

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 August 2019
for
Mary Lidstone Trust

P D Vooght FCA
W R Frost & Co Limited
Riversdale
Ashburton Road
Totnes
Devon
TQ9 5JU

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for the Year Ended 31 August 2019

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Mary Lidstone Trust

Report of the Trustees for the Year Ended 31 August 2019

The trustees present their report with the financial statements of the charity for the year ended 31 August 2019. The trustees have adopted the provisions of 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 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Mary Lidstone Trust was established through the will of the late Mr Roy Lidstone and is a trust established in the name of Roy's wife Mary, which aims to provide financial assistance for students and former students of King Edward VI Community College (KEVICC) to help them undertake higher or further education at other academic institutions after finishing their studies at KEVICC.

Significant activities

The trustees have been able to provide financial assistance to another group of students. This cohort commenced their studies in October 2018.

FINANCIAL REVIEW

Investment policy and objectives

The trust seeks to produce the best financial return within an acceptable level of risk.

The investment objective is to generate a return of inflation plus 4% per annum over the long term, after administrative expenses. This should allow the trust to at least maintain the real value of the assets, whilst funding annual expenditure in the region of 4% per annum.

The trust adopts a total return approach to investment, generating the investment return from both income and capital gains or losses. It is expected that if, in any one year, the total return is insufficient to meet planned grant making expenditure, in the long term the real value of the trust will still be maintained in accordance with the investment objective above.

The trust relies on the investment return to fund its ability to make grant awards. Whilst grants might be one-off, the trustees would expect to fund students throughout the duration of their higher or further education course, typically for 3 years but in some circumstances this might be for longer periods (eg a student studying medicine).

The trustees are able to tolerate volatility of the capital value of the trust, as long as the trust is able to meet its short term grant making commitments through either income or liquid assets.

The trust assets should be invested in line with its aims. The trustees do not wish to adopt an exclusionary policy, but individual investments may be excluded if perceived to conflict with the trust's purpose. Trustees will not, however, invest directly in arms manufacturers or tobacco manufacturers.

Reserves policy

A minimum of £100,000 of the total assets should be kept in cash or near cash investments at all times.

FUTURE PLANS

The trustees awarded further grants to students through the course of the 2019/20 academic year. In addition a number of students have applied for and been awarded Grants for the 2020/21 academic year. The Mary Lidstone Trust is now well recognised in the college community and is attracting stronger applications from students.

As in previous years applicant families are subject to a means test and grants targeted at those in most need of support, i.e. those who perhaps would not otherwise be able to afford to go to university. A grant of £5,000 a year does not enable the trust to support large numbers of students but should ensure that the support provided to a few students is meaningful and sufficient to make university a truly viable option.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Mary Lidstone Trust

Report of the Trustees
for the Year Ended 31 August 2019

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1143031

Principal address

King Edward VI Community College
Ashburton Road
Totnes
Devon
TQ9 5JX

Trustees

C E Stephens
A E Stephens
P A Collings
A Salt
C J Evans

Independent Examiner

P D Vooght FCA
W R Frost & Co Limited
Riversdale
Ashburton Road
Totnes
Devon
TQ9 5JU

Approved by order of the board of trustees on 4 June 2020 and signed on its behalf by:

C J Evans - Trustee

Independent Examiner's Report to the Trustees of
Mary Lidstone Trust

Independent examiner's report to the trustees of Mary Lidstone Trust

I report to the charity trustees on my examination of the accounts of Mary Lidstone Trust (the Trust) for the year ended 31 August 2019.

Responsibilities and basis of report

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

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

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:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts to be reached.

P D Vooght FCA
W R Frost & Co Limited
Riversdale
Ashburton Road
Totnes
Devon
TQ9 5JU

4 June 2020

Mary Lidstone Trust

Statement of Financial Activities
for the Year Ended 31 August 2019

	Notes	Unrestricted fund £	Endowment fund £	2019 Total funds £	2018 Total funds £
INCOME AND ENDOWMENTS FROM					
Investment income	2	71,374	-	71,374	60,653
EXPENDITURE ON					
Raising funds	3	-	16,517	16,517	16,773
Charitable activities					
Grant making		56,526	-	56,526	62,116
Total		<u>56,526</u>	<u>16,517</u>	<u>73,043</u>	<u>78,889</u>
Net gains/(losses) on investments		-	(5,777)	(5,777)	28,872
NET INCOME/(EXPENDITURE)		<u>14,848</u>	<u>(22,294)</u>	<u>(7,446)</u>	<u>10,636</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>106,623</u>	<u>2,145,399</u>	<u>2,252,022</u>	<u>2,241,386</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>121,471</u></u>	<u><u>2,123,105</u></u>	<u><u>2,244,576</u></u>	<u><u>2,252,022</u></u>

The notes form part of these financial statements

Mary Lidstone Trust

Balance Sheet
31 August 2019

	Notes	Unrestricted fund £	Endowment fund £	2019 Total funds £	2018 Total funds £
FIXED ASSETS					
Investments	6	-	2,054,107	2,054,107	2,077,084
CURRENT ASSETS					
Debtors	7	3,573	51,811	55,384	50,940
Cash at bank		119,928	17,187	137,115	125,008
		<u>123,501</u>	<u>68,998</u>	<u>192,499</u>	<u>175,948</u>
CREDITORS					
Amounts falling due within one year	8	(2,030)	-	(2,030)	(1,010)
NET CURRENT ASSETS		<u>121,471</u>	<u>68,998</u>	<u>190,469</u>	<u>174,938</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>121,471</u>	<u>2,123,105</u>	<u>2,244,576</u>	<u>2,252,022</u>
NET ASSETS		<u>121,471</u>	<u>2,123,105</u>	<u>2,244,576</u>	<u>2,252,022</u>
FUNDS	9				
Unrestricted funds				121,471	106,623
Endowment funds				2,123,105	2,145,399
TOTAL FUNDS				<u>2,244,576</u>	<u>2,252,022</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 4 June 2020 and were signed on its behalf by:

P A Collings - Trustee

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 2015)', 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

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted income funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Endowment funds represents the capital gift by the settlor of the fund, which has been invested to produce the income for the Trust's charitable purpose. Gains and losses on the investment portfolio are added to the capital fund.

