



LLOYDS BANK FOUNDATION FOR THE CHANNEL ISLANDS

ANNUAL REPORT AND FINANCIAL STATEMENTS

2025

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REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity Number	327113
Company Limited by Guarantee	1971241
Registered office	Society Building 8 All Saints Street London N1 9RL
Correspondence Address (UK)	Society Building 8 All Saints Street London N1 9RL
Correspondence Address (CI)	1 Smith Street, St Peter Port Guernsey GY1 4BD
Email	JLePoidevin@lloydsbankfoundation.org.uk
Website	www.lloydsbankfoundationci.org.uk
Bankers	Lloyds Bank International 9 Broad Street St Helier Jersey, JE2 3RR
Independent Auditor	Deloitte LLP Abbots House, Abbey Street Reading, RG1 3BD
Investment Managers	Cazenove Capital Regency Court Gategny Esplanade St Peter Port Guernsey, GY1 3UF

REFERENCE AND ADMINISTRATIVE DETAILS (cont.)

TRUSTEES

The Trustees who were in office during the year and up to the date of signing the financial statements were:

Philippa Stahelin	Chair Chair of Nomination Committee Chair of Remuneration Committee
Brian Heath MBE	Deputy Chair (until 31 January 2026)
Hana Atkinson	(from 1 December 2025)
Stuart Berry	(from 1 March 2025 until 22 September 2025)
Adele Bohlen	(from 1 October 2025)
Andrew Corbett	Deputy Chair
Aaron Davies	(until 30 November 2025)
Thomas Holvey	(until 27 March 2025)
Tracey Johnson	Chair of Audit & Investment Committee
Poppy Murray	(from 1 February 2026)
David Pirouet	(from 1 October 2025)
Oliver Smith	
Jane St Pier	

Executive Director

Johanna Le Poidevin

CHAIR'S REVIEW OF THE YEAR

Welcome to the 2025 Annual Accounts and Report for the Lloyds Bank Foundation for the Channel Islands. Reflections on the year inevitably focus on our 40th Anniversary celebrations, where we introduced two new grant programmes, alongside our core grant programme. The Channel Islands' 40th Anniversary grant programme offered unrestricted funding to charities who have been experiencing a significant increase in demand for their services due to the cost-of-living crisis. We launched a financial resilience fund in partnership with Lloyds Banking Group and our sister foundations for England and Wales, Scotland and Northern Ireland offering charities supporting those struggling with the pressures of financial insecurity with unrestricted funding, and financial, digital and employability education and skills support through Lloyds Bank Academy.

Throughout the year, we are as ever proud and delighted to have showcased many charities we have partnered with who reflect our values and missions, supporting people across Guernsey, Jersey and Alderney who face isolation, are vulnerable and who may face disadvantage in their communities. Our Winter Receptions are well established in the charity sector's calendar of events and provides an opportunity to celebrate and champion the vital work of the sector, particularly with our islands' politicians and civil servants, as well as the many dedicated people working and volunteering in the sector.

In 2025 we are proud to record that we provided funding of £1,318,017 (2024 £1,031,401).

Grants totalling £1,308,950 were awarded to the following charities:

- Action for Children, Bright Beginnings, Citizens Advice Guernsey, Guernsey Bereavement Service, Les Bourg Hospice, The Bailiwick of Guernsey Victim Support & Witness Service, Liberate, Shiloh Church, Guernsey Voluntary Service, and Youth Commission for Guernsey and Alderney.
- Autism Jersey, Family First, Focus on Mental Illness, Jersey Heart Support Group, YouMatter – Love Matters Trust, Kairos Arts Limited, St Johns Ambulance Jersey, Caring Cooks of Jersey, Caritas Jersey, Jersey Employment Trust, Jersey Childcare Trust, Jersey Citizens Advice Bureau, Sanctuary Trust and The Shelter Trust.
- Association of Guernsey Charities for Alderney.

The Foundation also provided Matched giving to colleagues' chosen charities of £10,739 (2024: £10,330).

40 years represents £26 million in total funding and this incredible financial support for our communities is achieved because of our long-standing covenant from the Lloyds Banking Group. We are so grateful for their commitment to funding support for people experiencing multiple and complex social issues, through the charities on the ground who are the real experts. Beyond our core funding we have continued to call upon and be grateful for, the support of the bank and their colleagues to ensure delivery on the Foundation's unique developmental support programme, through mentors, the skills exchange, and charity response forums. We know from feedback how much this additional support is valued by the charitable sector. Sitting independently from LBG, the Foundation acknowledges the contribution of bank colleagues who give their time, effort and enthusiasm to enhance the funding and support we give to our partner charities. At our winter receptions in November 2025, we were delighted to be able to demonstrate the impact of their involvement in these programmes. A huge thank you to all of them.

A continued aim of the board is collaboration and co-production, whether that's with charities, Governments or other funders and sector stakeholders across the islands. We will always seek to partner and support those charities who are the experts in their chosen areas of focus and are best placed to deliver services to those in the greatest need.

A significant change in strategy at the end of 2025 was the announcement that our core grant programme was moving to unrestricted funding from 2026. The Board recognised that it is the charities at the sharp end who understand and know best how to deliver service and support, and this move acknowledges our trust in their decision-making. We hope that this will enable charities we partner with to have the confidence to fund services which really make a difference. As ever, the support and guidance of our Executive Director, Jo Le Poidevin, to all potential grant applicants is key in this change.

And talking of Jo, as we move into 2026, I must recognise the huge contribution she makes to not only the charities in our islands but also with her expertise supporting the Board. This year will mark Jo's 10th year at the Foundation, and this will not be the last time that the Board thanks her for everything she does and the pivotal role she plays at the heart of the Foundation.

In February 2026 we welcomed many old and new faces at seminars, focusing on the use of AI in charitable organisations. We know that it's a force for good if we can learn how best to use it and I am personally really looking forward to some expert advice and learning from those who are already harnessing the technology in their work.

A heartfelt thank you to my fellow Trustees, who steer us in our objectives and priorities. With a six-year term on the Board, every year we say goodbye to those who have served on our Board and contributed so much to the longevity of the Foundation. Thanks this year go to Brian Heath and Tracey Johnson for all their wise words and unending support, and we are delighted to welcome Stuart Berry, Aaron Davies, Jane St Pier and Ollie Smith as four new Trustees. In addition, we welcome from Lloyds International, Eriko Davies as a Board Apprentice.

Final thanks go to the Lloyds Bank Foundation for England and Wales who continue to provide the Channel Islands with back-office support, ensuring the smooth and efficient running of the organisation.

As we head into a new year, we must, as always, send a huge thank you and shout out to the charities we work alongside. We know that times are tough, that you are all doing so much and that your resources are stretched like never before. Our promise is to be there to support you and show case the outstanding work you do and the real difference you make in our communities –

Thank you!



Philippa Stahelin
Chair of Trustees
24 March 2026

Grants approved in 2025

All grants during 2025 fell within one or other of the two main objects of the Foundation: Education and Training, or Social and Community Needs.

