

Charity registration number 801590

**THE DEREK HILL FOUNDATION  
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 9 MAY 2023**

# THE DEREK HILL FOUNDATION

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# THE DEREK HILL FOUNDATION

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	Mr Ian Paterson Mr Bruce Newbigging Rathbones Trust Company Limited Mr Philip Hill Ms Harriet Hill
<b>Charity number</b>	801590
<b>Principal office / Address for appeals</b>	8 Finsbury Circus London EC2M 7AZ
<b>Independent examiner</b>	Perrys Audit Limited Churchdown Chambers Bordyke Tonbridge Kent TN9 1NR
<b>Solicitors</b>	Rathbones Legal Services Limited 8 Finsbury Circus London EC2M 7AZ
<b>Investment advisors</b>	Rathbones Investment Management Limited 8 Finsbury Circus London EC2M 7AZ

# THE DEREK HILL FOUNDATION

## TRUSTEES' REPORT

### FOR THE YEAR ENDED 9 MAY 2023

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The trustees present their report and accounts for the year ended 9 May 2023.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the foundation's deed, 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)". The accounts also comply with the Charity's governing document.

#### Objectives and activities

The foundation was established in May 1989 by the late Arthur Derek Hill, "the founder", who intended to transfer to the trustees, either during his lifetime or on his death, his freehold properties known as 16 and 18 Holly Hill, Hampstead, London, together with the furniture, pictures and chattels ordinarily kept at the said properties.

The original intentions of the founder of the charitable foundation were to utilise the foundation's assets for:

- i) The preservation for the public benefit of 16 and 18 Holly Hill, Hampstead, London (the properties);
- ii) To protect and improve the properties for the public benefit;
- iii) To preserve for the public benefit the furniture, pictures and chattels kept at the properties;
- iv) The encouragement of the public to view the properties and their contents.

If the objectives above cannot be met, then the trustees may support such charities or charitable purposes as the trustees shall from time to time in their absolute discretion determine.

On 30 July 2000 Mr Hill died. In his will he left a specific legacy to the foundation of the freehold properties known as 16 and 18 Holly Hill, Hampstead (the properties), together with the pictures and contents of the properties and a pecuniary legacy of £250,000.

The trustees considered that the state of the property, when they received the bequest from Mr Hill's estate, made it impossible for them to comply with the main activities of the charitable trust deeds. They therefore regretfully decided to sell both the property and the pictures and other contents.

These items were valued at the date of death and their disposition from then to 9 May 2023 are as follows:

	Value at Probate	Sales Proceeds	Realised Net Profit/(Loss) on Disposal	Unrealised Loss on Valuation	Value Remaining
	£	£	£	£	£
16/18 Holly Hill Hampstead	600,000	743,172	143,172	-	-
Pictures and bronzes	349,250	624,830	306,729	(19,700)	11,449
Books	3,600	3,440	(160)	-	-

The trustees consider that a more suitable use of the foundation's assets is the provision of grants and bursaries for art and related travel. The trustees therefore hold unrestricted funds from which they may make donations for such general charitable purposes as they in their absolute discretion think fit.

In addition to the operation of the investment portfolio, the foundation still holds a number of chattels which it treats as investments, and is in receipt of royalties, apart from which no other fund raising is undertaken to support the work of the charity.

The foundation is essentially investment based and intends to utilise the income generated from the investment portfolio to fund the grants the trustees have decided to make.

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# THE DEREK HILL FOUNDATION

## TRUSTEES' REPORT (CONTINUED)

### FOR THE YEAR ENDED 9 MAY 2023

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#### Public benefit

The trustees have complied with the duty in section 17 of the Charities Act 2011 and have due regard to the public benefit guidance published by the Charities Commission.

The trustees have supported the charitable organisations, as shown within note 18 to the financial statements. The trustees believe all the donations made are for the benefit of the public.

#### Grant making policies

The trustees meet on a regular basis to review applications for funding, investment performance, income levels and the financial statements. In the year ended 9 May 2023 the trustees met once. The trustees keep in regular contact during the year through the foundation's administrator Rathbones Trust Company Limited. If decisions over grants or other matters need to be made outside of a meeting, the trustees discuss and agree the matter by telephone.

