

REGISTERED COMPANY NUMBER: 01672106 (England and Wales)
REGISTERED CHARITY NUMBER: 295154

**REPORT OF THE TRUSTEES AND
AUDITED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025
FOR
THE KELMARSH TRUST**

Mark J Rees LLP Chartered Accountants
and Statutory Auditor
Granville Hall
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LE1 7RU

THE KELMARSH TRUST

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THE KELMARSH TRUST

REPORT OF THE TRUSTEES AND DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

The Trustees present their report and the financial statements of The Kelmarsh Trust (the “Trust”) and its subsidiary, Kelmarsh (Events) Limited (“Kelmarsh Events”), for the year ended 31 March 2025. The Trustees have adopted the provisions of 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).

OVERVIEW

2024-2025 has been a year of change for the Trust but one which has proved to be a positive and successful one. Following the retirement of Lesley Denton as the General Manager, after over 15 years of working to rescue the estate from the parlous state into which it had fallen and heading up the Trust’s management team. Her successor, Rachel Halley was appointed as the Estate Director, taking up position in December 2024. Rachel brought with her 7 years of estate management experience following 13 years with Shell in various roles, culminating in creating and implementing Shell’s real estate strategy in the Middle East and then a one year career break to obtain an MBA from Cranfield University.

In addition to Rachel’s arrival, our gardening team has seen significant change with our existing Head Gardener moving on and one of the other two full time members of the gardening team going on maternity leave. We were very lucky to have Oliver Forrest join us as Head Gardener from a Cambridgeshire estate, bringing with him 20 plus years of experience, including as head gardener, and to find an excellent junior gardener as maternity cover. Together with the other two members of the gardening team and the outstanding band of garden volunteers, the gardens have not only been maintained but have been improved and have provided an outstanding backdrop to many of our weddings.

The Trust continued to see an increase in visitor numbers, weddings, and events at Kelmarsh, which resulted in both the Trust’s direct income and that generated by Kelmarsh Events exceeding their respective budgets. Nonetheless, the Trust’s expenditure also exceeded budget, which resulted in greater than budgeted consolidated deficit.

The Trust succeeded in increasing its educational activities including holding several lecture series and garden related floral workshops. Work both to maintain and improve the Hall was carried out during the year, while across the residential properties, works continued with various new doors installed and roof repairs being undertaken and work to rebuild and conserve a section of the main Estate wall to the second entrance of the Estate was sympathetically carried out.

OBJECTIVES AND ACTIVITIES

As set out in the Trust’s Articles of Association: *The general Object of the Trust is the advancement of historic and aesthetic education, and for the purpose of carrying out that general Object the primary Objects of the Charity are in particular:*

- 1. To preserve for the benefit of the nation monuments and buildings of national historic or architectural or artistic interest and importance and to protect and improve the amenities of such buildings and their surroundings;*
- 2. To preserve for the benefit of the nation and as an adjunct to any such buildings as aforesaid pictures and other chattels of national historic or artistic interest;*
- 3. To facilitate the access to and the study and appreciation of such buildings (and their surroundings) furniture, pictures, and chattels as aforesaid by the general public.*

The Trustees have recently adopted a statement setting out the vision that the Trust should be striving to achieve:

To be an outstanding example of an English country house and estate. It will be funded by the estate itself, visitors, vibrant events that create memorable experiences and sustainable ventures. Focusing on the Nancy Lancaster era, we will preserve and share this historic treasure, fulfilling our charitable objectives and ensuring it thrives for future generations.

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REPORT OF THE TRUSTEES AND DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

Kelmarsh Hall is listed as Grade 1 in the statutory lists of buildings of architectural and historic interest and the adjoining land is also designated as a Scheduled Ancient Monument (SAM) essential for the protection of the character and amenities of Kelmarsh Hall. The Gardens are also included in English Heritage's Register of Parks and Gardens of Special Historic as Grade II*.

The Trust is responsible for the maintenance and preservation of Kelmarsh Hall and the Gardens. Promoting education about the Hall and the Kelmarsh Hall Estate, its history, and its natural history. It also manages an in-hand farm and surrounding woodlands located on the Estate.

Kelmarsh Hall is key to the Trust and takes first priority on funds. It is maintained in good order externally and internally in accordance with the most recent Quinquennial Buildings Inspection.

Beyond its importance as a heritage asset, the estate is a traditional Northamptonshire mixed arable and pasture agricultural estate. The Estate is largely tenanted supporting farming families some of which are third generation tenants but also has a number of let residential properties.

The income of the Trust arises from the principal funding sources as set out on page 5 in the financial review section of the report.

Public Benefit

The Trustees are aware of the guidance given by the Charity Commission regarding public benefit. The Trust continues to carry out its charitable purposes for the benefit of the public, including working towards greater inclusion of the local community, supporting volunteering and other forms of participation, improving access and widening the diversity of its audiences. The Trustees' intention is to enhance the visitor experience and to improve the quality of our facilities so that the heritage we care for can be better appreciated. Our aim is to bring life to the Hall and gardens and wider estate as much more than a static museum but interpreting it as a multi-layered historic story providing greater educational opportunities.

We believe that our commitment to public benefit is also strongly demonstrated throughout this report.

ACHIEVEMENTS AND PERFORMANCE

Public Access to the Hall, Gardens and Estate

We reopened the Gardens, tearoom, and shop to the public from Easter until September as usual for four days a week and the Hall two days a week plus bank holidays. We had 12,028 visitors to the Hall and gardens, sold 158 season tickets and hosted 25 private group visits, attracting a good cross section of the general public.

Lots of families with children came to visit the Fairy Walk which is regenerated and added to each spring. Since installing the Fairy Walk the spring after the pandemic, we have seen a big increase in family visits and our summer school holiday Fairy Picnic saw 793 young visitors and parents excitedly enjoying the face painting, art and pottery workshops, storytelling and the bubble fairy. Other well attended events included our Jazz Night with 285 attendees and the Autumn Fair attracting further visitors which showcased a wide variety of stallholders, the Hall and Gardens.

Turning to outdoor events, two of our loyal clients (The Kelmarsh Show and Shambala) returned in spring and summer 2024 and we had further new events during the year. Together these events attracted nearly 35,000 visitors. We hosted 25 weddings during the year, 15 corporate events and functions with a few photoshoots and a week of filming using Kelmarsh Hall as the backdrop for the BBC's Extraordinary Portraits with Bill Bailey. These events allowed a further 6,000 people to experience the Hall and Gardens.

The feedback we have received has been amazingly positive both for the Gardens and for the Hall in which new areas and exhibitions were available for exploration.

THE KELMARSH TRUST

REPORT OF THE TRUSTEES AND DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

Maintenance, repair and preservation of the Hall and Estate Buildings

The programme of heritage and related maintenance of the Hall and surrounding buildings continues to be given high priority and is ongoing. Repairs have included significant work to the external areas of the Hall with work undertaken on external painting and maintenance, clearing guttering and downpipes. Significant restoration has been completed on the North Lodge Walls, accompanied by the implementation of protective measures to address water erosion along the banks. The Vinery has had a much-needed refresh and maintenance work undertaken. Internally, the estates offices have recently benefited from essential upgrades, including redecoration and new flooring. Additional improvements include fire alarm enhancements, ongoing maintenance of the Orangery and Boat House, and repairs to the internal lift, ensuring continued accessibility throughout the Hall. The Coachman's Cottage has been refurbished to make the property suitable for use and habitation.

Chattels

This season, we have continued our "Book of the Month" feature in the library. Each month, a book is selected by the research volunteers and prominently displayed along with an informative summary. We also have a video showing the upstairs rooms in the Yellow Room for any visitors who cannot access the upstairs rooms.

The research and archive volunteers have updated our chattels folders for each room, with a brief history on each object, which visitors can have a look through to see if they have a particular interest in any of the paintings or objects around the rooms. In addition, work continues to document every item in the storage rooms.

Having completed the restoration of Nancy Lancaster's bedroom and bathroom on the first floor, planning is ongoing to create a new bedroom on the first floor, this room is currently used for storage. This will enhance the visitor experience and provide something new for season pass holders to enjoy. The aim going forward is to re-create a new room each season where possible.

