

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2023

FOR

THE ALAN EDWARD HIGGS CHARITY

Armstrongs Accountancy Ltd
Chartered Accountants and Statutory Auditor
1&2 Mercia Village
Torwood Close
Westwood Business Park
Coventry
West Midlands
CV4 8HX

THE ALAN EDWARD HIGGS CHARITY

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FOR THE YEAR ENDED 5 APRIL 2023

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THE ALAN EDWARD HIGGS CHARITY

REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 5 APRIL 2023

| | |
|------------------------------|--|
| TRUSTEES | M F Knatchbull-Hugessen (Chairman) * R T E Higgs E L Barlow M S Franklin (Death on 16 April 2023) Ms E L Bates A E W Barrett S A Cooke |
| CLERK TO THE TRUSTEES | Dr G Willcocks |
| PRINCIPAL ADDRESS | The Coventry Building Society Arena Judd's Lane Longford Coventry CV6 6GE |
| REGISTERED NUMBER | 509367 (England) |
| AUDITORS | Armstrongs Accountancy Ltd Chartered Accountants and Statutory Auditor 1&2 Mercia Village Torwood Close Westwood Business Park Coventry CV4 8HX |
| SOLICITORS | Brindley, Twist, Tafft & James Lowick Gate Siskin Drive Coventry CV3 4FJ Bates Wells & Braithwaite London LLP 2-6 Cannon Street London EC4M 6YH |
| BANKERS | Metro Bank Unit 70/71, Arndale Centre 59 Terminus Road 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 Churchyard London EC4M 8BU |

*Trustee holding title to property

THE ALAN EDWARD HIGGS CHARITY

TRUSTEES' REPORT **FOR THE YEAR ENDED 5 APRIL 2023**

The trustees present their report together with the consolidated financial statements for the year ended 05 April 2022. 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 new 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.

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.

Key management 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.

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.

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.

THE ALAN EDWARD HIGGS CHARITY

TRUSTEES' REPORT **FOR THE YEAR ENDED 5 APRIL 2023**

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

Objectives and aims

The objects of the charity are:

- 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.
- 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.
- 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

Grantmaking

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.

As a charity the Trustees want to start moving away from core costs and large capital projects. In essence the trustees want to see a stronger focus at grass roots level, and funding projects that have an immediate impact.

The Trustees are especially concerned about helping children and families experiencing deprivation. Particularly deprivation of opportunity, in other words providing opportunities that they would otherwise not experience.

Specific areas that Trustees are interested in are:

- Early years/Early start - social and developmental support
- Family support and protection including debt counselling and refuge
- Holidays
- Access to opportunity and experience
- Young Carers
- Looked after children and those coming out of care

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 ALAN EDWARD HIGGS CHARITY

TRUSTEES' REPORT **FOR THE YEAR ENDED 5 APRIL 2023**

ACHIEVEMENT AND PERFORMANCE

Grants made during the year amounted to £345,747 (2022: £215,981). A total of 51 (2022: 35) charities and organisations were assisted of which 43 (2022: 30) had not been assisted in the previous year with an average grant size of £6,779 (2022: £6,171). Full details of grants issued are shown in Note 5.

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 and Plough Hill Land are shown in note 13.

Drapers Bar was 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 during the current financial year.

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 13.

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 reduced on prior year reporting a total reduction of £573,209 (2022: £969,336) in the year as a result of capital gains losses of £921,995 (2022: £631,963) and income generated of £348,786 (2022: £337,373).

Total consolidated net (expenditure) / income of the group before gains and losses on all investment assets and transfers between funds for the year was £63,922 (2022: £35,192). Total consolidated net losses were £881,680 (2022: Gain of £634,326)

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 5 APRIL 2023

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 2023 the charitable group had total funds of £19,463,190 (2022: £20,408,932) of which £969,962 (2022: £408,528) related to the unrestricted income fund and £18,493,228 (2022: £20,000,404) related to the expendable endowment fund.

At 05 April 2023 the charity had total funds of £18,941,461 (2022: £19,886,657) of which £1,174,564 (2022: £578,069) related to the unrestricted free income fund and £17,766,897 (2022: £19,308,588) 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.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Trustees' 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.

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP; (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 business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to 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.

24/01/2024

Approved by order of the board of trustees on and signed on its behalf by:



.....
A E W Barrett - Trustee

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 5 April 2023 which comprise the Consolidated Statement of Financial Activities, the Charity Statement of Financial Activities, the Consolidated and the Charity Balance Sheet, 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 charity's affairs as at 5 April 2023 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

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.

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

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

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

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

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 151 of the Charities Act 2011 and report in accordance with the 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 a Independent Auditors' Report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

- Enquiry of management and those charged with governance around actual and potential litigation claims;
- Reviewing minutes of meetings of those charged with governance
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- 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.

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, or misrepresentation.

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

Use of our report

This report is made solely to the 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.