#### Achievements and performance

During the year the trust generated income from the assets held as investments to apply towards its chosen grants for the year. The balance required for the grant payments was paid from capital funds.

#### Investment performance

Over the year, the portfolio fell by -3.3% in capital terms and -0.8% in total return terms (both net of fees). The MSCI PIMFA Balanced Index fell by -1.5% and rose by 0.8% in capital and total return terms respectively.

The fund as at 9 May 2023 was valued at £1,107,181 with an estimated annual income of £30,523 or a yield of 2.8%. The trustees have taken out £55,600 in the last year, approximately half of which came from dividend income with the balance being made up from capital.

The fund is currently invested with 10.5% fixed income, 32.0% UK equities, 38.5% overseas equities, 14.9% alternatives and 4.1% cash.

The portfolio is invested into the Rathbone Core Investment Fund for Charities. Within this, the fixed income element of the portfolio is made up of a combination of government bonds and corporate bonds. The equity content primarily consists of direct companies, with some collective fund exposure. The alternative exposure includes property, private equity, gold, infrastructure and actively managed funds.

#### Financial review

Total incoming resources were £28,218 (£18,075 in 2022), with £59,616 (£155,632 in 2022) being committed to charitable activities of which a charge of £2,655 (charge of £3,088 in 2022) related to costs of raising funds £20,799 (£20,620 in 2022) governance costs. The total movement of resources in the year also include the realised gain in the year £466 (gain £18,040 in 2022) and an unrealised loss based upon the market value of the investments at the year end of £35,010 (loss £77,434 in 2022) resulting in net outflow of funds of £68,597 (outflow of £200,039 in 2022).

#### Reserves policy

The trustees consider their investments as expendable endowments, providing a relatively secure and predictable stream of income from which to make grants. The trustees aim to distribute a large percentage of the income, net of expenses, in each financial year and therefore do not maintain income reserves as such. The trustees ensure that income levels are continually reviewed and are happy that there have been sufficient funds to meet with their objectives

# THE DEREK HILL FOUNDATION

## TRUSTEES' REPORT (CONTINUED)

**FOR THE YEAR ENDED 9 MAY 2023**

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### **Investment policy**

As there are no specific restrictions of investment powers under the governing deed, the trustees have full discretion over the investments. The trustees have delegated their investment powers to Rathbones Investment Management Ltd to have full discretionary day to day control of the investment portfolio.

The investment objective for the foundation is for a balance between capital growth and income with a medium risk profile as defined by Rathbones Terms of Business. The investment portfolio was transitioned from a 'segregated' portfolio into Rathbones' charity fund as this represented a meaningful cost saving and simplification for the foundation.

The trustees have reviewed current policies and do not feel any amendments are necessary.

Assets have been acquired and disposed of in accordance with the powers available to the trustees,

### **Risks**

The trustees have identified and reviewed all the major risks to which the foundation is exposed and systems have been established to mitigate them. In particular all major grants are carefully considered and monitored.

### **Plans for future periods**

In the forthcoming year the trustees expect investment income to be on a par with that received during the year ended 9 May 2023. The trustees continue to review the level of grant making in furtherance of their charitable objectives.

### **Structure, governance and management**

The foundation was established by a trust deed dated 9 May 1989 by the late Arthur Derek Hill, "the founder".

The trustees who served during the year and were also in office at the date the financial statements were signed were:

Mr Ian Paterson  
Mr Bruce Newbigging  
Rathbones Trust Company Limited  
Mr Philip Hill  
Ms Harriet Hill

Mr Philip and Ms Harriet Hill were appointed as Trustees on the 26 April 2023.

The individuals who were directors of Rathbones Trust Company Limited were:

Miss Linda Joyce Cousins  
Mr Trevor Harris  
Mr James Stephen Hurrell  
Mr Bruce Robert Newbigging  
Mr Alexander Richmond  
Mr Timothy Francis Smith  
Mr Robert Paul Stockton  
Mrs Kerry Roberts

The foundation's other advisors are noted on page 1.

