

THE MULBERRY TRUST
(Registered Charity No. 1005893)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

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FOR THE YEAR ENDED 31 MARCH 2021

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THE MULBERRY TRUST
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REPORT OF THE TRUSTEES

The Trustees present their report together with financial statements for the year ended 31 March 2021.

Objects and activities for the Public Benefit

The objects of the Trust are to hold the capital and income of the Trust Fund and to apply these for or towards such charitable purposes as the Trustees see fit. In general, this involves supporting charitable causes which are situated in the geographical locality of the charity. The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting grant making policies.

Achievements and Performance

During the year the charity made donations of £128,095 to various individuals and organisations (2020 - £117,579).

Financial Review

During the year, the charity received donations of £100,000 (2020 - £100,000) and investment income of £153,674 (2020 - £150,584). After deduction of charitable donations and expenses, a net surplus of income over expenditure of £99,775 was generated (2020 - £106,842). While a large surplus of income over expenditure was generated in the year, donations made to the charity do not form part of the funds available for distribution. These funds are instead invested in order to generate income for the charity from which donations are made. The Trustees continue to maintain their authority in accordance with the Trust Deed to distribute the funds of the charity as they so wish.

After realised and unrealised gains and losses on investments, there has been an increase of £926,638 (2020 - £38,342) in fund balances held. The value of funds held at 31 March 2021 stood at £7,006,655 (2020 - £6,080,016).

During the year ended 31 March 2011, a designated fund was established known as Buckinghamshire CF Mulberry Fund. This fund was established under an agreement between The Mulberry Trust and Buckinghamshire Community Foundation (Charity No. 1073861). The fund was initially set up with the sum of £200,000 including £100,000 received from UK Government funds allocated for charitable causes. Further amounts have been added to the fund during subsequent years. Discretion on the fund's distribution is the responsibility of the Trustees of The Mulberry Trust.

Under the Trust Deed, the charity has the power to invest in any way the Trustees wish. The Trustees also have full discretion over the level of reserves held by the charity.

Structure, governance and management

The Mulberry Trust is a charitable Trust governed by its Trust Deed dated 27 October 1991. The Trust was established by an initial gift from R J Frost and Mrs E M Frost who have subsequently made other gifts to the Trust. The Trust does not actively fundraise and seeks to continue its charitable work through the careful stewardship of its resources.

New Trustees are appointed by the existing Trustees. The Trust deed provides for a minimum of three and maximum of eight Trustees.

The Trustees meet regularly to agree broad strategy and consider grant making, investment, reserves and risk management policies. The day to day administration of the Trust's activities is dealt with by R J Frost, Trustee.

All Trustees give of their time freely and no Trustee remuneration or expenses were paid in the year.

Risk Management

The Trustees have considered the major risks to which the charity is exposed and have reviewed those risks and established systems and procedures to manage those risks.

THE MULBERRY TRUST
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REPORT OF THE TRUSTEES (CONTINUED)

Reference and administrative details

Charity Number:	1005893
Principal Office:	PO Box 4781, Marlow, Buckinghamshire, SL7 9DZ
Independent Auditors:	Villars Hayward LLP Boston House, Henley-on-Thames, RG9 1DY
Bankers:	National Westminster Bank plc, 22 Market Square, Aylesbury, Buckinghamshire HP20 1TW
Trustees:	The Trustees serving during the year and since the year end were as follows: Mrs E M Frost R J Frost Mrs A R Mirkowski Mrs H L Fowler

Trustees' responsibilities in relation to the financial statements

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements the Trustees are required to:

- Select suitable accounting policies and apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts Reports) Regulations 2008 and the Trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE MULBERRY TRUST
(Registered Charity No. 1005893)

REPORT OF THE TRUSTEES (CONTINUED)


By order of the Trustees


.....
R J Frost – Trustee

Date 24. 06. 2021


.....
E M Frost – Trustee

Date 24. 06. 2021


.....
A R Mirkowski – Trustee

Date 24. 06. 2021


.....
H L Fowler – Trustee

Date 24. 06. 2021

Independent Auditors' Report to

The Trustees of The Mulberry Trust

Opinion

We have audited the financial statements of The Mulberry Trust (the 'Charity') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the statement of cash flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Charity's Trustees as a body, in accordance with Part 4 of the Charities (Accounts and Reports) regulations 2008. Our audit work has been undertaken so that we might state to the Charity's Trustees those matters we are required to state to them in an 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 Charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion, the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 March 2021 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. 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

