

**Charity number: 246255**

**Tallow Chandlers Benevolent Fund No 2.**

**Audited**

**Trustee's Report and Financial Statements**

**For the Year Ended 5 April 2024**

**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 2024**

**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 2024**

#### **Introduction**

The Trustee presents the Report and the audited Financial Statements for the year ended 5 April 2024. 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 £205,801 (2023 - £164,921) as per Note 4 of the financial statements.

#### **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 Charity wishes to be a responsible investor. Environmental, social and governance (ESG) criteria are a set of standards for an entity's operations that socially conscious investors, such as the charity, consider when reviewing their investments. Environmental criteria consider how a company performs as a steward of nature. Social criteria examine how it manages relationships with employees, suppliers, customers, and the communities where it operates. Governance deals with a company's leadership, executive pay, audits, internal controls, and shareholder rights.

The Charity's investment managers are instructed to take account of ESG issues in their investment analysis and decision-making processes and engage with the Charity management when appropriate.

The manager has categorised the Charity's responsible investment preference as 'Aware' which means that the aim is to optimise the Charity's stipulated returns for the given level of risk, believing that to achieve this, being aware of environmental, social and governance factors are important inputs. Each year they have to provide a detailed Responsible Investment report to the Charity, covering activity and engagement specific to the Charity's 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.

## **Tallow Chandlers Benevolent Fund No 2.**

### **Trustee's Report (continued) For the Year Ended 5 April 2024**

#### **Objectives and activities for the public benefit (continued)**

The Trustee regularly reviews the impact of the support given by ongoing engagement with the relevant charities and charitable organisations. Through 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.

Grants and awards disbursed during the year, before any movements in grant commitments in the year, totalled to £452,567. Please refer to Note 7 of the financial statements.

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.

#### **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, The 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 donations are intended to enhance and add value and do not contribute to core costs or delivery of the standard curricula.

In September 2022, the Company embarked on a new strand of its strategy – regionalisation. Three volunteer regional coordinators, one for each of the Company's flagship schools, started the process of identifying individual charities, educational establishments and youth organisations in the schools' regional areas which would add value to the school 'outside the school gates' and enhance the Company's support to that school.

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 ten years, our annual core donation has increased from £15,000 to £60,000, 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. During that time, 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.

The STEM Centre, in which the Trustee has previously invested, has continued to be used to facilitate the Academy's programme of extra-curricular STEM activities, such as the robotics league which supports junior schools in the local area and beyond, including Cubitt Town Primary School. This year, the Trustee agreed to an extra donation of £10,000, to mark the 10-year anniversary of its support to GCA. Some of this extra donation was used to pay travel costs for students attending the VEX Robotics World Championships 2024 in Dallas, USA.

The Trustee also agreed to fund £2,530 to support a two-year Arkwright Engineering Scholarship through The Smallpeice Trust. The scholar is a student of Greig City Academy.

The annual donation of £2,000 over three years, agreed in 2021, continues to Future Frontiers, a charity supporting young people aged 16 – 18 from disadvantaged backgrounds to fulfil their potential at school and when moving to education, employment or training. Connections were made between the charity and GCA staff responsible for careers and work experience at the Academy.

A one-off donation of £6,000 was approved in November 2023 to Voyage, a social justice charity tackling racial imbalance in London with a focus on young black people. The charity is working with 20 Year 9 and 10 pupils at Greig City Academy: those at risk of exclusion, those displaying antisocial and challenging behaviour, those at risk of underperforming at GCSE and those at risk of participating in gang-related activity.

Two Tallow Chandler members sit on the Board as Governors.

## **Tallow Chandlers Benevolent Fund No 2.**

### **Trustee's Report (continued) For the Year Ended 5 April 2024**

#### **Achievements and performance (continued)**

Support to The Halley Academy (then Corelli College) began in 2016, with the award of their first donation of £20,000. Over the last eight years, our annual donation has increased to £60,000. 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. A Company member continues in the role of Director at the Leigh Academies Trust, and two Company members sit on the Board as Governors. Members of the Company participate in a range of mentoring and careers events.

As part of the regionalisation strategy, in 2022, 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 Halley Academy, and has outreach to families, schools and community groups in its area, and therefore falls within the regionalisation strategy. In 2023, a further three years of funding to Roots4Life was agreed at £20,000 per annum.

Platform Cricket, which focuses on children in inner London by delivering coaching programmes and community cricket clubs in areas where there is high child poverty and little or no cricket provision, continues to be supported with a three-year funding cycle of £2,000 per annum.