### **Recruitment and appointment of new or additional trustees**

The present trustees have the power of appointing new or additional trustees.

### **Induction and training of trustees**

There are no formal policies or procedures adopted for the induction or training of trustees, however, Rathbones Trust Company Limited keep abreast of changes in legislation and pass this information on to the other trustees.

# THE DEREK HILL FOUNDATION

## TRUSTEES' REPORT (CONTINUED)

***FOR THE YEAR ENDED 9 MAY 2023***

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### **Accounts**

The trustees are satisfied with the financial position of the charity and confirm that they have adequate assets available to fulfil their obligations and the accounts comply with current statutory requirements.

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

Rathbones Trust Company Limited

**Trustee**

14 December 2023

# **THE DEREK HILL FOUNDATION**

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

### ***FOR THE YEAR ENDED 9 MAY 2023***

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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 and 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 foundation and of the incoming resources and application of resources of the foundation for that year. The trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Foundation and of the incoming resources and application of resources, including the income and expenditure, of the Foundation 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;
- 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; and
- 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 sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the foundation 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 foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

# THE DEREK HILL FOUNDATION

## INDEPENDENT EXAMINER'S REPORT

### TO THE TRUSTEES OF THE DEREK HILL FOUNDATION

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I report to the trustees on my examination of the financial statements of The Derek Hill Foundation ('the foundation') for the year ended year ended 9 May 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and related notes.

This report is made solely to the charity's trustees, as a body, in accordance with section 145 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in this report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my work, for this report, or for the opinions I have formed.

#### **Responsibilities and basis of report**

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

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

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the financial statements. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently, I express no opinion as to whether the financial statements present a 'true and fair' view and my report is limited to those specific matters set out in the independent examiner's statement.

#### **Independent examiner's statement**

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

- (i) accounting records were not kept in respect of the charity as required by section 130 of the Act; or
- (ii) the financial statements do not accord with those records; or
- (iii) 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.

.....  
Stephen Hale FCA FCCA  
Perrys Audit Limited  
Churchdown Chambers  
Bordyke  
Tonbridge  
Kent  
TN9 1NR

Dated: 19 December 2023

# THE DEREK HILL FOUNDATION

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

**FOR THE YEAR ENDED 9 MAY 2023**

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		Unrestricted funds 2023 £	Unrestricted funds 2022 £
	Notes		
<b>Income from:</b>			
Investments	3	28,055	17,590
Royalties	4	163	485
<b>Total income</b>		<u>28,218</u>	<u>18,075</u>
<b>Expenditure on:</b>			
Raising funds	5	<u>2,655</u>	<u>3,088</u>
Charitable activities	6	<u>59,616</u>	<u>155,632</u>
<b>Total expenditure</b>		<u>62,271</u>	<u>158,720</u>
Net (losses) on investments	11	<u>(34,544)</u>	<u>(59,394)</u>
<b>Net movement in funds</b>		(68,597)	(200,039)
Fund balances at 10 May 2022		<u>1,169,632</u>	<u>1,369,671</u>
<b>Fund balances at 9 May 2023</b>		<u><u>1,101,035</u></u>	<u><u>1,169,632</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

# THE DEREK HILL FOUNDATION

## STATEMENT OF FINANCIAL POSITION

AS AT 9 MAY 2023

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	Notes	2023 £	£	2022 £	£
<b>Fixed assets</b>					
Investments	13		1,118,631		1,188,745
<b>Current assets</b>					
Cash at bank and in hand		12,428		10,227	
<b>Creditors: amounts falling due within one year</b>	14	(30,024)		(29,340)	
Net current liabilities			(17,596)		(19,113)
<b>Total assets less current liabilities</b>			<u>1,101,035</u>		<u>1,169,632</u>
<b>Income funds</b>					
Unrestricted funds			<u>1,101,035</u>		<u>1,169,632</u>
			<u>1,101,035</u>		<u>1,169,632</u>

The notes on pages 11 to 18 form part of these financial statements.