We have nothing to report in respect of the following matters in relating to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cause significant doubt about the Charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Independent Auditors' Report to

The Trustees of The Mulberry Trust (continued)

Matters on which we are required to report by exception

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

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

Responsibilities of Trustees

As explained more fully in the Trustees' responsibilities statement (set out on page 2), the Trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Trustees.
- Conclude on the appropriateness of the Trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

Independent Auditors' Report to

The Trustees of The Mulberry Trust (continued)

Auditor's responsibilities for the audit of the financial statements (continued)

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Nicholas Smith ACA, CTA

Nicholas Smith ACA, CTA (Senior Statutory Auditor)
Villars Hayward LLP
Chartered Accountants, Registered Auditors
and Chartered Tax Advisers
Boston House
Henley-on-Thames
RG9 1DY

Date: *28 June* 2021

THE MULBERRY TRUST
(Registered Charity No. 1005893)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

		Unrestricted Funds	
		<u>2021</u>	<u>2020</u>
<u>Notes</u>	£	£	£
INCOME AND ENDOWMENTS FROM:			
Donations and legacies:			
Donations		100,000.00	100,000.00
Investment income:			
Dividends	78,862.20		61,634.78
Interest	759.11		13,247.02
Endowment income	<u>74,052.77</u>	153,674.08	<u>75,702.64</u>
TOTAL INCOMING RESOURCES		£253,674.08	£250,584.44
		=====	=====
EXPENDITURE ON:			
Charitable activities:			
Donations		128,095.00	117,578.91
Property repairs		5,000.00	5,000.00
Audit fees		3,600.00	3,600.00
BCF management fee		17,181.30	17,563.57
Bank charges		23.00	-
TOTAL RESOURCES EXPENDED		£153,899.30	£143,742.48
		=====	=====
NET INCOME		99,774.78	106,841.96
Unrealised (losses) / gains on investments	4	826,863.42	(68,499.81)
NET ADDITIONS TO FUNDS		926,638.20	38,342.15
Fund balances at 1 April 2020		6,080,016.31	6,041,674.16
Fund balances at 31 March 2021		£7,006,654.51	£6,080,016.31
		=====	=====

THE MULBERRY TRUST
(Registered Charity No. 1005893)

BALANCE SHEET
AS AT 31 MARCH 2021

	<u>Notes</u>	£	<u>2021</u> £	£	<u>2020</u> £
FIXED ASSETS					
Tangible assets	1e & 3		619,903.50		619,903.50
Investments	1e & 4		5,184,312.71		4,107,449.29
			<hr/>		<hr/>
			5,804,216.21		4,727,352.79
CURRENT ASSETS					
Cash at bank		1,234,275.50		1,433,000.72	
Debtors	5	20,000.00		-	
		<hr/>		<hr/>	
		1,254,275.50		1,433,000.72	
CREDITORS:					
Amounts falling due within one year	6	51,837.20		80,337.20	
		<hr/>		<hr/>	
NET CURRENT ASSETS			1,202,438.30		1,352,663.52
			<hr/>		<hr/>
NET ASSETS			£7,006,654.51		£6,080,016.31
			=====		=====
FUNDS:					
UNRESTRICTED FUNDS:					
Designated:					
Buckinghamshire CF					
Mulberry Fund	7		2,339,210.72		1,957,506.96
Other:					
General Fund			4,667,443.79		4,122,509.35
			<hr/>		<hr/>
			£7,006,654.51		£6,080,016.31
			=====		=====

The financial statements were approved by the Trustees on 24. 06. 2021
Signed for and on behalf of the Trust

.....
R J Frost – Trustee

THE MULBERRY TRUST
(Registered Charity No. 1005893)

STATEMENT OF CASH FLOWS
AS AT 31 MARCH 2021

	<u>Notes</u>	<u>2020</u> £	<u>2020</u> £
Cash (used)/provided by operating activities	8	£(102,399.30) =====	£657.52 =====
Cash flows from investing activities:			
Interest income		759.11	13,247.02
Dividend income		78,862.20	61,634.78
Endowment income		74,052.77	75,702.64
Cash payments to acquire investments		(250,000.00) _____	(500,000.00) _____
Cash used in investing activities		£(96,325.92) =====	£(349,415.56) =====
Cash flows from financing activities		£	£
Decrease in cash and cash equivalents		(198,725.22)	(348,758.04)
Cash and cash equivalents at the beginning of the year		1,433,000.72 _____	1,781,758.76 _____
Cash and cash equivalents at the end of the year		£1,234,275.50 =====	£1,433,000.72 =====

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1. Accounting Policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and in the preceding year.

