

THE ALAN EDWARD HIGGS CHARITY
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 05 APRIL 2021

THE ALAN EDWARD HIGGS CHARITY

INDEX

	Page
Trustees and Advisers	1
Trustees' Report	2
Auditors' Report	6
Consolidated Statement of Financial Activities	8
Charity Statement of Financial Activities	9
Consolidated Balance Sheet	10
Charity Balance Sheet	11
Consolidated Cash Flow	12
Charity Cash Flow	13
Notes to the Accounts	14

THE ALAN EDWARD HIGGS CHARITY
REFERENCE AND ADMINISTRATIVE DETAILS
for the year ended 05 April 2021

CHARITY NAME	The Alan Edward Higgs Charity
REGISTERED NUMBER:	509367 (England)
TRUSTEES:	M.F. Knatchbull-Hugessen (Chairman) * R.T.E. Higgs E.L. Barlow M.S. Franklin
CLERK TO THE TRUSTEES:	P.W. Knatchbull-Hugessen
REGISTERED OFFICE	The Ricoh Arena Judd's Lane Longford Coventry CV6 6GE
SOLICITORS:	Brindley, Twist, Taft & James Lowick Gate Siskin Drive Coventry CV3 4FJ Bates Wells & Braithwaite London LLP 2 – 6 Cannon St London EC4M 6YH
BANKERS:	Metro Bank Unit 70/71, Arndale Centre 59 Terminus Rd Eastbourne BN21 3NW
INVESTMENT FUND	Rathbone Investment Management Limited 8 Finsbury Circus London EC2M 7AZ Ruffers LLP 80 Victoria Street London SW1E 5JL Sarasin & Partners LLP Juxon House 100 St Paul's Churchurchyard London EC4M 8BU
AUDITORS:	Dafferns LLP Chartered Accountants Statutory Auditor One Eastwood Harry Weston Road Binley Business Park Coventry CV3 2UB

*Trustee holding title to property

THE ALAN EDWARD HIGGS CHARITY

TRUSTEES' REPORT for the year ended 05 April 2021

The trustees present their report together with the consolidated financial statements for the year ended 05 April 2021. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is an unincorporated charity and was created after the death of Mr. Alan Edward Higgs in 1979 in accordance with the terms of his will, and is constituted under a trust deed dated 28 September 1979. It is a registered charity (number 509367). Under the terms of the trust deed for a period of 21 years from the death of Mr. A.E. Higgs surplus income was accumulated in the capital fund.

Trustees

The trustees are the individuals that are responsible for controlling and governing the charitable group.

The trustees who held office during the year and at the date of this report are shown in the administrative information on page 1.

Recruitment, appointment, induction and training of trustees

New trustees are appointed by the continuing trustees. The current approach is to have at least four trustees, with a spread of experience that gives the ability to understand when they need to take external professional advice. The trustees have hitherto not felt the need for any further detail in person specification. The job description of the duties and responsibilities of a trustee are spelt out helpfully by the Charity Commission.

Related parties

The charity has four wholly owned companies, one of which is a property dealer, one of which managed bar and catering facilities as part of a wider charitable mixed motive social investment, one of which is for the charity to participate in joint ventures and one of which is to participate in the development of housing. Any profits in these companies are distributed to the charity by way of gift aid payments. Details of the companies are shown in note 15.

Organisational structure

The trustees hold regular meetings to make grants and review investment performance within a strategic policy framework covering all its activities, including reserves and risk management, which is reviewed annually. Day to day administration of grants made by the trustees and the presentation of applications for consideration by the trustees is delegated to the clerk.

The clerk acts for the trustees in furthering the charity's objects through partnerships, working with a variety of organisations concerned with groups or areas of disadvantage within the beneficial area.

Management

Day to day management of the charity is delegated to the clerk and his staff who operate within the guidelines set by the trustees and the financial limits of the charity whilst pursuing its charitable objects. Where necessary the clerk and trustees will consult with and take advice from the charity's professional advisers.

THE ALAN EDWARD HIGGS CHARITY

TRUSTEES' REPORT for the year ended 05 April 2021

Setting of Key Management Personnel Remuneration

As an endowed grant giving charity, the number of personnel is limited. The number of employees and levels of remuneration are disclosed in the notes to the accounts. The trustees review the level of remuneration in line with duties, inflation and market factors, taking professional advice as appropriate.

Principal risks and uncertainties

The trustees consider the major risks to which the charity is exposed and review them to establish systems and procedures to manage those risks.

As an endowed charity the principal risks and uncertainties relate to the underlying value of its investments and the potential income stream generated from these sources, including rental income from investment properties and investment income and gains on managed portfolios.

Market conditions and business confidence may have an adverse impact on investment assets. The trustees mitigate risk by taking independent professional advice from investment managers and are able to vary the level of grant expenditure based on investment returns received, should this be required.

OBJECTIVES AND ACTIVITIES

The objects of the charity are:

- (a) Such charitable purposes as the trustees may select which shall benefit wholly or mainly the inhabitants of the area within 25 miles of the centre of Coventry.
- (b) The charity fund shall be applied as far as may be practicable in the promotion of child welfare and particularly the welfare of under-privileged children.
- (c) The trustees of the charity may co-operate with or contribute to any other charity having objects substantially similar to the objects of the charity.

It is the aim of the trustees to reach as wide a selection of the community as possible within the geographical limitations. They are happy to receive applications for grants from local bodies or associations and from national organisations who can show that any grant from the charity would be used to benefit persons resident within the above geographical area. The trustees do not normally entertain applications from individuals.

The clerk to the trustees is the initial contact for local bodies and organisations seeking grants. These applications are screened to ensure that they meet the objectives of the charity. The trustees meet regularly to consider the applications and to make grants in appropriate circumstances.

The trustees refer to the advice contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives, in planning future activities and reviewing grant applications.

ACHIEVEMENTS AND PERFORMANCE

Grant making policy

The Charity has taken the first steps in redrawing its grant making strategy. The website was successfully launched and applications are now made on-line. This has enabled a wider range of organisations to make applications for funding. The Trustees are determined to make the application process as efficient and open as possible for applicants.