The accounts were approved by the trustees on 14 December 2023

**Rathbones Trust Company Limited**  
Trustee

# THE DEREK HILL FOUNDATION

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 9 MAY 2023

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	Notes	2023 £	£	2022 £	£
<b>Cash flows from operating activities</b>					
Cash absorbed by operations	16		(61,424)		(155,211)
<b>Investing activities</b>					
Purchase of investments		-		(1,308,100)	
Proceeds from disposal of investments		35,493		1,429,310	
Investment income received		28,057		17,590	
<b>Net cash generated from investing activities</b>			63,550		138,800
<b>Net cash used in financing activities</b>			-		-
<b>Net increase/(decrease) in cash and cash equivalents</b>			2,126		(16,411)
Cash and cash equivalents at beginning of year			10,304		26,715
<b>Cash and cash equivalents at end of year</b>			12,430		10,304

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# THE DEREK HILL FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 9 MAY 2023

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#### 1 Accounting policies

##### Charity information

The Derek Hill Foundation is a unincorporated charity created by trust deed dated 9 May 1989, charity registration number 801590.

##### 1.1 Accounting convention

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) (Second Edition)' and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2019.

##### 1.2 Going concern

The trustees consider there are no material uncertainties about the foundation's ability to continue as a going concern. The review of our financial position, reserves levels and future plans gives the trustees confidence the foundation remains a going concern for the foreseeable future.

##### 1.3 Charitable funds

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

##### 1.4 Income

Investment income is accounted for on an accruals basis in the period to which it relates.

Donations received by the trust include the related gift aid credit where applicable. Donations are accounted for when any conditions for receipt have been met and there is reasonable assurance of receipt.

Royalties are accounted for when received.

##### 1.5 Debtors

Debtors are receivable at their expected settlement amount.

##### 1.6 Expenditure

Management and administration costs comprise those costs incurred in running the foundation. They have been apportioned on the basis of time spent between charitable activities, cost of raising funds and governance costs.

Governance costs consist of those costs associated with the overall running of the foundation and meeting statutory and regulatory requirements.

Grants are included in the financial statements when approved by the trustees and notified to recipients. The value of committed grants unpaid at the year end is accrued. Grants offered that are subject to conditions that have not been met at the year end are noted as a commitment but not accrued as expenditure. All funds are unrestricted.

Grants of assets transferred in specie are shown as transferred at their original historic cost in line with the investment valuation model included in the accounts for those assets.

##### 1.7 Creditors

Creditors are recognised where the foundation has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any discounts due.

# THE DEREK HILL FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 9 MAY 2023

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### 1 Accounting policies (Continued)

#### 1.8 Prepayments

Prepayments are recognised at their expected settlement amount.

#### 1.9 Financial instruments

Fixed asset investments represent listed investments which are stated at market valuation, where market value represents the mid market value on the last trading day before the year end. Any unrealised or realised gains arising from investments are accounted for in the Statement of Financial Activities.

The chattels shown as fixed assets of the foundation are included at their original valuation when received from the Executors of Arthur Derek Hill. The remaining costs of such chattels still held in the foundation at the year end was £11,449 (£15,463 in 2022).

#### 1.10 Cash and cash equivalents

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

Basic financial assets, which include trade and 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.

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in net income/(expenditure), except those investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

The trustees do not invest in any complex financial instruments.

#### 1.11 Taxation

The foundation is a registered charity and accordingly is exempt from taxation on its income and gains where they are applied for charitable purposes.