Issue	2025 No. of Grants	2025 Grants £	2024 No. of Grants	2024 Grants £
Health including Mental Health or a disability	14	627,816	18	651,257
Human Rights	2	80,000	1	60,000
Employment, financial literacy and debt problems	6	202,000	3	89,535
Loneliness and isolation	4	203,934	1	42,000
Homelessness	4	160,000	2	145,638
General (Alderney)	1	35,200	-	-
Total grant funding	31	1,308,950	25	988,430
Lived experience leadership programme		-		32,641
Matched giving donations		10,739		10,330
Total funding		1,319,689		1,031,401

TRUSTEES' REPORT AND STRATEGIC REPORT

(Incorporating the Directors' Report)

The Trustees, who are also Directors of the company, present their annual report and the audited financial statements for the year ended 31 December 2025, which have been prepared in accordance with Charities "Statement of Recommended Practice" applicable to charities preparing their accounts in accordance with FRS 102 ('the SORP 2019'), the Companies Act 2006, and the Charities Act 2011. The Trustees have taken into consideration the Charity Commission guidance on public benefit.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document and constitution

The Lloyds Bank Foundation for the Channel Islands was incorporated under and is regulated by its Memorandum and Articles of Association dated 13 December 1985 (as altered by Special Resolution on 17 March 1999, 2 December 2013 and 25 March 2014) as a company registered in the United Kingdom and limited by guarantee and a registered charity.

Structure of the Foundation

Of the nine Trustees, there is representation from the two Bailiwicks, plus the Chair. The names and roles of Trustees are provided on page 4 of this report.

The legal and accounting records are maintained in London. Details of the auditor, investment managers, bankers and location of registered office are included on page 3.

Recruitment, appointment, induction and training of Trustees

The list of Trustees covers the year to 31 December 2025 and up to the date of signing the financial statements. Their appointments are ratified by Lloyds Banking Group Plc's Nomination and Governance Committee on the recommendation of the Foundation's Board of Trustees.

Applications for Trusteeship are sought both through Island-wide networks and open competition. The Nomination Committee, which operates under specific terms of reference delegated from the Board of Trustees, comprises at least three serving Trustees who consider nominations and interview candidates or agree a Selection Panel of three from the Board of Trustees to undertake recruitment.

Trustees normally serve for a three-year period and may be re-appointed for one further three-year term. Trustees' skills and outside interests are regularly reviewed, and prior to seeking a new Trustee the Nomination Committee reviews the composition of the Board to identify any specific skills required and training is provided as required.

Newly appointed Trustees are provided with a comprehensive pack of induction materials and are encouraged to visit beneficiary charities together with fellow Trustees or the Executive Director.

The Board

The full Board of Trustees ("the Board") makes strategy and policy decisions and sets the annual budget. The Chair has authority to approve grants up to £5,000 per grant between Board meetings but apart from those, all grant decisions are made by the full Board of Trustees.

TRUSTEES' REPORT AND STRATEGIC REPORT (cont.)

The Board (cont.)

The Board meets four times a year (or more frequently if required), normally in January, March (incorporating the AGM), July and November. Meeting venues normally alternate between Guernsey and Jersey. The Board meets virtually if required.

The Executive Director is responsible for the day-to-day operation of the Foundation and has authority to incur administrative expenditure within the budget set by the Trustees. Initial assessment of applications, visits to applicants and monitoring visits of grant holders are undertaken by the Executive Director who is based in Guernsey and would normally frequently travel between the Islands. The Executive Director will conduct visits virtually if there is travel disruption.

Board Committees

There are three permanent Committees of the Board, which report fully on their meetings and other activities - the Nomination Committee and Remuneration Committee each of which comprise a minimum of three Trustees and the Audit and Investment Committee, which comprise a minimum of four Trustees. The Terms of Reference of these Committees are regularly reviewed by the Board.

The role of the **Audit and Investment Committee** is to satisfy itself that any financial statements published by the Foundation follow approved accounting principles and give a true and fair view of the Foundation's financial position. This includes examination and review of the Foundation's annual financial statements with the auditors prior to consideration by the full Board, and examination and review of reports prepared by the LBG internal audit function. The Committee's remit also includes overseeing the Foundation's risk management procedures and monitoring investments held by the Foundation.

The Committee meets four times a year, normally January, March, July and November, including once a year, to consider the report of the auditors and the annual report and financial statements prior to their presentation to the full Board. The Committee satisfies itself as to the auditors' independence. The July meeting will include the attendance of Cazenove Capital to present on the performance of the investment portfolio and their investment outlook. All members of the Committee normally attend meetings.

The role of the **Remuneration Committee** is to make recommendations to the Trustees concerning the broad policy framework for remuneration and the year-end review of Foundation staff. It determines the remuneration package and terms and conditions of the Executive Director (at present the sole paid employee) on appointment and recommends to Trustees her salary for the forthcoming year. Pay setting is calculated by research on market indicators and broadly follows Lloyds Banking Group.

The role of the **Nomination Committee** is to make recommendations to the Board of Trustees and Lloyds Banking Group plc Nomination and Governance Committee on the appointment of new Trustees, giving due consideration to the balance of skills, interests and experience of the Board of Trustees.

TRUSTEES' REPORT AND STRATEGIC REPORT (cont.)**Board Committees (cont.)**

The process for the appointment of new Trustees is described, above, in the section headed "Recruitment, appointment, induction and training of Trustees".

Risk management

The systems of internal control are designed to provide reasonable, but not absolute, assurance against material misstatement or loss. They include:

- An annual budget approved by the Trustees
- Regular consideration by the Trustees of financial results, variance from budgets
- Delegation of authority and segregation of duties
- Identification and management of risks
- Approval of grants by the Trustees

In respect of operational practices, a review of risks facing the Foundation is undertaken by the Board. Risks identified are prioritised in terms of potential impact and likelihood of occurrence, and the Trustees confirm that systems or procedures are in place to mitigate the significant risks identified. The review incorporates examination of the adequacy of the Foundation's internal controls. It is recognised that risk management is an ongoing activity involving all Trustees and staff and is established as an agenda item for the full Board and Audit and Investment Committee at each of the four meetings.

The principal risks are as follows;

Risk	How we manage it
Virtually all the income arising from a single source, Lloyds Banking Group plc	<ul style="list-style-type: none"> • The funding agreement includes a minimum level of £614,000. • The funding agreement requires nine year's notice to be given. • Funding is available from reserves to maintain grant giving or the grant giving budget is adjusted
Investment losses	<ul style="list-style-type: none"> • Regular monitoring of performance • Diversified portfolio • Advice from Investment Manager – Cazenove Capital
Impact – is the Foundation making the desired impact	<ul style="list-style-type: none"> • Regular feedback from grant holders • Training and support for grant holders • Monitoring of grant holders • Regular review of grant making strategy
Key person failure	<ul style="list-style-type: none"> • Support from Lloyds Foundation for England & Wales • Support of Executive Director by Chair and Trustees • Regular communications and monitoring
IT security	<ul style="list-style-type: none"> • Training in cyber security • Access controls • Back-up and recovery processes

TRUSTEES' REPORT AND STRATEGIC REPORT (cont.)