The Trustees have added £250,000 to the endowment funds of the Heart of England Community Fund. These funds were matched by the Community Fund to create the Alan Higgs Community Fund. In reviewing their grant making the Trustees determined that the Community Fund was better placed to administer small grants to small organisations than the Charity. Through this fund greater penetration into smaller and often less formally organised community organisations within the beneficial area is possible.

The Charity continues to work with the Historic Coventry Trust to preserve the City's patrimony and to make buildings useful to people. The developments of and around The Drapers' Hall will create a centre for music and the arts with a strong focus on young people.

THE ALAN EDWARD HIGGS CHARITY

TRUSTEES' REPORT for the year ended 05 April 2021

ACHIEVEMENTS AND PERFORMANCE

Grants made during the year amounted to £650,628 (2020: £855,709). A total of 47 (2020: 25) charities and organisations were assisted of which 40 (2020: 19) had not been assisted in the previous year with an average grant size of £13,843 (2020: £34,000). Full details of grants issued are shown in Note 6.

Fundraising Standards Information

The trustees do not involve the charity in any fundraising activities. The income of the charity is obtained from the investments comprising the trust fund.

Subsidiary Undertakings

The results and headline balance sheet accounts for Hope Property Managements Limited, The Drapers Bar and Restaurant Limited and Plough Hill Land are shown in note 16.

Drapers Bar has been gifted to The Historic Coventry Trust fulfilling the Trustees' aim in helping develop a major part of the cultural centre of the City to the benefit of residents and the economy. Completion of this transfer occurred post year end.

FINANCIAL REVIEW

The financial statements include a consolidated Statement of Financial Activities, Balance Sheet and Statement of Cash Flows incorporating the results of the wholly owned companies. These companies are disclosed in note 15.

The charitable group is reliant on the income from its investment assets. The portfolio of quoted investments is invested to achieve both capital and income growth, held within the charity itself. The value of these investments increased on prior year reporting a total return of £3,102,040 (2020: £2,744,053) in the year as a result of capital gains/losses of £2,831,894 (2020: losses £3,205,715) and income generated of £270,146 (2020: £461,662).

Total consolidated net (expenditure) / income of the group before gains and losses on all investment assets and transfers between funds for the year was £(486,399) (2020: £(826,600)). Total consolidated net (losses) / gains were £2,952,946 (2020: £(3,205,715)).

Investment policy and performance

The trustees' powers of investment are governed by the trust deed. The trustees have delegated the management of the quoted investments to three fund managers on a discretionary basis.

The overall investment objective is to achieve long term capital and income growth in excess of the benchmark for the fund.

The Trustees are undertaking a major review of their investments and have engaged consultants to assist them in this. They have developed a new Investment Policy and are reviewing all investments against the new policy.

The range of assets employed to achieve the objective will be consistent with the trust deed. Speculative activity by the managers is prohibited, the portfolio of assets may not be geared and the greater proportion of all investments should be readily realisable.

However, where appropriate, the trustees may wish to make social investments in pursuance of the objectives of the charity. In such cases, the trustees will have regard to the Charity Commission's paper "Useful Guideline - Charity and Social Investment" and will always take appropriate professional advice before proceeding to make any such social investment.

Decisions regarding sale of residential investments are taken having reviewed the valuation and circumstances of each property when it comes vacant but as most houses have now been fully renovated the likelihood is that they will be retained as rental stock.

THE ALAN EDWARD HIGGS CHARITY

TRUSTEES' REPORT for the year ended 05 April 2021

Reserves policy

The trustees aim over a period of time is to maintain free reserves in unrestricted funds at a level which equates to approximately one year's charitable expenditure.

At 05 April 2021 the charitable group had total funds of £19,739,414 (2020: £17,272,808) of which £2,234,127 (2020: £980,995) related to the unrestricted income fund and £17,505,287 (2020: £16,291,813) related to the expendable endowment fund.

At 05 April 2021 the charity had total funds of £19,283,752 (2020: £16,920,817) of which £2,151,366 (2020: £2,586,161) related to the unrestricted free income fund and £17,132,386 (2020: £14,334,656) related to the expendable endowment fund. Based on current levels of income and expenditure the charity has more than sufficient free reserves to meet at least one year's charitable expenditure.

PLANS FOR THE FUTURE

The Trustees are continuing to develop their grant making strategy and will look to optimise the effect of their grant making by enabling more effective dialogue with applicants.

TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

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

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

In preparing these financial statements, the trustees are required to:

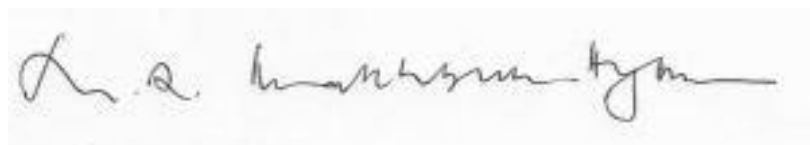
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the trustees are aware, there is no relevant audit information of which the charity's auditors are unaware, and each trustee has taken all the steps that he ought to have taken as a trustee in order to make himself aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

ON BEHALF OF THE TRUSTEES



M.F. Knatchbull-Hugessen - Chairman

Dated: 2 February 2022

THE ALAN EDWARD HIGGS CHARITY

INDEPENDENT AUDITORS REPORT TO THE TRUSTEES OF THE ALAN EDWARD HIGGS CHARITY

Opinion

We have audited the financial statements of The Alan Edward Higgs Charity (the 'parent charity') and its subsidiaries (the 'group') for the year ended 05 April 2021 which comprise the Consolidated Statement of Financial Activities, the Charity Statement of Financial Activities, the Consolidated and the Charity Balance Sheet, the Consolidated and Charity Statement of Cash flows and the and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charity's affairs as at 05 April 2021, and of the group's 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 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 financial statements section of our report. We are independent of the group and parent charity 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 or parent 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 trustees annual report², other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report.

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

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

THE ALAN EDWARD HIGGS CHARITY

INDEPENDENT AUDITORS REPORT TO THE TRUSTEES OF THE ALAN EDWARD HIGGS CHARITY

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

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 6, the trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and parent 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 group or the parent 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 151 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 financial statements 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 financial statements.

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 auditor's report.

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 auditor's 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.