Armstrongs Accountancy Ltd
Chartered Accountants and Statutory Auditor
1&2 Mercia Village
Torwood Close
Westwood Business Park
Coventry
West Midlands
CV4 8HX

Date:

THE ALAN EDWARD HIGGS CHARITY

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2023

| | Notes | Unrestricted funds £ | Endowment fund £ | 2023 Total funds £ | 2022 Total funds £ |
|------------------------------------|-------|-------------------------|---------------------|--------------------------|--------------------------|
| INCOME AND ENDOWMENTS FROM | | | | | |
| Activities for generating funds | | | | | |
| Rental income | | 116,353 | - | 116,353 | 112,429 |
| Property management | | 110,200 | - | 110,200 | 133,500 |
| Investments | | | | | |
| Quoted investments | | 348,786 | - | 348,786 | 337,373 |
| Interest received | | 3 | - | 3 | 4 |
| Total income and endowments | 2 | 575,342 | - | 575,342 | 583,306 |
| EXPENDITURE ON: | | | | | |
| Raising funds | | | | | |
| Trading subsidiaries | 3 | 54,745 | - | 54,745 | 44,786 |
| Investment management costs | 4 | 14,521 | 155,467 | 169,988 | 221,137 |
| Charitable activities | | | | | |
| Grants payable | 5 | 345,747 | - | 345,747 | 215,981 |
| Governance costs | 6 | 68,784 | - | 68,784 | 66,210 |
| Total expenditure | | 483,797 | 155,467 | 639,264 | 548,114 |
| Net gains/(losses) on investments | 12 | 40,315 | (921,995) | (881,680) | 634,326 |
| NET INCOME/(EXPENDITURE) | | 131,860 | (1,077,462) | (945,602) | 669,518 |
| Transfers between funds | | 429,714 | (429,714) | - | - |
| Tax on profit | | (140) | - | (140) | - |
| RECONCILIATION OF FUNDS | | 408,528 | 20,000,404 | 20,408,932 | 19,739,414 |
| Total funds brought forward | | | | | |
| TOTAL FUNDS CARRIED FORWARD | 16 | 969,962 | 18,493,228 | 19,463,190 | 20,408,932 |

CONTINUING OPERATIONS

All income and expenditure have arisen from continuing activities.

The notes form part of these financial statements

THE ALAN EDWARD HIGGS CHARITY

CHARITY STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2023

| | Notes | Unrestricted funds £ | Endowment fund £ | 2023 Total funds £ | 2022 Total funds £ |
|------------------------------------|-------|----------------------------|------------------------|-----------------------------|-----------------------------|
| INCOME AND ENDOWMENTS FROM | | | | | |
| Donations and legacies | | 115,696 | - | 115,696 | 49,083 |
| Investment income | | 427,349 | - | 427,349 | 413,680 |
| Total | 2 | 543,045 | - | 543,045 | 462,763 |
| EXPENDITURE ON | | | | | |
| Raising funds | | 3,060 | 155,467 | 158,527 | 200,559 |
| Charitable activities | 5 | | | | |
| Grants payable | | 345,747 | - | 345,747 | 238,850 |
| Other | | 34,269 | 34,515 | 68,784 | 54,775 |
| Total | | 383,076 | 189,982 | 573,058 | 494,184 |
| Net gains/(losses) on investments | 12 | 6,812 | (921,995) | (915,183) | 634,326 |
| NET INCOME/(EXPENDITURE) | | 166,781 | (1,111,977) | (945,196) | 602,905 |
| Transfers between funds | | 429,714 | (429,714) | - | - |
| Net movement in funds | | 596,495 | (1,541,691) | (945,196) | 602,905 |
| RECONCILIATION OF FUNDS | | | | | |
| Total funds brought forward | 16 | 578,069 | 19,308,588 | 19,886,657 | 19,283,752 |
| TOTAL FUNDS CARRIED FORWARD | | 1,174,564 | 17,766,897 | 18,941,461 | 19,886,657 |

CONTINUING OPERATIONS

All income and expenditure have arisen from continuing activities.

The notes form part of these financial statements

THE ALAN EDWARD HIGGS CHARITY

CONSOLIDATED
BALANCE SHEET
5 APRIL 2023

| | Notes | 2023 £ | 2022 £ |
|--|-------|-------------|-------------|
| FIXED ASSETS | | | |
| Tangible fixed assets | 11 | 1,180 | 2,505 |
| Investment property | 12 | 18,492,216 | 20,017,376 |
| | | <hr/> | <hr/> |
| | | 18,493,396 | 20,019,881 |
| CURRENT ASSETS | | | |
| Debtors | 14 | 44,468 | 47,421 |
| Cash at bank | | 1,079,067 | 499,338 |
| | | <hr/> | <hr/> |
| | | 1,123,535 | 546,759 |
| CREDITORS | | | |
| Amounts falling due within one year | 15 | (153,741) | (157,708) |
| | | <hr/> | <hr/> |
| NET CURRENT ASSETS | | 969,794 | 389,051 |
| | | <hr/> | <hr/> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 19,463,190 | 20,408,932 |
| | | <hr/> | <hr/> |
| NET ASSETS | | 19,463,190 | 20,408,932 |
| CHARITY FUNDS: | | | |
| Unrestricted funds | 16 | | |
| Income fund | | 969,962 | 408,528 |
| Expendable endowment fund | | 18,493,228 | 20,000,404 |
| | | <hr/> | <hr/> |
| TOTAL CHARITY FUNDS | | 19,463,190 | 20,408,932 |
| | | <hr/> <hr/> | <hr/> <hr/> |

