

Charity Registration No. 500537

THOMAS HARLEY'S CHARITIES

**TRUSTEES' REPORT AND
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
31 MARCH 2021**

THOMAS HARLEY'S CHARITIES

LEGAL AND ADMINISTRATIVE INFORMATION

Nominated Trustees

As appointee of the Leicestershire County Council Mrs C Radford

As appointee of Osgathorpe Parish Council M Buczkiewicz

As appointee of Bishop of Leicester A Wessel

Co-opted Trustees

Rev'd Canon P Hackwood
G R Phillipson
T Higgins
C Young
Mrs G Newcombe
P Sergeant

Receiver & Clerk Ms S Stevenson

Charity number 500537

Principal address C/o Charity Link
20a Milestone Lane
Leicester
LE1 5JN

Investment managers CCLA
Senator House
85 Queen Victoria Street
London
EC4V 4ET

Auditor Newby Castleman LLP
6 Forest Road
Loughborough
Leicestershire
LE11 3NP

Bankers Barclays Bank Plc
Market Place
Leicester
LE87 2BB

THOMAS HARLEY'S CHARITIES

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THOMAS HARLEY'S CHARITIES

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2021

The trustees present their report and accounts for the year ended 31 March 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the FRS 102.

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 Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the regulations but which has since been withdrawn.

Objectives and activities

The objects of the charity are to assist wherever possible those applicants in need within the classes of beneficiaries as described in the Charity Scheme, namely widows and dependents of deceased Clergy and Schools and Young Persons under the age of 25, principally from the relevant Areas of Benefit. In formulating and applying these objectives, the trustees have regard to the guidance of the Charity Commission on Public Benefit.

The trustees seek to utilise all of their net income to assist beneficiaries by awarding monetary grants. In the case of the educational grants these are to assist specific projects being undertaken by schools from the Area of Benefit defined as the parishes of Osgathorpe, Belton and the former Urban District of Coalville. The trustees look to the schools to raise their own contribution to the project and if possible match the funds being offered by the trustees. For Young Persons the trustees are aware of the debts being incurred by students from lower-income households in attending higher education. Providing that the student's application is strongly supported by their course tutor the trustees endeavour, providing funds allow, to assist that student through their college / university education.

For clergy widows, widowers and dependents, apart from emergency assistance in the form of relief in need grants, the trustees award, subject to their financial status, health, age and number of dependents, temporary aid grants where the level of grant awarded is calculated from the information supplied by the Diocese of Leicester Widows and Dependents Committee.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

No fundraising takes place and the income is derived from investments managed by CCLA and property managed by Charity Link.

The administrative costs of the charity are extremely low, around 9.2% of total income, bearing in mind part of the cost base is non-recoverable VAT.

This financial year the net movement on funds for the Education charity was £2,011. The balance of income at the end of the financial year was £103,500.

The Relief in Need charity awarded grants of £154,300 which was up on last year by £24,646. The balance of income at the end of the financial year was £355,258.

Financial review

All expenditure is approved by the trustees and no payments made without the signature of two trustees, or the clerk and one trustee.

The trustees' investment policy is constantly under review and quarterly reports are received from CCLA.

THOMAS HARLEY'S CHARITIES

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Co-opted Trustees

Rev'd Canon P Hackwood
G R Phillipson
T Higgins
C Young
Mrs G Newcombe
P Sergeant

The Trust Deed states the body of trustees when complete shall consist of 9 competent persons being:

- Three nominated trustees and
- Six co-opted trustees

Nominated trustees are appointed as follows:

- One by the Leicestershire County Council (as local education authority);
- One by the Osgathorpe Parish Council; and
- One by the Bishop of Leicester

The nominated trustees are:

- Leicestershire County Council – Councillor Christine Radford
- Osgathorpe Parish Council – Councillor Martin Buczkiewicz
- Bishop of Leicester – Mr Anthony Wessel

The nominated trustees are appointed in accordance with the Charitable Scheme.