We have also been loaned a superb Van Dyck portrait of Henry Rich, 1st Earl of Holland, measuring over 2 metres high by 1 $\frac{1}{4}$ metres wide. It hangs in the Dining Room and is a magnificent addition to our collection of pictures.

Gardens and Estate

Throughout the year, new planting projects were completed in the gardens, alongside the renewal of path surfaces to enhance the photography opportunities in particular for the wedding bookings. The gardens have received considerable appreciation and positive feedback and on analysing the visitor numbers it is evident that many regular visitors come just to see the gardens. In October 2024, our Head Gardener departed, resulting in a transition period during which the gardens were expertly maintained by our dedicated gardens team and volunteers. Their efforts were particularly notable during the winter months, as they undertook significant work to prepare the gardens for reopening. We have since appointed a new Head Gardener, who has already made a notable and positive impact with the support of the team and volunteers. The gardens continue to be well cared for.

Hedgerows continue to be improved by laying sections and replanting some areas where there were gaps. Hedge cutting is in line with countryside care, allowing for food for birds during the winter months and safe nesting in the spring.

The trees in the Queen's Copse planted for Queen Elizabeth II Platinum Jubilee continue to flourish and a 30-metre mixed hedgerow was also planted on the fence line of the copse. These areas continue to do well.

THE KELMARSH TRUST

REPORT OF THE TRUSTEES AND DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

Education

A new Learning and Education Officer has been appointed to further advance our efforts to promote access to the Hall and position Kelmarsh as an educational destination for children of all ages as well as adults. Through outreach to schools and community groups, we successfully organised a day of educational activities where children participated in outdoor experiences such as bug hunting and seed planting within the gardens and woodland areas. We continue to explore outreach possibilities for connecting schools and other organisations with Kelmarsh. We also hold art classes and hosted several popular in-house flower arranging days plus Christmas Wreath Making which were extremely popular.

Volunteers

The Trust encourages volunteers from all walks of life (mainly from the local community) to assist in as many activities as possible and particularly to support the Trust in visitor services (as tour guides), in gardening and garden maintenance, in research and cataloguing and in the various biodiversity surveys and recording. Our volunteers support the paid staff in tasks such as visitor meet and greet, school visits, tearoom duties, and archiving. Our Archive Volunteers worked hard to put on our third Heritage Open Day. It was a great success and attracted visitors who had not been to Kelmarsh before.

The Trustees are extremely grateful for the time and effort given to the Trust by its many dedicated volunteers.

Fundraising

Grants and funding are an important and essential part of the preservation of the Hall, gardens, and wider estate, and in supporting the Trust's objectives. We will continue to fundraise and seek support for special and larger capital projects, specifically those relating to work on Heritage Assets, including the repair of one of the walls to the Walled Garden where we also have a vision of including a sensory garden for those with sight and mobility issues.

A special mention and thanks go to the Heritage Fund for their continued support over recent years. We continue to ensure that maintenance of our Basement and Laundry project is reviewed each year to ensure that it continues to offer an excellent learning experience and visitor attraction.

FINANCIAL REVIEW

The Trust continues to face financial pressures as a result of the wider economic picture, with continued cost and price increases and pressures on household income impacting the Trust and Events business. Despite this, through sound financial management, planning and supervision, along with the earlier support of grant funding and the commitment of key management, we have achieved a positive outcome for the year. Throughout this period, we have taken a prudent and low risk approach to budgeting and risk management to ensure sustainability and future viability.

Financial performance and position

The total income for the year increased to £1,339,930, which, after deducting expenditure of £1,301,459 generated net income of £38,471, an increase over the 2024 results which generated net income of £22,064.

The Trust's subsidiary, Kelmarsh Events, made a net profit of £179,865, an increase on the 2024 profit generated of £170,062. Annual profits from Kelmarsh Events are gift-aided to the Trust and these are incorporated in the above results.

Total net assets of the Trust and Kelmarsh Events at 31 March 2025 increased by £3,879,525 from £29,958,523 to £33,838,048. This is mainly represented by an increase in the values of fixed assets as shown in the Balance Sheets on pages 17 to 20. The total funds include £33,250,472 which are fixed assets, such as Kelmarsh Hall itself, and can only be realised by way of disposing of them.

THE KELMARSH TRUST

REPORT OF THE TRUSTEES AND DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

Investment performance

The income from financial investments achieved was £50,337, an increase on last year's income of £47,299 and was in line with expectations and objectives set.

There were no realised investment gains or losses during the year. The financial investments showed unrealised investment gains of £31,054 for the year (2024: losses of £13,680).

Investment properties were revalued in the year resulting in the revaluation gain increasing to £3,810,000 (2024: £2,170,000).

Gross income from investment properties increased to £489,688 from £472,467 which after management, repairs and maintenance costs of £233,092, an increase of £6,805 over last year, contributed net income for the year of £256,596, an increase over last year's net income of £246,180.

No additions or disposals of investment properties took place during the year.

Principal Funding Sources

The principal funding sources comprise;

- Income from freehold investment properties and farm tenancies
- Investment income
- Donations and grants
- Visitor admissions income
- Commercial trading operations (received via Kelmarsh Events)
- Income from the windfarm

Investment Policy

Financial investments

We pursue a policy that provides a reasonable income for our current purposes and enhances income and capital growth over the longer term, thereby enabling us to meet our current and future objectives. It is the Trustees' policy to use the income derived from these investments and not to dispose of them unless a better return can be generated from investing the proceeds of sale in other assets.

A specialist UK investment manager oversees the investment portfolios. The Trustees require the investment manager to pay attention to the standard investment criteria, namely the suitability of the class of investment and the need for diversification insofar as it is appropriate to the circumstances of the Trust. Our approach to responsible investments, extends to the Environmental, Social and Governance (ESG) specifications adopted by the investment manager with specific exclusions.

The Trustees monitor these investments by receiving quarterly statements from the investment manager showing the movement in capital value and the income received from investments under management as well as an annual update from the investment manager given at a meeting with them.

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Investment properties

The Trustees employ professional farm and property management agents to oversee maintenance and ensure the best returns from farm and let property rents.

The Trust is actively undertaking repairs and upgrades where it can to the let residential properties to ensure compliance with approved EPC guidelines, including internal insulation and roof restoration. Although substantial progress has been achieved, these improvements involve significant expenditure and are further complicated by existing tenancies. The Estate fortunately has a limited turnover of tenants, but this restricts the Trust's ability to improve the let properties which are below the EPC guidelines, as properties generally have to become vacant in order for the necessary work to be carried out. This programme is expected to continue over the coming years.

Reserves Policy

The key reserves policy of the Trustees is to retain a level of reserves which will provide a stable base for the Trust's continuing activities and to enable the Trust to adjust to any significant change to resources through both known and unplanned events, whilst ensuring that excessive funds are not accumulated.

The nature of the assets of the Trust are such that high levels of expenditure can be incurred in both the short term and long term which necessitates having access to liquid funds to cover eventualities. Therefore, the Trustees aim to identify, and set aside as designated funds, a level of funds to meet specific projects (including the ongoing EPC requirements on let properties) and for essential maintenance of Heritage Assets within the foreseeable future.

The Trustees have established a policy whereby the unrestricted funds not designated for specific purposes or invested in tangible fixed assets should be between three and six months of the total expenditure on raising funds and essential charitable activities and governance costs ("running costs").

At 31 March 2025 these reserves amounted to £227,575 which represents just over three months' expenditure on the running costs.

The Trustees consider that this meets the reserves policy outlined above.

Risk Management

The Trustees regularly identify and review the major risks to which the Trust could be exposed, and procedures have been established to manage those risks. In particular the Trustees have adopted a risk management policy, which addresses the major governance, operational, financial, reputational, legal and regulatory risks which might impact upon the core purposes and key objectives of the Trust. This builds on and complements existing risk management procedures in many aspects of the Trust's work in such areas as financial management, health and safety, fire and security and disaster planning arrangements to protect property, staff and visitors. It is formalised in a risk register which is reviewed annually by the Trustees and monitored by the management team, this is circulated at each Trustees' meeting.