### 2 Critical accounting estimates and judgements

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

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

# THE DEREK HILL FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 9 MAY 2023

### 3 Investments

	<b>2023</b>	2022
	<b>£</b>	£
Income from listed investments	23,555	12,088
UK fixed interest	4,471	3,599
Other income (REIT)	-	361
Overseas investment income	5	1,404
Interest receivable	24	-
Accrued interest	-	138
	<u>28,055</u>	<u>17,590</u>

### 4 Royalties

	<b>2023</b>	2022
	<b>£</b>	£
Royalties	163	485
	<u>163</u>	<u>485</u>

### 5 Raising funds

	<b>2023</b>	2022
	<b>£</b>	£
Investment management fees	2,655	3,088
	<u>2,655</u>	<u>3,088</u>

### 6 Charitable activities

	<b>2023</b>	2022
	<b>£</b>	£
Grant funding of activities (see note 7)	28,947	125,352
Share of support costs (see note 8)	9,870	9,660
Share of governance costs (see note 8)	20,799	20,620
	<u>59,616</u>	<u>155,632</u>

# THE DEREK HILL FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 9 MAY 2023

### 7 Grants payable

	2023 £	2022 £
Arts	14,947	78,102
Education	-	1,000
Poetry / Literature	2,000	15,000
Music	9,500	26,250
Theatre	2,500	5,000
	<u>28,947</u>	<u>125,352</u>

### 8 Support costs

	Support costs £	Governance costs £	2023 £	Support costs £	Governance costs £	2022 £
Administration of grants	9,870	-	9,870	9,660	-	9,660
Independent examiner's fees	-	1,698	1,698	-	1,818	1,818
Legal and professional	-	684	684	-	852	852
Trustees' management fees	-	18,330	18,330	-	17,940	17,940
Travel disbursement	-	87	87	-	10	10
	<u>9,870</u>	<u>20,799</u>	<u>30,669</u>	<u>9,660</u>	<u>20,620</u>	<u>30,280</u>

### 9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the foundation during the year, with the exception of Rathbones Trust Company Limited, details of which are disclosed in note 15. The trustees received reimbursed expenses, details of which are disclosed in note 15.

### 10 Employees

There were no employees during the year, (2022: none)

### 11 Net (losses) on investments

	2023 £	2022 £
Revaluation of investments	(35,010)	(77,434)
Gain on sale of investments	466	18,040
	<u>(34,544)</u>	<u>(59,394)</u>

# THE DEREK HILL FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 9 MAY 2023

### 12 Taxation

The charity is exempt from tax on income and gains falling within section 1034 ITA2007 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

### 13 Fixed asset investments

	Listed investments	Chattels	Cash in portfolio	Total
	£	£	£	£
<b>Valuation</b>				
At 9 May 2022	1,173,205	15,463	77	1,188,745
Unrealised (loss)	(35,010)	-	-	(35,010)
Realised gain	466	-	-	466
Cash available to invest	-	(4,014)	(75)	(4,089)
Disposals	(31,481)	-	-	(31,481)
	<u>1,107,180</u>	<u>11,449</u>	<u>2</u>	<u>1,118,631</u>

	2023 £	2022 £
Listed investments	1,107,180	1,173,205
Chattels	11,449	15,463
Cash in investment portfolio	2	77
	<u>1,118,631</u>	<u>1,188,745</u>

### 14 Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	30,024	29,340
	<u>30,024</u>	<u>29,340</u>

# THE DEREK HILL FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 9 MAY 2023

### 15 Related party transactions

a) In 2023 one (2022 - one) of the trustees were reimbursed the following amounts in respect of their travel, postage and photocopying expenses incurred in connection with the trust.

	2023 £	2022 £
Mr Ian Paterson	63	10
	<u>63</u>	<u>10</u>

b) There is a provision of £28,224 (£27,600 in 2022) for Rathbones Trust Company Limited for management and administration services. The fee is broken down as follows, £18,330 for trust management fees and £9,870 for administration of grants. Rathbones Trust Company Limited are a wholly owned subsidiary of Rathbones Group Plc.

c) The charges for the management of the investment portfolio provided by Rathbones Investment Management Limited amounted to £2,655 (£3,088 in 2022) for the year ended 9 May 2023. As at the year end the outstanding balance due to Rathbones Investment Management Limited was £nil (£nil in 2022). Rathbones Investment Management Limited are a wholly owned subsidiary of Rathbones Group Plc. The investment management is undertaken at their standard terms as offered to other charities. The trustees which include Rathbones Trust Company Limited are not obliged to appoint or retain Rathbones Investment Management Limited as investment managers but do so on the basis that the terms and performance have been satisfactory when compared to alternative providers of investment management. The matter is monitored and kept under review to ensure that the charity receives appropriate and cost effective investment management services.

d) At the year end Mrs J Batterham (a former trustee) held twelve paintings, with a current value of £11,449 (£11,449 in 2022) on the trustees' behalf. The paintings are returnable to the trustees immediately on their request.

e) Also at the year end, a painting which the foundation held a 50% ownership with The Estate of Lord Gowrie (a former trustee) was sold to his executors at value. The value of the 50% holding in the painting by the foundation amounts to £Nil (£4,014 in 2022).