Co-opted trustees are persons through residence, occupation or employment, or otherwise have special knowledge of the area of benefit. These trustees are appointed for a term of five years by a resolution of the trustees passed at a special meeting. Any competent trustee may be re-appointed under the terms of the Trust Deed.

All trustees give of their time freely and no trustee remuneration was paid in the year. Trustees are required to disclose all relevant interests and to withdraw from decisions where a potential conflict of interest arises.

All grant claims and payments are reported to the trustees. In cases where the amounts claimed are below £3,000 and assistance urgently required, the clerk investigates the claim and a grant is awarded with the approval of the chairman and one other trustee, usually Mr Wessel. The payments usually are to assist claimants with funeral expenses or emergency repairs / replacement of essential electrical equipment such as a washing machine for a clergy widow. All other grant claims are considered by the trustees at their bi-annual meetings.

All trustees are on appointment briefed as to the objects of the charity, the background history to the charities and are given copies of the Charitable Scheme dated 2nd August 1990 and the most up-to-date financial accounts and performance reports from the charity investment advisors, CCLA.

The charity does not employ any staff but pays an annual fee to Charity Link for their services to act as clerk to the charity and to manage the property assets of the charity on behalf of the trustees.

The day-to-day management of the charity is delegated to Charity Link who regularly liaise with Rev'd Canon P Hackwood the chair of trustees, and Mr Wessel who is the trustee appointed by the Bishop of Leicester and who assists in identifying and bringing forward claims from clergy widows and dependents resident in the Diocese of Leicester.

The net movement in funds, excluding gains on investments totalled approximately £265,460 and this was distributed 6/8ths to the Relief in Need charity and 2/8ths to the Education charity.

THOMAS HARLEY'S CHARITIES

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Statement of trustees' responsibilities

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


The law applicable to charities in England and Wales requires the trustees to prepare accounts 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 year.

In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the charities SORP 2015 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' report was approved by the board of trustees.


.....
Rev'd Canon P Hackwood - Chair

Dated: 
.....

THOMAS HARLEY'S CHARITIES

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THOMAS HARLEY'S CHARITIES

Opinion

We have audited the accounts of Thomas Harley's Charities (the 'charity') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, and the notes to the accounts, 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 FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the accounts:

- give a true and fair view of the state of the charity's affairs as at 31 March 2021 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 Auditor's responsibilities for the audit of the accounts section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the accounts in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the 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 other information comprises the information included in the trustee's report, other than the accounts and our auditor's report thereon. The trustees are responsible for the other information contained within the trustee's report. Our opinion on the accounts 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 accounts 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 there is a material misstatement in the accounts or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the accounts is inconsistent in any material respect with the trustee's report; or
- the charity has not kept adequate accounting records; or
- the accounts 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.

THOMAS HARLEY'S CHARITIES

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THOMAS HARLEY'S CHARITIES

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, set out on page 4, the trustees are responsible for the preparation of accounts which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that act.

Our objectives are to obtain reasonable assurance about whether the accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these accounts.

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.

Extent to which the audit was considered capable of detecting irregularities

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion. However, responsibility for the prevention and detection of fraud ultimately rests with both those charged with governance and management of the charity.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- obtaining an understanding of the legal and regulatory framework applicable to the company by considering the nature of the industry in which the charity operates and enquiring of management; and
- identifying the key laws and regulations considered to have a direct impact on the financial statements including the UK Companies Act 2006, UK Charities Act 2011 and UK Generally Accepted Accounting Practice and
- assessing how the charity is complying with the applicable legal and regulatory framework by making further enquiries of management and observing the charity's control environment regarding compliance with regulations and fraud prevention; and
- assessing the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur, by considering the effectiveness of the charity's accounting systems and controls and how these were monitored by management. Where the risk of material misstatement was considered to be higher in certain areas, further audit procedures were designed to address this increased risk; and
- discussing amongst the engagement team how and where fraud might occur in the financial statements and any potential indicators of fraud.