This year, The Halley Academy students reached the finals of the CERES Reimagine Science Animation Competition, which receives a three-year donation of £5,000, agreed in March 2023.

As reported previously, the Trustee funded an appeal 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 aimed at the members of the Tallow Chandlers' Company with the Trustee agreeing to match the sum raised. The Centre was officially opened on 6 July 2022 and continues to attract students wishing to study STEM subjects at GCSE and A level.

Cubitt Town Primary School was awarded a three-year grant by the Company in 2016. Over the last eight years, our annual donation has increased from £15,000 to £60,000.

Links with Greig City Academy continue, with the Academy's robotics department sharing advice and expertise with the school, and pupils participating in the Academy's robotics league. Pupils also participate in the Launch Car Challenge, an annual STEM programme hosted by Reed's School, which the Trustee supports with a £2,000 per annum donation over three years. Cubitt Town Primary pupils also visit the Hall to take part in an annual Dragons' Den Science Competition.

The Royal Academy of Culinary Arts' food and nutrition programme, Adopt a School, at Cubitt Town Primary School has been supported this year with a donation of £825, and the donation of £4,000 per annum to the London Symphony Orchestra's Music in the Classroom programme continues, with non-music specialist teachers from the school attending the programme to learn how to teach music in school. Open City was given a one-off donation of £3,000 to run its Architecture in Schools STEM and Design programme at Cubitt Town Primary School and one other primary school in Tower Hamlets.

The AHOY Centre, offering pupils from inner London opportunities to engage in on the water activities and courses, is receiving a three year donation of £5,000, agreed in September 2023, with links to Cubitt Town Primary School and a 'taster day' for pupils being explored.

In March 2023, the Trustee agreed to support the Tower Hamlets Opportunity Group which is located in the footprint area of Cubitt Town Primary and is the only playgroup in the borough that supports under 5s with a disability or additional need, for three years with a donation of £5,000 per annum and links were being explored between the charity and Cubitt Town Primary School. However, the charity is closing from July 2024 and so no further donations will be given.

In June 2023, the Trustee approved a donation of £15,000 for The Children's Literacy Charity to run its Literacy Lab programme in academic year 2023-24. The programme aims to close the literacy gap for pupils in Key Stage One, most of whom have special educational needs, receive free school lunches, have complex home situations which prevent them from flourishing and are from non-English speaking backgrounds.

## **Tallow Chandlers Benevolent Fund No 2.**

### **Trustee's Report (continued) For the Year Ended 5 April 2024**

#### **Achievements and performance (continued)**

City of London institutions, our associated trades and affiliated military organisations 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, City of London School for Girls, City & Guilds and City of London Volunteer Police Cadets. We funded bursaries at Barts and the London School of Medicine and Dentistry, Guildhall School of Music and Drama, and St Paul's Chorister Trust.

The Trustee approved 61 grants to a total of 60 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 £196,837 of grant commitments (excluding the Halley Appeal) provided for last year were paid, together with £255,730 of grant commitments entered into this year. A further £569,900 of grant commitments were provided for this year. The overall result is an increase in the provision of £373,063 before the Halley Appeal.

Although not supported by separately identified endowments, several small and ancient charities were paid £1,450 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 given 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 2024, there was net expenditure before recognised gains and losses of £340,410 (2023 - net income before recognised gains and losses of £294,663) and a net increase in total funds of £618,730 (2023 - net decrease in total funds of £1,016,976).

The value of the fixed asset investments held by the Trust decreased from £11,322,966 at 5 April 2023 to £10,902,839 at the year end. This decrease in value comprised acquisitions during the year of £4,411,895 less disposals of £5,408,831. The balance of £576,809 results from an increase in market value of investments of £959,140, together with a decrease in cash balances of £382,331 from £581,329 at the start of the year to £198,998 at the end. In November 2023 the Charity purchased an investment property for £1,403,569. This will provide a regular rental income and diversify the investment portfolio to mitigate risk.

Total incoming resources were £756,848 (2023 - £913,320). 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 £12,031,439 (2023 - £11,422,084).

## Tallow Chandlers Benevolent Fund No 2.

### Trustee's Report (continued) For the Year Ended 5 April 2024

#### Reserves policy (continued)

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 £8,547 (2023 - £17,922).

The deficit on the restricted funds arose 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 it had not been paid over as at 5 April 2024. In the prior year, the Trust made the additional payments to the Halley Academy Appeal on the basis that the remaining donations pledged would be received from the members, along with the matched funding from the Company. There were no grants paid to the Halley Academy Appeal in the year ended 5 April 2024, and the deficit on the Halley Academy restricted fund has reduced from £20,762 at 5 April 2023 to £11,387 at the year end.