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention, as modified by the inclusion of fixed asset investments at market value. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) – (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2016.

The financial statements have been prepared to give a “true and fair view” and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a “true and fair view”. This departure has involved following the 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 (FRS102) (effective 1 January 2015) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

(b) Fund accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity. Unrestricted funds include a revaluation reserve representing the restatement of investment assets at market values.

Designated funds are unrestricted funds which have been designated for specific purposes by the Trustees.

(c) Incoming resources

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received, and the amount can be measured reliably. The following specific policies are applied to particular categories of income:

- Grant income is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received, and the amount can be measured reliably and is not deferred.
- Donations and gifts are included in full in the Statement of Financial Activities when receivable.
- Investment income is included when receivable.

(d) Resources expended

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required, and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

THE MULBERRY TRUST
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021

(e) Fixed assets

Tangible assets comprise the freehold property owned by the charity which is included in the financial statements at cost.

Investments held as fixed assets are revalued at market value at the balance sheet date and the gain or loss taken to the Statement of Financial Activities.

(f) Going Concern

The Trustees acknowledge the ongoing global Coronavirus pandemic, they have carefully assessed the ability of the charity to continue to continue as a going concern and deem this to be an appropriate basis for the preparation of the financial statements.

2. Taxation

As a charity, The Mulberry Trust is exempt from tax on income and gains to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

3. Tangible fixed assets

	<u>Freehold Property</u>
Cost	
At 1 April 2020 and 31 March 2021	619,903.50 =====
Depreciation	
At 1 April 2020	-
Charge for the year	-
	—
At 31 March 2021	£ - ===
Net Book Value	
At 31 March 2021	£619,903.50 =====
At 31 March 2020	£619,903.50 =====

4. Investments

	<u>2021</u>	<u>2020</u>
	£	£
Listed investments (including unit Trusts):		
Market value at 1 April 2020	4,107,449.29	3,675,949.10
Additions	250,000.00	500,000.00
Unrealised (losses) / gains on investments	826,863.42	(68,499.81)
	—————	—————
Market value at 31 March 2021	£5,184,312.71 =====	£4,107,449.29 =====
Historical cost at 1 April 2020	3,343,092.50	2,843,092.50
Cost of additions	250,000.00	500,000.00
	—————	—————
Historical cost at 31 March 2021	£3,593,092.50 =====	£3,343,092.50 =====

THE MULBERRY TRUST
(Registered Charity No. 1005893)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021

5. Debtors

	<u>2021</u>	<u>2020</u>
	£	£
HM Revenue and Customs – Gift Aid relief due	£20,000.00	£-
	=====	=====

6. Creditors: Amounts falling due within one year

	<u>2021</u>	<u>2020</u>
	£	£
Accrued expenses	51,837.20	46,837.20
Pledged charitable donations	-	33,500.00
	-----	-----
	£51,837.20	£80,337.20
	=====	=====

7. Designated Fund: Buckinghamshire CF Mulberry Fund

The Buckinghamshire CF Mulberry Fund was established under an agreement between Buckinghamshire Community Foundation (registered charity no. 1073861) and The Mulberry Trust during the year ended 31 March 2011. An initial sum of £100,000 was transferred to the fund and matched by a receipt of £100,000 from UK Government funds during that year. Together with unrealised losses on investments held within the fund, the total fund balance at 31 March 2021 was £2,339,210 (2020: £1,957,507). Additional sums may be added at any time in the future.

The funds are held in a charity portfolio managed by external fund managers.

8. Reconciliation of net income to net cash flow from operating activities

	<u>2021</u>	<u>2020</u>
	£	£
Net income	99,774.78	106,841.96
<u>Less: investment income:</u>		
Interest	(759.11)	(13,247.02)
Dividends	(78,862.20)	(61,634.78)
Endowment income	(74,052.77)	(75,702.64)
(Increase) / decrease in debtors	(20,000.00)	20,000.00
Increase / (decrease) in creditors	(28,500.00)	24,400.00
	-----	-----
Cash (used)/provided by operating activities	£(102,399.30)	£657.52
	=====	=====

9. Use of Donated Funds

Although disclosed as income, funds included as “donations” are intended to be invested to generate income for the charity. As a result, it is not usual for these donations to be paid out as donations. The Trust Deed gives the Trustees the right to distribute these funds as they see fit.