Audit response to risks of irregularities identified

Our procedures to respond to risks identified included the following:

- reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations; and
- enquiry of charity staff responsible for compliance to identify any instances of non-compliance with laws and regulations; and

THOMAS HARLEY'S CHARITIES

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THOMAS HARLEY'S CHARITIES

- reviewing supporting documentation confirming compliance with specific laws and regulations considered central to the ability of the charity to operate; and
- enquiry of management, those charged with governance and other relevant parties around actual and potential litigation claims; and
- reviewing supporting documentation regarding actual and potential litigation claims; and
- reviewing minutes of meetings of those charged with governance; and
- performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias; and
- communicating identified laws and regulations and potential fraud risks to all engagement team members and assessing whether there are any indications of fraud or non-compliance with laws and regulations throughout the audit.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the accounts is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Other matters which we are required to address

Your attention is drawn to the fact that the charity has prepared accounts in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) 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 now been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

Use of our report

This report is made solely to the charity's trustees, 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 trustees 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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

 20th Dec 2021

Newby Castleman LLP
Chartered Accountants
Statutory Auditor
6 Forest Road
Loughborough
Leicestershire
LE11 3NP

Newby Castleman LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

THOMAS HARLEY'S CHARITIES

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds £	Restricted funds Charitable Branch £	Restricted funds Educational Branch £	Total 2021 £	Total 2020 £
Income from:						
Charitable activities	3	-	7,052	500	7,552	4,884
Investments	4	290,377	-	-	290,377	280,494
Other income	5	28	-	-	28	-
Total		290,405	7,052	500	297,957	285,378
Expenditure on:						
Charitable activities	6	24,944	154,300	64,854	244,098	207,234
Net gains on investments	10	1,823,865	-	-	1,823,865	(265,177)
Net incoming/(outgoing) resources before transfers		2,089,326	(147,248)	(64,354)	1,877,724	(187,033)
Transfers between funds	17	(265,460)	199,095	66,365	-	-
Net movement in funds		1,823,866	51,847	2,011	1,877,724	(187,033)
Fund balances at 1 April 2020		8,455,264	303,411	368,289	9,126,964	9,313,997
Fund balances at 31 March 2021		10,279,130	355,258	370,300	11,004,688	9,126,964

All income and expenditure derive from continuing activities.

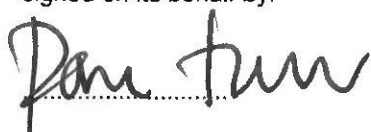
THOMAS HARLEY'S CHARITIES

BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Investment properties	11		746,800		602,800
Investments	12		9,906,136		8,087,627
Investment deposits			102,289		102,168
			<u>10,755,225</u>		<u>8,792,595</u>
Current assets					
Debtors	14	73,142		73,117	
Cash at bank and in hand		325,753		267,305	
		<u>398,895</u>		<u>340,422</u>	
Liabilities					
Creditors: amounts falling due within one year	15	(5,432)		(6,053)	
		<u></u>		<u></u>	
Net current assets			<u>393,463</u>		<u>334,369</u>
Total assets less current liabilities			<u>11,148,688</u>		<u>9,126,964</u>
Provisions for liabilities			<u>(144,000)</u>		<u>-</u>
Net assets			<u><u>11,004,688</u></u>		<u><u>9,126,964</u></u>
Total funds of charity					
<u>Restricted funds</u>					
Educational Branch		103,500		101,489	
General restricted funds		355,258		303,411	
Fair value reserve - Educational branch		266,800		266,800	
	17	<u></u>	<u>725,558</u>	<u></u>	<u>671,700</u>
<u>Unrestricted funds</u>					
General unrestricted funds		7,440,678		7,292,322	
Fair value reserve		2,838,452		1,162,942	
		<u></u>	<u>10,279,130</u>	<u></u>	<u>8,455,264</u>
			<u><u>11,004,688</u></u>		<u><u>9,126,964</u></u>

The financial statements were approved and authorised by the board of trustees on 9th Dec 2021 and are signed on its behalf by:



Rev'd Canon P Hackwood - Chair

The notes on pages 10 - 19 form part of these financial statements.