Related parties

The Foundation is related to Lloyds Banking Group plc and connected to the Lloyds Bank Foundation for England & Wales, Halifax Foundation for Northern Ireland and the Bank of Scotland Foundation. See Note 12 for details of transactions with these connected charities and related parties. Each Foundation is directed by its own independent Board of Trustees.

OBJECTIVES AND ACTIVITIES

The objects of the Foundation, as set out in the Memorandum of Association, are as follows:

Lloyds Bank Foundation for the Channel Islands is established to do anything which is a charitable purpose according to the laws of England and Wales from time to time principally in, but not limited to, the Channel Islands including in particular (but without prejudice to the generality of the foregoing):

- To advance education and training in all aspects of knowledge by means of (but not limited to) the making of grants, including the establishment of scholarships and prizes, and other like awards;
- To advance scientific or medical research, on the condition that all useful results of such scientific or medical research are published, and education in scientific or medical research by means of (but not limited to) the making of grants, including the establishment of scholarships and prizes, and other like awards; and
- To promote the provision of facilities in the interest of social and community welfare for recreation and leisure time occupation and enjoyment of the arts with the object of improving the conditions of life of people who are disadvantaged by youth, age, infirmity or disablement, poverty or social and economic circumstances.

Aims, objectives, strategies and significant activities

The aims of the Foundation are encapsulated in the mission statement:

The Foundation's mission is to support charitable organisations which help people, especially those who are disadvantaged, to play a fuller role in communities throughout the Channel Islands.

The Trustees' primary objective for the year was to continue to provide grants to support charities meeting a wide range of needs in the Islands, in accordance with the Foundation's objects and through the following grant-making programmes:

Jersey	A responsive grant-making programme to support charities with beneficiaries in the Bailiwick of Jersey.
Guernsey	A responsive grant-making programme to support charities with beneficiaries in the Bailiwick of Guernsey, including Alderney and Sark.
Channel Islands-wide and UK	A responsive grant-making programme to support charities working across the Channel Islands as a whole and, normally in conjunction with the sister Lloyds Bank Foundations, in the UK.
Matched Giving Scheme	A scheme open to members of staff of Lloyds Banking Group plc based in the Channel Islands, to match fundraising efforts or voluntary time given to charities within the Foundation's guidelines.

TRUSTEES' REPORT AND STRATEGIC REPORT (cont.)

Aims, objectives, strategies and significant activities (cont.)

A second objective was to continue to provide developmental support including mentoring, to help charities to improve their resilience and sustainability.

A review of the activities of the Foundation during the financial year is presented in the Chair's Review of the Year (page 5).

The Foundation's performance in respect of the primary objective was as follows;

- The grant expenditure approved in the year, excluding Matched Giving and cancelled grants, amounted to £1,308,950 (2024: £988,430).
- There were 31 grants, 15 grants for Jersey based charities, 15 for Guernsey based charities and 1 for Alderney (2024: 15 Jersey charities and 9 Guernsey charities):
- 19 charities received donations under the Matched Giving scheme (2024: 26 charities).

The Foundation's performance in respect of the Second objective was as follows:

- Development support offered to charities to help improve their resilience and sustainability including: reviewing organisational structures, leading and managing teams, engaging with Lived Experience, communication and marketing, strategy, business and financial planning through: mentoring, skills exchange, charity response forums, and training.
- In partnership with other key funders, co-funding and co-delivering training to charities in Outcomes Based Accountability
- Hosting two receptions (one in each of the main Islands) for charities, sector stakeholders, politicians and senior civil servants to celebrate and learn more about our work with charity partners, and an opportunity for informal networking and making new connections.

Public benefit

We have a duty to have due regard to the Charity Commission's public benefit guidance, under Section 17 of the Charities Act 2011. We are confident that we meet those public benefit requirements having taken Charity Commission guidance into consideration.

FINANCIAL REVIEW

Income

In December 2013 the Foundation entered into a new nine-year rolling agreement, the covenant, with LBG. From 2014, the Foundation receives 0.01535% of the Group's profits, averaged over three years, subject to a minimum amount of 3.07% of £20 million (£614,000) and a maximum amount of 3.07% of £50 million (£1,535,000). This secures the Foundation's funding over the long term.

The Foundation received £1,036,064 under the covenant agreement with LBG (2024: £1,082,102), £64,994 as an additional gift to support the Foundation's 40th anniversary funding programmes and £97,972 from LBG towards the Foundation's operating costs (2024: £82,842). LBG also paid the costs of the Foundation's external audit which were estimated at £20,765 (2024: 9,765).

TRUSTEES' REPORT AND STRATEGIC REPORT (cont.)

FINANCIAL REVIEW (Continued)

Income (continued)

The other significant source of income was interest and dividends of £55,799 (2024: £72,176). The Foundation's investments generated unrealised gains of £73,908 (2024: gains of £42,218).

Expenditure

Charitable expenditure for the year by the Foundation was £1,488,175 (2024: £1,187,737).

There was a deficit for the year before investment gains of £222,550 compared to the surplus for 2024 of £58,570.

Grants

The Foundation's policy is to support registered charities or those accorded charitable status by the Guernsey Registry and Jersey's Charity Commission to help disabled or disadvantaged people to play a fuller role in communities throughout the Islands.

Guidelines are published and are also available on the Foundation's website www.lloydsbankfoundationci.org.uk which set out the range of activities eligible for consideration. Currently the priorities identified by the Trustees as those they wish to focus on within their overall objectives cover;

- Health including mental issues or a disability – We support charities which create opportunities for people with health issues including mental health or a physical or learning disability to live and work independently.
- Homelessness – We help charities which provide accommodation and support for people who are homeless or at risk of homelessness and support their return into society.
- People leaving institutional care to live independently – We help charities providing support and accommodation for people who are getting back into society after leaving care or prison.
- Addiction and dependency – We support charities providing education and rehabilitation for people who misuse alcohol and drugs and have gambling problems.
- Loneliness and isolation – We help charities providing support to people who are vulnerable, people experiencing loneliness and people with carer responsibilities.
- Employment, literacy, financial literacy and debt problems – We support employment and learning programmes for people disadvantaged by poor education and literacy including financial literacy and debt problems.
- Domestic violence – We support charities who help prevent and protect people from abusive relationships.
- Human Rights – We help charities who promote and protect human rights issues (from modern slavery to sexual exploitation), and charities who challenge discrimination and promote equality, diversity and inclusion.

The Foundation supports charities which demonstrate good governance and sustainable activities measured against identifiable outcomes. Grants are agreed by the Trustees for a one, two or three-year period, and monitored at least on an annual basis.

TRUSTEES' REPORT AND STRATEGIC REPORT (cont.)

Grants (continued)

The Foundation has adopted a policy for accounting purposes which recognises the total grant in the year in which it is approved (see note 1 for relevant accounting policy). This increases the transparency in terms of grant commitment and means that existing grants are not impacted by future income (because provision has been made up-front for payments due in years two and three). In the medium term, if the financial position of the Foundation deteriorated significantly over a number of years, then changes in levels of grant-making may be considered.