The financial statements were approved by the Board of Trustees and authorized for issue on and were signed on its behalf by:



.....
A E W Barrett - Trustee

The notes form part of these financial statements

THE ALAN EDWARD HIGGS CHARITY

CHARITY BALANCE SHEET

5 APRIL 2023

| | Notes | 2023 £ | 2022 £ |
|--|-------|------------|------------|
| FIXED ASSETS | | | |
| Investments | | | |
| Investments | 12 | 16,257,547 | 17,816,210 |
| Investment property | 12 | 1,509,350 | 1,509,350 |
| | | <hr/> | <hr/> |
| | | 17,766,897 | 19,325,560 |
| | | | |
| CURRENT ASSETS | | | |
| Debtors | 14 | 212,999 | 235,769 |
| Cash at bank | | 1,030,528 | 429,492 |
| | | <hr/> | <hr/> |
| | | 1,243,527 | 665,261 |
| | | | |
| CREDITORS | | | |
| Amounts falling due within one year | 15 | (68,963) | (104,164) |
| | | <hr/> | <hr/> |
| NET CURRENT ASSETS | | 1,174,564 | 561,097 |
| | | | |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 18,941,461 | 19,886,657 |
| | | | |
| NET ASSETS | | 18,941,461 | 19,886,657 |
| | | | |
| FUNDS | 16 | | |
| Unrestricted funds | | 1,174,564 | 578,069 |
| Endowment funds | | 17,766,897 | 19,308,588 |
| | | <hr/> | <hr/> |
| TOTAL FUNDS | | 18,941,461 | 19,886,657 |

The financial statements were approved by the Board of Trustees and authorised for issue on 24/01/2024 and were signed on its behalf by:



.....
A E W Barrett - Trustee

The notes form part of these financial statements

THE ALAN EDWARD HIGGS CHARITY
CONSOLIDATED STATEMENT OF CASH FLOWS
5 APRIL 2023

| | Notes | 2023 £ | 2022 £ |
|---|-------|-------------|-------------|
| Cash flow from operating activities | 17 | (488,438) | (327,869) |
| Tax paid | | (140) | - |
| | | <hr/> | <hr/> |
| Net cash flow from operating activities | | (488,578) | (327,869) |
| | | <hr/> | <hr/> |
| Cash flow from investing activities | | | |
| Payments to acquire investments | | (5,211,193) | (4,287,781) |
| Receipts from sales of investments | | 5,847,861 | 2,568,879 |
| Investment gains on investment property | | (33,503) | - |
| Interest received | | 3 | 4 |
| Dividends and other investment income received | | 348,786 | 337,373 |
| Rents received from investment properties | | 116,353 | 112,429 |
| | | <hr/> | <hr/> |
| Net cash flow from investing activities | | 1,068,307 | (1,269,096) |
| | | <hr/> | <hr/> |
| Cash flow from financing activities | | | |
| Interest paid | | - | - |
| | | <hr/> | <hr/> |
| Net cash flow from financing activities | | - | - |
| | | <hr/> | <hr/> |
| Net increase in cash and cash equivalents | | 579,729 | (1,596,965) |
| Cash and cash equivalents at 05 April 2022 | | 499,338 | 2,096,303 |
| | | <hr/> | <hr/> |
| Cash and cash equivalents at 05 April 2023 | | 1,079,067 | 499,338 |
| | | <hr/> | <hr/> |

THE ALAN EDWARD HIGGS CHARITY

CHARITY STATEMENT OF CASH FLOWS

5 APRIL 2023

| | Notes | 2023 £ | 2022 £ |
|--|-------|-------------|-------------|
| Cash flow from operating activities | 17 | (462,981) | (357,641) |
| Net cash flow from operating activities | | (462,981) | (357,641) |
| Cash flow from investing activities | | | |
| Payments to acquire investments | | (5,211,193) | (4,287,781) |
| Receipts from sales of investments | | 5,847,861 | 2,568,879 |
| Interest received | | 3 | 4 |
| Dividends and other investment income received | | 348,786 | 337,373 |
| Rents received from investment properties | | 78,560 | 76,303 |
| Net cash flow from investing activities | | 1,064,017 | (1,305,222) |
| Cash flow from financing activities | | | |
| Interest paid | | - | - |
| Net cash flow from financing activities | | - | - |
| Net (decrease)/ increase in cash and cash equivalents | | 601,036 | (1,662,863) |
| Cash and cash equivalents at 05 April 2022 | | 429,492 | 2,092,355 |
| Cash and cash equivalents at 05 April 2023 | | 1,030,528 | 429,492 |

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

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 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 charity's beneficiaries and the costs in respect to managing and facilitating grant making activities as well as an apportionment of support costs.

