



Quintin Hogg Trust
Quintin Hogg Memorial Fund
Since 1903

Quintin Hogg Trust

(Charity Number 1010404)

Report & Financial Statements

*Year Ended
31 July 2022*

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REFERENCE AND ADMINISTRATIVE DETAILS

TRUSTEE

Quintin Hogg Trustee Company (QHTC) - a company limited by guarantee

Patron

The Hon Dame Mary Hogg DBE

Directors and Members (Board of Trustees, QHTC)

Victoria Batten
Dr Geoffrey Copland CBE
Paula Doyle
Liz Duff (Appointed 5 July 2022)
Joanna Embling
Tracey Hartley (Resigned 5 April 2022)
Richard Law
Paul Millett
Mark Pryce (Appointed 5 July 2022)
Dr Bina Rawal (Resigned 19 April 2022)
Dr Ann Rumpus
Andrew Saunders-Davies
Maria Semedallas (Appointed 5 July 2022)
William Weston
Don Wood CBE (Resigned 5 April 2022)

Business and Governance Manager (QHTC)

Anne Sullivan

INDEPENDENT AUDITORS

Saffery Champness LLP
71 Queen Victoria Street
London EC4V 4BE

BANKERS

National Westminster Bank PLC
135 Bishopsgate
London EC2M 3UR

Lloyds Bank PLC
25 Gresham Street
London EC2V 7HN

SOLICITORS

Farrer & Co LLP
66 Lincolns Inn Fields
London WC2A 3LH

Clyde & Co LLP
138 Houndsditch
London EC3A 7AR

INVESTMENT MANAGERS

Investec Wealth & Investment Limited
30 Gresham Street
London EC2V 7QN

UBS
5 Broadgate
London EC2M 2QS

ACCOUNTANT

SPX Oxford Ltd
Peace House
19 Paradise Street
Oxford OX1 1LD

QHTC REGISTERED OFFICE AND QUINTIN HOGG TRUST PRINCIPAL OFFICE

66 Lincolns Inn Fields
London WC2A 3LH

CHARITY NUMBER

1010404

REPORT OF THE TRUSTEE

The Trustee presents its report and the audited financial statements for the year ended 31 July 2022 of Quintin Hogg Trust (the Trust), a registered charity no. 1010404. The financial statements have been prepared in accordance with the Trust's governing document and the requirements of the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The information on page 3 forms part of this report.

Structure, Governance and Management

Quintin Hogg was a Victorian philanthropist most remembered for starting in the late 19th century what became known as the Regent Street Polytechnic (now the University of Westminster (the University)). Trusts in Quintin Hogg's name were first set up in the early 1900s, with the current Trust being established in 1990.

The Trust is administered by Quintin Hogg Trustee Company (QHTC), as Trustee. Its Board (the Board) currently has twelve directors, known as trustees, all of whom are members and each of whom is appointed to serve for three years with options to renew for up to nine years.

QHTC has one employee (2021: one), its Business and Governance Manager. It has engaged an accountant to undertake the accounting functions.

The Trust is related to one other charitable trust, Quintin Hogg Memorial Fund (QHMF). These two trusts share the same Trustee and therefore common control exists. During the year, the Trust formed a subsidiary company, 1903 Limited, a private limited company, registered at Companies House under the number 13596401 (1903), further details of which are set out below. Details of transactions with related parties are disclosed in note 20 to the financial statements.

The Trustee is in the process of consulting stakeholders about a proposed scheme to merge the two charities. This consultation was initiated in mid-2020 with the intention of making a formal application for merger to the Charity Commission.

A number of trustees are alumni and/or have other past connections with the University. A member of the Hogg family is the Patron of QHTC.

QHTC, as the parent of this group, has taken advantage of the exemption under section 398 of the Companies Act 2006 regarding the preparation of consolidated financial statements.

Objects and activities

The object of the Trust is the advancement of education. QHTC allows the land and buildings belonging to the Trust at 307-311 Regent Street, in Little Titchfield Street, at other central London locations and at Chiswick to be used by the University. Income remaining after deduction of appropriate expenditure has to be applied for the benefit of the University and its students. The Trust does this in the main by awarding grants on an annual basis. Further details of the process are set out later in this report.

The Trust owns the beneficial interest in a number of long leasehold properties in central London with leases expiring between 11 October 2019 and 11 October 2033, as well as the freehold to some seven acres of land at Chiswick that forms part of the Quintin Hogg Memorial Sports Ground.

QHTC confirms that it has complied with the duty in section 4 of the Charities Act 2011 to have regard to the Charity Commission's general guidance on public benefit. The Trust's public benefit is realised through the provision of properties and by the awarding of grants for the benefit of University of Westminster students.

The Trustee takes seriously its responsibility under The Charities (Protection and Social Investment) Act 2016. The Trust does not engage in any fundraising with the general public and therefore does not have a formal fundraising policy in place. It can accept donations but it does not actively seek them. No donations were received during the year (2021: £nil) nor any complaints regarding fundraising.