Reserves

The current reserves level principally arose from the one-off gift of shares from LBG in 2017 and the Foundation generally seeks to award grants using its covenant income from LBG in the year it is received. The Foundation is conscious of the risk of a single source of funding and the wide range of events that can impact on this income. The Foundation's policy is to set a planned upper limit on its targeted reserve level so that the Foundation does not hold funds back from delivering its charitable activities unnecessarily.

The Foundation has historically managed its reserves within an upper and lower reserve limit, or 'reserves corridor'.

In January 2024 the Trustees reviewed the reserves policy in light of the increasing needs of the charitable sector in the Channel Islands and have decided to amend the current policy to gradually reduce the reserves over a period of time but still retain a buffer of funds for emergency grant giving and a reserve covering an estimated future 18 months operating costs on a cash flow basis. The Trustees have decided that the reserves for emergency or creative grant giving should be £500,000 and that the amount required for operating costs is estimated at £400,000 making the total reserve requirement in the region of £900,000.

As at 31 December 2025 the Foundation's unrestricted reserves were £1,368,542 (2024: £1,517,184). The trustees will align the level of reserves with the minimum reserves' requirement over the next five years by making more funding available for grants.

The above reserves corridor is based on forecast results and does not take into account exceptional events which may or may not occur, such as sudden and unexpected market impacts on investments. Should such events occur and not be temporary, the Trustees would, as noted above, be expected to determine what corrective actions are required to bring the Foundation back into the corridor over a three-year period.

Investments

In order to manage investment risk, the Board of Trustees appointed Cazenove Capital as its investment manager.

TRUSTEES' REPORT AND STRATEGIC REPORT (cont.)**Investments (continued)**

The investment criteria reflect the ethical policies and risk appetite of the Foundation. The Foundation aims to follow Lloyds Banking Group's Responsible Investment Framework. Its exclusions policy focuses on companies that have failed to meet ESG standards. In support of this the Foundation wishes to exclude the following investments:

- (i) manufacturers of controversial weapons
- (ii) UN Global Compact violators
- (iii) those companies deriving more than 10% of their revenue from thermal coal and tar sands extraction.

The Trustees aim to keep at least 70% of the assets in investments that can be realised within three months.

In 2024, the Foundation transferred its portfolio of collective investment funds (including OIECs, SCIAVs and UCITSs) managed by Cazenove to a single investment in the Cazenove Sustainable Balanced Fund (CSBF).

The asset allocation of the CSBF at 31 December 2025 and performance for the year are set out below:

	Assets	Allocation	Assets	Allocation
	2025	2025	2024	2024
	£'000	%	£'000	%
Equities	499	51.5	374	46.9
Bonds	265	27.3	188	23.5
Alternative investments	149	15.4	101	12.6
Cash	56	5.8	136	17.0
Total	970	100.0	800	100.0

These investments totalling £969,503 (2024: £799,947) are regarded as Level 2 investments in accordance with Section 34 of FRS 102. The investments are valued at fair value.

Performance benchmarks are established by the Audit and Investment Committee and agreed with the investment manager. Performance against the agreed benchmarks are reviewed quarterly by the Audit and Investment Committee. Cazenove Capital present investment performance and market outlook to the Audit and Investment Committee annually.

The performance compared to benchmark (ARC Sterling Balanced Asset ACI Index) was:

	Fund performance		Benchmark	
	2025	2024	2025	2024
Total fund	9.5%	8.7%	6.4%	6.8%

TRUSTEES' REPORT AND STRATEGIC REPORT (cont.)

Financial risk management

The risk associated with the Foundation's investments are monitored by the Audit and Investment Committee and managed on a day-to-day basis by its investment managers, Cazenove Capital.

- (i) *Market risk*

Exposure - The portfolio is well diversified with holdings in a wide range of asset classes.

The Foundation derives the majority of its income from the covenanted payment from Lloyds Banking Group and is able to take a long-term view of its investments.

Sensitivity - The largest market risk is a fall in the value of CSBF in which the Foundation is invested. Based on the position at 31 December 2024, in the event that there was a general 10% fall in the fund value there would be a reduction in net assets of £96,950 (2024: £81,313).

Currency – The Foundation's invests in a fund denominated in sterling. Many of the underlying investments will be denominated in other currencies, notably the US \$ giving the fund indirect exposure to currency movements.

- (ii) *Credit risk*

The Foundation invests in pooled investment vehicles and is therefore directly and indirectly exposed to credit risk in relation to the instruments it holds in the pooled fund. This is a result of the Foundation being dependent on the pooled investment vehicle manager for delivery of the cash flows and for buying and selling of the shares within the pooled arrangement. The Scheme is also indirectly exposed to credit risks arising on the financial instruments held within the pooled investment vehicles. A 10% fall in the pooled investments would result in a fall in value of £96,950 (2024: £81,313).

- (iii) *Liquidity risk*

The fund in which the Foundation has invested have daily dealing which would allow the Foundation to realise cash if this were required.

Fundraising Activities

Section 162a of the Charities Act 2011 requires charities to make a statement regarding fundraising activities. The legislation defines fundraising as 'soliciting or otherwise procuring money or other property for charitable purposes. In relation to this statement, the Foundation does not undertake fundraising from the general public and does not employ professional fundraisers. The charity is therefore not bound by any regulatory scheme and does not consider it necessary to comply with any voluntary code of practice. The Foundation does not have policies in relation to fundraising activities nor do we consider it necessary to design specific policies and procedures to monitor activities.

TRUSTEES' REPORT AND STRATEGIC REPORT (cont.)

PLANS FOR FUTURE PERIODS

Future activities

We fund, support and champion charities in the Channel Islands that make a positive difference to the lives of people who are socially excluded and disadvantaged people, enabling them to play a fuller role in the community.

The Foundation is committed to delivery of its core objectives and supporting those charities with sustainable activities, measured against identifiable outcomes.

The Trustees have agreed the following objectives:

- to continue to provide grants to support charities meeting a wide range of needs in the Islands, in accordance with the Foundation's objects and through its grant-making programmes
- to continue to provide developmental support including mentoring, to help charities to improve their resilience and sustainability.

Business continuity

The Trustees have considered the risks facing the Foundation, including its connected foundations, grantees and investments and the potential for significant impact on its activities.

The trustees note that;

- The Risk Register is reviewed quarterly with particular regard to the evolving impact of macro-events.
- The Foundation's staff are able to work from home whenever required.
- Every effort is being made to support existing grant holders including flexibility on delivery of services, grant spend and grant periods where the impact of macro events is being felt locally in areas such as recruitment and cost of living pressures.

The Foundation is closely monitoring the value of its investments. The value of investments has increased in value in 2024 and 2025. The Trustees are keeping the situation under review. Although there are currently no restrictions on redemptions from any of the funds in which the Foundation is invested, a significant fall in value may affect future grant giving.