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

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

1. ACCOUNTING POLICIES - continued

Expenditure

scheme is 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.

Tangible fixed assets

Tangible fixed assets are recognized 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 the 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 recognized in the statement of Financial activities in the period the disposal takes place.

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.

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.

Taxation

The charity is exempt from tax on its charitable activities.

THE ALAN EDWARD HIGGS CHARITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

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 recognized as 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 authorizing these financial statements. The budgeted income and expenditure are sufficient with the level of reserves for the charity to be able to continue as a going concern.

Income accounting

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.

2. DONATIONS AND LEGACIES

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

3. TRADING SUBSIDIARIES

| | 2023 | 2022 |
|---|--------|--------|
| Management and administration costs of the trading subsidiaries | £ | £ |
| Property Management Company | | |
| Salaries and national insurance | 27,270 | 22,799 |
| Legal and professional charges | 5,204 | 3,980 |
| Rent, rates and insurance | 5,453 | 4,297 |
| Telephone | 5,343 | 3,076 |
| Computer costs | 4,035 | - |
| Postage and stationery | 823 | 953 |
| Entertaining | 31 | 199 |
| Repairs and renewals | 298 | 1,584 |
| Travelling expenses | 750 | 290 |
| Audit fees | 2,940 | 3,900 |
| Accountancy | 875 | 1,915 |
| Bank charges | 292 | 287 |
| Sundry expenses | 106 | 181 |
| Depreciation | 1,325 | 1,325 |
| | 54,745 | 44,786 |
| | 54,745 | 44,786 |

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 CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

4. INVESTMENT MANAGEMENT COSTS

| | Income | Endowment | 2023 | 2022 |
|-----------------------------|---------------|----------------|----------------|----------------|
| | £ | £ | £ | £ |
| Fund managers' charges | - | - | - | 54,362 |
| Clerks salary and overheads | - | - | - | 11,434 |
| Agents' fees | 6,286 | 5,784 | 12,070 | 9,842 |
| Legal and professional | - | 102,984 | 102,984 | 73,474 |
| Repairs | 3,394 | 46,699 | 50,093 | 58,001 |
| Insurance | 3,916 | - | 3,916 | 13,513 |
| Sundry expenses | 925 | - | 925 | 510 |
| | <u>14,521</u> | <u>155,467</u> | <u>169,988</u> | <u>154,830</u> |

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

Investment management costs were £169,988 (2022: 221,137) of which £155,467 (2022:65,796) were attributable to the endowment fund and £14,521(2022: £155,341) attributable to the income fund.

5. GRANTS PAYABLE

| Grants payable | 2023 | 2022 |
|---|--------|-------|
| | £ | £ |
| Acacia Family Support To improve the mental health of women with pre/postnatal depression across Birmingham | 1,000 | - |
| Acorns Children's Hospice Trust Expand our family services, providing vital psychosocial support to as many families as possible | 15,000 | - |
| African Women Impact UK Support for young refugees with mental health | 4,500 | - |
| Armonico Consort Limited Providing singing holiday opportunities for children in deprived areas of Coventry/Solihull | 8,502 | - |
| Barnardo's Funding for Coventry children's rights service for care experienced children and young people | 10,000 | - |
| Beyond the Horizon Teaching parents' therapeutic techniques to support children through bereavement or family breakdown | 2,500 | - |
| Bipolar UK To support individuals with Bipolar, their families and their carers | - | 2,552 |
| Birmingham Disability Resource Centre To empower disabled people in deprived areas of the West Midlands | - | 3,478 |
| Brain Tumour Support To provide support for anyone who has received a brain tumour diagnosis living in the West Midlands | 4,217 | 3,168 |

THE ALAN EDWARD HIGGS CHARITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

5. GRANTS PAYABLE - continued

| | | |
|---|--------|--------|
| Carriers of Hope To provide emergency support to asylum seekers, refugees, and migrants | 28,242 | 12,000 |
| Child Brain Injury Trust Supporting children following Brain Injury | 2,000 | - |
| Children's Hospital Pyjama's Provide children & young people in hospitals, hospices & refuges with pyjamas | 3,000 | - |
| Children with Cystic Fibrosis Dream Holidays To provide respite for a family from Coventry | - | 1,580 |
| City Year UK Creating pathways to employment and leadership for NEET young women | 15,000 | - |
| Clothing Coventry To support Coventry with a free school uniform clothing bank | 15,000 | - |
| Compass Support Services To support children and families to enjoy outdoor play | - | 5,000 |
| Coventry City Mission Providing vulnerable children in Coventry with Christmas gifts | 2,500 | 2,500 |
| Coventry Music Trust Music education for those in challenging circumstances | 12,171 | - |
| Coventry Rugby Community Grant Healthy, social, physical activity and nutrition for disadvantaged children across Coventry | 7,620 | - |
| Eglise Armee des Vainqueurs Re-instate youth club facility closed due to the effect of Covid | 1,500 | - |
| Engineering Development Trust To fund a STEM experience day for young people | - | 990 |
| Etch and Pin Support with Coventry children's books donated to local primary schools | 1,000 | - |
| Family Holiday Charity Helping families facing multiple disadvantages to create happy and positive memories | 12,000 | - |