More specifically there is a formal contract with our appointed Health & Safety consultant to provide advice (including regular visits) on health and safety issues covering the Hall, Gardens, and wider Estate. There are also maintenance/service contracts covering not only plant and machinery but also fire extinguishers, fire and intruder alarms. Where necessary staff are updated on these issues and reports made to the Trustees by the General Manager / Estate Director.

The Trustees are conscious of the need to keep up to date on Charity Commission and other legal and regulatory developments and changes in order to protect the Trust.

THE KELMARSH TRUST

REPORT OF THE TRUSTEES AND DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

PLANS FOR THE FUTURE

The Trustees and management team are always alert to changing markets and 2024 saw a continued increase in interest particularly from potential corporate clients. However, we are aware that we operate in a very competitive market and continue to revise our offerings to accommodate clients and visitors. As a charitable Trust relying on outsourced commodities such as catering, we must select our service providers carefully to compete in the event business. The Kelmarsh Events board meets quarterly and together with a very capable management team who are continually aware of the changing markets, review new possibilities and are keen to try a variety of events and activities which will keep Kelmarsh in public focus as an interesting venue - for events and for heritage/recreation visitors. The wedding and corporate event market is making a steady recovery, and we have taken on SEO to intensify our social media.

We have succeeded in holding our own by marketing Kelmarsh as a beautiful and flexible venue which listens to what clients want to ensure a successful event and we will continue to do this.

Kelmarsh has evolved into a venue that knows what it is good at. We have considered various options relating to the wedding market by research and listening to what clients want. This has given us the confidence to focus on our strong points whilst being ever determined not to undermine our key roles of access, conservation, and education. Our future plans continue to promote appreciation and enjoyment of the heritage of the Hall and Gardens.

As we move forward Trustees are aware of the pressures outside of this historic property. World affairs and wars together with national and local events have had a significant impact on to how people choose to spend their free time and money. Nevertheless, we believe we have all the right personnel, including Trustees, staff and an ever-increasing number of supportive volunteers to enhance the experience and increased number of visitors and clients.

One of the key challenges is to ensure that the Trust has the funding needed to achieve the recently adopted vision, including generating additional sources of income to provide certainty of funding on a year-on-year basis to enable the Trust to focus on achieving other parts of the vision. This is a key focus for the Trust.

THE KELMARSH TRUST

REPORT OF THE TRUSTEES AND DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Trust is governed by its Articles of Association, which sets out its Objects, as detailed on page 1 and which are supported by its vision statement also set out on page 1.

Subsidiary Company

The Trust's wholly owned subsidiary, Kelmarsh Events, is a trading company which carries on the commercial activities of the Estate, and which considers the opportunities, direction, risks and yields of existing and potential commercial business. Under a formal agreement the profits of this company are donated under Gift Aid arrangements to the Trust.

Kelmarsh Events has its own board of Directors and operates under a collaboration agreement with the Trust. The board meets at least four times a year and consists of James Lancaster (Trustee), Richard Flenley, Christopher Greville-Heygate and Caroline Brocklehurst. Meetings are also attended by the Trust's management team, management accountant and land agents.

Organisational Structure and Decision Making

The Articles of Association provide for a minimum of three and, up to a maximum of, twelve trustees. At the date of this report there are 9 Trustees. The management of the business and control of the Trust is vested in the Trustees, as directors of the Trust. The Trustees are responsible for ensuring the delivery of the Trust's objects, setting the strategic direction and making decisions on significant issues and for upholding the values of the Trust. The Trustees normally meet four times a year, but visits also occur throughout the year.

In addition, regular reports are made to the Trustees by both the Trust's Finance Committee and Kelmarsh Events.

The Trustees delegate day-to-day management of the Trust to the General Manager / Estate Director who is in regular contact, at least weekly, with the Chairman whilst updating all Trustees on significant matters. The Trustees also periodically walk around the Hall and Gardens during the year and make an annual tour of the Estate including woodlands, farms and properties.

Recruitment, Appointment, Induction and Training of Trustees

The Trustees continually consider the need for new trustees, both to allow for the natural rotation of Trustees' terms and to respond to any skills gaps or opportunities for candidates with particular skills to offer. The Trustees take account of Charity Commission guidelines and the Charity Governance Code for larger charities in considering trustee recruitment and seek to have a proper diversity of Trustees who will improve continually the Trust's governance as well as working towards the objectives and activities shown on page 3.

The induction of new Trustees is undertaken by the existing Trustees and the General Manager / Estate Director. They receive a Trustee manual and induction pack which includes constitution documents and current accounts and other financial information. Training is provided both to new and current Trustees as appropriate.

In accordance with the Articles of Association Trustees may serve for up to three terms of three years each. They are then eligible for re-election on an annual basis for a maximum of three further one-year terms.

Related Parties

Details of related parties, including Trustees, and transactions with them are set out in note 35 to the financial statements.

Staff Remuneration

The remuneration of key staff is regularly reviewed and agreed by the Trustees after, where appropriate, discussions with the General Manager / Estate Director.

THE KELMARSH TRUST

REPORT OF THE TRUSTEES AND DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

REFERENCE AND ADMINISTRATIVE DETAILS

The Kelmarsh Trust is a company limited by guarantee and is a registered charity. For the purpose of charity law, the trustees are directors of the Trust and throughout this report are collectively referred to as Trustees. The Trustees are also members of the Trust. In the event of the Trust being wound up the liability of each member under the guarantee is limited to £1.

Registered Company number

01672106 (England and Wales)

Registered Charity number

295154

Registered office

Kelmarsh Hall
Kelmarsh
Northampton
Northamptonshire
NN6 9LY

Trustees

Mr Oliver Brookshaw (Chairman)
Hon Mrs Emily Anderson
Mrs Caroline Brocklehurst
Mr Christopher Greville-Heygate
Dr Robert Haughney
Mr Richard King (resigned 11/12/2024)
Mr James Lancaster
Mr Andrew Power (appointed 11/06/2025)
Mr Stuart Richmond-Watson
Mr Mark Wilkinson

Estate Director and Company Secretary

Miss Rachel Halley

Senior Statutory Auditor

Mr Phillip Bott FCA

Auditors

Mark J Rees LLP Chartered Accountants
and Statutory Auditor
Granville Hall
Granville Road
Leicester
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LE1 7RU

THE KELMARSH TRUST

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REFERENCE AND ADMINISTRATIVE DETAILS

Investment Managers

M & G Securities Limited
PO Box 9038
Chelmsford
CM99 2XF

Land Agent

Howkins & Harrison LLP
7 – 11 Albert Street
Rugby
CV21 2RX

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REPORT OF THE TRUSTEES AND DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also the directors of The Kelmarsh Trust for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Statement of Recommended Practice for Charities (FRS102);
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and the group and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as the Trustees are aware:

- there is no relevant audit information of which the group's auditors are unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the group's auditors are aware of that information.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Report of the Trustees approved by order of the board of Trustees, in their capacity as directors of the Trust, on ...~~23.11.2025~~ and signed on behalf of the Trustees by:



Oliver Brookshaw - Chairman of Trustees

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE KELMARSH TRUST

Opinion

We have audited the financial statements of The Kelmarsh Trust (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2025 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, Company Balance Sheet, the Consolidated Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent charitable company's affairs as at 31 March 2025 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE KELMARSH TRUST

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and of the parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

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

Responsibilities of Trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the group's and parent charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Our 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 a Report of the Independent Auditors 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. Owing to the inherent limitations of an audit, there is an unavoidable risk that material misstatements in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with ISA's (UK).

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

We obtained an understanding of the legal and regulatory frameworks applicable to the group and to the parent charitable company and the sector in which it operates through our general commercial experience and existing knowledge of the charitable sector. We determined that the following laws and regulations were most significant: Charities SORP (FRS 102), FRS 102, Companies Act 2006 and the relevant tax compliance regulations in the UK. In addition, we concluded that there are certain laws and regulations that may have an impact in the determination of the amounts and disclosures in the financial statements such as health and safety and employee related matters.