Going concern

As stated above we are able to take a long-term view of our investments and the covenant with the Lloyds Banking Group provides a significant degree of protection. The funding for 2025 has been received in full and for future years the agreement, which requires nine years notice to be given, provides for a minimum payment of £614,000 to be paid each year and that the actual sum paid is based on the profits of the three prior years. The Trustees are therefore confident that they are able to fully fund their operating costs, meet all existing grant commitments and continue grant funding activities at least until March 2027.

TRUSTEES' REPORT AND STRATEGIC REPORT (cont.)

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also directors of Lloyds Foundation for the Channel Islands for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 Charities SORP FRS 102 – (October 2019);
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards, have been followed, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

In so far as the Trustees are aware:

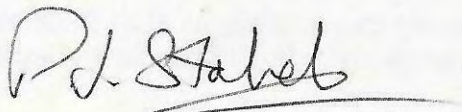
- (a) there is no relevant audit information of which the Charitable company's auditors are unaware; and
- (b) the Trustees have taken all the steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that the Charitable company's auditor is are aware of that information.

TRUSTEES' REPORT AND STRATEGIC REPORT (cont.)

INDEPENDENT AUDITORS

A resolution concerning the appointment of Deloitte LLP as auditors to the Foundation will be proposed at the annual general meeting.

This report, including the Strategic Report was approved by the Board of Trustees on 24 March 2026 and signed on their behalf by:

A handwritten signature in black ink, appearing to read 'P. Stahelin', with a horizontal line underneath it.

Philippa Stahelin
Chair of Trustees
24 March 2026

Independent auditor's report to the members of Lloyds Bank Foundation for the Channel Islands

Report on the audit of the financial statements

Opinion

In our opinion the financial statements of Lloyds Bank Foundation for the Channel Islands (the 'charitable company'):

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2025 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, which comprise:

- the statement of financial activities
- the balance sheet
- the statement of cash flows; and
- the related notes 1 to 14.

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).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the 'FRC's') Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

Responsibilities of Trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the Directors of the charitable company for the purpose of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect

of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We considered the nature of the charitable company's industry and its control environment, and reviewed the charitable company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management and the Trustees about their own identification and assessment of the risks of irregularities, including those that are specific to the charitable company's business sector.

We obtained an understanding of the legal and regulatory framework that the charitable company operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included UK Charities Act and UK Companies Act; and
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the charitable company's ability to operate or to avoid a material penalty. These included the Charity Commission for England and Wales (Charity Commission) regulations.

We discussed among the audit engagement team regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

As a result of performing the above, we identified the greatest potential for fraud or non-compliance with laws and regulations in the following area, and our procedures performed to address it are described below:

- we identified a fraud risk related to the application of grant expenditure in line with charitable objectives, and the correct recognition of grant expenditure. We have addressed this risk by selecting a sample of grants recognised in the year and reviewing the grant agreements, Board minutes, cash payments and related information in order to understand the purpose of the grant, any conditions present and ascertain the correct level of expenditure and related liability to recognise.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management and in-house legal counsel concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance.

Report on other legal and regulatory requirements

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the Trustees' report, which includes the Strategic report and the Directors' report prepared for the purposes of company law for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report included within the Trustees' report have been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified any material misstatements in the strategic report or the Directors' report included within the Trustees' report.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or

We have nothing to report in respect of these matters.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Helen Perkins CA (Senior statutory auditor)
For and on behalf of Deloitte LLP
Statutory Auditor
Reading, United Kingdom
date 24 March 2026

STATEMENT OF FINANCIAL ACTIVITIES**(Incorporating Income & Expenditure account)****YEAR ENDED 31 DECEMBER 2025**

	Note	Unrest- ricted 2025 £	Total 2025 £	Unrest- ricted 2024 £	Total 2024 £
Income from:					
Donations	3	1,224,821	1,224,821	1,178,709	1,178,709
Investments	6	55,799	55,799	72,176	72,176
Other		-	-	-	-
Total income		1,280,620	1,280,620	1,250,885	1,250,885
Expenditure on:					
Investment fees		4,424	4,424	4,478	4,478
Charitable activities	4a	1,498,746	1,498,746	1,187,837	1,187,837
Total expenditure		1,503,170	1,503,170	1,192,315	1,192,315
Net (expenditure)/income before gain on investments		(222,550)	(222,550)	58,570	58,570
Net gain on investments	6	73,908	73,908	42,218	42,218
Net (expenditure)/income		(148,642)	(148,642)	100,788	100,788
Net movement in funds		(148,642)	(148,642)	100,788	100,788
Reconciliation of funds					
Funds brought forward		1,517,184	1,517,184	1,416,396	1,416,396
Funds carried forward	10	1,368,542	1,368,542	1,517,184	1,517,184

All recognised gains and losses have been included in the Statement of Financial Activities and the amounts included are derived from the continuing activities of the Foundation.

The notes on pages 27 to 40 form part of these financial statements.

BALANCE SHEET

Company number 1971241
AS AT 31 DECEMBER 2025

	Note	Total 2025 £	Total 2024 £
Fixed assets:			
Tangible assets	5	15,208	20,277
Investments	6	985,744	899,991
Total fixed assets		1,000,952	920,268
Current assets:			
Debtors	7	11,556	15,276
Investments	6	550,000	750,000
Cash at bank and in hand		257,669	353,455
Total current assets		819,225	1,118,731
Liabilities:			
Creditors: Amounts falling due within one year	8	(424,035)	(504,015)
Net current assets		395,189	614,716
Total assets less current liabilities		1,396,142	1,561,983
Creditors: Amounts falling due after more than one year	9	(27,600)	(17,800)
Total net assets		1,368,542	1,517,184
The funds of the charity:			
Unrestricted funds	10	1,368,542	1,517,184
Total charity funds		1,368,542	1,517,184

The financial statements including the notes on 27 to 40 were approved and authorised for issue by the Trustees on 24 March 2026 and signed on their behalf by:



Philippa Stahelin
Chair of Trustees

STATEMENT OF CASH FLOWS

YEAR ENDED 31 DECEMBER 2025

	Notes	2025 £	2024 £
Cash flows from operating activities			
Net cash generated (used in)/from operating activities	(A)	(339,739)	592
Cash flows from investing activities:			
Income from investments		55,799	72,176
Purchases of investments		-	(996,595)
Proceeds from sales of investments		-	895,293
Movement on term deposits and invested cash		188,155	186,012
Net cash generated from investing activities		243,954	156,885
Change in cash and cash equivalents in the reporting year		(95,786)	157,478
Cash and cash equivalents at the beginning of the reporting year		353,455	195,977
Cash and cash equivalents at the end of the reporting year	(B)	257,669	353,455

(A) NET CASH FLOWS USED IN OPERATING ACTIVITIES

	2025 £	2024 £
Net (expenditure)/income for the reporting year	(148,642)	100,788
Adjustments for:		
Income from investments	(55,799)	(72,176)
Depreciation charges	5,069	5,069
Decrease in debtors	3,721	5,939
(Decrease)/Increase in creditors	(70,180)	3,190
Gains on investments	(73,908)	(42,218)
Net cash generated (used in)/from operating activities	(339,739)	592

(B) ANALYSIS OF CASH AND CASH EQUIVALENTS

	2025 £	2024 £
Cash in hand	257,669	353,455
Total cash and cash equivalents	257,669	353,455

The notes on pages 27 to 40 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

Basis of preparation

The Foundation is a public benefit entity, is incorporated in England and Wales as a company limited by guarantee not having a share capital. There are currently nine Trustees who are also the members of the company. Each member has undertaken to contribute to the assets in the event of winding up a sum not exceeding £1. The charity is a registered charity. The registered office is given on page 3.