THE ALAN EDWARD HIGGS CHARITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

5. GRANTS PAYABLE - continued

| | | |
|--|--------|-------|
| Feeding Coventry To secure the CEO role for the next 2 years, enabling sustainability | 10,000 | - |
| Grapevine Coventry & Warwickshire To provide support and advocacy to young people with autism and disability absent from school | 25,000 | - |
| Happy Days Children's Charity Leisure time activities for children with special needs in Coventry | 8,000 | 1,000 |
| Highly Sprung Performance Development of new cultural performance and educational project for children aged 3-7 | 12,000 | - |
| Holbrooks Community Centre To buy equipment for the kitchen | - | 1,000 |
| Home Start North & Inner City To provide volunteer support to vulnerable families with young children | - | 3,250 |
| Huntington's Disease Association To provide information, support, and advocacy for the Huntington's disease community across the West Midlands via our local specialist Huntington's disease advisory service | 2,000 | - |
| Independent Provider of Special Education Advice Training to improve educational support for children/young people in Birmingham with SEND | 3,000 | - |
| Insight - Counselling Coaching & Support Service 2-stage therapeutic programme - 1:1 counselling then a sibling's group for young carers | 1,000 | - |
| Kairos WWT To support young women, aged 18-25, at risk of sexual exploitation | 10,000 | 7,000 |
| Karis Neighbour Scheme Seeking funds for work that supports families/older people in challenging circumstances | 5,000 | - |
| Kids Out To bring happiness to some of the UK's vulnerable and disadvantaged children | 3,700 | - |
| Lennox Children's Cancer Fund Essential support for children with cancer in the South and West Midlands | 2,500 | - |
| Level Water Swimming lessons for children with disabilities, Birmingham | - | 3,000 |

THE ALAN EDWARD HIGGS CHARITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

5. GRANTS PAYABLE - continued

| | | |
|--|--------|--------|
| Lifespace Trust To recruit, train and supervise two volunteer members | - | 1,026 |
| London Midland Railway Club Association Installation of community sports facilities for local residents in an area of deprivation | 3,000 | - |
| Making Space Funding vital activities for people living in our extra care Coventry service | 1,000 | - |
| Martineau Gardens To support environmental education at the gardens for children from Birmingham primary schools | - | 2,500 |
| Media Mania Improving pathways to create industries for young adults with multiple disadvantages in Coventry | 10,000 | - |
| Motor Neurone Disease Association Care for people with Motor Neurone Disease in Coventry and Warwickshire | 2,000 | - |
| New Parks Club for Young People New crucial safe space for disadvantaged 14-25 year old activities | 5,000 | - |
| NSPCC To support the NSPCC's Schools Service in the West Midlands | - | 10,000 |
| Outreach & Community Action Project To use performing arts do support disadvantaged young people | - | 5,000 |
| Over The Wall To enable children affected by serious illness access therapeutic camps and activities | 8,000 | - |
| Positive Youth Project Delivering 264 hours of engaging safeguarding themed activity | 13,602 | - |
| Refuge Funding towards our refuge in Nuneaton, supporting women and child domestic abuse survivors | 17,489 | 12,500 |
| RicNic Community arts project for creative young people to gain experience, build confidence & key skills | 2,000 | - |
| Roald Dahl's Marvellous Children's Charity To provide specialist nurses for seriously ill children living with complex, lifelong conditions | - | 25,000 |
| Sandwell African Women Association Jobs skills training to reduce household poverty | 3,000 | - |
| Sandwell Youth in Action Provision of core costs | - | 20,525 |

THE ALAN EDWARD HIGGS CHARITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