Dafferns LLP

Dafferns LLP
Chartered Accountants
Statutory Auditors
One Eastwood
Harry Weston Road
Binley Business Park
Coventry
CV3 2UB

Dated: 2 February 2022

THE ALAN EDWARD HIGGS CHARITY

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 05 April 2021

	<u>Notes</u>	Income fund £	Expendable endowment fund £	<u>2021</u> Total funds £	<u>2020</u> Total funds £
Income and endowments from:					
Activities for generating funds					
Rental income		111,872	-	111,872	112,538
Trading income (discontinued)		-	-	-	475,602
Property management		82,350	-	82,350	91,500
Licence fees		(4,775)	-	(4,775)	4,638
Investments					
Quoted investments		270,146	-	270,146	461,662
Interest received		135	-	135	21,840
Voluntary income		(42,975)	-	(42,975)	41,742
Other income		-	-	-	22,679
Total income and endowments	3	416,753	-	416,753	1,232,201
Expenditure on:					
Raising funds					
Trading subsidiaries	4	53,447	-	53,447	965,467
Investment management costs	5	37,810	75,664	113,474	133,009
Charitable activities					
Grants payable	6	650,628	-	650,628	855,709
Grant making expenses	6	10,272	-	10,272	15,996
Other charitable expenses	6	20,544	-	20,544	31,992
Governance costs	7	54,727	-	54,727	56,628
Total expenditure		827,428	75,664	903,092	2,058,801
Net gains / (losses) on investments	13	-	2,952,945	2,952,945	(3,205,715)
Net income / (expenditure)		(410,675)	2,877,281	2,466,606	(4,032,315)
Transfer between funds	18	1,663,807	(1,663,807)	-	-
Total funds brought forward		980,995	16,291,813	17,272,808	21,305,123
Total funds carried forward	18	2,234,127	17,505,287	19,739,414	17,272,808

Activities for Drapers Bar and Restaurant Ltd were discontinued during the previous year. For further breakdown of income and expenditure see notes 3 and 4. Otherwise, income and expenditure derives from continuing activities.

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

THE ALAN EDWARD HIGGS CHARITY

CHARITY STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 05 April 2021

	<u>Notes</u>	<u>Income fund</u> £	<u>Expendable endowment fund</u> £	<u>2021 Total funds</u> £	<u>2020 Total funds</u> £
Income and endowments from:					
Activities for generating funds					
Rental income		76,567	-	76,567	82,092
Gift aid receipts from subsidiaries		65,510	-	65,510	50,944
Licence fees		(4,775)	-	(4,775)	4,638
Investments					
Quoted investments		270,146	-	270,146	461,662
Interest received		135	-	135	21,840
Voluntary income		(42,975)	-	(42,975)	41,742
Other income		-	-	-	22,233
Total income and endowments	3	364,608	-	364,608	685,151
Expenditure on:					
Raising funds					
Investment management costs		24,074	75,664	99,738	121,858
Charitable activities					
Grants payable	6	650,628	-	650,628	855,709
Grant making expenses	6	10,272	-	10,272	15,996
Other charitable expenses	6	20,544	-	20,544	31,992
Impairment of mixed motive social investments		39,158	-	39,158	307,714
Governance costs	7	54,727	-	54,727	56,385
Total Expenditure		799,403	75,664	875,067	1,389,654
Net gains / (losses) on investments	14	-	2,873,394	2,873,394	(3,205,715)
Net income / (expenditure)		(434,795)	2,797,730	2,362,935	(3,910,218)
Total funds brought forward		2,586,161	14,334,656	16,920,817	20,831,035
Total funds carried forward	18	2,151,366	17,132,386	19,283,752	16,920,817

All income and expenditure derive from continuing activities.

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

THE ALAN EDWARD HIGGS CHARITY

CONSOLIDATED BALANCE SHEET

05 April 2021

	<u>Notes</u>	£	<u>2021</u>	£	£	<u>2020</u>	£
FIXED ASSETS							
Tangible Fixed Assets	12			3,830			645,642
Investments	13			17,666,511			12,383,533
				<u>17,670,341</u>			<u>13,029,175</u>
CURRENT ASSETS							
Debtors	16	43,789			102,816		
Cash at bank and in hand		2,096,303			5,006,459		
		<u>2,140,092</u>			<u>5,109,275</u>		
CREDITORS: amounts falling due within one year	17		<u>(71,019)</u>			<u>(865,642)</u>	
NET CURRENT ASSETS				<u>2,069,073</u>			<u>4,243,633</u>
TOTAL ASSETS LESS CURRENT LIABILITIES BEING NET ASSETS				<u>19,739,414</u>			<u>17,272,808</u>
CHARITY FUNDS:							
UNRESTRICTED FUNDS							
Income fund				2,234,127			980,995
Expendable endowment fund				17,505,287			16,291,813
TOTAL CHARITY FUNDS	18			<u>19,739,414</u>			<u>17,272,808</u>

The financial statements were approved by the trustees and authorised to issue on 2 February 2022 and are signed on their behalf by:



M.F. Knatchbull-Hugessen - Chairman

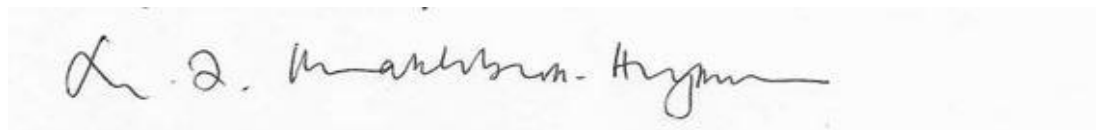
THE ALAN EDWARD HIGGS CHARITY

CHARITY BALANCE SHEET

05 April 2021

	<u>Notes</u>	£	<u>2021</u>	£	£	<u>2020</u>	£
FIXED ASSETS							
Investments	14			16,974,695			11,786,460
CURRENT ASSETS							
Debtors	16	261,251			334,608		
Cash at bank and in hand		2,092,355			4,928,320		
				<u>2,353,606</u>			<u>5,262,928</u>
CREDITORS: amounts falling due within one year	17	(44,549)			(128,571)		
							<u>5,134,357</u>
NET CURRENT ASSETS				<u>2,309,057</u>			<u>5,134,357</u>
TOTAL ASSETS LESS CURRENT LIABILITIES BEING NET ASSETS				<u>19,283,752</u>			<u>16,920,817</u>
FUNDS OF THE CHARITY:							
UNRESTRICTED FUNDS							
Income fund				2,151,366			2,586,161
Expendable endowment fund				17,132,386			14,334,656
TOTAL CHARITY FUNDS	18			<u>19,283,752</u>			<u>16,920,817</u>