THOMAS HARLEY'S CHARITIES

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Charity information

Thomas Harley's Charities is an unincorporated charity registered in England and Wales, and is governed by its trust deed. The address of the place of business is given in the legal and administrative information page of these financial statements

1.1 Basis of preparation

The charity is a public benefit entity as defined by FRS102. The financial statements have been prepared in accordance with: The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland ("FRS 102"), Accounting and Reporting by Charities: the Statement of Recommended Practice for charities applying FRS 102, the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements 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 Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of investment at fair value. The principal accounting policies adopted are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are funds which are to be used in accordance with the specific restrictions imposed by it by the donor or trust deed. There are two restricted funds one for each of the two registered charities which make up these accounts. The details of these restricted funds are included in the notes to the accounts.

1.4 Income recognition

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Legacies are recognised at the earlier of the charity being notified of an impending distribution or the legacy being received.

Income from charitable activities primarily includes income received from charitable rental income, where property is let which satisfies the objectives of the charity. Such income is recognised on an accruals basis.

Investment income is earned through holding assets for investment purposes. It comprises dividends, which are recognised on an accruals basis.

THOMAS HARLEY'S CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.5 Expenditure recognition

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

- Costs of raising funds include investment management costs, for managing the portfolio of listed investments.
- Expenditure on charitable activities notably includes grant payments to further the delivery of the objectives of the charity.

Irrecoverable VAT is charged against the category of resources expensed for which it was incurred.

All resources expended are allocated against unrestricted funds unless they specifically relate to a restricted fund. The surplus on the unrestricted fund is then transferred on an annual basis against the restricted funds on a 2/8 to Education and 6/8 to Relief in Need restricted funds.

1.6 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially measured at cost and subsequently measured using the fair value model and stated at its fair value as the reporting end date. The surplus or deficit on revaluation is recognised in the Statement of Financial Activities (SOFA).

1.7 Fixed asset investments

Investments in equity instruments which are not subsidiaries are initially recognised at transaction price excluding transaction costs, and are subsequently measured at fair value with changes recognised in the SOFA.

At each reporting end date, the charity reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount in order to determine the extent of the impairment loss (if any). Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in the SOFA unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts.

1.9 Financial instruments

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

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

Investments in equity investments which are not subsidiaries, associates or joint ventures, are initially measured at fair value which is normally the transaction price excluding transaction costs. Such assets are subsequently measured at fair value and the changes in fair value are recognised in the SOFA, except that investments in equity instruments that are not publically traded and whose fair values cannot be measured reliably are measured at cost less impairment.

THOMAS HARLEY'S CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.10 Provisions

Provisions are recognised when the charity has a legal or constructive present obligation as a result of a past event, it is probable that the charity will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation.

Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value the unwinding of the discount is recognised as a finance cost in net income/(expenditure) in the period it arises.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Key sources of estimation uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows.

Valuation of investment property

The valuation of the investment properties is reassessed annually by the trustees and, when necessary, amended to reflect current values.

THOMAS HARLEY'S CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

3 Income from charitable activities

	Restricted funds Charitable Branch £	Restricted funds Educational Branch £	Total 2021 £	Total 2020 £
Charitable rental income	-	450	450	4,834
Other income	7,052	50	7,102	50
	<u>7,052</u>	<u>500</u>	<u>7,552</u>	<u>4,884</u>
Unrestricted funds				1,524
Restricted funds				3,360
				<u>4,884</u>

4 Income from investments

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Income from listed investments	287,151	-	287,151	279,457
Interest receivable	3,226	-	3,226	1,037
	<u>290,377</u>	<u>-</u>	<u>290,377</u>	<u>280,494</u>
Unrestricted funds				280,494
Restricted funds				-
				<u>280,494</u>

