fees. This implies a nominal target of 6% p.a. currently assuming the Bank of England's official 2% target for CPI inflation. For the year to 5 April 2022, the investment portfolio generated a total return of 10.5% compared to a total return of 28.8% in the previous year.

Total incoming resources were £1,030,809 (2021 - £704,233). The principal funding sources arise from donation income from the members of The Worshipful Company of Tallow Chandlers and from income generated by the fixed asset investments.

Reserves policy

The Trust has an accounting policy to treat as Designated funds the charitable receipts, tax recoveries, and other support from the Company and from its Members, which are treated as capital to be invested, thus continuing the charitable activities of the Trust for the long term. Any capital or income not required for the immediate charitable purpose of the Trust is reinvested.

The Trust uses the invested funds to generate a return to provide for the long-term activities as described in the Grant making policy.

The level of designated funds held at the year end was £12,474,862 (2021 - £11,484,156).

The Trust has an accounting policy to treat as Restricted funds any charitable receipts, which on the instruction of the donor, are to be used for specific purposes.

At the year end the restricted funds held were a deficit of £53,724 (2021 - surplus of £2,840).

The deficit on the restricted funds has arisen due to amounts paid over to the Halley Academy Appeal, exceeding the donation income received from the members of The Worshipful Company of Tallow Chandlers. Donation income had been pledged by members of the Company, however had not been paid over as at 5 April 2022. The Trust has made the additional payments to the Halley Academy Appeal on the basis that the remaining donations pledged will be received from the members, along with the matched funding from the Company. The deficit on the Halley Academy restricted fund is £56,564 (2021 - £Nil).

Plans for Future Periods

The Trustee will continue to approve and distribute Grants in accordance with the Grant Making Policy. The Trustee was pleased that the Halley Appeal Target was successfully achieved and will seek to build on its achievement.

Tallow Chandlers Benevolent Fund No 2.

**Trustee's report (continued)
for the year ended 5 April 2022**

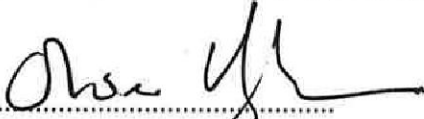
Trustee's Responsibilities Statements

The Trustee is responsible for preparing the Trustee's 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 Trustee 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 Trustee is 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 that the charity will continue in operation.

Approved by order of the members of the board of Trustee and signed on their behalf by:



.....
Mr O Kirby-Johnson, Master

On behalf of The Worshipful Company of Tallow Chandlers
Trustee

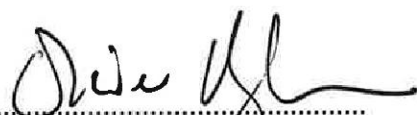
Date: 5th July 2022

Tallow Chandlers Benevolent Fund No 2.

**Balance sheet
as at 5 April 2022**

	Note	2022 £	2021 £
Fixed assets			
Investments	12	12,408,503	11,374,972
		<u>12,408,503</u>	<u>11,374,972</u>
Current assets			
Debtors	13	330,666	220,045
Cash at bank and in hand		88,788	414,842
		<u>419,454</u>	<u>634,887</u>
Creditors: amounts falling due within one year	14	(307,819)	(452,038)
		<u>111,635</u>	<u>182,849</u>
Net current assets		111,635	182,849
Total assets less current liabilities		12,520,138	11,557,821
Creditors: amounts falling due after more than one year	15	(99,000)	(70,825)
		<u>12,421,138</u>	<u>11,486,996</u>
Net assets		12,421,138	11,486,996
Total net assets		12,421,138	11,486,996
Charity funds			
Restricted funds	17	(53,724)	2,840
Unrestricted funds	17	12,474,862	11,484,156
		<u>12,421,138</u>	<u>11,486,996</u>
Total funds		12,421,138	11,486,996

The financial statements were approved and authorised for issue by the Trustee and signed on their behalf by:



.....
Mr O Kirby-Johnson, Master
 On behalf of The Worshipful Company of Tallow Chandlers

Date: 5th July 2022

The notes on pages 14 to 30 form part of these financial statements.

Tallow Chandlers Benevolent Fund No 2.