The financial statements were approved by the trustees and authorised to issue on 2 February 2022 and are signed on their behalf by:



M.F. Knatchbull-Hugessen - Chairman

THE ALAN EDWARD HIGGS CHARITY
CONSOLIDATED STATEMENT OF CASH FLOWS
for the year ended 05 April 2021

	<u>Notes</u>	<u>2021</u> £	<u>2020</u> £
Cash flow from operating activities	19	(960,686)	(543,043)
Net cash flow from operating activities		(960,686)	(543,043)
Cash flow from investing activities			
Payments to acquire tangible fixed assets		(1,590)	(3,711)
Payments to acquire investments		(9,647,206)	(1,038,947)
Receipts from sales of investments		7,317,173	1,039,883
Interest received		135	21,840
Dividends and other investment income received		270,146	416,662
Rents received from investment properties		111,872	112,538
Receipts from sales of tangible fixed assets		-	3,167
Net cash flow from investing activities		(1,949,470)	551,432
Cash flow from financing activities			
Interest paid		-	-
Net cash flow from financing activities		-	-
Net increase in cash and cash equivalents		(2,910,156)	8,389
Cash and cash equivalents at 05 April 2020		5,006,459	4,998,070
Cash and cash equivalents at 05 April 2021		2,096,303	5,006,459

THE ALAN EDWARD HIGGS CHARITY
CHARITY STATEMENT OF CASH FLOWS
for the year ended 05 April 2021

	<u>Notes</u>	<u>2021</u> £	<u>2020</u> £
Cash flow from operating activities	20	(828,814)	(345,616)
Net cash flow from operating activities		(828,814)	(345,616)
Cash flow from investing activities			
Payments to acquire investments		(9,671,172)	(1,299,907)
Receipts from sales of investments		7,317,173	1,039,883
Interest received		135	21,840
Dividends and other investment income received		270,146	461,662
Rents received from investment properties		76,567	82,092
Net cash flow from investing activities		(2,007,151)	305,570
Cash flow from financing activities			
Interest paid		-	-
Net cash flow from financing activities		-	-
Net (decrease) / increase in cash and cash equivalents		(2,835,965)	(40,046)
Cash and cash equivalents at 05 April 2020		4,928,320	4,968,366
Cash and cash equivalents at 05 April 2021		2,092,355	4,928,320

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021

1 GENERAL INFORMATION AND BASIS FOR PREPARATION

The Alan Edward Higgs Charity is an unincorporated charity registered in England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are detailed in the trustees report on pages 2 to 6.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice.

The consolidated statement of financial activities and the group balance sheet consolidate the financial statements of the charity and its subsidiary undertakings. The results of the subsidiaries are consolidated on a line by line basis and intra-group transactions are eliminated on consolidation.

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 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) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 01 April 2005 which has since been withdrawn.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £1.

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

2 ACCOUNTING POLICIES

Income

Incoming resources are recognised once the charity has entitlement to the resources, it is probable that the resources will be received, and the monetary value of incoming resources can be measured with sufficient reliability.

- Income from activities includes trading, rental and other property income and is recognised when the charity is entitled to the monies.
- Investment income is earned through holding assets for investment purposes such as shares or property and includes dividends, interest and rent. Investment income is included when receivable.

Expenditure

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

- Costs of generating funds are those costs incurred in relation to trading, managing and maintaining investments and an apportionment of support costs.
- Charitable expenditure comprises grants to the charities beneficiaries and the costs in respect to managing and facilitating grant making activities as well as an apportionment of support costs.

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021

2 ACCOUNTING POLICIES (CONTINUED)

Grants payable are payments made to third parties in the furtherance of the charitable objectives of the charity. The grants are accounted for where either the trustees have agreed to pay the grant without condition and the recipient has a reasonable expectation that they will receive a grant, or any condition attaching to the grant is outside the control of the charity.

- Support costs consist of the clerk's salary and associated overheads which are allocated on a time basis between investment management, charitable activities, being grant making and other charitable activities, and governance, being most consistent with use of the resources.
- Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit, legal fees and overheads together with an apportionment of support costs.

Irrecoverable VAT

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

Pension contributions

The group operates a defined contribution pension scheme. Contributions payable to the pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Realised / unrealised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or purchase date if later). Realised and unrealised gains are not separated in the Statement of Financial Activities.

Funds

As the trustees have the power to distribute both income and capital the funds of the trust are all unrestricted.

- Expendable endowment fund comprises the original capital fund and gains thereto together with subsequent donations of a capital nature. The policy of the trustees is to retain capital in an endowment fund in order to generate income from which grants are made. The fund is represented by the capital investments included in investment assets less any appropriate creditor.
- Income fund represents investment income and other income less expenditure and grants made.

Tangible fixed assets

Tangible fixed assets are recognised at cost and subsequently measured under the historical cost model being cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes any direct expenditure incurred to bring the asset to its current location and condition necessary for the asset to work as intended by management.

Repairs and maintenance costs are charged to the Statement of Financial Activities in the period in which they are incurred.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Fixtures and fittings	-	20 - 25% straight line
Computer equipment	-	25% straight line
Long leasehold	-	over the remaining life of the lease

Any gains and losses on the disposal of tangible fixed assets are recognised in the Statement of Financial Activities in the period that the disposal takes place.

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021

2 ACCOUNTING POLICIES (CONTINUED)

Investments

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

The main form of financial risk faced by the charity's investments is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude to investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

Investments in subsidiaries, joint ventures and associates are measured at cost less impairment.

Social investments include mixed motive investments and programme related investments which are those held to further our charitable purposes. In 2020 mixed motive investments included the charity's current holding in The Drapers Bar and Restaurant Limited. The Drapers Bar and Restaurant Limited ceased to trade during the 2020 financial year and the long leasehold has been gifted to Historic Coventry Trust.