#### 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.


#### 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 J Hill, Master  
On behalf of The Worshipful Company of Tallow Chandlers  
Trustee

Date: 2<sup>nd</sup> July 2024

## **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 2024 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).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

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 2024 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.

## **Tallow Chandlers Benevolent Fund No 2.**

### **Independent Auditors' Report to the Members of Tallow Chandlers Benevolent Fund No 2. (continued)**

#### **Other information**

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees 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.

#### **Matters on which we are required to report by exception**

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:

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of trustees**

As explained more fully in the Trustees' responsibilities statement, the Trustees are responsible for the preparation of the financial statements which 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.

## **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**

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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*

Based on our understanding of the charity and industry, and through discussion with the trustees and other management (as required by auditing standards), we identified that the principal risks of non-compliance with laws and regulations related to Charity Law. 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 Statement of Recommended Practice. 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 revenue or reduce expenditure, management bias in accounting estimates and judgemental areas of the financial statements 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
- Reading minutes of meetings of those charged with governance; and
- Performing analytical procedures with automated data analytics tools to identify any unusual or unexpected relationships, including related party transactions, that may indicate risks of material misstatement due to fraud; and
- Review of significant and unusual transactions and evaluation of the underlying financial rationale supporting the transactions.

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.

## 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 judgement 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: 4 July 2024

Kreston Reeves LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

## Tallow Chandlers Benevolent Fund No 2.

### Statement of financial activities For the Year Ended 5 April 2024

	Note	Restricted funds 2024 £	Designated funds 2024 £	Total funds 2024 £	Total funds 2023 £
<b>Income from:</b>					
Donations and legacies	4	9,375	389,750	399,125	555,849
Investments	5	-	357,723	357,723	357,471
<b>Total income</b>		<b>9,375</b>	<b>747,473</b>	<b>756,848</b>	<b>913,320</b>
<b>Expenditure on:</b>					
Raising funds	6	-	89,520	89,520	70,135
Charitable activities	8	-	1,007,738	1,007,738	548,522
<b>Total expenditure</b>		<b>-</b>	<b>1,097,258</b>	<b>1,097,258</b>	<b>618,657</b>
<b>Net (expenditure)/ income before net gains/(losses) on investments</b>		<b>9,375</b>	<b>(349,785)</b>	<b>(340,410)</b>	<b>294,663</b>
Net gains/(losses) on investments		-	959,140	959,140	(1,311,639)
<b>Net movement in funds</b>		<b>9,375</b>	<b>609,355</b>	<b>618,730</b>	<b>(1,016,976)</b>
<b>Reconciliation of funds:</b>					
Total funds brought forward		(17,922)	11,422,084	11,404,162	12,421,138
Net movement in funds		9,375	609,355	618,730	(1,016,976)
<b>Total funds carried forward</b>		<b>(8,547)</b>	<b>12,031,439</b>	<b>12,022,892</b>	<b>11,404,162</b>

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 14 to 33 form part of these financial statements.

## Tallow Chandlers Benevolent Fund No 2.

### Balance Sheet As at 5 April 2024

	Note	2024 £	2023 £
<b>Fixed assets</b>			
Investments	13	10,902,839	11,322,966
Investment property	12	1,403,569	-
		<u>12,306,408</u>	<u>11,322,966</u>
<b>Current assets</b>			
Debtors	14	47,584	179,735
Cash at bank and in hand		388,490	248,824
		<u>436,074</u>	<u>428,559</u>
Creditors: amounts falling due within one year	15	(442,140)	(232,026)
		<u>(6,066)</u>	<u>196,533</u>
<b>Net current liabilities / assets</b>			
		<u>12,300,342</u>	<u>11,519,499</u>
<b>Total assets less current liabilities</b>			
Creditors: amounts falling due after more than one year	16	(277,450)	(115,337)
		<u>12,022,892</u>	<u>11,404,162</u>
<b>Net assets</b>			
		<u>12,022,892</u>	<u>11,404,162</u>
<b>Total net assets</b>		<u><u>12,022,892</u></u>	<u><u>11,404,162</u></u>
<b>Charity funds</b>			
Restricted funds	18	(8,547)	(17,922)
Unrestricted funds	18	12,031,439	11,422,084
		<u>12,022,892</u>	<u>11,404,162</u>
<b>Total funds</b>		<u><u>12,022,892</u></u>	<u><u>11,404,162</u></u>

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



.....  
Mr J Hill, Master

On behalf of The Worshipful Company of Tallow Chandlers

Date: 2<sup>nd</sup> July 2024

The notes on pages 14 to 33 form part of these financial statements.