Statement of financial activities for the year ended 5 April 2022

	Note	Restricted funds 2022 £	Designated funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:					
Donations and legacies	4	414,886	290,424	705,310	392,497
Investments	5	-	325,499	325,499	311,736
Total income		414,886	615,923	1,030,809	704,233
Expenditure on:					
Raising funds	6	-	67,757	67,757	32,213
Charitable activities	8	471,450	524,876	996,326	466,165
Total expenditure		471,450	592,633	1,064,083	498,378
Net (expenditure)/income before net gains on investments		(56,564)	23,290	(33,274)	205,855
Net gains on investments		-	967,416	967,416	2,626,694
Net movement in funds		(56,564)	990,706	934,142	2,832,549
Reconciliation of funds:					
Total funds brought forward		2,840	11,484,156	11,486,996	8,654,447
Net movement in funds	17	(56,564)	990,706	934,142	2,832,549
Total funds carried forward		(53,724)	12,474,862	12,421,138	11,486,996

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 14 to 30 form part of these financial statements.

Tallow Chandlers Benevolent Fund No 2.

Independent auditors' report to the Members of Tallow Chandlers Benevolent Fund No 2. (continued)

Auditors' 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 auditors' 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:

Capability of the audit in detecting irregularities, including fraud

The objectives of our audit are to identify and assess the risks of material misstatement of the financial statements due to fraud or error; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud or error; and to respond appropriately to those risks.

Based on our understanding of the charity and industry, and through discussion with the Trustee and other management (as required by auditing standards), we identified that the principal risks of non-compliance with laws and regulations. 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 the Charities Act 2011, Statement of Recommended Practice, taxation and pension legislation. We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to: posting inappropriate journal entries to increase donation income, and the recognition of grant commitments in the financial statements. Audit procedures performed by the charity engagement team and included:

- Discussions with management and assessment of known or suspected instances of non-compliance with laws and regulations and fraud, and review of the reports made by management; and
- Assessment of identified fraud risk factors; and
- Performing analytical procedures to identify any unusual or unexpected relationships, including related party transactions, that may indicate risks of material misstatement due to fraud; and
- Reading minutes of meetings of those charged with governance and reviewing correspondence with relevant tax and regulatory authorities; and
- Review of significant and unusual transactions and evaluation of the underlying financial rationale supporting the transactions; and
- Identifying and testing journal entries, in particular any manual entries made at the year end for financial statement preparation.

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.

Tallow Chandlers Benevolent Fund No 2.

Independent auditors' report to the Members of Tallow Chandlers Benevolent Fund No 2. (continued)



As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the Charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Trustee.
- Conclude on the appropriateness of the Trustee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's Trustee, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's Trustee those matters we are required to state to them 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 Trustee, as a body, for our audit work, for this report, or for the opinions we have formed.


Kreston Reeves LLP
Chartered Accountants
Statutory Auditor
Horsham
Date: 

Tallow Chandlers Benevolent Fund No 2.

Independent auditors' report to the Members of Tallow Chandlers Benevolent Fund No 2. (continued)

Opinion on other matters prescribed by the Charities Act 2011

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustee's report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustee's report has been prepared in accordance with applicable legal requirements.

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 Trustee's report.

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 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 Trustee's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustee were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustee's report and from the requirement to prepare a Strategic report.

Responsibilities of trustees

As explained more fully in the Trustee's responsibilities statement, the Trustee is responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the Trustee 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 Trustee 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 Trustee either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

Tallow Chandlers Benevolent Fund No 2.

Independent auditors' report to the Members of Tallow Chandlers Benevolent Fund No 2.

Opinion

We have audited the financial statements of Tallow Chandlers Benevolent Fund No 2. (the 'charity') for the year ended 5 April 2022 which comprise the Statement of financial activities, the balance sheet, the statement of cash flows and the related notes, 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).

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2019.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2022 and of its incoming resources and application of resources 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 Auditors' 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 United Kingdom, including the Financial Reporting Council'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 Trustee's 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 Trustee with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditors' report thereon. The Trustee are responsible for the other information contained within the 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Tallow Chandlers Benevolent Fund No 2.