Investment property

Investment properties for which fair value can be measured reliably without undue cost or effort are measured at fair value at each reporting date with changes in fair value recognised in 'net gains / (losses) on investments' in the Statement of Financial Activities.

Surpluses made on the disposal of property are treated as capital receipts and are taken to the credit of the expendable endowment fund in the year in which they occur.

Debtors and creditors receivable / payable within one year

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

Going Concern

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

3 INCOME AND ENDOWMENTS

All income is wholly attributable to the unrestricted income fund in both the current and preceding year.

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021

4 TRADING SUBSIDIARIES

Management and administration costs of the trading subsidiaries:

	<u>2021</u>	<u>2020</u>
	£	£
Property Management Company		
Salaries and national insurance	26,134	23,376
Legal and professional charges	2,608	2,456
Rent, rates and insurance	6,015	3,467
Telephone	3,909	3,752
Postage and stationery	1,121	809
Repairs and renewals	736	618
Motor expenses	-	4
Travelling	143	334
Audit fees	7,860	4,250
Accountancy	3,462	1,763
Bank charges and other interest	252	358
Sundry expenses	246	1,391
Depreciation and profits and losses on sales of assets:		
Computer equipment	961	1,065
	<u>53,447</u>	<u>43,643</u>
Bar and Restaurant Company (discontinued activities)		
Bar and food purchases	-	191,856
Salaries and national insurance	-	303,472
Compensation for loss of office	-	34,693
Pensions	-	3,851
Legal and professional charges	-	54,162
Rent, rates and insurance	-	61,091
Telephone	-	2,776
Postage and stationery	-	1,089
Repairs and renewals	-	29,310
Light and heat	-	28,632
Accountancy	-	24,596
Bank charges	-	7,540
Entertainment	-	9,990
Sundry expenses	-	12,594
Cleaning consumables	-	20,426
Security costs	-	8,708
Depreciation and profits and losses on sales of assets:		
(Profit) / loss on the sale of Fixtures and Fittings	-	(3,167)
Impairment of assets:		
Fixtures and Fittings	-	13,377
Long leasehold	-	116,828
	<u>-</u>	<u>921,824</u>
Total discontinued activities		
	<u>53,447</u>	<u>965,467</u>

Trading subsidiaries expenditure is wholly attributable to the unrestricted income fund in both the current and preceding year.

THE ALAN EDWARD HIGGS CHARITY

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021

5 INVESTMENT MANAGEMENT COSTS

	<u>Income</u> £	<u>Endowment</u> £	<u>2021</u> £	<u>2020</u> £
Investments				
Fund managers' charges	-	60,256	60,256	77,375
Clerk's salary and overheads	-	15,408	15,408	23,994
Legal and professional fees	-	-	-	(753)
	-----	-----	-----	-----
	-	75,664	75,664	100,616
	=====	=====	=====	=====
Property expenses				
Agents fees	9,609	-	9,609	9,951
Legal and professional fees	1,406	-	1,406	360
Repairs	14,964	-	14,964	14,221
Insurance	10,281	-	10,281	7,861
Sundry expenses	1,550	-	1,550	-
	-----	-----	-----	-----
	37,810	-	37,810	32,393
	=====	=====	=====	=====
	37,810	75,664	113,474	133,009
	=====	=====	=====	=====

The salary costs relate to the management of the charity's investments and are allocated on a time apportioned basis.

Investment management costs were £113,474 (2020: 133,009) of which £75,664 (2020: £100,616) were attributable to the endowment fund and £37,810 (2020: £32,393) attributable to the income fund.

6 CHARITABLE ACTIVITIES

	<u>2021</u> £	<u>2020</u> £
Grants payable		
Historic Coventry Trust	-	640,000
Commitment to gift long leasehold property		
5 th Rugby Newbold Scout Group	-	2,000
Towards the re-building of the Scout building.		
Armonico Consort	30,000	30,000
Towards programme of work being carried out across schools in Coventry and Warwickshire		
Acorns Children's Hospice Trust	-	30,000
To support the work of the children's hospice abuse in Coventry		
Birmingham Vision	-	2,000
To support a sports and activity programme for Blind and Partially Sighted people in Birmingham.		
Bradby Club for Young People	-	10,000
To support the Young People's Club in supporting young people in Rugby		
Broad street Community Meeting Hall	-	5,000
Towards the re-building of the Broad Street Community Centre, Foleshill, Coventry.		
Coventry and District Credit Union	15,500	2,652
To assist with bad debt provision during COVID-19 pandemic.		
	-----	-----
	45,500	721,652
	=====	=====

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021

6 CHARITABLE ACTIVITIES – (CONTINUED)	<u>2021</u> £	<u>2020</u> £
	45,500	721,652
Alcester Youth Project To match funding to develop the Hopkins play area	5,000	-
Coventry Resource Centre for the Blind To purchase a replacement minibus.	-	20,000
Atrium Health To repurpose space for community use by people with long term health conditions	15,000	-
Atherstone District Scout Council To provide camping and expedition equipment for use by scout troops in North Warwickshire	2,632	-
Happy Days To provide holidays for children with special needs and their families.	-	3,000
Heart of England community Foundation To the COVID Resilience Fund	250,000	10,000
Jericho Foundation To support people in multiple deprivation into employment and social inclusion.	-	2,000
Lullaby Trust To support the Care of Next Infant programme in Coventry.	-	4,500
Martineau Gardens To support environmental education at the gardens for children from Birmingham primary schools	1,500	1,500
Motionhouse To support the Warwickshire Young Carers Dance Project.	-	3,057
Macmillan Cancer Support To provide Macmillian grants to 17 people living with cancer in Coventry	7,000	-
Myton Hospice To support the running costs	10,000	20,000
Nuneaton & Warwickshire Riding for the Disabled Association To support core costs during COVID-19 closure	5,000	-
PDSA To support the Coventry Pet Hospital	-	20,000
Teenage Cancer Trust To support 'Bridging the Gap' a nursing and support outreach programme for young people in the West Midlands with cancer	-	5,000
	<u>341,632</u>	<u>810,709</u>