**Tallow Chandlers Benevolent Fund No 2.**

**Statement of Cash Flows  
For the Year Ended 5 April 2024**

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
<b>Cash flows from operating activities</b>		
Net cash used in operating activities	<b>(190,211)</b>	28,667
<b>Cash flows from investing activities</b>		
Dividends, interests and rents from investments	<b>354,179</b>	357,471
Proceeds from sale of investments	<b>5,408,831</b>	1,304,168
Purchase of investments	<b>(4,411,895)</b>	(978,232)
Purchase of investment property	<b>(1,403,569)</b>	-
<b>Net cash (used in)/provided by investing activities</b>	<b>(52,454)</b>	<b>683,407</b>
<b>Change in cash and cash equivalents in the year</b>	<b>(242,665)</b>	<b>712,074</b>
Cash and cash equivalents at the beginning of the year	<b>830,153</b>	118,079
<b>Cash and cash equivalents at the end of the year</b>	<b>587,488</b>	830,153

The notes on pages 14 to 33 form part of these financial statements

## **Tallow Chandlers Benevolent Fund No 2.**

### **Notes to the Financial Statements For the Year Ended 5 April 2024**

#### **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.

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 2024**

#### **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 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 is recognised at the time of the donation.

Investment income includes rent receivable which is recognised based on the rental period that the rent accrues over, interest from listed investments which is recognised based on the period the interest accrues over, and dividend income which is recognised based on the date the dividend is declared.

Income from rent receivable is recognised net of VAT.

## **Tallow Chandlers Benevolent Fund No 2.**

### **Notes to the Financial Statements For the Year Ended 5 April 2024**

#### **2. Accounting policies (continued)**

##### **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.

Expenditure relating directly to investment property costs are recognised net of VAT.

##### **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 Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the reporting date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Statement of Financial Activities.

## **Tallow Chandlers Benevolent Fund No 2.**

### **Notes to the Financial Statements For the Year Ended 5 April 2024**

#### **2. Accounting policies (continued)**

##### **2.7 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.

Investment properties are measured at fair value at each reporting date.

At each reporting date the property is valued externally. Revaluation losses caused only by the change in market value shall be recognised in the Statement of Financial Activities until the carrying amount of the asset reaches its historical cost. If the value of the property falls below historical cost an impairment loss is recognised immediately in the Statement of Financial Activities. Revaluation gains shall be recognised in the Statement of Financial Activities.

##### **2.8 Debtors**

Trade and other debtors are recognised at the settlement amount.

##### **2.9 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.

##### **2.10 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.

##### **2.11 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.

##### **2.12 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 2024**

#### **3. Critical accounting estimates and areas of judgement**

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.

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". Grant commitments are recognised at the point the decision has been sufficiently communicated to the recipient, creating a valid expectation on the recipient's part that the grant will be received. The decision is communicated to the recipient upon approval of the Education and Charity Committee meeting minutes by the court.

Critical areas of judgement:

The most significant judgement is the valuation of the investment properties which are sensitive to fluctuations in the property market, as set out in note 12 of the financial statements.

## Tallow Chandlers Benevolent Fund No 2.

### Notes to the Financial Statements For the Year Ended 5 April 2024

#### 4. Income from donations and legacies

	Restricted funds 2024 £	Designated funds 2024 £	Total funds 2024 £
Donations from Liverymen and Freemen (including tax recoveries)	-	113,909	<b>113,909</b>
Other donations	9,375	50,040	<b>59,415</b>
Donation from The Worshipful Company of Tallow Chandlers	-	205,801	<b>205,801</b>
Legacies	-	20,000	<b>20,000</b>
<b>Total 2024</b>	<b>9,375</b>	<b>389,750</b>	<b>399,125</b>
	Restricted funds 2023 £	Designated funds 2023 £	Total funds 2023 £
<b>Donations</b>			
Donations from Liverymen and Freemen (including tax recoveries)	-	111,723	111,723
Other donations	35,802	293,403	329,205
Donation from The Worshipful Company of Tallow Chandlers	-	114,921	114,921
<b>Total donations</b>	<b>35,802</b>	<b>520,047</b>	<b>555,849</b>
<b>Total 2023</b>	<b>35,802</b>	<b>520,047</b>	<b>555,849</b>

Within designated income is a notional donation in kind of £205,801 (2023 - £164,921) 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. The prior year notional donation is offset by the cancellation of a £50,000 donation which was previously recognised as a debtor within the financial statements. This resulted in an overall donation of £114,921 from The Worshipful Company of Tallow Chandlers in the prior year.