**Statement of cash flows
for the year ended 5 April 2022**

	2022	2021
	£	£
Cash flows from operating activities		
Net cash used in operating activities	(585,438)	(104,006)
	<hr/>	<hr/>
Cash flows from investing activities		
Dividends, interests and rents from investments	325,499	311,736
Proceeds from sale of investments	932,899	1,361,087
Purchase of investments	(1,294,196)	(1,184,218)
	<hr/>	<hr/>
Net cash (used in)/provided by investing activities	(35,798)	488,605
	<hr/>	<hr/>
Change in cash and cash equivalents in the year	(621,236)	384,599
Cash and cash equivalents at the beginning of the year	739,315	354,716
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Cash and cash equivalents at the end of the year	118,079	739,315
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The notes on pages 14 to 30 form part of these financial statements

Tallow Chandlers Benevolent Fund No 2.

Notes to the financial statements for the year ended 5 April 2022

1. General information

Tallow Chandlers Benevolent Fund No 2. constitutes a public benefit entity as defined by FRS 102. It's registered charity number is 246255.

The financial statements have been prepared in sterling, which is the functional currency of the charity, and rounded to the nearest £1.

2. Accounting policies

2.1 Basis of preparation of financial statements

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

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Tallow Chandlers Benevolent Fund No 2. 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.

2.2 Going concern

The financial statements have been prepared on a going concern basis as the Trustee believes that no material uncertainties exist. The Trustee has 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 sufficiently within the level of reserves for the charity to be able to continue as a going concern.

Tallow Chandlers Benevolent Fund No 2.

Notes to the financial statements for the year ended 5 April 2022

2. Accounting policies (continued)

2.3 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

Donated services or facilities are recognised when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the charity of the item is probable and that economic benefit can be measured reliably.

On receipt, donated professional services and facilities are recognised on the basis of the value of the gift to the Charity which is the amount it would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

2.4 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 when there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required, and that the amount of the obligation can be reliably measured.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Expenditure on raising funds includes all expenditure incurred by the Charity to raise funds for its charitable purposes and consists of investment management costs and an apportionment of support costs.

Charitable activities and Governance costs consist of grants and donations made and an apportionment of support costs.

Grants and donations payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient has been notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grant. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the Trust.

Where an unconditional multi-year grant is awarded the full amount of the grant is recognised in the year of the award. The proportion of any multi-year grant unpaid at the year end is recognised as a liability on the balance sheet at its present value.

Tallow Chandlers Benevolent Fund No 2.

Notes to the financial statements for the year ended 5 April 2022

2. Accounting policies (continued)

2.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.6 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the statement of financial activities.

2.7 Debtors

Trade and other debtors are recognised at the settlement amount. Prepayments are valued at the amount prepaid.

2.8 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.9 Liabilities and provisions

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the statement of financial activities as a finance cost.

2.10 Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2.11 Fund accounting

Designated funds comprise unrestricted funds that have been set aside by the Trustee for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

Tallow Chandlers Benevolent Fund No 2.

Notes to the financial statements for the year ended 5 April 2022

3. Critical accounting estimates and areas of judgment

Estimates and judgments 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.

Critical accounting estimates and assumptions:

The Charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed above in Note 2 "Accounting policies".

4. Income from donations and legacies

	Restricted funds 2022 £	Designated funds 2022 £	Total funds 2022 £
Donations from Liverymen and Freemen (including tax recoveries)	-	111,134	111,134
Other donations	177,679	39,030	216,709
Donation from The Worshipful Company of Tallow Chandlers	237,207	140,260	377,467
Total 2022	414,886	290,424	705,310
	Restricted funds 2021 £	Designated funds 2021 £	Total funds 2021 £
Donations			
Donations from Liverymen and Freemen (including tax recoveries)	-	119,393	119,393
Other donations	24,531	37,800	62,331
Donation from The Worshipful Company of Tallow Chandlers	24,531	186,242	210,773
Total donations	49,062	343,435	392,497
Total 2021	49,062	343,435	392,497

Within designated income is a notional donation in kind of £140,260 (2021 - £136,242) which represents the value of the expenditure borne by The Worshipful Company of Tallow Chandlers in providing support services to the Tallow Chandlers Benevolent Fund No 2.

Tallow Chandlers Benevolent Fund No 2.