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021

6 CHARITABLE ACTIVITIES – (CONTINUED)	<u>2021</u>	<u>2020</u>
	£	£
	341,632	810,709
St Francis Employability 5 Doors down: Covid-19 response	10,250	8,000
St Martins Church Centre, Social Care Project To help meet core costs	-	5,000
The Notables Foundation To enable adults with learning disabilities to enjoy musical performance.	-	1,000
The Shakespeare Hospice To meet urgent need during the Covid pandemic	-	20,000
The Shakespeare Hospice To support the Day Hospice	-	5,000
Variety Club To provide a specialist wheelchair	-	1,000
Young Womens Trust To support 'Work It Out' a programme for young women in poverty to gain employment and independence.	5,000	5,000
Bardsley Youth Project To support work with young homeless people in Coventry	15,000	-
NSPCC To support the NSPCC's Schools Service in the West Midlands	10,000	-
Revitalise To subsidise the cost of holidays for 10 people from Coventry with disabilities	3,280	-
Belgrade Theatre Trust To contribute towards cost of multifunctional community space	45,000	-
Coventry Foodbank Purchase of 3 level racking to increase warehouse capacity	8,000	-
Coventry Haven Womens Aid Grant to meet urgent need created by COVID	10,000	-
Coventry Independent Advice Service To provide video conferencing facilities in community facilities to enable COVID secure advice.	7,500	-
Coventry Refugee & Migrant Centre To continue the work of the Coventry Health Champions to reach harder to reach migrant communities	5,000	-
Warwickshire Young Carers To provide a programme of activities for infant young carers during school holidays	9,991	-
	<u>470,653</u>	<u>855,709</u>

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021

6 CHARITABLE ACTIVITIES – (CONTINUED)	<u>2021</u> £	<u>2020</u> £
	470,653	855,709
Coventry Samaritans Grant to meet urgent need created by COVID	10,000	-
CRASAC Grant to meet urgent need created by COVID	10,000	-
Dyspraxia To support work with young people affected by Dyspraxia in the West-Midlands	1,000	-
Entrust Care Partnership To replace decking round fixed mobile homes used for holidays	6,000	-
Etch and Pin To help provide Coventry primary schools with series of children's books telling the city's history	3,000	-
Huntington's Disease Association To develop services for sufferers across Warwickshire	2,000	-
John Taylor Hospice Charity To support the newly established bereavement counselling programme for young people	2,000	-
Kids Out To provide 114 boxes of toys for children entering refuges in Coventry	4,560	-
2 nd Warwick Sea Scouts Towards fit out of new HQ for benefit of young people	9,000	-
Kings Rise Academy Grant to meet urgent need created by COVID	1,500	-
Marie Curie To support the Coronavirus Emergency Appeal	3,000	-
Motor Neurone Disease Association Towards the equipment loan and support grant service in Coventry and Warwickshire	1,000	-
Myaware To provide support to sufferers in Coventry and Warwickshire	1,000	-
Friendship project for children To support an individual counselling and befriending scheme in Coventry and Warwickshire	4,000	-
Positive Youth Project To provide critical services to looked after children in Coventry	10,000	-
Young People First To support the Peer Mentoring Programme for looked after children In Coventry	5,000	-
Voluntary Action Coventry	6,320	-
	<u>550,033</u>	<u>855,709</u>

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021

6 CHARITABLE ACTIVITIES – (CONTINUED)	<u>2021</u> £	<u>2020</u> £
	550,033	855,709
Tall Ships Youth To provide funds for five young people from Warwickshire to participate	1,500	-
The Air League To fund the building of an aeroplane by young people in Coventry	5,000	-
The Friends of St Andrews Church To support the building of St Andrews community Hibernian Carlton Leicestershire	5,000	-
The Heart Theatre To subsidise 4 covid compliant community activities	4,000	-
The Orchestra of the Swan To work with visually impaired young people at the Priestley Smith School leading to a musical performance	5,000	-
The Royal Society for Blind Children Towards the families first service in the West Midlands to support 17 families	5,000	-
Together for Change, Coventry & Warwickshire To pay for the renovation of electrical systems in community meeting hall	5,000	-
Valley House Grant to meet urgent need created by COVID	10,000	-
Historic Coventry Trust Re: Drapers Bar and Restaurant	60,095	-
	<u>650,628</u>	<u>855,709</u>
Grant making expenses Clerk's salary and overheads	<u>10,272</u>	<u>15,996</u>
Other Charitable Expenses Clerk's salary and overheads	<u>20,544</u>	<u>31,992</u>

The salary costs relate to the management and administration of the charity's grant making programme and are allocated on a time apportioned basis.

Charitable expenditure is wholly attributable to the unrestricted income fund in both the current and preceding year.

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021

7 GOVERNANCE COSTS

	<u>2021</u>	<u>2020</u>
	£	£
Salaries and overheads	18,203	19,686
Trustees' expenses	2,400	3,069
Legal and professional fees	-	5,529
Rent, rates and insurance	360	1,486
Telephone	1,675	1,608
Postage and stationery	180	347
Motor expenses	570	1,337
Audit fee	14,500	14,500
Accountancy	6,868	6,661
Sundry expenses	(1)	766
Computer expenses	9,947	600
Bank charges	25	1,039
	<u>54,727</u>	<u>56,628</u>

The salary costs relate to the ongoing governing of the charity and includes an allocation of costs on a time apportioned basis.

Governance costs are wholly attributable to the unrestricted income fund in both the current and preceding year.

THE ALAN EDWARD HIGGS CHARITY

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021**

8 ALLOCATION OF SUPPORT COSTS

	Investment Management £	Grant Making £	Other Charitable £	Governance £	Total £
Clerk's Salary & Overheads	15,408	10,272	20,544	18,203	64,427
% Allocation	30%	20%	40%	10%	100%

9 AUDITORS REMUNERATION

The auditor's remuneration for the audit of the charitable group constituted an audit fee of £18,900 and additional accounts and advice of £7,993.

10 STAFF COSTS

	<u>2021</u> £	<u>2020</u> £
Salaries	81,706	386,935
Compensation for loss of office	-	34,693
Social security	8,851	31,580
Pension	-	3,851
	<u>90,557</u>	<u>457,059</u>
Average number of employees	<u>2</u>	<u>35</u>

Pension costs

The group operated a defined contribution pension scheme. The assets of the scheme were held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the charity to the fund and amounted to £nil (2020: £3,851).