5 Other income

	2021 £	2020 £
Other income	<u>28</u>	<u>-</u>

THOMAS HARLEY'S CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

6 Expenditure on charitable activities

	General charitable expenditure	Charitable branch	Educational branch	Total 2021	Total 2020
	£	£	£	£	£
Clerk fees	5,178	-	-	5,178	9,766
Repairs to investment properties	10,769	-	-	10,769	14,017
Insurance	-	-	2,551	2,551	2,186
Audit fees	3,000	-	-	3,000	3,000
Legal and professional fees	5,997	-	-	5,997	-
	<u>24,944</u>	<u>-</u>	<u>2,551</u>	<u>27,495</u>	<u>28,969</u>
Grant funding of activities (see note 7)	-	154,300	62,303	216,603	178,265
	<u>24,944</u>	<u>154,300</u>	<u>64,854</u>	<u>244,098</u>	<u>207,234</u>
Unrestricted funds	24,944	-	-	24,944	14,206
Restricted funds - Charitable Branch	-	154,300	-	154,300	129,654
Restricted funds - Educational Branch	-	-	64,854	64,854	63,374
	<u>24,944</u>	<u>154,300</u>	<u>64,854</u>	<u>244,098</u>	<u>207,234</u>

THOMAS HARLEY'S CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

7 Grants payable

	Charitable branch	Educational branch	Total	2020
	£	£	£	£
Grants to institutions:				
Stephenson College	-	3,500	3,500	-
Stephenson Studio School	-	2,000	2,000	-
Forest Way School	-	11,000	11,000	6,322
Whitwick St. John the Baptist C of E Primary School	-	6,400	6,400	6,500
T.E.C.K (Teaching Educationally Creative Kids)	-	5,000	5,000	5,000
The Castle Rock School	-	6,000	6,000	-
Broom Leys Primary School	-	3,300	3,300	-
All Saints C of E Primary School	-	(446)	(446)	446
King Edward VII Sports & Science College	-	-	-	6,000
Griffydham Primary School	-	7,500	7,500	1,000
Iveshead School	-	-	-	380
Swannington C of E Primary School	-	667	667	-
Thringstone Primary School	-	-	-	7,000
Newbridge High School	-	-	-	5,530
Newbold C of E Primary School	-	5,000	5,000	-
Belton C of E Primary School	-	5,031	5,031	-
Ivanhoe College	-	2,456	2,456	-
	-	57,408	57,408	38,178
Grants to individuals	154,300	4,895	159,195	140,087
	154,300	62,303	216,603	178,265

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration, benefits or reimbursed expenses from the charity during the year.

9 Employees

There were no employees during the year.

THOMAS HARLEY'S CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

10 Net gains/(losses) on investments

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Revaluation of investments	1,675,509	-	1,675,509	(265,177)
Gain/(loss) on sale of investment properties	148,356	-	148,356	-
	<u>1,823,865</u>	<u>-</u>	<u>1,823,865</u>	<u>(265,177)</u>
Unrestricted funds				(265,177)
Restricted funds				-
				<u>(265,177)</u>

11 Investment property

	2021 £
Fair value	
At 1 April 2020	602,800
Additions	144,000
	<u>746,800</u>
At 31 March 2021	<u>746,800</u>

Investment property comprises land and buildings in Leicestershire. The fair value of the investment properties has been arrived at on the basis of a valuation carried out at 24 August 2017 by Mather Jamie Chartered Surveyors. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties. The trustees have reviewed the valuation at the year end and consider that the market has not changed since this valuation.