Notes to the financial statements for the year ended 5 April 2022

5. Investment income

	Designated funds 2022 £	Total funds 2022 £
Dividends	305,352	305,352
Interest	20,147	20,147
Total 2022	325,499	325,499

	Designated funds 2021 £	Total funds 2021 £
Dividends	293,754	293,754
Interest	17,982	17,982
Total 2021	311,736	311,736

Tallow Chandlers Benevolent Fund No 2.

**Notes to the financial statements
for the year ended 5 April 2022**

6. Expenditure on raising funds

	Designated funds 2022 £	Total funds 2022 £
Investment management costs	48,851	48,851
Support costs - raising funds	18,906	18,906
Total 2022	<u><u>67,757</u></u>	<u><u>67,757</u></u>

	Designated funds 2021 £	Total funds 2021 £
Investment management costs	12,689	12,689
Support costs - raising funds	19,524	19,524
Total 2021	<u><u>32,213</u></u>	<u><u>32,213</u></u>

Analysis of support costs

	Designated funds 2022 £	Total funds 2022 £
Staff costs	13,860	13,860
Office costs	2,794	2,794
Premises costs	2,099	2,099
Professional costs	153	153
Total 2022	<u><u>18,906</u></u>	<u><u>18,906</u></u>

	Designated funds 2021 £	Total funds 2021 £
Staff costs	13,860	13,860
Office costs	2,522	2,522
Premises costs	3,017	3,017
Professional costs	125	125
Total 2021	<u><u>19,524</u></u>	<u><u>19,524</u></u>

Tallow Chandlers Benevolent Fund No 2.

**Notes to the financial statements
for the year ended 5 April 2022**

7. Analysis of grants

	Grants to Institutions 2022 £	Total funds 2022 £
Grant funding	866,377	866,377

	Grants to Institutions 2021 £	Total funds 2021 £
Grant funding	341,893	341,893

Analysis of grants

	Restricted funds 2022 £	Designated funds 2022 £	Total funds 2022 £
Grants paid to institutions in the current year	666,893	365,747	1,032,640
Awards	-	6,593	6,593
Payments to institutions supporting the poor and pensioners connected with the Tallow Trade	-	700	700
Movement in grant creditor	(195,443)	21,887	(173,556)
Total 2022	471,450	394,927	866,377

	Restricted funds 2021 £	Deignated funds 2021 £	Total funds 2021 £
Grants paid to institutions in the current year	-	328,756	328,756
Awards	-	10,093	10,093
Payments to institutions supporting the poor and pensioners connected with the Tallow Trade	-	950	950
Movement in grant creditor	49,062	(46,968)	2,094
Total 2021	49,062	292,831	341,893

All grants are to institutions and are for the same charitable purpose as defined by the objectives and activities in the Trustee's Report.

Tallow Chandlers Benevolent Fund No 2.

Notes to the financial statements for the year ended 5 April 2022

Analysis of grants (continued)

The following institutions received grants of £1,000 or more:

	Grants to Institutions 2022 £	Total funds 2022 £
The Halley Academy	696,893	696,893
Greig City Academy	45,000	45,000
Cubitt Town Junior School	42,326	42,326
Roots4Life	20,000	20,000
Bart's & Royal London School of Medicine	17,500	17,500
Treloar Trust	15,000	15,000
Friends of St Paul's Cathedral	11,496	11,496
It's Your Life	10,800	10,800
Into University	10,000	10,000
London Wildlife Trust	10,000	10,000
Reed's School	10,000	10,000
Manchester University	8,250	8,250
City of London School for Girls	8,000	8,000
Guildhall School Trust	8,000	8,000
City of London School for Boys	7,500	7,500
City of London Volunteer Police Cadets	7,500	7,500
The Poppy Factory	7,000	7,000
Tower Hamlets Opportunity	7,000	7,000
First Aid Nursing Yeomanry	6,000	6,000
Bankside Open Spaces Trust	5,000	5,000
Batemans Trust	5,000	5,000
King Edward's School	5,000	5,000
Lord Mayor's Appeal	5,000	5,000
London Youth Support Trust	5,000	5,000
Pan Livery - No Going Back	5,000	5,000
Kids Space	5,000	5,000
The Right Course	5,000	5,000
Relmagine	5,000	5,000
London's Air Ambulance	4,425	4,425
Clean Break Theatre Company	4,000	4,000
Cherry Trees	3,000	3,000
London Youth Choir	3,000	3,000
TalentEd	3,000	3,000
The Creative Dimension Trust	3,000	3,000
London Symphony Orchestra	2,500	2,500
Southwark Sea Cadets	2,500	2,500
Superbloom	2,500	2,500
Future Frontiers	2,000	2,000

Tallow Chandlers Benevolent Fund No 2.