The financial statements have been prepared on a going concern basis under the historical cost convention, as modified by the revaluation of investments, and in accordance with applicable Accounting Standards in the United Kingdom, including the Charities SORP FRS 102 (second edition – October 2019), and in accordance with the Companies Act 2006 and Charities Act 2011, using consistently applied accounting policies.

The new Charities SORP 2026 ('SORP 2026') was published on 31 October 2025 and comes into effect for financial periods starting on or after 1 January 2026.

The key changes are amendments to lease accounting, revenue recognition and social investments. None of these changes are expected to have a material impact on the Foundation's financial statements.

Lloyds Bank Foundation for the Channel Islands meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going Concern

The Trustees have adopted the going concern basis of accounting in preparing the financial statements having assessed the principal risks relating to the Foundation's income. The Foundation receives virtually all its income under a covenant with Lloyds Banking Group Plc which requires nine years notice to be given which contains provision for a minimum £614,000. The covenant income for the full year is received early in the financial year prior to the signing of the financial statements. The Foundation holds a level of reserves to enable its activities to continue for more than one year from the balance sheet date in the event that no further funding was received. Accordingly, the Foundation expects to continue to have access to sufficient liquid resources to meet its obligations for a period of at least 12 months after the approval of these financial statements, namely the period to March 2027.

Fund accounting

Unrestricted funds

The Foundation's unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity.

Investments

Investments are included in the Balance Sheet at fair value which is their closing bid price on the current or previous trading day. Details of the nature of the investment assets, valuation methods and risk management are included in the trustees' report.

NOTES TO THE FINANCIAL STATEMENTS (cont.)

1. ACCOUNTING POLICIES (cont.)

Realised gains and losses on disposals in the year and unrealised gains and losses on investments at the Balance Sheet date are included in the Statement of Financial Activities for the relevant underlying fund. All investment income is treated as unrestricted.

Cash and cash equivalents

Cash and cash equivalents include cash and short-term highly liquid investments with a maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Debtors

Trade and other debtors are recognised at their settlement value. Prepayments are valued at the amount prepaid.

Creditors

Creditors and provisions are recognised where the charity 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 and provisions are normally recognised at their settlement amount.

Financial instruments other than investments

The Charity has financial assets and financial liabilities of a kind that qualify as basic and complex financial instruments. Basic financial instruments are measured at their settlement value in the case of current assets.

Valuation of assets

Tangible fixed assets are included at historic cost less accumulated depreciation.

Capitalisation and depreciation

The minimum value for the capitalisation of tangible fixed assets is £1,000.

Depreciation is calculated so as to write off the cost of tangible fixed assets on a straight-line basis over the expected useful lives of the assets concerned. The principal rates used are:

Computer software	20% per annum
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Income

Income is recognised in the Statement of Financial Activities when the Foundation is entitled to the income, performance conditions attached to the income have been met, receipt is probable and the amount can be measured reliably.

Income donated by LBG is recognised in the year to which the Foundation is entitled to the income.

Interest income is recognised on a receivable basis using the effective interest method.

Dividend income represents the Foundation's share of dividends received from holdings in investment funds. The income recognised represents the amount credited to the investment fund.

NOTES TO THE FINANCIAL STATEMENTS (cont.)

1. ACCOUNTING POLICIES (cont.)

Donated services

Donated services and facilities are valued and included as income and expenditure at the price the Foundation estimates it would pay in the open market for an equivalent service or facility.

Recognition of expenditure

All expenditure is included on an accruals basis in the period in which it is incurred.

Grant expenditure is recognised where there is a legal or constructive obligation to pay. Grants, both single and multi-year, are recognised in the financial statements as liabilities after they have been approved by the Trustees, the recipients have been notified and there are no further terms and conditions to be fulfilled which are within the control of the Foundation.

For the majority of multi-year grants the full amount is recognised on award and any amount relating to future years is included in grants payable.

There are occasions when it becomes necessary to withdraw a grant which has been approved in a prior year; where this happens, the funds revert to the original unrestricted or restricted reserve.

Pension costs

The Foundation also participates in a defined contribution scheme. Contributions in respect of the year are charged to the Statement of Financial Activities in the year to which they relate.

Allocation of expenditure

Charitable activities include the direct costs of the grant awards and the indirect support costs of delivering the grant programmes. Support costs (including governance costs) are allocated across charitable activities on the basis of estimated time spent by staff.

Taxation

The Foundation is a registered charity, and as such is entitled to certain tax exemptions on income and profits from investments, and surpluses on any trading activities carried on in furtherance of the Foundations primary objects, if these profits are applied solely for charitable purposes.

NOTES TO THE FINANCIAL STATEMENTS (cont.)

2. CRITICAL ACCOUNTING JUDGEMENTS AND SOURCES OF ESTIMATION UNCERTAINTY

Accounting estimates and judgements

In the application of the Foundation's accounting policies, which are described in note 1, the Trustees are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources.

There are no critical accounting judgements at the reporting date.

Key sources of estimation uncertainty are detailed below.

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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

a) Multi-year grants

The Foundation recognises the majority of grants on award. In practice some organisations will not continue with the funded project resulting in the cancellation of the grant. Given the uncertainty of estimating the value of grants that will not be completed and the relatively small sums that are typically involved the financial statements are based on the assumption that all grants awarded will be fully utilised by the recipients.

NOTES TO THE FINANCIAL STATEMENTS (cont.)

3. DONATIONS

	Unres- tricted £	Total 2025 £	Unres- tricted £	Total 2024 £
Donations from Lloyds Banking Group				
- Covenant income	1,036,064	1,036,064	1,082,102	1,082,102
- 40 th year additional donation	64,994	64,994	-	-
- Operating costs contribution	93,750	93,750	75,000	75,000
- Events and publications	4,222	4,222	7,842	7,842
Donated services				
- External audit fees paid by Lloyds Banking Group	20,765	20,765	9,765	9,765
Donations from other organisations				
Other donations	5,026	5,026	4,000	4,000
	1,224,821	1,224,821	1,178,709	1,178,709

4. ANALYSIS OF EXPENDITURE

a) Charitable activities

	Grants £	Other Charitable activities £	Support Costs £	2025 £
Grants Programmes				
Jersey	316,495	-	45,461	359,894
Guernsey	417,155	-	56,342	470,942
Alderney	35,200	-	4,754	39,954
40 th Anniversary grants	400,000	-	54,205	451,575
Financial resilience fund	120,000	-	16,208	135,472
	1,288,850	-	176,791	1,465,641
Other activities				
Matched Giving	10,739	-	1,450	12,190
Training and events	-	18,427	2,489	20,916
	10,739	18,427	3,939	33,106
Total	1,299,589	18,427	180,730	1,498,746

Support costs have been allocated on the basis of expenditure on charitable activities.

