

Charity Registration No. 800985

**THE MORRIS CHARITABLE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022**

THE MORRIS CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

G Morris
R Morris

Charity number

800985

Independent examiner

Mark Bailey
Citroen Wells
Chartered Accountants
Devonshire House
1 Devonshire Street
London
W1W 5DR

THE MORRIS CHARITABLE TRUST

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THE MORRIS CHARITABLE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2022

The trustees present their annual report and financial statements for the year ended 5 April 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Trust'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 (FRS 102)" (effective 1 January 2019).

Objectives and activities

The objectives of Morris Charitable Trust (the "Trust"), as defined in the Trust Deed, are to assist such charitable purposes as the trustees see fit in their absolute discretion. There have been no changes in the policies adopted by the Trust during the year.

The Trust is not actively engaged in fund raising nor does it solicit donations. The unrestricted fund is maintained at levels which the trustees consider appropriate in order to maintain liquidity within the Trust, to cover costs of management and administration and to satisfy a distribution policy consistent with the Trust's overall charitable objectives.

During the year, the Trust made donations to various charitable organisations amounting in aggregate to £46,949 (2021: £30,228) before governance costs. It is the usual policy of the trustees to make awards from the accumulated unrestricted fund only.

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

Achievements and performance

Details of income and expenditure for the year are shown on page 4. Total incoming resources amounted to £48,055 (2021: £45,656), which is derived from the following sources;

i) Donations amounting to £30,500 (2021: £5,000).

ii) Rental income from investment properties amounting to £17,555 (2021: £40,656).

Total expenditure in the year amounted to £48,489 (2021: £30,948), resulting in an excess of outgoing resources over incoming resources of £434 for the year. The costs of administering and advising the Trust were £1,540 (2021: £720) for the year under review.

During the year, the trustees undertook a review of the carrying value of the investments held by the Trust at 5 April 2022 and determined that no revaluations were necessary.

Total assets and liabilities stood at £906,002 (2021: £906,436) at the end of the year, which is represented by the accumulated balances on the unrestricted income fund and expendable endowment fund.

Financial review

The unrestricted income fund meets the costs of management and administration, without which the Trust could not function.

The trustees consider it prudent to ensure that the unrestricted fund is sufficient to cover one year's management and administration expenses, thereby avoiding the necessity of utilising the expendable endowment fund.

The trustees' objective is to invest to produce income for the Trust with security of capital. Accordingly, the bulk of the Trust's funds have been invested in property.

THE MORRIS CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

Structure, governance and management

The Trust was established by a charitable trust deed on 1 November 1988.

It is governed by its Trust Deed and by the Charities Act 2011.

The trustees who served during the year and up to the date of signature of the financial statements were:

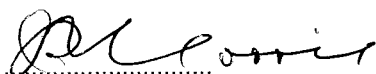
G Morris

R Morris

The Trust has no employees. The day to day administration of the Trust is dependent on unpaid services of the trustees.

The trustees regularly review the major risks that the Trust faces and believe that maintaining the reserves at the levels necessary to satisfy the reserve policy stated, combined with an annual review of the controls over key financial systems, will provide sufficient resources in the face of adverse conditions. The trustees have also examined the operational and business risks which they face and they consider that the Trust's internal control systems are appropriate, given the size and nature of the operations, to mitigate the significant risks.

The trustees' report was approved by the Board of Trustees.



G Morris

Trustee

Dated: 25/2/23

THE MORRIS CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE MORRIS CHARITABLE TRUST

I report to the trustees on my examination of the financial statements of The Morris Charitable Trust (the Trust) for the year ended 5 April 2022.

Responsibilities and basis of report

As the trustees of the Trust you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the Trust's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the Trust as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Mark Bailey
Mark Bailey FCA CTA

Chartered Accountant (Institute of Chartered Accountants in England and Wales)

Citroen Wells

Devonshire House

1 Devonshire Street

London

W1W 5DR

Dated: 25/12/23.

THE MORRIS CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 5 APRIL 2022

	Notes	Unrestricted funds £	Endowment funds £	Total 2022 £	Total 2021 £
Income from:					
Donations and legacies	3	30,500	-	30,500	5,000
Investments	4	17,555	-	17,555	40,656
Total income		48,055	-	48,055	45,656
Expenditure on:					
<u>Charitable activities</u>					
Education	5	30,206	-	30,206	20,275
Poor and needy	5	4,173	-	4,173	1,190
Advance of religion and medical	5	14,110	-	14,110	9,483
Total charitable expenditure		48,489	-	48,489	30,948
Net (expenditure)/income for the year/ Net movement in funds		(434)	-	(434)	14,708
Fund balances at 6 April 2021		464,796	441,640	906,436	891,728
Fund balances at 5 April 2022		464,362	441,640	906,002	906,436