Notes to the financial statements for the year ended 5 April 2022

Analysis of grants (continued)

ABF The Soldiers Charity	2,000	2,000
XLP The Excel Project	2,000	2,000
Switch	1,550	1,550
Sheriff's and Recorders Fund	1,500	1,500
Homers Company Science Open Doors	1,400	1,400
Grants of less than £1,000 were made totalling	1,000	1,000
Total 2022	1,032,640	1,032,640

8. Analysis of expenditure on charitable activities

Summary by fund type

	Restricted funds 2022 £	Designated funds 2022 £	Total funds 2022 £
Grant funding	471,450	517,088	988,538
Governance costs	-	7,788	7,788
Total 2022	471,450	524,876	996,326
	Restricted funds 2021 £	Designated funds 2021 £	Total funds 2021 £
Grant funding	49,062	410,323	459,385
Governance costs	-	6,780	6,780
Total 2021	49,062	417,103	466,165

Grant funding of £996,326 (2021: £459,385) includes grants paid as per note 7 of £866,377 (2021 - £341,893) and support costs allocated as per note 9 of £122,161 (2021 - £117,492).

Tallow Chandlers Benevolent Fund No 2.

**Notes to the financial statements
for the year ended 5 April 2022**

9. Analysis of expenditure by activities

	Grant funding 2022 £	Support costs 2022 £	Total funds 2022 £
Grant funding	866,377	122,161	988,538
Governance costs	-	7,788	7,788
Total 2022	866,377	129,949	996,326

	Grant funding of activities 2021 £	Support costs 2021 £	Total funds 2021 £
Grant funding	341,893	117,492	459,385
Governance costs	-	6,780	6,780
Total 2021	341,893	124,272	466,165

Analysis of support costs

	Total funds 2022 £	Total funds 2021 £
Staff costs	104,768	104,768
Office costs	2,794	2,523
Premises costs	6,296	9,052
Other costs	7,843	774
Professional costs	460	375
Governance costs	7,788	6,780
Total 2022	129,949	124,272

Allocation of support costs:

Staff costs

Staff costs incurred by The Worshipful Company of Tallow Chandlers have been allocated based on the time spent on each activity. The cost of the charity secretary employed by the Company has been fully allocated to grant funding activities. The remaining costs have been allocated with 75% relating to grant funding activities and 25% relating to time spent raising funds.

Tallow Chandlers Benevolent Fund No 2.

Notes to the financial statements for the year ended 5 April 2022

9. Analysis of expenditure by activities (continued)

Office costs

The office is owned by the Company and used by staff employed in the Company. The office costs incurred are for the purpose of both grant funding activities and raising funds. Costs have therefore been allocated equally to these activities.

Premises costs

Premises costs relate to the maintenance of the Hall and office which are owned by the Company. The Trust only use the Hall for award functions and other charitable occasions whilst the office is used by the Company staff for both the purpose of grant funding activities and raising funds. Premises costs have been allocated with 75% relating to grant funding activities and 25% relating to raising funds.

Other costs

Other costs relate to the award functions that are held in the Hall which is owned by the Company. The award functions relate wholly to grant funding activities and have therefore been attributed in this way.

Professional costs

Professional costs relate to the pension management and payroll costs incurred by the Company for their staff. These have been allocated with 75% relating to grant funding activities and 25% relating to raising funds. This treatment is consistent with the treatment of staff costs.

10. Auditors' remuneration

	2022 £	2021 £
Fees payable to the Charity's auditor for the audit of the Charity's annual accounts	7,128	6,120
Fees payable to the Charity's auditor in respect of: All non-audit services not included above	<u>660</u>	<u>660</u>

11. Trustee's remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2021 - £NIL).

During the year ended 5 April 2022, no Trustee expenses have been incurred (2021 - £NIL).

Tallow Chandlers Benevolent Fund No 2.