12 Fixed asset investments

	Listed investments £
Cost or valuation	
At 31 March 2021	8,087,627
Additions	143,000
Valuation changes	1,636,223
	<u>9,866,850</u>
At 31 March 2021	<u>9,866,850</u>
Carrying amount	
At 31 March 2021	<u>9,866,850</u>
At 31 March 2020	<u>8,087,627</u>

THOMAS HARLEY'S CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

12 Fixed asset investments (Continued)

13 Financial instruments	2021	2020
	£	£
Carrying amount of financial assets		
Debt instruments measured at amortised cost	73,142	73,117
Equity instruments measured at fair value	9,906,136	8,352,804
	<u> </u>	<u> </u>
Carrying amount of financial liabilities		
Measured at amortised cost	5,432	6,053
	<u> </u>	<u> </u>

Financial assets measured at amortised cost comprise prepayments and accrued income.

Financial assets measured at a revalued amount comprise listed investments and investment property.

Financial liabilities measured at amortised cost comprise accruals and deferred income.

14 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Prepayments and accrued income	73,142	73,117
	<u> </u>	<u> </u>

15 Creditors: amounts falling due within one year

	2021	2020
	£	£
Accruals and deferred income	5,432	6,053
	<u> </u>	<u> </u>

16 Provisions for liabilities

	2021	2020
	£	£
Other provisions	144,000	-
	<u> </u>	<u> </u>

Movements on provisions:

	£
Movements in the year	144,000
	<u> </u>

THOMAS HARLEY'S CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

17 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds Year Ended 31				
	Balance at 1	Incoming	Resources	Transfers	Balance at 31
	April 2020	resources	expended		March 2021
	£	£	£	£	£
Educational Branch	101,489	500	(64,854)	66,365	103,500
Charitable Branch	303,411	7,052	(154,300)	199,095	355,258
Fair value reserve - Educational branch	266,800	-	-	-	266,800
	<u>671,700</u>	<u>7,552</u>	<u>(219,154)</u>	<u>265,460</u>	<u>725,558</u>

	Movement in funds Year Ended 31				
	Balance at 1	Incoming	Resources	Transfers	Balance at 31
	April 2019	resources	expended		March 2020
	£	£	£	£	£
Educational Branch	94,550	3,360	(63,374)	66,953	101,489
Charitable Branch	232,206	-	(129,654)	200,859	303,411
Fair value reserve - Educational branch	266,800	-	-	-	266,800
	<u>593,556</u>	<u>3,360</u>	<u>(193,028)</u>	<u>267,812</u>	<u>671,700</u>

The Educational Branch provides grants to schools for specific projects, and to students to subsidise their college / university education.

The Charitable Branch provides temporary aid grants for clergy widows, widowers and dependents.

Fair Value Reserve - Educational Branch relates to the valuation of investment properties held within the Educational Branch.

Transfers are made into the Educational Branch and the Charitable Branch from general reserves to fund the grant payments.

THOMAS HARLEY'S CHARITIES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

18 Analysis of net assets between funds Year Ended 31 March 2021

	Unrestricted funds		Charitable Branch	Educational Branch	Total
	£	£	£	£	
Fund balances at 31 March 2021 are represented by:					
Investment properties		480,000	-	266,800	746,800
Investments		9,906,136	-	-	9,906,136
Investment deposit fund		102,289	-	-	102,289
Current assets/(liabilities)		(209,295)	355,258	103,500	249,463
		<u>10,279,130</u>	<u>355,258</u>	<u>370,300</u>	<u>11,004,688</u>

Analysis of net assets between funds Year Ended 31 March 2020

	Unrestricted funds		Charitable Branch	Educational Branch	Total
	£	£	£	£	
Fund balances at 31 March 2020 are represented by:					
Investment properties		336,000	-	266,800	602,800
Investments		8,087,627	-	-	8,087,627
Investment deposit fund		102,168	-	-	102,168
Current assets/(liabilities)		(70,531)	303,411	101,489	334,369
		<u>8,455,264</u>	<u>303,411</u>	<u>368,289</u>	<u>9,126,964</u>

19 Related party transactions

During the year fees of £5,178 (2020 - £9,766) were paid to Charity Link for services as clerk and receiver to the charity. £2,432 (2020 - £3,053) are included in accruals at the year end.