The Chiswick Site

The Trustee regards the Trust's landholdings at Chiswick, together with those of QHMF (which owns the larger part of the Quintin Hogg Memorial Sports Ground, including land on which a boathouse stands), as part of a unique legacy to be preserved and maintained for the benefit of students of the University and of

other young people. While retaining that focus, QHTC has a long-term ambition to create a centre of sporting excellence on the site for athletes of all abilities, with modern 21st century facilities. The first stage of this plan, the creation of floodlit 3G all-weather sports and training pitches, changing facilities, new access and managed car parking on QHT's land, is now fully operational.

Expenditure by QHT on the project during the year amounted to £215k (2021: £216k) of revenue costs and £1,080k (2021: £2,478k) of expenditure that has been capitalised. £nil (2021: £50k) of the revenue costs were recharged to QHT by QHMF, being expenditure on its elements of the project. QHT also recharged to QHMF costs of £nil (2021: £1K) being expenditure incurred on QHMF's behalf.

1903 was established in September 2021, beneficially owned by QHT, to operate the new pitches and related facilities. QHT granted to 1903 a licence to occupy the site and entered into an operating agreement with it, under which 1903 undertook to operate the site. QHT also advanced to 1903 during the year amounts totalling £150,131 (2021: £0) to fund its start-up costs and working capital for the time it takes for 1903 to build up its operations and become profitable. The Trustee anticipates that the sums so advanced will be repaid, with interest, within the next five years or so.

1903, in turn, has engaged Athis Limited, a specialist sports management company, to manage the day-to-day running of the site, to oversee maintenance and to market the pitches.

The Trustee considers that 1903 enables QHT most effectively to satisfy its object and the conditions attached to planning consent for the pitches, while ring-fencing the operation of the pitches from the principal charitable activities of the Trust. The Trustee will continue to oversee the activities of 1903 to ensure that it operates in the best interests of QHT.

Costs incurred by QHT on behalf of 1903 and recharged to it during the year were £83 (2021: £0). The amount advanced by QHT to 1903 during the year was £150,131 (2021: £0) and interest of £2,064 (2021: £0) was charged during the year. The licence fee due from 1903 in respect of the year is £6,892 (2021: £0).

Grant Funding Process

QHT's Grants Committee, currently comprising five trustees, receives an annual submission of grant applications from the University, reviews each one and makes recommendations to the Board as to which should succeed. The Committee keeps all aspects of the Trust's grant funding programme under review in light of the Trust's available resources and meets regularly with the University Development team. It reviews spending against approved applications and supervises the release of funds to the University. Members of the Grants Committee meet with members of the University Executive Board (UEB) and the University of Westminster Students Union (UWSU) at least once each year to discuss their priorities.

Grant Funding Submission for implementation from 2022/23

The bidding process used to approve bids for implementation from 2022/23 was similar to that used in previous years, with minor revisions. The University submitted, as in the previous year, proposals for five major projects, each supporting a major strategic objective of the University. Additionally, there was a bid for furnishing a new Centre for Employability and Enterprise. Each project is designed to support students' learning and may contain a number of strands of activity. The University's strategic areas are Equality, Diversity and Inclusion, Employability, Learning and Teaching, Research and Knowledge Exchange and Wellbeing and Student Experience. A more consultative approach to the submission of bids provided the opportunity for the Grants Committee to give feedback on the merits of bids and propose enhancements and resulted in high quality bids at the final submission stage.

A total request to the value of £8,288,890 was received from the University in April 2022, for projects due to start in 2022/23, with some extending into 2024/25. A total award of £5,455,625 was made.

The Grants Committee are working closely with the University to ensure the bid process encourages smaller, creative projects from across the University that support 'grassroots' innovative thinking and enhance the student experience, building on collaboration between staff and students. The Grants Committee receive reports on these smaller projects in August and, to date, this has been very successful.

The full amount of the approved awards is included as a creditor in the financial statements for the year in which they are approved. During the next year, the University reports as to how much has been spent and the Trustee confirms what the Trust will pay (on recommendation of the Grants Committee). Any

underspend by the University is recognised by reduction of the creditor. Early in the following year, payment is made, and the creditor is reduced accordingly.

A full list of the awards made for the year 2022/23, together with a description of each, as well as details of selected past projects, can be found on the QHT website (<http://www.quintinhoggtrust.org>).

Grant Funding programmes - Progress in 2021/22

There was one cycle of project bidding (March–June 2022 in the year under review) and two cycles of reporting and drawdown of funds (September–October 2021 for expenditure on projects delivered in 2020/21 and September–October 2022 for expenditure on projects delivered in 2021/22).

Actual spend by the University on projects for which grants were awarded in prior years and for which final approval was given in 2021/22 for payment at the beginning of 2022/23 was £5,252k (2021/22: £3,293k).