Notes to the financial statements for the year ended 5 April 2022

12. Fixed asset investments

	Listed investments £	Cash for re- investment £	Total £
Cost or valuation			
At 6 April 2021	11,050,499	324,473	11,374,972
Additions	1,294,196	-	1,294,196
Disposals	(932,899)	-	(932,899)
Revaluations	967,416	(295,182)	672,234
At 5 April 2022	<u>12,379,212</u>	<u>29,291</u>	<u>12,408,503</u>

Included within the revaluation gains on listed investments are realised (losses)/gains of (£75,676) (2021 - gain of £52,727).

13. Debtors

	2022 £	2021 £
Due within one year		
Other debtors	324,082	213,111
Income tax recoverable (gift aid)	6,584	6,934
	<u>330,666</u>	<u>220,045</u>

Included within other debtors is £56,564 (2021 - £Nil) due from the designated fund to the restricted fund in relation to amounts owed for the Halley Academy appeal.

14. Creditors: Amounts falling due within one year

	2022 £	2021 £
Other creditors	56,564	-
Accruals and deferred income	8,628	7,680
Grant commitments	242,627	444,358
	<u>307,819</u>	<u>452,038</u>

Included within other creditors is £56,564 (2021 - £Nil) due to the restricted fund from the designated fund in relation to amounts owed for the Halley Academy appeal.

Tallow Chandlers Benevolent Fund No 2.

**Notes to the financial statements
for the year ended 5 April 2022**

15. Creditors: Amounts falling due after more than one year

	2022	2021
	£	£
Grant commitments	99,000	70,825

16. Accrued funding commitments

	Under one year 2022 £	Over one year 2022 £	Total funds 2022 £
Grant commitments brought forward	444,358	70,825	515,183
New commitments entered into in year	767,376	99,000	866,376
Grants paid during year	(1,039,933)	-	(1,039,933)
Total 2022	242,626	99,000	341,626

	Under one year 2021 £	Over one year 2021 £	Total funds 2021 £
Grant commitments brought forward	412,593	100,496	513,089
New commitments entered into in year	208,150	133,743	341,893
Grants paid during year	(339,799)	-	(339,799)
Commitments now due within one year	163,414	(163,414)	-
Total 2021	444,358	70,825	515,183

Tallow Chandlers Benevolent Fund No 2.

**Notes to the financial statements
for the year ended 5 April 2022**

17. Statement of funds

Statement of funds - current year

	Balance at 6 April 2021 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2022 £
Unrestricted funds					
Designated funds	11,484,156	615,923	(592,633)	967,416	12,474,862
Restricted funds					
Restricted fund - FOSFA	2,840	-	-	-	2,840
Restricted fund - The Halley Academy	-	414,886	(471,450)	-	(56,564)
	2,840	414,886	(471,450)	-	(53,724)
Total of funds	11,486,996	1,030,809	(1,064,083)	967,416	12,421,138

Statement of funds - prior year

	Balance at 6 April 2020 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2021 £
Unrestricted funds					
Designated funds	8,651,607	655,171	(449,316)	2,626,694	11,484,156
Restricted funds					
Restricted fund - FOSFA	2,840	-	-	-	2,840
Restricted fund - The Halley Academy	-	49,062	(49,062)	-	-
	2,840	49,062	(49,062)	-	2,840
Total of funds	8,654,447	704,233	(498,378)	2,626,694	11,486,996

Tallow Chandlers Benevolent Fund No 2.

Notes to the financial statements for the year ended 5 April 2022

18. Summary of funds

Summary of funds - current year

	Balance at 6 April 2021 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2022 £
Designated funds	11,484,156	615,923	(592,633)	967,416	12,474,862
Restricted funds	2,840	414,886	(471,450)	-	(53,724)
	<u>11,486,996</u>	<u>1,030,809</u>	<u>(1,064,083)</u>	<u>967,416</u>	<u>12,421,138</u>

Summary of funds - prior year

	Balance at 6 April 2020 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2021 £
Designated funds	8,651,607	655,171	(449,316)	2,626,694	11,484,156
Restricted funds	2,840	49,062	(49,062)	-	2,840
	<u>8,654,447</u>	<u>704,233</u>	<u>(498,378)</u>	<u>2,626,694</u>	<u>11,486,996</u>

Fund descriptions

a) Designated funds

The designated fund derives from the charitable receipts, tax recoveries and other support from the Company and from its Members, which are treated as capital to be invested. Any capital or income not required for the immediate charitable purposes of the Trust is reinvested by the Trustee.

b) Restricted funds

- FOSFA - the restricted fund derives from charitable receipts from FOSFA which are to be granted as and when an appropriate candidate for the FOSFA award is nominated.