NOTES TO THE FINANCIAL STATEMENTS (cont.)

4. ANALYSIS OF EXPENDITURE (cont.)

a) Charitable activities (cont.)	Grants	Other Charitable activities	Support Costs	2024
	£	£	£	£
Grants Programmes				
Jersey	566,456	-	103,429	669,885
Guernsey	369,915	-	63,827	433,742
Channel Islands wide	19,080	-	3,292	22,372
	955,451	-	170,548	1,125,999
Other activities				
Matched Giving	10,329	-	1,782	12,111
Training and Events	-	49,727	-	49,627
	10,329	49,727	1,782	61,738
Total	965,780	49,727	172,330	1,187,737

b) Grant awards

	No.	2025 £	No.	2024 £
Grants awarded				
Grants in Jersey	8	336,595	15	599,435
Grants in Guernsey	8	417,155	9	369,915
Grants in Alderney	1	35,200	-	-
40 th Anniversary	10	400,000	-	-
Financial resilience	4	120,000	-	-
Channel Islands wide	-	-	1	19,080
Total Grants	31	1,308,950	25	988,430
Other activities				
Matched Giving	29	10,739	26	10,330
Total Grants and Matched Giving awarded in the year		1,319,689		998,760
Less grants cancelled or refunded in the year		-		(32,979)
Grants payable (Note 4c)		1,319,689		965,781

A full list of Approved Grants for 2025 is set out in Note 14 on page 39 and 40.

NOTES TO THE FINANCIAL STATEMENTS (cont.)**4. ANALYSIS OF EXPENDITURE (cont.)**

c) Grants payable

The table below shows reconciliation between grant amounts approved during the year and amounts paid during the year.

	2025 £	2024 £
Reconciliation of grants payable		
Amounts outstanding at 1 January	495,154	486,893
Grants approved/cancelled in year		
Grants approved in the year	1,319,689	998,760
Grants cancelled	-	(32,979)
Grants payable in the year	1,319,689	965,781
Grants paid during the year	(1,389,274)	(957,520)
Due within one year (Note 8)	397,969	477,354
Due after more than one year (Note 9)	27,600	17,800
Amounts outstanding at 31 December	425,569	495,154

There were no cancellations in 2025 but one grant awarded and paid in 2024 was partly refunded in 2025 as the activity supported ceased. One grant was cancelled in 2024.

d) Support costs

	Note	2025 £	2024 £
Staff costs	4e	78,313	75,784
Governance costs	4f	42,392	29,901
Communications		23,400	24,510
Other costs		36,625	42,135
Total		180,730	172,330

e) Staff costs

	2025 £	2024 £
Wages and salaries	70,424	67,226
Social Security costs	4,926	4,639
Pension cost	3,521	3,361
Movement on holiday pay accrual	(558)	558
Total	78,313	75,784

The monthly average number of persons employed by the Foundation during the year was one (2024: one) who is the full time Executive Director. The total employee benefits received by the key management personnel (Executive Director) is included in the table above.

NOTES TO THE FINANCIAL STATEMENTS (cont.)**4. ANALYSIS OF EXPENDITURE (cont.)**

One employee received employee remuneration of more than £60,000, (excluding employer pension costs) during the year (2024: One). This employee's emoluments fell between the band £70,001 - £80,000.

f) Governance costs	2025	2024
	£	£
Company Secretary, Finance and Administration	10,528	11,878
Audit fee	20,765	9,765
Liability insurance	2,688	2,688
Trustee costs	8,411	5,570
Total	42,392	29,901

Company Secretary and Finance costs include £9,840 payable to the Lloyds Bank Foundation for England & Wales in respect of time spent by that Foundation's Company Secretary and Finance department for administration of the Foundation for the Channel Islands (2024: £9,590). The balance largely represents general administration support including minute taking.

The auditors were remunerated with an allocation from the Lloyds Banking Group (LBG) audit fee. As a result, the external audit fee has been treated as a benefit in kind from the LBG. The amount recognised is the fair value that the Foundation believes they would pay for external audit services if the LBG did not pay for the amounts on their behalf.

The Trustees, who are also the directors of the Company, received no remuneration during the year. Seven of the Trustees received £3,309 in reimbursed expenses relating to travel, subsistence and other expenses (2024: £3,320 seven Trustees).

5. TANGIBLE FIXED ASSETS

	Computer equipment and software £	Total 2025 £	Total 2024 £
Cost			
At beginning of the year	25,346	25,346	25,346
At end of the year	25,346	25,346	25,346
Accumulated Depreciation			
At beginning of the year	5,069	5,069	-
Depreciation	5,069	5,069	5,069
At end of the year	10,138	10,138	5,069
Net book value at beginning of the year	20,277	20,277	25,346
Net book value at end of the year	15,208	15,208	20,277

NOTES TO THE FINANCIAL STATEMENTS (cont.)

6. INVESTMENTS

	2025	2024
	£	£
Fixed asset investments		
Multi-asset funds	969,503	799,593
Cash held by investment managers	16,239	100,398
Total	985,744	899,991
Current asset investments		
Term deposit	550,000	750,000
Total	550,000	750,000
Movement in the year		
As at 1 January	899,991	692,483
Additions	-	996,595
Disposals	-	(895,293)
Net unrealised gains/(losses)	73,908	(69,197)
Net realised gains	-	112,108
New investment and reinvested net income	11,845	63,295
As at 31 December	985,744	899,991
	2025	2024
	£	£
Investment income		
Bank interest	39,530	52,408
Dividends	16,269	19,768
Total	55,799	72,176

The historical cost of the Foundation investments (excluding cash) as at 31 December 2025 was £792,000 (2024: £792,000). Details of the nature of the investment assets, valuation method and risk management are included in the Trustees' report and the accounting policies.

7. DEBTORS

	2025	2024
	£	£
Other debtors	11,556	7,841
Prepayments	-	7,435
Total	11,556	15,276

8. CREDITORS: amounts falling due within one year

	2025	2024
	£	£
Grants outstanding (Note 4c)	397,969	477,354
Accruals	14,562	10,276
Taxes and social security	5,172	4,877
Amount due to Lloyds Bank Foundation for England & Wales	3,064	9,191
Trade creditors	3,268	2,317
Total	424,035	504,015

NOTES TO THE FINANCIAL STATEMENTS (cont.)**9. CREDITORS: amounts falling due after more than one year**

	2025	2024
	£	£
Grants outstanding (Note 4c)	27,600	17,800
Total	27,600	17,800

None of the outstanding grants were payable after more than five years.