We enquired of management concerning the group's and parent charitable company's policies and procedures relating to:

- The identification and compliance with laws and regulations
- The detection and response to the risks of fraud
- The internal controls within the charitable company to mitigate fraud risk and non compliance to laws and regulations
- We enquired of management, whether they were aware of any instance of non-compliance with laws and regulations or whether they had any knowledge of actual, suspected or alleged fraud.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE KELMARSH TRUST

We communicated relevant laws and regulations and potential areas of fraud to all audit team members including the potential for fraud in revenue recognition. We remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

We have determined that the principal risk areas where material irregularities could occur were related to posting manual journal entries to manipulate financial performance, revenue recognition and significant one – off or unusual transactions.

Our audit procedures were designed to respond in particular to these identified risks (including non-compliance with laws and regulations and fraud).

Our audit procedures included but were not limited to:

- A review of a sample of bookings received in the year to ensure these were correctly recorded in revenue and detailed cut off testing around the year end to ensure revenue is correctly recognised.
- A review of a sample of grants received in the year to ensure they were correctly recorded in revenue and correctly recognised in line with the conditions attached to each grant.
- A review of laws and regulations the company is subject to, being specifically food and hygiene and health and safety, followed by compliance checks and discussion with management to ensure no instances of non-compliance.
- Addressing the risks of fraud through management override of controls by performing a journal entry test.

We did not identify any matters during the course of our work that indicated non-compliance with laws and regulations or relating to fraud.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Mark J Rees LLP

Mr P Bott FCA (Senior Statutory Auditor)
for and on behalf of Mark J Rees LLP Chartered Accountants, Statutory Auditor
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

Date: ...24/12/2025...

THE KELMARSH TRUST

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 MARCH 2025

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	2025 Total funds £	2024 Total funds £
INCOMING RESOURCES						
Voluntary Income	2	213,349	-	-	213,349	9,770
Charitable activities						
Preservation	4	116,505	-	-	116,505	117,930
Commercial trading operations	6	332,110	-	-	332,110	304,172
Investment income	3	553,971	-	-	553,971	522,940
Other income	5	123,995	-	-	123,995	125,045
Total		1,339,930	-	-	1,339,930	1,079,857
EXPENDITURE ON						
Raising funds						
Commercial trading activities		152,245	-	-	152,245	134,110
Investment management & property maintenance costs	7	233,094	-	-	233,094	226,287
Charitable activities						
Preservation	8	872,792	11,519	-	884,311	669,530
Governance costs	8 & 9	31,809	-	-	31,809	27,866
Total		1,289,940	11,519	-	1,301,459	1,057,793
Incoming resources less expenditure		49,990	(11,519)	-	38,471	22,064
Net gains/(losses) on investments	10	581,054	-	3,260,000	3,841,054	2,156,320
NET INCOME/(EXPENDITURE)		631,044	(11,519)	3,260,000	3,879,525	2,178,384
Transfers between funds	31 & 32	-	-	-	-	-
Net movement in funds		631,044	(11,520)	3,260,000	3,879,525	2,178,384
RECONCILIATION OF FUNDS						
Total funds brought forward		11,065,709	1,211,907	17,680,907	29,958,523	27,780,139
TOTAL FUNDS CARRIED FORWARD		11,696,753	1,200,388	20,940,907	33,838,048	29,958,523

The notes form part of these financial statements

THE KELMARSH TRUST

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN
INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2025 (CONTINUED)**

CONTINUING OPERATIONS

The consolidated Statement of Financial Activities includes all gains and losses recognised in the year and previous years. All incoming resources and resources expended derive from continuing activities.

The notes form part of these financial statements

THE KELMARSH TRUST

CONSOLIDATED BALANCE SHEET FOR THE YEAR ENDED 31 MARCH 2025

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	2025 Total funds £	2024 Total funds £
FIXED ASSETS						
Tangible assets	16	125,283	117,433	-	242,716	254,139
Heritage assets	17	1,327,770	1,082,955	760,907	3,171,632	3,171,632
Investments	18	856,124	-	-	856,124	825,070
Investment properties	19	8,800,000	-	20,180,000	28,980,000	25,170,000
		<u>11,109,177</u>	<u>1,200,388</u>	<u>20,940,907</u>	<u>33,250,472</u>	<u>29,420,841</u>
CURRENT ASSETS						
Stocks	20	33,653	-	-	33,653	28,569
Debtors: amounts falling due within one year	22	180,752	-	-	180,752	198,522
Investments	24	188,738	-	-	188,738	-
Cash at bank and in hand		525,413	-	-	525,413	624,472
		<u>928,556</u>	<u>-</u>	<u>-</u>	<u>928,556</u>	<u>851,563</u>
CREDITORS						
Amounts falling due within one year	25	(340,980)	-	-	(340,980)	(313,881)
NET CURRENT ASSETS						
		<u>587,576</u>	<u>-</u>	<u>-</u>	<u>587,576</u>	<u>537,682</u>
TOTAL ASSETS LESS CURRENT LIABILITIES						
		<u>11,696,753</u>	<u>1,200,388</u>	<u>20,940,907</u>	<u>33,838,048</u>	<u>29,958,523</u>
CREDITORS						
Amounts falling due after more than one year		-	-	-	-	-
NET ASSETS						
		<u>11,696,753</u>	<u>1,200,388</u>	<u>20,940,907</u>	<u>33,838,048</u>	<u>29,958,523</u>

The notes form part of these financial statements

THE KELMARSH TRUST

CONSOLIDATED BALANCE SHEET (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	2025 Total funds £	2024 Total Funds £
FUNDS	31					
Unrestricted general funds		3,704,915	-	-	3,704,915	3,730,371
Unrestricted fair value reserve		7,631,838	-	-	7,631,838	7,081,838
Designated funds		360,000	-	-	360,000	253,500
Restricted funds		-	1,200,388	-	1,200,388	1,211,907
Endowment funds		-	-	1,751,783	1,751,783	1,751,783
Endowment fair value reserve		-	-	19,189,124	19,189,124	15,929,124
TOTAL FUNDS		11,696,753	1,200,388	20,940,907	33,838,048	29,958,523

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on ... 23/12/2025 ... and were signed on its behalf by:



Oliver Brookshaw - Chairman of Trustees

The notes form part of these financial statements

THE KELMARSH TRUST

COMPANY BALANCE SHEET 31 MARCH 2025

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	2025 Total funds £	2024 Total funds £
FIXED ASSETS						
Tangible assets	16	125,284	117,432	-	242,716	254,139
Heritage assets	17	1,327,770	1,082,955	760,907	3,171,632	3,171,632
Investments	18	857,124	-	-	857,124	826,070
Investment properties	19	8,800,000	-	20,180,000	28,980,000	25,170,000
		<u>11,110,178</u>	<u>1,200,387</u>	<u>20,940,907</u>	<u>33,251,472</u>	<u>29,421,841</u>
CURRENT ASSETS						
Stocks	21	23,558	-	-	23,558	20,329
Debtors: amounts falling due within one year	23	248,224	-	-	248,224	282,879
Investments	24	188,738	-	-	188,738	-
Cash at bank and in hand		319,857	-	-	319,857	462,877
		<u>780,377</u>	<u>-</u>	<u>-</u>	<u>780,377</u>	<u>766,085</u>
CREDITORS						
Amounts falling due within one year	26	(200,652)	-	-	(200,652)	(236,253)
NET CURRENT ASSETS						
		<u>579,725</u>	<u>-</u>	<u>-</u>	<u>579,725</u>	<u>529,832</u>
TOTAL ASSETS LESS CURRENT LIABILITIES						
		<u>11,689,903</u>	<u>1,200,387</u>	<u>20,940,907</u>	<u>33,831,197</u>	<u>29,951,673</u>
CREDITORS						
Amounts falling due after more than one year		-	-	-	-	-
NET ASSETS						
		<u>11,689,903</u>	<u>1,200,387</u>	<u>20,940,907</u>	<u>33,831,197</u>	<u>29,951,673</u>