The number of employees earning over £60,000 per year (including benefits) was as follows:

	<u>2021</u> Number	<u>2020</u> Number
£70,001 - £80,000	<u>-</u>	<u>1</u>

The total amount of employee benefits (including employers NI) received by key management personnel was £64,428 (2020: £79,980). Key management is considered to be the clerk to the trustees as noted in the charity information on page 1.

Staff costs include redundancy and termination payments of £nil.

11 TRUSTEE REMUNERATION AND EXPENSES

The trustees received fees of £Nil during the year (2020: £Nil).

Total expenses of £2,400 (2020: £3,069) were paid to 4 (2020: 4) of the trustees.

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021

12 TANGIBLE FIXED ASSETS - GROUP

	Long Leasehold	Fixtures and fittings	Computer equipment	Total
	£	£	£	£
COST				
At 06 April 2020	801,425	40,269	22,172	863,866
Additions	-	-	1,590	1,590
Disposals	(801,425)	(40,269)	-	(841,694)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 05 April 2021	<u> </u>	<u> </u>	<u>23,762</u>	<u>23,762</u>
DEPRECIATION				
At 06 April 2020	161,425	37,828	18,971	218,224
Charge for year	-	-	961	961
Disposals	(161,425)	(37,828)	-	(199,253)
Impairments	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 05 April 2021	<u> </u>	<u> </u>	<u>19,932</u>	<u>19,932</u>
NET BOOK VALUE:				
At 05 April 2021	<u> </u>	<u> </u>	<u>3,830</u>	<u>3,830</u>
At 05 April 2020	<u>640,000</u>	<u>2,441</u>	<u>3,201</u>	<u>645,642</u>

13 INVESTMENT ASSETS - GROUP

	Investment properties	Quoted investments	Total
	£	£	£
Cost and market value at 06 April 2020	2,065,607	10,317,926	12,383,533
Acquisitions	15,192	9,632,014	9,647,206
Sale proceeds	-	(7,317,173)	(7,317,173)
Investment gains / (losses)	121,051	2,831,894	2,952,945
	<u> </u>	<u> </u>	<u> </u>
Cost and market value at 05 April 2021	<u>2,201,850</u>	<u>15,464,661</u>	<u>17,666,511</u>
	<u> </u>	<u> </u>	<u> </u>
Historic cost as at 05 April 2021	<u>733,498</u>	<u>8,226,664</u>	<u>8,960,162</u>

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021

13 INVESTMENT ASSETS - GROUP - (CONTINUED)

Analysis of market value at 05 April 2021:

	<u>UK</u> £	<u>Overseas</u> £	<u>Total</u> £
Investment properties	2,201,850	-	2,201,850
Quoted investments			
Equity:			
Direct	10,143,275	586,146	10,143,275
Indirect	2,471,795	2,263,465	4,735,240
	<u>14,816,920</u>	<u>2,849,591</u>	<u>17,666,511</u>

The investment properties were professionally valued by Carters Chartered Surveyors during March 2021.

There were no individual shareholdings or investments considered to be material with the market values and proportion of the portfolio shown as at 05 April 2021.

14 INVESTMENT ASSETS - CHARITY

	<u>Investment</u> <u>properties</u> £	<u>Group Company</u> <u>Quoted</u> <u>investments</u> £	<u>Unquoted</u> <u>investments</u> £	<u>Total</u> £
Cost and market value at 06 April 2020	1,467,850	10,317,926	684	11,786,460
Acquisitions	-	9,632,014	-	9,632,014
Sale proceeds	-	(7,317,173)	-	(7,317,173)
Investment gains / (losses)	41,500	2,831,894	-	2,873,394
	<u>1,509,350</u>	<u>15,464,661</u>	<u>684</u>	<u>16,974,695</u>
Cost and market value at 05 April 2021	<u>1,509,350</u>	<u>15,464,661</u>	<u>684</u>	<u>16,974,695</u>
Historic cost at 05 April 2021	<u>413,676</u>	<u>8,226,664</u>	<u>30,000</u>	<u>8,670,340</u>

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021

14 INVESTMENT ASSETS – CHARITY – (CONTINUED)

Analysis of market value at 05 April 2021:

	<u>UK</u> £	<u>Overseas</u> £	<u>Total</u> £
Investment properties	1,509,350	-	1,509,350
Quoted Investments			
Equity:			
Direct	10,143,275	586,146	10,729,421
Indirect	2,471,795	2,263,445	4,735,240
Unquoted investments			
Equity:			
Direct (Note 15)	684	-	684
	<u>14,125,104</u>	<u>2,849,591</u>	<u>16,974,695</u>

15 WHOLLY OWNED COMPANIES

The following companies are wholly owned by the charity:

Hope Property Managements Ltd (Company no. 00348703)	-	property dealing company
The Drapers Bar and Restaurant Ltd (Company no. 08704681)	-	leased property, bar and restaurant as part of music and cultural quarter (ceased in 2020)
Plough Hill Land Ltd (Company no. 09033788)	-	for the purpose of developing land in Nuneaton as a joint venture project

The Alan Edward Higgs Charity owns 100% of the ordinary share capital in each of the above listed subsidiary companies.