5. GRANTS PAYABLE - continued

| | | |
|--|-------|--------|
| Sense Sense Forest School for children with deaf and blindness and their families in Birmingham | - | 10,000 |
| Solihull Moors Foundation Towards our Ability Counts project: sporting & social opportunities for children with disabilities | 3,000 | - |
| Stoke Community Club Limited To make urgent improvements to community facilities | - | 5,000 |
| Tall Ships Youth Trust To enable 5 disadvantaged young people from Coventry or Warwickshire to take part in a voyage | 1,500 | - |
| Tastelife UK Combating mental health eating disorders amongst young people aged 14-25 | 2,450 | - |
| Teenage Cancer Trust To support 'Bridging the Gap' a nursing and support outreach programme for young people in the West Midlands with cancer | - | 7,000 |
| The Anne Frank Trust UK Equipping young people with skills and confidence to challenge prejudice and discrimination | 2,500 | - |
| The Brainwave Centre Ltd Funding for four families living within a 25 mile radius of Coventry | 3,600 | - |
| The Brilliant Club The Scholars Programme supports disadvantaged students to access competitive universities | 7,654 | - |
| The Bryntail Cottage Charity To refurbish the fabric at the cottage | - | 3,000 |
| The Lullaby Trust To provide support to bereaving families | - | 5,000 |
| The Open Theatre Company A nonverbal physical theatre workshop for young people with profound and multiple disabilities | 3,000 | - |
| 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 Life Saving Society UK To fund research to understand lack of water safety training in ethnically diverse communities | - | 5,000 |

THE ALAN EDWARD HIGGS CHARITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

5. GRANTS PAYABLE - continued

| | | |
|--|---------|---------|
| The Respite Association Supporting West Midlands families who are carers to have a respite break | 5,000 | - |
| The Royal Society for Blind Children Delivery of families first services supporting visually impaired children and their families | 5,000 | 5,000 |
| The Shakespeare Hospice To support the Day Hospice | - | 20,000 |
| Three Spires Family Support Trust To improve the lives and life opportunities of vulnerable children in Coventry | 6,000 | - |
| Tile Hill Community Partnership To support outreach to schools embedding a non-violence culture | | 1,000 |
| Voluntary Action Coventry To support people experiencing disadvantage to access volunteering opportunities | 8,000 | - |
| Warwickshire Social Inclusion Partnership To work with people with long term mental illness in North Warwickshire | - | 3,080 |
| Whizz-Kidz To provide bespoke mobility equipment for young wheelchair users in Coventry | - | 6,000 |
| Worth Unlimited A learning hub providing skills & qualifications for disadvantaged young people | 5,000 | 5,000 |
| Young Lives vs Cancer To support our grants scheme for young cancer patients and their families | - | 3,000 |
| Young People First To support the Peer Mentoring Programme for looked after children In Coventry | - | 9,832 |
| | <hr/> | |
| | 345,747 | 215,981 |
| | <hr/> | |

THE ALAN EDWARD HIGGS CHARITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

6. GOVERNANCE COSTS

| | 2023 | 2022 |
|---------------------------|---------------|---------------|
| | £ | £ |
| Salaries and overheads | 47,835 | 38,080 |
| Trustee expenses | 5,050 | 2,400 |
| Rent, rates and insurance | 8,027 | 1,842 |
| Telephone | - | 1,318 |
| Postage and stationery | - | 724 |
| Motor expenses | - | 1,159 |
| Audit fee | - | 14,500 |
| Accountancy | 3,199 | 3,333 |
| Sundry expenses | 1,679 | 320 |
| Computer costs | 1,734 | 735 |
| Bank charges | - | 30 |
| Legal fees | 1,260 | 1,769 |
| | <u>68,784</u> | <u>66,210</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.

7. ALLOCATION OF SUPPORT COSTS

| | Investment management £ | Grant making £ | Other Charitable £ | Governance £ | Total |
|----------------------------|-------------------------------|-------------------|--------------------------|-----------------|--------|
| Clerk Salary and overheads | 3,375 | 13,500 | 10,125 | 6,750 | 33,750 |
| % Allocation | 10% | 40% | 30% | 20% | 100% |

8. AUDITORS' REMUNERATION

The auditor's remuneration for the audit of the charitable group constituted an audit fee of £10,140 (2022: £19,830) and additional accounts and advice of £4,074.

THE ALAN EDWARD HIGGS CHARITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

9. STAFF COSTS

| | 2023 | 2022 |
|-----------------------------|---------------|---------------|
| | £ | £ |
| Salaries | 71,154 | 69,281 |
| Social Security | 2,609 | 2,913 |
| Pension | 713 | 119 |
| | <u>74,476</u> | <u>72,313</u> |
| Average number of employees | <u>2</u> | <u>2</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 £713(2022: £119).

There were no employees earning over £60,000 per year (including benefits).

The total amount of employee benefits (including employers National Insurance) received by key management personnel was £33,750 (2022: £49,514). 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.

10. TRUSTEES' REMUNERATION AND BENEFITS

The trustees received fees of £nil during the year (2022: £Nil).