**Tallow Chandlers Benevolent Fund No 2.**

**Notes to the Financial Statements  
For the Year Ended 5 April 2024**

**5. Investment income**

	<b>Designated funds 2024 £</b>	<b>Total funds 2024 £</b>
Rental income	38,457	<b>38,457</b>
Dividends	270,919	<b>270,919</b>
Interest	48,347	<b>48,347</b>
<b>Total 2024</b>	<u>357,723</u>	<u><b>357,723</b></u>
	<b>Designated funds 2023 £</b>	<b>Total funds 2023 £</b>
Dividends	322,963	322,963
Interest	34,508	34,508
<b>Total 2023</b>	<u>357,471</u>	<u>357,471</u>

**Tallow Chandlers Benevolent Fund No 2.**

**Notes to the Financial Statements  
For the Year Ended 5 April 2024**

**6. Expenditure on raising funds**

	<b>Designated funds 2024 £</b>	<b>Total funds 2024 £</b>
Investment management costs	46,642	<b>46,642</b>
Investment property insurance	5,597	<b>5,597</b>
Support costs - raising funds	33,737	<b>33,737</b>
Exchange losses on quoted investments	3,544	<b>3,544</b>
<b>Total 2024</b>	<u>89,520</u>	<u><b>89,520</b></u>

	Designated funds 2023 £	Total funds 2023 £
Investment management costs	48,170	48,170
Support costs - raising funds	21,965	21,965
<b>Total 2023</b>	<u>70,135</u>	<u>70,135</u>

**Analysis of support costs**

	<b>Designated funds 2024 £</b>	<b>Total funds 2024 £</b>
Staff costs	27,321	<b>27,321</b>
Office costs	3,959	<b>3,959</b>
Premises costs	2,315	<b>2,315</b>
Professional costs	142	<b>142</b>
<b>Total 2024</b>	<u>33,737</u>	<u><b>33,737</b></u>

	Designated funds 2023 £	Total funds 2023 £
Staff costs	15,531	15,531
Office costs	3,217	3,217
Premises costs	3,057	3,057
Professional costs	160	160
<b>Total 2023</b>	<u>21,965</u>	<u>21,965</u>

**Tallow Chandlers Benevolent Fund No 2.**

**Notes to the Financial Statements  
For the Year Ended 5 April 2024**

**7. Analysis of grants**

	<b>Grants to Institutions 2024 £</b>	<b>Total funds 2024 £</b>
Grant funding	825,630	<b>825,630</b>

	<b>Grants to Institutions 2023 £</b>	<b>Total funds 2023 £</b>
Grant funding	393,967	393,967

**Analysis of grants**

	<b>Designated funds 2024 £</b>	<b>Total funds 2024 £</b>
Grants paid to institutions in the current year	439,887	<b>439,887</b>
Awards	11,230	<b>11,230</b>
Payments to institutions supporting the poor and pensioners connected with the Tallow Trade	1,450	<b>1,450</b>
Movement in grant creditor	373,063	<b>373,063</b>
<b>Total 2024</b>	<b>825,630</b>	<b>825,630</b>

	<b>Restricted funds 2023 £</b>	<b>Designated funds 2023 £</b>	<b>Total funds 2023 £</b>
Grants paid to institutions in the current year	62,974	350,426	413,400
Awards	-	5,893	5,893
Payments to institutions supporting the poor and pensioners connected with the Tallow Trade	-	700	700
Movement in grant creditor	(62,974)	36,948	(26,026)
<b>Total 2023</b>	<b>-</b>	<b>393,967</b>	<b>393,967</b>