10. MOVEMENT IN FUNDS

	Balance at 1 Jan 2025 £	Total incoming resources £	Total resources expended £	Net gain or loss on investments £	Balance at 31 Dec 2025 £
Unrestricted funds	1,517,184	1,270,048	(1,492,599)	73,908	1,368,541
Total	1,517,184	1,270,048	(1,492,599)	73,908	1,368,541

	Balance at 1 Jan 2024 £	Total incoming resources £	Total resources expended £	Net gain or loss on investments £	Balance at 31 Dec 2024 £
Unrestricted funds	1,416,396	1,250,885	(1,192,315)	42,218	1,517,184
Total	1,416,396	1,250,885	(1,192,315)	42,218	1,517,184

11. GUARANTEE COMPANY

The Foundation is a company limited by guarantee not having a share capital. The liability of the members is limited by the Memorandum of Association to £1 each. The number of Trustees who are also members at 31 December 2025 was eleven (2024: eight).

12. RELATED PARTY TRANSACTIONS**a) Connected Foundations**

The following Foundations are connected, having common and related objects:

Lloyds Bank Foundation for England & Wales

Society Building
8 All Saints Street
London N1 9RL

The Foundation paid £9,840 (2024: £9,590) to Lloyds Bank Foundation for England & Wales (LBFEW) in respect of time spent by that Foundation's staff for administration of the Foundation for the Channel Islands.

NOTES TO THE FINANCIAL STATEMENTS (cont.)

12. RELATED PARTY TRANSACTIONS Continued

a) Connected Foundations (continued)

To provide the grant administration and financial services the LBFEW and the Foundation agreed to adopt common financial system and grants database. The Foundation implemented the Salesforce grants database in 2023 following LBFEW's earlier adoption. LBFEW co-ordinated the implementation for the Foundation and provided funding to the Foundation to meet the implementation costs which totalled £22,882. The Foundation are repaying this funding over three years.

No interest is payable on this arrangement. Based on LBG overnight deposit rates this represents interest foregone of around £232 (2024: £482).

At 31 December 2025 there was £3,064 due to the Foundation to LBFEW under this arrangement (2024: £9,191).

Halifax Foundation for Northern Ireland

Unit 5-6, Black Mountain Shared Space Enterprise Park
280 Ballygomartin Road
Belfast, BT13 3NG

Bank of Scotland Foundation

The Mound
Edinburgh, EH1 1YZ

b) Related company

The Foundation is related to Lloyds Banking Group plc as it derives its revenue primarily from Lloyds Banking Group plc. In December 2013 a new funding agreement was entered into with Lloyds Banking Group plc and from 2014 the Foundation annually receives a share of Lloyds Banking Group plc profits, subject to a minimum amount of £614,000 and a maximum amount of £1,535,000. In 2025 the Foundation received £1,119,808 (2024: £1,082,102) in accordance with the funding agreement. Lloyds Banking Group plc also pay meet the costs of the Foundation's external audit.

Trustees Adele Bohlen and Andrew Corbett (until September 2025) were employed by Lloyds Banking Group plc in 2025.

In 2025 in addition to the sum payable under the funding agreement the Foundation received £75,000 (2024: £75,000) to cover a proportion of operating expenses and £4,222 (2024: £7,842) to cover the cost of events.

The Foundation's principal bank is Lloyds Banking Group Plc. At 31 December 2025 the Foundation held £550,000 term deposits and a bank account with a balance of £257,669 with Lloyds Banking Group plc. At 31 December 2024 the Foundation held a £750,000 term deposit and there was a cash balance of £353,445.

The Foundation earned interest income of £39,530 (2024: £52,408) from cash balances held with Lloyds Banking Group Plc.

NOTES TO THE FINANCIAL STATEMENTS (cont.)

12. RELATED PARTY TRANSACTIONS Continued

c) Transactions

All Trustees must declare any potential conflicts of interest concerning funding requests and must leave the Board Meeting until the decision on the relevant funding request has been concluded.

Aaron Davies is employed by Action for Children and was appointed as a Trustee of the Foundation on 1 October 2025. A grant of £40,000 was awarded to Action for Children in July 2025, prior to Mr Davies appointment. The payment of the grant was made in November 2025 and there was no outstanding balance at the year end.

13. POST BALANCE SHEET EVENTS

There are no post balance sheet events requiring disclosure in these financial statements.

NOTES TO THE FINANCIAL STATEMENTS (cont.)**14. LIST OF APPROVED GRANTS FOR 2025**

Guernsey grants 2025	£	
40th Anniversary grants		
Action for Children	40,000	Unrestricted funding
Citizens Advice Guernsey	40,000	Unrestricted funding
Guernsey Welfare Service	40,000	Unrestricted funding
Youth Commission for Guernsey and Alderney	40,000	Unrestricted funding
Financial Resilience grants		
Citizens Advice Guernsey	30,000	Unrestricted funding
Guernsey Community Savings	30,000	Unrestricted funding
Guernsey Employment Trust	30,000	Unrestricted funding
Core grants		
Guernsey Sports Commission	21,900	Towards the salary of the PE and Sports Development Officer responsible for Street Sports
Les Bourgs Hospice	100,000	Towards the cost of succession planning - recruitment, salary and on costs of a band six registered nurse
Liberate	58,234	Towards the salary of the Chief Executive Officer
Shiloh Church	60,000	Towards the salary of the Team Leader
Bright Beginnings	52,018	Towards the costs of the Children's Centre
Guernsey Bereavement Services	33,418	Towards the salary of the Manager
Guernsey Voluntary Service	45,700	Towards the salary of the Administrator
The Bailiwick of Guernsey Victim Support & Witness Service	45,885	Towards the salary of the Support Officer
Total approved for Guernsey	667,155	15 grants

LLOYDS BANK FOUNDATION FOR THE CHANNEL ISLANDS

YEAR ENDED 31 DECEMBER 2025

Jersey grants 2025	£	
40th Anniversary grants		
Caring Cooks of Jersey	40,000	Unrestricted funding
Caritas Jersey Ltd	40,000	Unrestricted funding
Jersey Child Care Trust	40,000	Unrestricted funding
Jersey Citizens Advice Bureau Limited	40,000	Unrestricted funding
Sanctuary Trust Limited	40,000	Unrestricted funding
The Shelter Trust	40,000	Unrestricted funding
Financial Resilience grants		
Jersey Citizens Advice Bureau Limited	30,000	Unrestricted funding
Core grants		
Autism Jersey	25,000	Towards the cost of user materials
Family First	36,793	Towards the salary of the Family Support Worker
Focus on Mental Illness	40,000	Towards operating costs including salaries
Jersey Heart Support Group	44,000	Towards the salary of the Operations Manager
YouMatter - Love Matters Trust	67,000	Towards the salary of an Educator
Jersey Employment Trust	42,000	Jersey Employment Trust
Kairos Arts	42,000	Towards the salary of the Therapeutic Director
St. John Ambulance Jersey	39,802	Towards the salary of the Care Support Co-ordinator
Total approved for Jersey	606,595	15 grants

Alderney grants 2025	£	
Association of Guernsey Charities (Alderney)	35,200	Towards the salary and oncosts of the Development Officer for Alderney
Total approved for Alderney	35,200	