The notes form part of these financial statements

THE KELMARSH TRUST

COMPANY BALANCE SHEET (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	2025 Total funds £	2024 Total funds £
FUNDS					
Unrestricted general funds	3,698,065	-	-	3,698,065	3,723,521
Unrestricted fair value reserve	7,631,838	-	-	7,631,838	7,081,838
Designated funds	360,000	-	-	360,000	253,500
Restricted funds	-	1,200,387	-	1,200,387	1,211,907
Endowment funds	-	-	1,751,783	1,751,783	1,751,783
Endowment fair value reserve	-	-	19,189,124	19,189,124	15,929,124
TOTAL FUNDS	<u>11,689,903</u>	<u>1,200,387</u>	<u>20,940,907</u>	<u>33,831,197</u>	<u>29,951,673</u>
Charitable company's surplus (deficit) for the financial year				<u>3,879,526</u>	<u>2,178,384</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on ...23/12/2025... and were signed on its behalf by:



Oliver Brookshaw - Chairman of Trustees

The notes form part of these financial statements

THE KELMARSH TRUST

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2025

		2025	2024
	Notes	£	£
Cash flows from operating activities			
Cash generated from operations	1	128,353	(79,856)
Interest element of hire purchase payments paid		(167)	(792)
Finance costs paid		(1,022)	(1,188)
Net cash provided by/(used in) operating activities		<u>127,164</u>	<u>(81,836)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(20,484)	(5,539)
Purchase of current asset investments		(188,738)	-
Interest received		13,946	3,174
Dividends received		50,337	47,299
Net cash provided by investing activities		<u>(144,939)</u>	<u>44,934</u>
Cash flows from financing activities			
Capital repayments in year		(1,284)	(5,137)
Repayment of other borrowings		(80,000)	-
Net cash provided by/(used in) financing activities		<u>(81,284)</u>	<u>(5,137)</u>
Change in cash and cash equivalents in the reporting period		(99,059)	(42,039)
Cash and cash equivalents at the beginning of the reporting period		624,472	666,511
Cash and cash equivalents at the end of the reporting period		<u>525,413</u>	<u>624,472</u>

The notes form part of these financial statements

THE KELMARSH TRUST

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2025**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2025	2024
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	3,879,525	2,178,384
Adjustments for:		
Depreciation charges	31,907	33,482
(Gain)/loss on investments	(3,841,054)	(2,156,320)
Interest received	(13,946)	(3,174)
Interest element of hire purchase and finance lease rental payments	167	792
Finance costs	1,022	1,188
Dividends received	(50,337)	(47,299)
(Increase)/decrease in stocks	(5,083)	3,581
(Increase)/decrease in debtors	17,770	(64,244)
Increase/(decrease) in creditors	108,382	(26,246)
Net cash provided by/(used in) operations	128,353	(79,856)

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.24	Cash flow	Other non-cash changes	At 31.03.25
	£	£	£	£
Net cash				
Cash at bank	624,472	(99,059)	-	525,413
	<u>624,472</u>	<u>(99,059)</u>	<u>-</u>	<u>525,413</u>
Debt				
Hire purchase	(1,284)	1,284	-	-
Loan - Miss Lancaster's 1994 Charitable Trust	(80,000)	80,000	-	-
	<u>(81,284)</u>	<u>81,284</u>	<u>-</u>	<u>-</u>
Total	543,188	(17,775)	-	525,413

THE KELMARSH TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the group and charitable company, 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 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The charitable company is a public benefit entity as defined under FRS 102. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Status of company

The Trust is a company limited by guarantee and does not have any share capital (Company registered number 01672106, charity registered number 295154). The liability of the members is limited but shall not exceed £1.

Significant judgements and estimates

There were no areas in which the preparation of the financial statements required management to make significant judgements or estimates.

Basis of consolidation

The consolidated accounts incorporate the results for the year ended 31 March 2025 of the Trust and Kelmarsh Events, its wholly owned subsidiary, which have been included on a line by line basis. As permitted by Section 408 of the Companies Act 2006, the Trust has not presented its own income and expenditure account in addition to the consolidated income and expenditure account.

Income

All income is recognised in the Statement of Financial Activities once the Trust has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

The following specific policies are applied to particular categories of income:

Voluntary income is received by way of donations and gifts and is included in full in the Statement of Financial Activities when receivable.

Investment income from rents relating to investment property is included on an accruals basis. Rental income arising from the rental of the Hall is included on an accruals basis under preservation income. Listed investment income is included when receivable and interest receivable is accounted for on an accruals basis.

Grant income is credited in the period to which it relates. Grant income is included as incoming resources from charitable activities when these amount to a contract for services, but as voluntary income where they have been given with greater freedom of use.

Incoming resources from activities for generating funds and charitable trading activities are accounted for when earned and stated net of value added tax.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Trust to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

THE KELMARSH TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES - continued

Expenditure - Continued

Costs of activities to generate funds comprise those costs directly attributable to investment management activities and the costs of Kelmarsh Events.

Investment management costs comprise those costs directly attributable to the management and maintenance of fixed asset properties.

Charitable expenditure comprises those costs incurred by the Trust in the delivery of its objectives. It includes those costs which can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the Trust and include the audit fees and cost linked to the strategic management of the charity.

Allocation and apportionment of costs

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, other costs are apportioned on the basis of the proportion of direct expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Drainage works	- 5% on reducing balance
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Office equipment	- 25% on reducing balance

All tangible fixed assets costing £1,000 or more are capitalised and included at cost.

Fixed assets are reviewed for impairment if events or changes in circumstances indicate that the carrying amount may not be recoverable or as otherwise required by relevant accounting standards.

Shortfalls between the carrying value of fixed assets and their recoverable amounts, being the higher of fair value less costs to sell and value-in-use, are recognised as impairment losses. Impairments of revalued assets are treated as a revaluation decrease. All other impairment losses are recognised in the income statement.

Heritage assets

Freehold land and buildings included in heritage assets comprise Kelmarsh Hall which is listed as Grade 1 in the statutory lists of buildings of architectural and historic interest, together with adjoining land which is also essential for the protection of the character and amenities of Kelmarsh Hall. Heritage assets are included at cost, with the exception of freehold land and buildings transferred to the Trust by the Executors of Colonel CG Lancaster and by the Executors of Miss CV Lancaster, which are included at probate values at the dates of transfer. No depreciation is charged on these assets as they are considered to have an indefinitely long useful life. Expenditure on the conservation and preservation of Kelmarsh Hall is charged to unrestricted funds when it is incurred.

THE KELMARSH TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES - continued

Fixed asset investments

Investment properties are shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is transferred to a fair value reserve.

Listed investments quoted on a recognised stock exchange are stated at market value at the year end. Their original cost is shown as a note.

Freehold investment properties are valued at least every five years and included at market value at the date of valuation. Their original cost is shown as a note. All gains and losses on revaluations and disposals are taken to the Income and Expenditure account.

Other investments are shown at cost less amounts written off. All gains and losses on revaluations and disposals are taken to the Income and Expenditure account.

Stocks

Stocks comprise farm stocks and have been valued at the lower of cost and net realisable value. Cost is calculated using the FIFO (first-in, first-out) method. Provision is made for obsolete, slow-moving or defective items where appropriate.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted and designated funds can be used in accordance with the charitable objectives at the discretion of the trustees. They include a revaluation reserve representing the restatement of investment assets at market rates.

The Endowment Funds are represented by freehold land and buildings and investment properties transferred to the charity by the Executors of Colonel CG Lancaster on the direction of Miss CV Lancaster, the benefactress at the commencement of The Kelmarsh Trust, less the value of the land lost in respect of the compulsory purchase by the Department of Transport of land relating to the A14 Link Road.

Restricted funds can only be used for particular restricted purposes within the objects of the Trust. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their useful lives or the lease term, whichever is shorter.

The interest element of these obligations is charged to the statement of financial activities over the relevant period. The capital element of the future payments is treated as a liability.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the Trust's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

THE KELMARSH TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

1. ACCOUNTING POLICIES - continued

Going concern

After reviewing the Trust's forecasts and projections, the Trustees have a reasonable expectation that the Trust has adequate resources to continue in operational existence for the foreseeable future. The Trust therefore continues to adopt the going concern basis in preparing its consolidated financial statements.