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 2024

#### Analysis of grants (continued)

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

	<b>Grants to Institutions 2024 £</b>	<b>Total funds 2024 £</b>
Greig City Academy	70,000	70,000
The Halley Academy	60,000	60,000
Cubitt Town Junior School	60,000	60,000
Roots4Life	20,000	20,000
Bart's & Royal London School of Medicine	17,500	17,500
School of Oriental and African Studies (SOAS)	15,000	15,000
Childrens Literacy	15,000	15,000
St Paul's Cathedral Chorister Trust and Friends of St Paul's	11,837	11,837
It's Your Life	10,800	10,800
Into University	10,000	10,000
Guildhall School Trust	10,000	10,000
City & Guilds	10,000	10,000
Reeds School	8,000	8,000
City of London Volunteer Police Cadets	7,500	7,500
The Poppy Factory	7,000	7,000
Manchester University	6,600	6,600
First Aid Nursing Yeomanry (FANY)	6,000	6,000
King Edward's School	6,000	6,000
Voyage	6,000	6,000
Lord Mayor's Appeal	5,000	5,000
Reimagine	5,000	5,000
London Youth Choir	5,000	5,000
TalentEd	5,000	5,000
Batemans Trust	5,000	5,000
FOSFA	5,000	5,000
Ahoy Centre	5,000	5,000
Tower Hamlets Oppurtunity Group	5,000	5,000
Horatio's Garden	4,475	4,475
Clean Break Theatre Company	4,000	4,000
London Symphony Orchestra	4,000	4,000
Switch	4,000	4,000
Open City Architect	3,000	3,000
The Creative Dimension Trust	3,000	3,000
Believe UK	3,000	3,000
Lambourne End	2,500	2,500
Music Illuminated	2,000	2,000
Future Frontiers	2,000	2,000
Sheriff's and Recorder's Fund	2,000	2,000

## Tallow Chandlers Benevolent Fund No 2.

### Notes to the Financial Statements For the Year Ended 5 April 2024

#### Analysis of grants (continued)

Platform Cricket TH Youth Support	2,000	<b>2,000</b>
London Air Ambulance	1,700	<b>1,700</b>
Homers Company Science Open Doors	1,400	<b>1,400</b>
Manchester Cadets	1,000	<b>1,000</b>
Jubilant Trust	1,000	<b>1,000</b>
Grants of less than £1,000 were made totalling	1,575	<b>1,575</b>
<b>Total 2024</b>	<u>439,887</u>	<u><b>439,887</b></u>

## 8. Analysis of expenditure on charitable activities

### Summary by fund type

	<b>Designated funds 2024 £</b>	<b>Total 2024 £</b>
Grant funding	998,738	<b>998,738</b>
Support costs	9,000	<b>9,000</b>
	<u>1,007,738</u>	<u><b>1,007,738</b></u>
	<b>Designated funds 2023 £</b>	<b>Total 2023 £</b>
Grant funding	537,582	537,582
Support costs	10,940	10,940
	<u>548,522</u>	<u>548,522</u>

Grant funding of £1,007,738 (2023 - £548,522) includes grants paid as per note 7 of £825,630 (2023 - £393,967) and support costs allocated as per note 9 of £173,108 (2023 - £143,615).

## Tallow Chandlers Benevolent Fund No 2.

### Notes to the Financial Statements For the Year Ended 5 April 2024

#### 9. Analysis of expenditure by activities

	<b>Grant funding 2024 £</b>	<b>Support costs 2024 £</b>	<b>Total funds 2024 £</b>
Grant funding	825,630	173,108	<b>998,738</b>
Governance costs	-	9,000	<b>9,000</b>
<b>Total 2024</b>	<b>825,630</b>	<b>182,108</b>	<b>1,007,738</b>
	<b>Grant funding of activities 2023 £</b>	<b>Support costs 2023 £</b>	<b>Total funds 2023 £</b>
Grant funding	393,967	143,615	537,582
Governance costs	-	10,940	10,940
<b>Total 2023</b>	<b>393,967</b>	<b>154,555</b>	<b>548,522</b>

#### Analysis of support costs

	<b>Total funds 2024 £</b>	<b>Total funds 2023 £</b>
Staff costs	<b>149,734</b>	115,430
Office costs	<b>3,959</b>	3,217
Premises costs	<b>6,945</b>	9,171
Other costs	<b>12,044</b>	15,316
Professional costs	<b>426</b>	481
Governance costs	<b>9,000</b>	10,940
<b>Total 2024</b>	<b>182,108</b>	<b>154,555</b>

#### 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 2024

#### 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

	2024 £	2023 £
Fees payable to the Charity's auditor for the audit of the Charity's annual accounts	7,800	10,280
Fees payable to the Charity's auditor in respect of: All non-audit services not included above	<u>1,200</u>	<u>660</u>

#### 11. Trustee's remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2023 - £NIL).

During the year ended 5 April 2024, no Trustee expenses have been incurred (2023 - £NIL).