16 Cash generated from operations	2023 £	2022 £
Deficit for the year	(68,597)	(200,039)
Adjustments for:		
Investment income recognised in statement of financial activities	(28,055)	(17,590)
Gain on disposal of investments	(466)	(18,040)
Fair value gains and losses on investments	35,010	77,434
Movements in working capital:		
(Increase)/decrease in debtors	-	384
Increase in creditors	684	2,640
<b>Cash absorbed by operations</b>	<u>(61,424)</u>	<u>(155,211)</u>

# THE DEREK HILL FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 9 MAY 2023

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### 17 Cash and cash equivalents

	2023 £	2022 £
Cash at bank and in hand	12,428	10,227
Cash available to invest	2	77
	<u>12,430</u>	<u>10,304</u>

# THE DEREK HILL FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 9 MAY 2023

### 18 Donations approved during the year

	2023	2022
	£	£
To Institutions:		
Agenda Poetry	-	10,000
Apollo Music Projects	1,000	-
Art Fund	1,500	1,500
British School at Rome	-	12,677
Cardboard Citizens	-	5,000
City & Guilds London Art School	2,500	5,000
Dartington Hall Trust	1,500	3,000
De Morgan Foundation	500	500
Druk Padma Karpo School	-	1,000
Dulwich Picture Gallery	1,500	3,000
Early Music in the Marches	-	1,250
Engage	-	5,000
Glebe Gallery Prize	447	-
Institute of Contemporary Arts	1,000	2,000
Iris Theatre	1,000	-
Lennox Berkeley Society	500	1,000
Line Project	500	-
Llanfyllin Music Festival	-	3,000
London Magazine	2,500	15,000
London Symphony Orchestra	-	5,000
Longborough Festival Orchastra	2,500	5,000
Moore Arts Millions	1,000	-
National Gallery of Ireland	-	24,000
Office of Public Works - Derek Hill Prize	-	425
Prism Arts	500	-
Quay Theatre	1,500	-
Royal Academy of Arts	1,500	3,000
Royal Academy of Music	1,250	2,500
Royal College of Music	1,250	2,500
Royal Drawing School	-	3,000
Royal Northern College of Music	1,500	3,000
Stephen Spender Trust	2,000	5,000
West Dean College of Arts	1,500	3,000
	<u>28,947</u>	<u>125,352</u>
To Individuals:		
Lucia Pearla	-	1,000
	<u>-</u>	<u>1,000</u>

# THE DEREK HILL FOUNDATION

## INVESTMENT SCHEDULE

### FOR THE YEAR ENDED 9 MAY 2023

	Holding 10 May 2022	Market Value 10 May 2022 £	Additions Quantity	Cost £	Quantity	Disposals Quantity	Proceeds £	Realised Profit/(loss) £	Unrealised Profit/(loss) £	Holding 9 May 2023 £	Market Value 9 May 2023 £	Gross Income £
Martin Currie Global Fund												
European Absolute Alpha Dist												
Rathbone Unit Trust Management Core Inv Fund for Charities	951,350	1,173,205			23,350	29,297	502	(2)				762
					300	368	(31)					6,950
					500	586	11					6,403
					500	627	(14)					835
					500	603						6,308
												1,206
												1,669
												3,894
<b>TOTAL:</b>		<u>1,173,205</u>				<u>31,481</u>	<u>466</u>		<u>(35,011)</u>	<u>926,200</u>	<u>1,107,179</u>	<u>28,032</u>

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