	2021 £	2020 £
Value of the investments	<u>684</u>	<u>684</u>

Results of active companies

Year ended 31 March 2021	<u>Turnover</u> £	<u>Gross Profit</u> £	<u>Administrative Expenses</u> £	<u>Other Income</u> £	<u>Operating Profit</u> £	<u>Gift Aid</u> £
Hope Property Managements Ltd	35,305	23,119	54,997	82,350	50,472	65,510
The Drapers Bar and Restaurant Ltd	-	-	-	-	-	-
Plough Hill Land Ltd	-	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Year ended 31 March 2020 (restated)						
Hope Property Managements Ltd	30,446	18,542	43,643	91,500	66,399	50,944
The Drapers Bar and Restaurant Ltd	475,602	(66,977)	379,244	446	(445,775)	-
Plough Hill Land Ltd	-	-	(753)	-	753	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

THE ALAN EDWARD HIGGS CHARITY

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021

15 WHOLLY OWNED COMPANIES – (CONTINUED)

Summary of balance sheets

Year ended 31 March 2021	Fixed Assets & Properties £	Stock, Debtors & Cash £	Due to Charity £	Other Creditors £	Net Assets £
Hope Property Managements Ltd	3,830	342,543	(236,375)	(32,961)	77,037
The Drapers Bar and Restaurant Ltd	-	-	-	-	-
Plough Hill Land Limited	-	6,631	-	-	6,631
	<u>3,830</u>	<u>349,174</u>	<u>(236,375)</u>	<u>(32,961)</u>	<u>83,668</u>
Year ended 31 March 2020 (restated)					
Hope Property Managements Ltd	3,201	400,202	(261,923)	(49,405)	92,075
The Drapers Bar and Restaurant Ltd	642,441	12,567	(1,866,095)	(53,923)	(1,265,010)
Plough Hill Land Limited	-	6,631	-	-	6,631
	<u>645,642</u>	<u>419,400</u>	<u>(2,128,018)</u>	<u>(103,328)</u>	<u>(1,166,304)</u>

Other entities which are controlled by the charity

The AEHC Company Limited, is a company limited by guarantee which is controlled by two of the trustees of the charity. The company was set up to act as a vehicle to allow the charity to be involved in the Coventry Mysteries. The company was dormant throughout the year.

16 DEBTORS

	Group		Charity	
	<u>2021</u> £	<u>2020</u> £	<u>2021</u> £	<u>2020</u> £
Amounts due from subsidiary undertakings	-	-	236,375	261,923
Prepayments and accrued income	43,789	102,816	24,786	72,685
	<u>43,789</u>	<u>102,816</u>	<u>261,251</u>	<u>334,608</u>

Loan- Credit Union falls wholly due after more than one year.

17 CREDITORS

	Group		Charity	
	<u>2021</u> £	<u>2020</u> £	<u>2021</u> £	<u>2020</u> £
Due within one year:				
Trade creditors	-	28,543	-	-
Deferred income (rents in advance)	3,000	-	3,000	3,000
Grants payable	-	700,000	-	60,000
Amounts due to subsidiary undertakings	-	-	5,044	6,257
Other creditors and accruals	68,019	137,099	36,505	59,314
	<u>71,019</u>	<u>865,642</u>	<u>44,549</u>	<u>128,571</u>

THE ALAN EDWARD HIGGS CHARITY

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021**

18 ANALYSIS OF NET ASSETS BETWEEN FUNDS

GROUP	<u>Income</u> £	<u>Expendable endowment</u> £	<u>Total</u> £
Tangible fixed assets	3,830	-	3,830
Investment assets	-	17,666,511	17,666,511
Current assets	2,140,092	-	2,140,092
Creditors	(61,569)	(9,450)	(71,019)
Interfund	151,774	(151,744)	-
	<hr/>	<hr/>	<hr/>
Total net assets	<u>2,234,127</u>	<u>17,505,287</u>	<u>19,739,414</u>
CHARITY	<u>Income</u> £	<u>Expendable endowment</u> £	<u>Total</u> £
Investment assets	-	16,974,695	16,974,695
Current assets	2,186,465	167,141	2,353,606
Creditors	(35,099)	(9,450)	(44,549)
	<hr/>	<hr/>	<hr/>
Total net assets	<u>2,151,366</u>	<u>17,132,386</u>	<u>19,283,752</u>

INCOME FUND - The income fund includes all current and prior periods retained surpluses and deficits. The transfer to income fund during the year from expendable endowment is to restate the income fund following the disposal of mixed motive social investments in prior years.

EXPENDABLE ENDOWMENT - The expendable endowment was established by a bequest in the will of Alan Edward Higgs, following his death in 1979. Both the endowment and the income arising from it are freely available to fund the activities of the charity.

19 RECONCILIATION OF NET INCOME / (EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES - GROUP

	2021 £	2020 £
Net income / (expenditure) for year	2,466,606	(4,032,315)
Depreciation and impairment of tangible fixed assets	961	131,270
Dividends and other investment income received	(270,146)	(416,662)
Rents received from investment properties	(111,872)	(112,538)
Interest received	(135)	(21,840)
(Gains) / losses on investments	(2,952,945)	3,205,715
(Increase) / decrease in stock	-	7,800
(Increase) / decrease in debtors	59,027	27,267
Increase / (decrease) in creditors	(794,623)	671,427
(Profit) / loss on disposal of tangible fixed assets	642,441	(3,167)
	<hr/>	<hr/>
Net cash flow from operating activities	<u>(960,686)</u>	<u>(543,043)</u>

Analysis of changes in net debt

	<u>2020</u> £	<u>Cashflow</u> £	<u>2021</u> £
Cash and cash equivalents	<u>5,006,459</u>	<u>(2,910,156)</u>	<u>2,096,303</u>

THE ALAN EDWARD HIGGS CHARITY

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 05 April 2021**

20 RECONCILIATION OF NET INCOME / (EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES - CHARITY

	2021	2020 restated
	£	£
Net income / (expenditure) for year	2,362,935	(3,910,218)
Impairment of mixed motive social investments	39,158	307,714
Dividends and other investment income received	(270,146)	(461,662)
Rents received from investment properties	(76,567)	(82,092)
Interest received	(135)	(21,840)
(Gains) / losses on investments	(2,873,394)	3,205,715
(Increase) / decrease in debtors	73,356	(103,334)
Increase / (decrease) in creditors	(84,021)	720,101
	<u>(828,814)</u>	<u>(345,616)</u>

Analysis of changes in net debt

	<u>2020</u> £	<u>Cashflow</u> £	<u>2021</u> £
Cash and cash equivalents	<u>4,928,320</u>	<u>(2,835,965)</u>	<u>2,092,355</u>

21 RELATED PARTY TRANSACTIONS

Mr. P.W. Knatchbull-Hugessen, clerk to the trustees, the husband of Mrs. M.F. Knatchbull-Hugessen, a trustee of the charity, received remuneration of £51,361 during the year (2020: £59,007).

22 ULTIMATE CONTROLLING PARTY

The charity was under the control of its trustees throughout the current and preceding year.