- The Halley Academy - the restricted fund derives from charitable receipts from donors, including matched funding from The Worshipful Company of Tallow Chandlers, which have been specifically donated in response to the The Halley Academy appeal. The intention of the monies raised from the appeal is to fund the construction and establishment of an engineering and design centre. Income of £147,743 (2021 - £19,625) was received from members of the Company during the year. Gift aid of £29,937 (2021 - £4,906) is recoverable on this income, £750 (2021 - £4,906) of this is included in tax recoveries within debtors at the year end. The remaining income of £237,206 (2021 - £24,351) is the matched funding due from the Company, of which £230,725 (2021 - £Nil) was received in the year and the remaining £137,404 (2021 - £130,922) is included within debtors. During the year £666,893 (2021 - £Nil) was paid to The Halley Academy, and the remaining £66,401 (2021 - £261,844) is included within the grant commitment creditor.

The deficit on the Halley Academy restricted fund has arisen due to amounts paid over to the Halley Academy Appeal exceeding the donation income received from the members of The Worshipful Company of Tallow Chandlers. Donation income had been pledged by members of the Company, however had not been paid over as at 5 April 2022. The Trust has made the additional payments to the Halley Academy Appeal on the basis that the remaining donations pledged will be received from the members, along with the matched funding from the Company. The deficit on the Halley Academy restricted fund is £56,564 (2021 - £Nil). This deficit will reverse in the 2023 financial year end.

Tallow Chandlers Benevolent Fund No 2.

**Notes to the financial statements
for the year ended 5 April 2022**

19. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Restricted funds 2022 £	Designated funds 2022 £	Total funds 2022 £
Fixed asset investments	-	12,408,503	12,408,503
Current assets	193,968	225,486	419,454
Creditors due within one year	(247,692)	(60,127)	(307,819)
Creditors due in more than one year	-	(99,000)	(99,000)
Total	(53,724)	12,474,862	12,421,138

Analysis of net assets between funds - prior year

	Restricted funds 2021 £	Designated funds 2021 £	Total funds 2021 £
Fixed asset investments	-	11,374,972	11,374,972
Current assets	264,684	370,203	634,887
Creditors due within one year	(261,844)	(190,194)	(452,038)
Creditors due in more than one year	-	(70,825)	(70,825)
Total	2,840	11,484,156	11,486,996

20. Reconciliation of net movement in funds to net cash flow from operating activities

	2022 £	2021 £
Net income for the year (as per Statement of Financial Activities)	934,142	2,832,549
Adjustments for:		
Gains on investments	(967,416)	(2,626,735)
Dividends and interest from investments	(325,499)	(311,736)
Increase in debtors	(110,621)	(898)
(Decrease)/increase in creditors	(116,044)	2,814
Net cash used in operating activities	(585,438)	(104,006)

Tallow Chandlers Benevolent Fund No 2.

Notes to the financial statements for the year ended 5 April 2022

21. Analysis of cash and cash equivalents

	2022 £	2021 £
Cash in hand	88,788	414,842
Investment cash	29,291	324,473
Total cash and cash equivalents	118,079	739,315

22. Analysis of changes in net debt

	At 6 April 2021 £	Cash flows £	At 5 April 2022 £
Cash in hand	414,842	(326,054)	88,788
	414,842	(326,054)	88,788

23. Related party transactions

The Worshipful Company of Tallow Chandlers
Trustee

During the year the charity received a notional donation in kind of £140,260 (2021 - £136,242) which represents the value of the expenditure borne by The Worshipful Company of Tallow Chandlers in providing support services to the Tallow Chandlers Benevolent Fund No 2.

Total donation income received by the charity in the year, including the above notional donation, amounted to £377,467 (2021 - £210,773).

At the balance sheet date the amount due to the charity from The Worshipful Company of Tallow Chandlers was £187,404 (2021 - £180,922).