Total expenses of £5,050 (2022: £2,400) were paid to 4 (2022: 4) of the trustees.

| Trustees' expenses | 2023 | 2022 |
|---------------------------|--------------|--------------|
| | £ | £ |
| Trustees' expenses | <u>5,050</u> | <u>2,400</u> |

THE ALAN EDWARD HIGGS CHARITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

11. TANGIBLE FIXED ASSETS – GROUP

| | Long Leasehold | Fixtures and fittings | Computer equipment | Total |
|-----------------------|-------------------|--------------------------|-----------------------|---------------|
| | £ | £ | £ | £ |
| COST | | | | |
| At 06 April 2022 | - | 3,737 | 23,762 | 27,499 |
| Additions | - | - | - | - |
| Disposals | - | - | - | - |
| At 05 April 2023 | <u>-</u> | <u>3,737</u> | <u>23,762</u> | <u>27,499</u> |
| DEPRECIATION | | | | |
| At 06 April 2022 | - | 3,737 | 21,257 | 24,994 |
| Charge for year | - | - | 1,325 | 1,325 |
| On disposals | - | - | - | - |
| At 05 April 2023 | <u>-</u> | <u>3,737</u> | <u>22,582</u> | <u>26,319</u> |
| NET BOOK VALUE | | | | |
| At 05 April 2023 | <u>-</u> | <u>-</u> | <u>1,180</u> | <u>1,180</u> |
| At 05 April 2022 | <u>-</u> | <u>-</u> | <u>2,505</u> | <u>2,505</u> |

There are no tangible assets held within the Charity.

12. FIXED ASSET INVESTMENT – GROUP

| | Investment properties | Quoted investments | Total |
|--|--------------------------|-----------------------|-------------------|
| | £ | £ | £ |
| Cost and market value at 06 April 2022 | 2,201,850 | 17,815,526 | 20,017,376 |
| Acquisitions | - | 5,211,193 | 5,211,193 |
| Sale proceeds | - | (5,847,861) | (5,847,861) |
| Investment gains / (losses) | 33,503 | (921,995) | (888,492) |
| Cost and market value at 05 April 2023 | <u>2,235,353</u> | <u>16,256,863</u> | <u>18,492,216</u> |
| Historic cost as at 05 April 2022 | <u>733,498</u> | <u>14,015,074</u> | <u>14,748,572</u> |

The investment properties were professionally valued by Carters Chartered Surveyors during March 2021. The Trustees have assessed the market value as at 5 April 2023 and do not consider the value to have moved significantly since the valuation date.

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 2023.

THE ALAN EDWARD HIGGS CHARITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

FIXED ASSET INVESTMENT – CHARITY

| | <u>Investment properties</u> | <u>Quoted investments</u> | <u>Unquoted investments</u> | <u>Total</u> |
|--|----------------------------------|-------------------------------|---------------------------------|-------------------|
| | £ | £ | £ | £ |
| Cost and market value at 06 April 2022 | 1,509,350 | 17,815,526 | 684 | 19,325,560 |
| Acquisitions | - | 5,211,193 | - | 5,211,193 |
| Sale proceeds | - | (5,847,861) | - | (5,847,861) |
| Investment gains / (losses) | - | (921,995) | - | (921,995) |
| | <u>1,509,350</u> | <u>16,256,863</u> | <u>684</u> | <u>17,766,897</u> |
| Cost and market value at 05 April 2023 | <u>1,509,350</u> | <u>16,256,863</u> | <u>684</u> | <u>17,766,897</u> |
| Historic cost as at 05 April 2022 | <u>413,675</u> | <u>14,015,074</u> | <u>30,000</u> | <u>14,748,572</u> |

13. FIXED ASSET INVESTMENT – CHARITY

The following companies are wholly owned by the charity:

Hope Property Managements Ltd - property dealing company (Company no. 00348703)

Plough Hill Land Ltd - for the purpose of developing land in Nuneaton as a joint venture project (Company no. 09033788)

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

| | 2023 | 2022 | | | | |
|--|---------------|---------------------------|-------------------------|------------------|------------------|----------------|
| | £ | £ | | | | |
| Value of the investments | <u>684</u> | <u>684</u> | | | | |
| Results of active companies | Turnover | Gross Profit | Administrative expenses | Other income | Operating profit | Gift Aid |
| Year ended 31 st March 2023 | £ | £ | £ | £ | £ | £ |
| Hope Property Management Ltd | 37,793 | 37,793 | 66,206 | 110,200 | 81,787 | 115,696 |
| Plough Hill Land Ltd | - | - | - | - | - | - |
| | <u>37,793</u> | <u>37,793</u> | <u>66,206</u> | <u>110,200</u> | <u>81,787</u> | <u>115,696</u> |
| Year ended 31 March 2022 | | | | | | |
| Hope Property Management Ltd | 36,126 | 36,126 | 53,930 | 133,500 | 115,696 | 49,083 |
| Plough Hill Land Ltd | - | - | - | - | - | - |
| | <u>36,126</u> | <u>36,126</u> | <u>53,930</u> | <u>133,500</u> | <u>115,696</u> | <u>49,083</u> |
| Summary of balance sheets | | Fixed assets & properties | Stock, debtors & cash | Due to charity | Other creditors | Net assets |
| Year ended 31 st March 2023 | | £ | £ | £ | £ | £ |
| Hope Property Managements Ltd | | 727,183 | 66,283 | (186,406) | (91,278) | 515,782 |
| Plough Hill Land Ltd | | - | - | - | - | - |
| | | <u>727,183</u> | <u>66,283</u> | <u>(186,406)</u> | <u>(91,278)</u> | <u>515,782</u> |
| Year ended 31 st March 2022 | | | | | | |
| Hope Property Managements Ltd | | 2,505 | 407,885 | (206,696) | (60,044) | 143,650 |
| Plough Hill Land Ltd | | - | 6,631 | - | (250) | 6,381 |
| | | <u>2,505</u> | <u>414,516</u> | <u>(206,696)</u> | <u>(60,294)</u> | <u>150,031</u> |

THE ALAN EDWARD HIGGS CHARITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

13. FIXED ASSET INVESTMENT – CHARITY-Continued

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.