2. INVESTMENT INCOME

	2019	2018
	£	£
Investment income	71,336	60,653
Deposit account interest	38	-
	<u>71,374</u>	<u>60,653</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2019**3. RAISING FUNDS****Investment management costs**

	2019 £	2018 £
Portfolio management	16,517	16,773

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2019 nor for the year ended 31 August 2018.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2019 nor for the year ended 31 August 2018.

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Investment income	60,653	-	60,653
EXPENDITURE ON			
Raising funds	-	16,773	16,773
Charitable activities			
Grant making	62,116	-	62,116
Total	62,116	16,773	78,889
Net gains on investments	-	28,872	28,872
NET INCOME/(EXPENDITURE)	(1,463)	12,099	10,636
RECONCILIATION OF FUNDS			
Total funds brought forward	108,086	2,133,300	2,241,386
TOTAL FUNDS CARRIED FORWARD	106,623	2,145,399	2,252,022

Notes to the Financial Statements - continued
for the Year Ended 31 August 2019**6. FIXED ASSET INVESTMENTS**

	Listed investments £
MARKET VALUE	
At 1 September 2018	2,077,084
Additions	265,277
Disposals	(266,962)
Revaluations	(21,292)
	<hr/>
At 31 August 2019	2,054,107
	<hr/>
NET BOOK VALUE	
At 31 August 2019	2,054,107
	<hr/> <hr/>
At 31 August 2018	2,077,084
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There were no investment assets outside the UK.

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Funds with stockbroker	36,788	28,070
Funds with stockbroker	18,596	22,870
	<hr/>	<hr/>
	55,384	50,940
	<hr/> <hr/>	<hr/> <hr/>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Other creditors	2,030	1,010
	<hr/>	<hr/>

9. MOVEMENT IN FUNDS

	At 1.9.18 £	Net movement in funds £	At 31.8.19 £
Unrestricted funds			
General fund	106,623	14,848	121,471
Endowment funds			
Capital Fund	2,145,399	(22,294)	2,123,105
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	2,252,022	(7,446)	2,244,576
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

9. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	71,374	(56,526)	-	14,848
Endowment funds				
Capital Fund	-	(16,517)	(5,777)	(22,294)
TOTAL FUNDS	<u>71,374</u>	<u>(73,043)</u>	<u>(5,777)</u>	<u>(7,446)</u>

Comparatives for movement in funds

	At 1.9.17 £	Net movement in funds £	At 31.8.18 £
Unrestricted funds			
General fund	108,086	(1,463)	106,623
Endowment funds			
Capital Fund	2,133,300	12,099	2,145,399
TOTAL FUNDS	<u>2,241,386</u>	<u>10,636</u>	<u>2,252,022</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	60,653	(62,116)	-	(1,463)
Endowment funds				
Capital Fund	-	(16,773)	28,872	12,099
TOTAL FUNDS	<u>60,653</u>	<u>(78,889)</u>	<u>28,872</u>	<u>10,636</u>

9. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.9.17 £	Net movement in funds £	At 31.8.19 £
Unrestricted funds			
General fund	108,086	13,385	121,471
Endowment funds			
Capital Fund	2,133,300	(10,195)	2,123,105
TOTAL FUNDS	<u>2,241,386</u>	<u>3,190</u>	<u>2,244,576</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	132,027	(118,642)	-	13,385
Endowment funds				
Capital Fund	-	(33,290)	23,095	(10,195)
TOTAL FUNDS	<u>132,027</u>	<u>(151,932)</u>	<u>23,095</u>	<u>3,190</u>

10. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 August 2019.

Mary Lidstone Trust

Detailed Statement of Financial Activities
for the Year Ended 31 August 2019

	31.8.19 £	31.8.18 £
INCOME AND ENDOWMENTS		
Investment income		
Investment income	71,336	60,653
Deposit account interest	38	-
	<u>71,374</u>	<u>60,653</u>
Total incoming resources	71,374	60,653
EXPENDITURE		
Investment management costs		
Portfolio management	16,517	16,773
Charitable activities		
Grants to individuals	55,000	60,000
Support costs		
Finance		
Bank charges	-	94
Governance costs		
Independent examination	180	180
Accountancy	840	820
Insurance	506	1,022
	<u>1,526</u>	<u>2,022</u>
Total resources expended	<u>73,043</u>	<u>78,889</u>
Net expenditure before gains and losses	(1,669)	(18,236)
Realised recognised gains and losses		
Realised gains/losses on fixed asset investments	<u>15,515</u>	<u>68,068</u>
Net income	<u><u>13,846</u></u>	<u><u>49,832</u></u>

This page does not form part of the statutory financial statements