2. VOLUNTARY INCOME – GROUP AND COMPANY

				2025	2024
	Unrestricted funds	Restricted Funds	Endowment funds	Total funds	Total funds
	£	£	£	£	£
Donations	207,336	-	-	207,336	3,094
Grants	6,013	-	-	6,013	6,676
	<u>213,349</u>	<u>-</u>	<u>-</u>	<u>213,349</u>	<u>9,770</u>

Donations received, and included in the above, are as follows:

	2025	2024
	£	£
Donations		
Miss CV Lancaster's 1994 Charitable Trust	2,674	3,094
John & Janet Lancaster legacy	200,000	-
Other	4,662	-
	<u>207,336</u>	<u>3,094</u>

Grants received, and included in the above, are as follows:

	2025	2024
	£	£
Grants		
Renewable Heating Incentive	6,013	6,676
	<u>6,013</u>	<u>6,676</u>

THE KELMARSH TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

3. INVESTMENT INCOME – GROUP AND COMPANY

				2025	2024
	Unrestricted funds	Restricted funds	Endowment funds	Total funds	Total funds
	£	£	£	£	£
Rent receivable	489,688	-	-	489,688	472,467
Listed investment income	50,337	-	-	50,337	47,299
Interest receivable	13,946	-	-	13,946	3,174
	<u>553,971</u>	<u>-</u>	<u>-</u>	<u>553,971</u>	<u>522,940</u>

4. INCOME FROM CHARITABLE ACTIVITIES – GROUP AND COMPANY

	2025	2024
	Preservation	Preservation
	£	£
Rent receivable	31,580	29,600
Visitor admissions, teas and sundry sales	56,735	54,464
Livestock and farm sales	5,744	15,115
Agricultural grants and subsidies	20,661	17,014
Wayleaves and compensation	1,785	1,737
	<u>116,505</u>	<u>117,930</u>

5. OTHER INCOME – GROUP AND COMPANY

	2025	2024
	£	£
Windfarm rent, compensation and contribution to costs	123,995	125,045
	<u>123,995</u>	<u>125,045</u>

6. KELMARSH EVENTS INCOME – GROUP

	2025	2024
	£	£
Kelmarsh Events	332,110	304,172
	<u>332,110</u>	<u>304,172</u>

THE KELMARSH TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

7. INVESTMENT MANAGEMENT COSTS

	Unrestricted funds	Restricted funds	Endowment funds	2025 Total funds	2024 Total funds
	£	£	£	£	£
Agents letting fees	86,735	-	-	86,735	86,735
Repairs maintenance and let property project costs	146,359	-	-	146,359	139,552
	<u>233,094</u>	<u>-</u>	<u>-</u>	<u>233,094</u>	<u>226,287</u>

8. CHARITABLE ACTIVITIES COSTS

	2025	2024
	£	£
Preservation	884,311	669,530
Governance costs (see note 9)	31,809	27,866
	<u>916,120</u>	<u>697,396</u>

9. GOVERNANCE COSTS

	2025	2024
	£	£
Travelling and Trustees expenses	13,553	9,607
Auditors' remuneration (charity only)	17,234	17,071
Interest payable and similar charges	1,022	1,188
	<u>31,809</u>	<u>27,866</u>

THE KELMARSH TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

10. NET GAINS/(LOSSES) ON INVESTMENTS

	2025	2024
	£	£
Gains/(losses) on revaluation of investments	31,054	(13,680)
Gains on revaluation of investment properties	3,810,000	2,170,000
	<u>3,841,054</u>	<u>2,156,320</u>

11. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2025	2024
	£	£
Auditors remuneration (Group)	22,223	21,891
Depreciation - owned assets	31,355	32,746
Depreciation - assets on hire purchase contracts and finance leases	552	736
Hire purchase interest and finance lease charges	<u>167</u>	<u>792</u>

12. TRUSTEES' REMUNERATION, BENEFITS AND EXPENSES

There was no trustees' remuneration or other benefits for the year ended 31 March 2025 nor for the year ended 31 March 2024.

Trustees' expenses	2025	2024
	£	£
Travel and subsistence	<u>13,553</u>	<u>9,607</u>

13. STAFF COSTS

	2025	2024
	£	£
Wages and salaries	307,859	232,378
Social security costs	16,548	10,607
Other pension costs	52,113	38,251
	<u>376,520</u>	<u>281,236</u>

THE KELMARSH TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

13. STAFF COSTS- continued

The average number of employees during the year was 12 (2024: 12).

	2025	2024
	£	£
£60,001 - £70,000	1	-
£70,001 - £80,000	-	1
	<u>1</u>	<u>1</u>

The charity currently employs casual seasonal staff as guides during the months the Hall and Gardens are open to visitors. Staff are also employed on a casual basis for the activities of Kelmarsh Events. The full-time equivalent is included in the staff numbers above.

The permanent staff are spread across a number of departments which reflect the diverse activities of a historic house and its estate.

Remuneration to key management personnel, including employer's national insurance and pension contributions, amounted to £99,232 (2024: £74,721).

THE KELMARSH TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

14. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2024

	Unrestricted funds £	Restricted Funds £	Endowment funds £	Total funds £
INCOMING RESOURCES				
Voluntary income	3,094	6,676	-	9,770
Charitable activities				
Preservation	117,930	-	-	117,930
Commercial trading operations	304,172	-	-	304,172
Investment income	522,940	-	-	522,940
Other income	125,045	-	-	125,045
Total	<u>1,073,181</u>	<u>6,676</u>	<u>-</u>	<u>1,079,857</u>
EXPENDITURE ON				
Raising funds				
Other trading activities	134,110	-	-	134,110
Investment management costs	226,287	-	-	226,287
Charitable activities				
Preservation	651,078	18,452	-	669,530
Governance costs	27,866	-	-	27,866
Total	<u>1,039,341</u>	<u>18,452</u>	<u>-</u>	<u>1,057,793</u>
Incoming resource less expenditure	33,840	(11,776)	-	22,064
Net gains on investments	(213,680)	-	2,370,000	2,156,320
NET INCOME/(EXPENDITURE)	<u>(179,840)</u>	<u>(11,776)</u>	<u>2,370,000</u>	<u>2,178,384</u>
Transfers between funds				
	-	-	-	-
Net movement in funds	<u>(179,840)</u>	<u>(11,776)</u>	<u>2,370,000</u>	<u>2,178,384</u>
RECONCILIATION OF FUNDS				
Total funds brought forward	<u>11,245,549</u>	<u>1,223,683</u>	<u>15,310,907</u>	<u>27,780,139</u>
TOTAL FUNDS CARRIED FORWARD	<u>11,065,709</u>	<u>1,211,907</u>	<u>17,680,907</u>	<u>29,958,523</u>

THE KELMARSH TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

15. NET INCOME FOR THE FINANCIAL YEAR

As permitted by Section 408 of the Companies Act 2006 the parent charity's Statement of Financial Activities has not been included in these financial statements. The parent charity's total incoming resources for the year were £1,187,685 (2024: £945,747) and total resources expended were £1,149,214 (2024: £923,684) resulting in net incoming resources for the year of £38,471 (2024: £22,064) which included a donation of £179,865 (2024: £170,062) from Kelmarsh Events Limited. The net surplus for the year for the Trust was £3,879,525 (2024: £2,178,384) after other recognised gains and losses.