## Tallow Chandlers Benevolent Fund No 2.

### Notes to the Financial Statements For the Year Ended 5 April 2024

#### 12. Investment property

	Long term leasehold investment property £
<b>Valuation</b>	
Additions	1,403,569
At 5 April 2024	<u>1,403,569</u>

The property Unit 1, Zone A, Chelmsford Road Industrial Estate, Dunmow was purchased on 2 November 2023 for £1,403,569, with the purchase price considered to be the market value of the property at the year end.

#### 13. Fixed asset investments

	Listed investments £	Cash for re- investment £	Total £
<b>Cost or valuation</b>			
At 6 April 2023	10,741,637	581,329	11,322,966
Additions	4,411,895	-	4,411,895
Disposals	(5,408,831)	(382,331)	(5,791,162)
Revaluations	959,140	-	959,140
At 5 April 2024	<u>10,703,841</u>	<u>198,998</u>	<u>10,902,839</u>

Included within the revaluation gains on listed investments are realised gains of £187,971 (2023 - realised losses of £315,305).

#### 14. Debtors

	2024 £	2023 £
<b>Due within one year</b>		
Other debtors	40,818	170,734
Income tax recoverable (gift aid)	6,766	9,001
	<u>47,584</u>	<u>179,735</u>

Included within other debtors is £11,387 (2023 - £20,762) due from the designated fund to the restricted 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 2024**

**15. Creditors: Amounts falling due within one year**

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
Trade creditors	<b>81</b>	-
Other taxation and social security	<b>2,138</b>	-
Other creditors	<b>11,387</b>	20,762
Accruals and deferred income	<b>17,320</b>	11,000
Grant commitments	<b>411,214</b>	200,264
	<b>442,140</b>	232,026

Included within other creditors is £11,387 (2023 - £20,762) due to the restricted fund from the designated fund in relation to amounts owed for the Halley Academy appeal.

**16. Creditors: Amounts falling due after more than one year**

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
Grant commitments	<b>277,450</b>	115,337

**Tallow Chandlers Benevolent Fund No 2.**

**Notes to the Financial Statements  
For the Year Ended 5 April 2024**

**17. Accrued funding commitments**

	<b>Under one year 2024 £</b>	<b>Over one year 2024 £</b>	<b>Total funds 2024 £</b>
Grant commitments brought forward	200,264	115,337	<b>315,601</b>
New commitments entered into in year	586,680	238,950	<b>825,630</b>
Grants paid during year	(452,567)	-	<b>(452,567)</b>
Commitments now due within one year	76,837	(76,837)	-
<b>Total 2024</b>	<u>411,214</u>	<u>277,450</u>	<u><b>688,664</b></u>
	<b>Under one year 2023 £</b>	<b>Over one year 2023 £</b>	<b>Total funds 2023 £</b>
Grant commitments brought forward	242,626	99,000	341,626
New commitments entered into in year	278,631	115,337	393,968
Grants paid during year	(419,993)	-	(419,993)
Commitments now due within one year	99,000	(99,000)	-
<b>Total 2023</b>	<u>200,264</u>	<u>115,337</u>	<u>315,601</u>

**Tallow Chandlers Benevolent Fund No 2.**

**Notes to the Financial Statements  
For the Year Ended 5 April 2024**

**18. Statement of funds**

**Statement of funds - current year**

	Balance at 6 April 2023 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2024 £
<b>Unrestricted funds</b>					
Designated funds	11,422,084	747,473	(1,097,258)	959,140	12,031,439
<b>Restricted funds</b>					
Restricted fund - FOSFA	2,840	-	-	-	2,840
Restricted fund - The Halley Academy	(20,762)	9,375	-	-	(11,387)
	(17,922)	9,375	-	-	(8,547)
<b>Total of funds</b>	<b>11,404,162</b>	<b>756,848</b>	<b>(1,097,258)</b>	<b>959,140</b>	<b>12,022,892</b>

**Statement of funds - prior year**

	Balance at 6 April 2022 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2023 £
<b>Unrestricted funds</b>					
Designated funds	12,474,862	877,518	(618,657)	(1,311,639)	11,422,084
<b>Restricted funds</b>					
Restricted fund - FOSFA	2,840	-	-	-	2,840
Restricted fund - The Halley Academy	(56,564)	35,802	-	-	(20,762)
	(53,724)	35,802	-	-	(17,922)
<b>Total of funds</b>	<b>12,421,138</b>	<b>913,320</b>	<b>(618,657)</b>	<b>(1,311,639)</b>	<b>11,404,162</b>