14. DEBTORS

| | Group | | Charity | |
|--|---------------|---------------|----------------|----------------|
| | 2023 | 2022 | 2023 | 2022 |
| | £ | £ | £ | £ |
| Amounts due to subsidiary undertakings | - | - | 186,406 | 206,696 |
| Prepayments and accrued income | 44,468 | 47,421 | 26,593 | 29,073 |
| | <u>44,468</u> | <u>47,421</u> | <u>212,999</u> | <u>235,769</u> |

15. CREDITORS

| | Group | | Charity | |
|--|----------------|----------------|---------------|----------------|
| | 2023 | 2022 | 2023 | 2022 |
| | £ | £ | £ | £ |
| Trade Creditors | - | - | - | - |
| Deferred income | 3,000 | 3,000 | 3,000 | 3,000 |
| Grants payable | - | - | - | - |
| Amounts due to subsidiary undertakings | - | - | 5,558 | 5,571 |
| Other creditors and accruals | 150,741 | 154,708 | 60,405 | 95,593 |
| | <u>153,741</u> | <u>157,708</u> | <u>68,963</u> | <u>104,164</u> |

THE ALAN EDWARD HIGGS CHARITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

GROUP

| | <u>Income</u> | <u>Expendable endowment</u> | <u>Total</u> |
|-----------------------|----------------|---------------------------------|-------------------|
| | £ | £ | £ |
| Tangible fixed assets | 1,180 | - | 1,180 |
| Investment assets | - | 18,492,216 | 18,492,216 |
| Current assets | 1,122,523 | 1,012 | 1,123,535 |
| Creditors | (153,741) | - | (153,741) |
| | | | |
| Total assets | <u>969,962</u> | <u>18,493,228</u> | <u>19,463,190</u> |

CHARITY

| | | | |
|-------------------|------------------|-------------------|-------------------|
| Investment assets | - | 17,766,897 | 17,766,897 |
| Currents assets | 1,243,527 | - | 1,243,527 |
| Creditors | (68,963) | - | (68,963) |
| | | | |
| Total net assets | <u>1,174,564</u> | <u>17,766,897</u> | <u>18,941,461</u> |

INCOME FUND - The income fund includes all current and prior periods retained surpluses and deficits.

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.

THE ALAN EDWARD HIGGS CHARITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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17. RECONCILIATION OF NET INCOME/ (EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES - GROUP

| | 2023 | 2022 |
|--|-----------|-----------|
| | £ | £ |
| Net income/ (expenditure) for year | (945,602) | 669,518 |
| Depreciation and impairment of tangible fixed assets | 1,325 | 1,325 |
| Dividends and other investment income received | (348,786) | (337,373) |
| Rents received from investment properties | (116,353) | (112,429) |
| Interest received | (3) | (4) |
| (Gains)/ losses on investments | 921,995 | (631,963) |
| (Increase) / decrease in debtors | 2,953 | (3,632) |
| Increase / (decrease) in creditors | (3,967) | 86,689 |
| Net cash flow from operating activities | (488,438) | (327,869) |

Analysis of changes in net debt

| | 2022 | Cashflow | 2023 |
|---------------------------|---------|----------|-----------|
| | £ | £ | £ |
| Cash and cash equivalents | 499,338 | 579,729 | 1,079,067 |
| | 499,338 | 579,729 | 1,079,067 |

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

| | 2023 | 2022 |
|--|-----------|-----------|
| | £ | £ |
| Net income (expenditure) for year | (945,196) | 602,905 |
| Dividends and other investment income received | (348,786) | (337,373) |
| Rents received from investment properties | (78,560) | (76,303) |
| Interest received | (3) | (4) |
| (Gains)/ losses on investments | (921,995) | (631,963) |
| (Increase)/ decrease in debtors | 22,770 | 25,482 |
| Increase/ (decrease) in creditors | (35,201) | 59,615 |
| Net cash flow from operating activities | (462,981) | (357,641) |

Analysis of changes in net debt

| | 2022 | Cash Flow | 2023 |
|---------------------------|---------|-----------|-----------|
| | £ | £ | £ |
| Cash and cash equivalents | 429,492 | 601,036 | 1,030,528 |
| | 429,492 | 601,036 | 1,030,528 |

18. ULTIMATE CONTROLLING PARTY

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