THE MORRIS CHARITABLE TRUST

STATEMENT OF FINANCIAL POSITION

AS AT 5 APRIL 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Investment properties	9		587,755		587,755
Current assets					
Trade and other receivables	10	746		744	
Cash at bank and in hand		318,501		318,537	
		<u>319,247</u>		<u>319,281</u>	
Current liabilities	11	(1,000)		(600)	
Net current assets			<u>318,247</u>		<u>318,681</u>
Total assets less current liabilities			<u>906,002</u>		<u>906,436</u>
Capital funds					
Endowment funds	12		441,640		441,640
Income funds					
Unrestricted funds			<u>464,362</u>		<u>464,796</u>
			<u>906,002</u>		<u>906,436</u>

The financial statements were approved by the Trustees on ...27/2/23



G Morris
Trustee

THE MORRIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2022

1 Accounting policies

1.1 Accounting convention

The financial statements have been prepared in accordance with the Trust's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The Trust is a Public Benefit Entity as defined by FRS 102.

The Trust has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

The financial statements have been prepared on the historical cost convention, modified to include the revaluation of investment properties at fair value, where appropriate. The principal accounting policies adopted are set out below.

1.2 Charitable funds

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

1.3 Incoming resources

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

1.4 Resources expended

Resources expended are included in the statement of financial activities on an accruals basis, inclusive of any VAT which cannot be recovered.

Direct charitable expenditure consists of expenses incurred directly in pursuance of the Trust's principal objectives.

Governance costs include those incurred in the governance of the charity and are primarily associated with constitutional and statutory requirements.

1.5 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value as at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

THE MORRIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

1 Accounting policies

(Continued)

1.6 Financial instruments

The Trust has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the Trust's statement of financial position when the Trust becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Other financial assets

Financial assets classified as other financial assets are stated at fair value with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss includes any dividend or interest earned on the financial asset.

Basic financial liabilities

Basic financial liabilities, including other payables are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Trust's contractual obligations expire or are discharged or cancelled.

2 Critical accounting estimates and judgements

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

Valuation of investment properties

In making their judgment, the trustees considered the detailed criteria under FRS 102 for the valuation of investment properties held by the Trust. In particular, the determination of fair value at the balance sheet date. The trustees therefore applied their judgment to value the underlying holdings in investment properties held on the statement of financial position. In the event that the fair value of investment properties has changed, necessary adjustments are presented in the accounts. The fair value movement may be advantageous or disadvantageous.

THE MORRIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

3 Donations and legacies

	2022 £	2021 £
Donations and gifts	30,500	5,000

4 Investments

	2022 £	2021 £
Rental income	17,532	40,359
Interest receivable	23	297
	<u>17,555</u>	<u>40,656</u>

5 Charitable activities

	Education £	Poor and needy £	Advance of religion and medical £	Total 2022 £	Total 2021 £
Grant funding of activities	29,247	4,040	13,662	46,949	30,228
Share of governance costs (see note 6)	959	133	448	1,540	720
	<u>30,206</u>	<u>4,173</u>	<u>14,110</u>	<u>48,489</u>	<u>30,948</u>

6 Support costs

	Support costs £	Governance costs £	2022 £	2021 £
Legal and professional	-	1,540	1,540	720
Analysed between Charitable activities	-	1,540	1,540	720

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the Trust during the year.

THE MORRIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

8 Employees

There were no employees during the year.

9 Investment property

	2022
	£
Fair value	
At 6 April 2021 and 5 April 2022	587,755
	<u><u> </u></u>

10 Trade and other receivables

	2022	2021
	£	£
Amounts falling due within one year:		
Other receivables	246	244
Prepayments and accrued income	500	500
	<u> </u>	<u> </u>
	<u>746</u>	<u>744</u>
	<u><u> </u></u>	<u><u> </u></u>

11 Current liabilities

	2022	2021
	£	£
Accruals and deferred income	1,000	600
	<u> </u>	<u> </u>

12 Endowment funds

	Balance at 6 April 2021	Movement in funds		Balance at 5 April 2022
	£	Incoming resources	Resources expended	£
		£	£	
Expendable endowments				
Expendable endowment fund	441,640	-	-	441,640
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	<u>441,640</u>	<u> </u>	<u> </u>	<u>441,640</u>
	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>

The expendable endowment fund is attributable to the original amount settled on the charity, subsequent settlements and accumulated capital gains and losses thereon. Under the terms of the Deed of Settlement, the endowment is expendable at the discretion of the Trustees on projects which meet the charitable objectives of the charity.

THE MORRIS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

13 Analysis of net assets between funds

	Unrestricted funds £	Endowment funds £	Total £
Fund balances at 5 April 2022 are represented by:			
Investment properties	587,755	-	587,755
Current assets/(liabilities)	318,247	-	318,247
	<u>906,002</u>	<u>-</u>	<u>906,002</u>