## Tallow Chandlers Benevolent Fund No 2.

### Notes to the Financial Statements For the Year Ended 5 April 2024

#### 19. Summary of funds

##### Summary of funds - current year

	Balance at 6 April 2023 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2024 £
Designated funds	11,422,084	747,473	(1,097,258)	959,140	12,031,439
Restricted funds	(17,922)	9,375	-	-	(8,547)
	<u>11,404,162</u>	<u>756,848</u>	<u>(1,097,258)</u>	<u>959,140</u>	<u>12,022,892</u>

##### Summary of funds - prior year

	Balance at 6 April 2022 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 5 April 2023 £
Designated funds	12,474,862	877,518	(618,657)	(1,311,639)	11,422,084
Restricted funds	(53,724)	35,802	-	-	(17,922)
	<u>12,421,138</u>	<u>913,320</u>	<u>(618,657)</u>	<u>(1,311,639)</u>	<u>11,404,162</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 £7,500 (2023 - £29,924) was received from members of the Company during the year. Gift aid of £1,875 (2023 - £5,878) is recoverable on this income, £1,185 (2023 - £690) of this is included in tax recoveries within debtors at the year end. During the year £122,404 (2023 - £15,000) was received from the Company in relation to the matched funding debt, with matched funding amounts now fully received and a balance of Nil (2023 - £122,404) included within debtors. During the year £Nil (2023 - £62,974) was paid to The Halley Academy, and the remaining £3,427 (2023 - £3,427) 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 2024. 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 £11,367 (2023 - £20,762). The deficit is expected to reverse in the 2025 financial year end.

**Tallow Chandlers Benevolent Fund No 2.**

**Notes to the Financial Statements  
For the Year Ended 5 April 2024**

**20. Analysis of net assets between funds**

**Analysis of net assets between funds - current period**

	<b>Restricted funds 2024 £</b>	<b>Designated funds 2024 £</b>	<b>Total funds 2024 £</b>
Fixed asset investments	-	10,902,839	<b>10,902,839</b>
Investment property	-	1,403,569	<b>1,403,569</b>
Current assets	4,025	432,049	<b>436,074</b>
Creditors due within one year	(12,572)	(429,568)	<b>(442,140)</b>
Creditors due in more than one year	-	(277,450)	<b>(277,450)</b>
<b>Total</b>	<b>(8,547)</b>	<b>12,031,439</b>	<b>12,022,892</b>

**Analysis of net assets between funds - prior period**

	<b>Restricted funds 2023 £</b>	<b>Designated funds 2023 £</b>	<b>Total funds 2023 £</b>
Fixed asset investments	-	11,322,966	11,322,966
Current assets	125,934	302,625	428,559
Creditors due within one year	(143,856)	(88,170)	(232,026)
Creditors due in more than one year	-	(115,337)	(115,337)
<b>Total</b>	<b>(17,922)</b>	<b>11,422,084</b>	<b>11,404,162</b>

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

	<b>2024 £</b>	<b>2023 £</b>
Net income/expenditure for the period (as per Statement of Financial Activities)	<b>618,730</b>	(1,016,976)
<b>Adjustments for:</b>		
(Gains)/losses on investments	<b>(959,140)</b>	1,311,639
Dividends and interest from investments	<b>(354,179)</b>	(357,471)
Decrease in debtors	<b>132,151</b>	150,931
Increase/(decrease) in creditors	<b>372,227</b>	(59,456)
<b>Net cash provided by/(used in) operating activities</b>	<b>(190,211)</b>	28,667

## Tallow Chandlers Benevolent Fund No 2.

### Notes to the Financial Statements For the Year Ended 5 April 2024

#### 22. Analysis of cash and cash equivalents

	2024 £	2023 £
Cash in hand	388,490	248,824
Investment cash	198,998	581,329
<b>Total cash and cash equivalents</b>	<b>587,488</b>	<b>830,153</b>

#### 23. Analysis of changes in net debt

	At 6 April 2023 £	Cash flows £	At 5 April 2024 £
Cash in hand	248,824	139,666	388,490
	<b>248,824</b>	<b>139,666</b>	<b>388,490</b>

#### 24. Related party transactions

The Worshipful Company of Tallow Chandlers  
Trustee

During the year the charity received a notional donation in kind of £205,801 (2023 - £164,921) 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.

During the prior year a donation of £50,000, which had been recognised as a debtor in the 2022 financial statements, was cancelled by the The Worshipful Company of Tallow Chandlers.

Total donation income received by the charity in the year, including the above notional donation, amounted to £205,801 (2023 - £114,921).

At the balance sheet date the amount due to the charity from The Worshipful Company of Tallow Chandlers was £Nil (2023 - £122,404).