16. TANGIBLE FIXED ASSETS

	Drainage works £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 April 2024	94,033	396,044	146,425
Additions	-	-	13,138
Disposals	-	-	-
At 31 March 2025	<u>94,033</u>	<u>396,044</u>	<u>159,563</u>
DEPRECIATION			
At 1 April 2024	59,515	241,891	132,411
Charge for year	1,726	19,170	4,899
Eliminated on disposal	-	-	-
At 31 March 2025	<u>61,241</u>	<u>261,061</u>	<u>137,310</u>
NET BOOK VALUE			
At 31 March 2025	<u>32,792</u>	<u>134,983</u>	<u>22,253</u>
At 31 March 2024	<u>34,518</u>	<u>154,153</u>	<u>14,014</u>

THE KELMARSH TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

16. TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Office equipment £	Totals £
COST			
At 1 April 2024	83,612	51,374	771,488
Additions	-	7,346	20,484
Disposals	-	-	-
At 31 March 2025	<u>83,612</u>	<u>58,720</u>	<u>791,972</u>
DEPRECIATION			
At 1 April 2024	45,395	38,137	517,349
Charge for year	2,054	4,058	31,907
Eliminated on disposal	-	-	-
At 31 March 2025	<u>47,449</u>	<u>42,195</u>	<u>549,256</u>
NET BOOK VALUE			
At 31 March 2025	<u>36,163</u>	<u>16,525</u>	<u>242,716</u>
At 31 March 2024	<u>38,217</u>	<u>13,237</u>	<u>254,139</u>

Fixed assets included in the above, which are held under hire purchase contracts, are as follows:

	Plant and machinery £
COST	
At 1 April 2024	22,400
Transfer to ownership	(22,400)
At 31 March 2025	<u>-</u>
DEPRECIATION	
At 1 April 2024	10,193
Charge for year	552
Transfer to ownership	(10,745)
At 31 March 2025	<u>-</u>
NET BOOK VALUE	
At 31 March 2025	<u>-</u>
At 31 March 2024	<u>12,207</u>

THE KELMARSH TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

17. HERITAGE ASSETS – GROUP AND COMPANY

	Total £
COST	
At 1 April 2024	3,171,632
Additions	-
At 31 March 2025	<u>3,171,632</u>
NET BOOK VALUE	
At 31 March 2025	<u>3,171,632</u>
At 31 March 2024	<u>3,171,632</u>

The Heritage assets consist of Kelmarsh Hall together with amenity lands, gardens and woodlands and Home Farm.

Freehold land and buildings are made up as follows;

	£
Transfer to the Trust during the year ended 31 March 1988 by the executors of Colonel CG Lancaster at probate value	760,907
Transfers to the Trust during the year ended 31 March 1997 by the executors of Miss CV Lancaster at probate value	310,000
Acquisitions at cost comprising improvements carried out in accordance with the Trust's development plan	735,211
Acquisitions at cost during 2017- 2019 relating to the Heritage Lottery Fund project	1,359,789
Additions in 2023 relating to a new footbridge	<u>5,725</u>
	<u><u>3,171,632</u></u>

The transactions relating to the heritage assets for this reporting period and for each of the previous four reporting periods are summarised as follows;

	2025 £	2024 £	2023 £	2022 £	2021 £
Cost brought forward	3,171,632	3,171,632	3,165,907	3,165,907	3,165,907
Additions	-	-	5,725	-	-
Donations	-	-	-	-	-
Total purchases	<u>3,171,632</u>	<u>3,171,632</u>	<u>3,171,632</u>	<u>3,165,907</u>	<u>3,165,907</u>
Charge for impairment	-	-	-	-	-
Disposals	-	-	-	-	-
Proceeds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

THE KELMARSH TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

18. FIXED ASSET INVESTMENTS – GROUP

	Listed investments £	Totals £
MARKET VALUE		
At 1 April 2024	825,070	825,070
Revaluations	31,054	31,054
At 31 March 2025	<u>856,124</u>	<u>856,124</u>
NET BOOK VALUE		
At 31 March 2025	<u>856,124</u>	<u>856,124</u>
At 31 March 2024	<u>825,070</u>	<u>825,070</u>

There were no investment assets outside the UK.

The original cost of financial investments was £756,118 (2024: £756,118). They are held in portfolios managed by M & G Securities Limited.

COMPANY	Shares in group undertakings £	Listed investments £	Totals £
MARKET VALUE			
At 1 April 2024	1,000	825,070	826,070
Disposals	-	-	-
Unrealised gains/(losses)	-	31,054	31,054
At 31 March 2025	<u>1,000</u>	<u>856,124</u>	<u>857,124</u>
NET BOOK VALUE			
At 31 March 2025	<u>1,000</u>	<u>856,124</u>	<u>857,124</u>
At 31 March 2024	<u>1,000</u>	<u>825,070</u>	<u>826,070</u>

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

Kelmarsh (Events) Limited

Nature of business: Organisation of events

Class of share:	%
£1 Ordinary	holding 100

THE KELMARSH TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

19. INVESTMENT PROPERTIES – GROUP AND COMPANY

	£
FAIR VALUE	
At 1 April 2024	25,170,000
Revaluation	3,810,000
At 31 March 2025	<u>28,980,000</u>
NET BOOK VALUE	
At 31 March 2025	<u>28,980,000</u>
At 31 March 2024	<u>25,170,000</u>

Freehold investment properties were valued at 31 March 2025 by Howkins & Harrison, Chartered Surveyors and Valuers. The basis of valuation for residential properties was at fair value with an appropriate discount to take account of the likelihood of gaining vacant possession within a period of time, and for farm properties on an investment basis ignoring sitting tenants' bids which would be at higher levels.

The original cost of freehold investment properties was £2,100,945 (2024: £2,100,945).

This is made up as follows:

	£
Transfers to the Trust during the year ended 31 March 1988 by the executors of Colonel CG Lancaster, at probate value	1,090,876
Less: land lost upon compulsory purchase by the Department of Transport relating to the A14 Link Road	<u>(100,000)</u>
	990,876
Transfers to the Trust during the year ended 31 March 1997 by the executors of Miss CV Lancaster, at probate value	1,048,450
Other acquisitions at cost	<u>61,619</u>
	<u>2,100,945</u>

THE KELMARSH TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

20. STOCKS - GROUP

	2025	2024
	£	£
Farm Stocks	23,558	20,329
Other Stocks	10,095	8,240
	<u>33,653</u>	<u>28,569</u>

21. STOCKS - COMPANY

	2025	2024
	£	£
Farm stocks	<u>23,558</u>	<u>20,329</u>

22. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR - GROUP

	2025	2024
	£	£
Trade debtors	42,055	71,214
Other debtors	17,462	13,106
VAT	645	-
Prepayments	120,590	114,202
	<u>180,752</u>	<u>198,522</u>

23. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR - COMPANY

	2025	2024
	£	£
Trade debtors	31,888	65,084
Amounts owed by group undertakings	85,508	95,073
Other debtors	11,300	11,300
VAT	1,958	-
Prepayments	117,570	111,422
	<u>248,224</u>	<u>282,879</u>

24. CURRENT ASSET INVESTMENTS - GROUP AND COMPANY

	2025	2024
	£	£
Cash deposits	<u>188,738</u>	<u>-</u>

THE KELMARSH TRUST

**NOTES TO THE FINANCIAL STATEMENTS – continued
FOR THE YEAR ENDED 31 MARCH 2025**

25. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR – GROUP

	2025	2024
	£	£
Hire purchase (see note 29)	-	1,284
Trade creditors	96,676	72,231
Social security and other taxes	6,060	3,702
Other creditors	32,080	81,132
Other loans (see note 27)	-	80,000
Accruals and deferred income	206,164	75,532
	<u>340,980</u>	<u>313,881</u>

Hire purchase creditors are secured on the assets concerned.

Deferred income includes deposits received for events held after the year end.

26. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR – COMPANY

	2025	2024
	£	£
Hire purchase (see note 29)	-	1,284
Trade creditors	93,057	71,235
Social security and other taxes	6,060	3,702
Other creditors	19,480	4,500
Other loans (see note 28)	-	80,000
Accruals and deferred income	82,055	75,532
	<u>200,652</u>	<u>236,253</u>

Hire purchase creditors are secured on the assets concerned.

Deferred income includes deposits received for events held after the year end.

THE KELMARSH TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

27. LOANS – GROUP

An analysis of the maturity of loan is given below:

	2025 £	2024 £
Amounts falling due within one year on demand:		
Loan from Miss CV Lancaster's 1994 Charitable Trust	<u>-</u>	<u>80,000</u>

28. LOANS – COMPANY

An analysis of the maturity of loans is given below:

	2025 £	2024 £
Amounts falling due within one year on demand:		
Loan from Miss CV Lancaster's 1994 Charitable Trust	<u>-</u>	<u>80,000</u>

29. LEASING AGREEMENTS – GROUP AND COMPANY

Minimum lease payments under hire purchase fall due as follows:

	2025 £	2024 £
Net obligations repayable:		
Within one year	<u>-</u>	<u>1,284</u>
	<u>-</u>	<u>1,284</u>

THE KELMARSH TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

30. SECURED DEBTS – GROUP AND COMPANY

The following secured debts are included within creditors:

	2025 £	2024 £
Hire purchase contracts	-	1,284

Hire purchase creditors are secured on the assets concerned.

31. MOVEMENT IN FUNDS

	At 1.4.24 £	Net movement in funds £	Transfers between funds £	At 31.3.25 £
Unrestricted funds				
General fund	3,730,371	186,214	(211,670)	3,704,915
General fair value reserve	7,081,838	550,000	-	7,631,838
Designated fund - Hall & Gardens	140,500	(34,983)	(60,517)	45,000
Designated fund - Let Property	113,000	(70,187)	72,187	115,000
Designated fund - J&J Lancaster Legacy	-	-	200,000	200,000
	<u>11,065,709</u>	<u>631,044</u>	<u>-</u>	<u>11,696,753</u>
Restricted funds				
Contribution to heating system	125,870	(10,750)	-	115,120
Obtaining museum accreditation	3,082	(769)	-	2,313
Heritage Lottery Fund	1,082,955	-	-	1,082,955
	<u>1,211,907</u>	<u>(11,519)</u>	<u>-</u>	<u>1,200,388</u>
Endowment funds				
Endowment fund	1,751,783	-	-	1,751,783
Endowment fair value reserve	15,929,124	3,260,000	-	19,189,124
	<u>17,680,907</u>	<u>3,260,000</u>	<u>-</u>	<u>20,940,907</u>
TOTAL FUNDS	<u>29,958,523</u>	<u>3,879,525</u>	<u>-</u>	<u>33,838,048</u>

THE KELMARSH TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

31. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	1,339,930	1,184,770	31,054	186,214
General fair value reserve	-	-	550,000	550,000
Designated fund - Hall & Gardens	-	34,983	-	(34,983)
Designated fund - Let Property	-	70,187	-	(70,187)
Designated fund - J&J Lancaster Legacy	-	-	-	-
	<u>1,339,930</u>	<u>1,289,940</u>	<u>581,054</u>	<u>631,044</u>
Restricted funds				
Renewable heating incentive	-	-	-	-
Contribution to heating system	-	10,750	-	(10,750)
Obtaining museum accreditation	-	769	-	(769)
	<u>-</u>	<u>11,519</u>	<u>-</u>	<u>(11,519)</u>
Endowment funds				
Endowment fund	-	-	-	-
Endowment fair value reserve	-	-	3,260,000	3,260,000
	<u>-</u>	<u>-</u>	<u>3,260,000</u>	<u>3,260,000</u>
TOTAL FUNDS	<u>1,339,930</u>	<u>1,301,459</u>	<u>3,841,054</u>	<u>3,879,525</u>

THE KELMARSH TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

32. MOVEMENT IN FUNDS – 31 MARCH 2024

	At 1.4.23 £	Net movement in funds £	Transfers between funds £	At 31.3.24 £
Unrestricted funds				
General fund	3,678,111	109,394	(57,134)	3,730,371
General fair value reserve	7,281,838	(200,000)	-	7,081,838
Designated fund - Hall & Gardens	84,500	(53,696)	109,696	140,500
Designated fund - Let Property	201,100	(35,538)	(52,562)	113,000
	<u>11,245,549</u>	<u>(179,840)</u>	<u>-</u>	<u>11,065,709</u>
Restricted funds				
Contribution to heating system	136,620	(10,750)	-	125,870
Obtaining museum accreditation	4,108	(1,026)	-	3,082
Heritage Lottery Fund	1,082,955	-	-	1,082,955
	<u>1,223,683</u>	<u>(11,776)</u>	<u>-</u>	<u>1,211,907</u>
Endowment funds				
Endowment fund	1,751,783	-	-	1,751,783
Endowment fair value reserve	13,559,124	2,370,000	-	15,929,124
	<u>15,310,907</u>	<u>2,370,000</u>	<u>-</u>	<u>17,680,907</u>
TOTAL FUNDS	<u>27,780,139</u>	<u>2,178,384</u>	<u>-</u>	<u>29,958,523</u>

THE KELMARSH TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

32. MOVEMENT IN FUNDS – 31 MARCH 2024 - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	1,073,181	950,107	(13,680)	109,394
General fair value reserve	-	-	(200,000)	(200,000)
Designated fund - Hall & Gardens	-	53,696	-	(53,696)
Designated fund - Let Property	-	35,538	-	(35,538)
	<u>1,073,181</u>	<u>1,039,341</u>	<u>(213,680)</u>	<u>(179,840)</u>
Restricted funds				
Renewable heating incentive	6,676	6,676	-	-
Contribution to heating system	-	10,750	-	(10,750)
Obtaining museum accreditation	-	1,026	-	(1,026)
	<u>6,676</u>	<u>18,452</u>	<u>-</u>	<u>(11,776)</u>
Endowment funds				
Endowment fund	-	-	-	-
Endowment fair value reserve	-	-	2,370,000	2,370,000
	<u>-</u>	<u>-</u>	<u>2,370,000</u>	<u>2,370,000</u>
TOTAL FUNDS	<u>1,079,857</u>	<u>1,057,793</u>	<u>2,156,320</u>	<u>2,178,384</u>

THE KELMARSH TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2025

33. MOVEMENT IN FUNDS

RESTRICTED FUNDS

Contribution to the heating system

In the year ended 31 March 2013, £215,000 was received as a contribution towards the heating system. At 1 April 2024, the balance was £125,870 (1 April 2023: £136,620). During the year £10,750 (2024: £10,750) was released to the Statement of Financial Activities as depreciation. The balance at 31 March 2025 was £115,120 (2024: £125,870).

Heritage Lottery Fund

During the year no additional funds were received towards the "Heritage Lottery Fund" funded project. At 31 March 2025 the balance was £1,082,955 (2024: £1,082,955).

Museum Accreditation

Monies received in order to obtain museum accreditation. During the year £769 (2024: £1,026) was released to the Statement of Financial Activities as depreciation. At 31 March 2025 the balance of the fund was £2,313 (2024: £3,082).

Renewable Heating Incentive

During the year £6,013 (2024: £6,676) was received as a result of the energy generated through the renewable heating system. At 31 March 2025 the balance was £Nil (2024: £Nil), due to utilisation in the year.

DESIGNATED FUNDS

Hall and Gardens

During the year, a total of £34,983 (2024: £53,696) was spent on specific projects relating to scheduled works and improvements to the Hall and Gardens. Also, during the year unrestricted funds amounting to £60,517 (2024: £109,696) were re-designated from (2024: to) specific projects relating to scheduled works and improvements to the Hall and Gardens. At 31 March 2025, the balance of the fund was £45,000 (2024: £140,500).

Let Property

During the year, a total of £70,187 (2024: £35,538) was spent on relevant refurbishment work. Also, during the year unrestricted funds amounting to £72,187 (2024: £52,562) were re-designated to (2024: from) specific projects relating to the refurbishment of let properties, including work on the EPC requirements. At 31 March 2025, the balance of the fund was £115,000 (2024: £113,000).

J&J Lancaster Legacy

During the year unrestricted funds amounting to £200,000 were re-designated to projects with an educational purpose. At 31 March 2025, the balance of the fund was £200,000.

34. PENSION COMMITMENTS

The charity has contributed to personal pension schemes in respect of certain employees. The total contributions paid in the year were £52,113 (2024: £38,251). Contributions of £859 (2024: £Nil) were unpaid at the year end.

35. RELATED PARTY DISCLOSURES

Mr CL Greville-Heygate and Mr JD Lancaster are Trustees of Miss Lancaster's 1994 Charitable Trust. At the balance sheet date the charity owes Miss Lancaster's 1994 Charitable Trust £Nil (2024: £80,000).

The Trust has taken advantage of the exemption under Section 33 of FRS102 not to disclose transactions with group companies.