The aftermath of the Covid 19 pandemic.

The effect of the Covid-19 pandemic on the Trust's grant programme has meant many of the University's projects that were put on hold have restarted.

Trustee meetings in person have resumed, although online platforms continue to be used for some single purpose and committee meetings.

Financial review

QHTC reports a net loss for the Trust of £77k (2021: £764k net expenditure) on unrestricted funds, before gains/losses on investments and disposals, increasing to a net deficit of £524k (2021: £63k net deficit) after investment losses (2021: gains). A deficit of £796k arose on endowment funds (2021: 438k deficit). A deficit of £1,647k (2021: £1,921k gain) was recorded on endowment funds after investment losses (2021: gains).

At the year end, the Trust had retained unrestricted funds amounting in total to £6.4m (2021: £7.0m) and retained endowment funds of £20.2m (2021: £21.8m).

QHTC considers that there are no material uncertainties about the Trust's ability to continue as a going concern. The most significant areas of uncertainty that affect the carrying value of assets held by the Trust are the level of investment return and the performance of investment markets. Nevertheless, in the judgement of the Trustee, the Trust's level of reserves and low level of non-discretionary expenditure provide adequate assurance that the Trust is able to continue as a going concern over at least 24 months.

Reserves Policy and resources

As a grant awarding charity, QHT has control of a large part of its future expenditure. The Trust maintains cash and short-term investments to enable it to continue awarding grants in the event of an unexpected drop in income and to provide a buffer in the event of a fall in value of investment assets.

The Trustee has decided that, dependent upon the impact of the Trust's activities, it should aim to hold at least £5m of free unrestricted reserves, an amount approximately equivalent to the value of grants awarded in one year. Free unrestricted reserves at the end of the year were £6.4m (2021: £6.9m). In addition, the Trust had endowment reserves of £20.2m (2021: £21.8m).

Of the resources available to the Trust, fixed asset endowment investments amounting to £8.5m (2021: £9.4m) result from the disposal of an endowment property in a prior year. Under the terms of the trust's governing document, such funds are required to be invested and, accordingly, are available for the purposes of the Trust, subject to that condition. The Trustee understands that "investment" for this purpose could include the purchase of land and buildings.

The Trust's other available resources comprise fixed asset investments £4.4m (2021: £4.5m) and cash, after allowing for current liabilities, of £10.6m (2021: £10.9m). These resources are available for the purposes of the Trust, subject to cash flow constraints, such as those arising from commitments to pay grants to the University for the benefit of it and UWSU in future periods, amounting to £10.9m (2021: £9.7m).

Further consideration of the cash flow implications for the Trust's resources will be required as the Chiswick development referred to above proceeds and if the merger proposal is carried through.

Investment Policy

The aim of the investment policy is to invest in a mixed portfolio from which the income can be used for the furtherance of the Trust's aims. In addition to this, the objective is also to maintain sufficient cash in current account and short- and/or medium-term interest-bearing deposits and/or liquid money market funds to fund at least one year's grant awards and for any other anticipated future spend, based on cash flow forecasts.

The Trust holds investment portfolios with Investec Wealth and Investment Ltd (Investec), with which it agrees a suitable risk profile for the investments in each fund. The Trustee has resolved that it does not wish to invest in companies that engage in the arms trade, tobacco, animal exploitation, gambling, pornography or pay-day loans. It also considers long term sustainability important and has asked that this principle is taken into account when the Trust's funds are being invested. The investment policy is kept under review in consultation with Investec.

During the year, the Trust's investment portfolio provided income of £338k (2021: £292k). As reported by Investec, the endowment fixed asset investment produced a total return of -7.2% (2021: 20.0%) and the unrestricted fixed asset investment produced a total return of -7.9% (2021: 19%), net of fees. The performance of each fund is measured against a bespoke benchmark comprising elements of various indices and interest rates appropriate to the Trust's portfolio. Investec reported that, during the year, the benchmark for the endowment fixed asset investment produced a total return before fees of -0.4% (2021: 15%) and that for the unrestricted fixed asset investment produced a total return of 1.6% (2021: 20%).

During the year, the Trustee entered into a cash management arrangement with UBS, whereby a portion of the Trust's cash is held on interest-bearing deposits managed by UBS. Income from such deposits in the year amounted to £29,741 (2021: £0).

Management of conflicts of interest

QHTC maintains a formal conflicts of interest policy. All trustees complete a declaration of interests, and a register of interests is maintained by the secretary and reviewed annually by the Board.

Risk management

The Trustee is committed to undertaking a regular review of the significant strategic and operational risks affecting the Trust. The risk management policy and risk register are reviewed regularly by the Board. Major risks to which the Trust may be exposed include fluctuation in the performance of its investments and continuing uncertainties resulting from the Covid-19 pandemic. Actions taken to mitigate these risks include regular review of investment portfolios to ensure appropriate levels of risk for investments, in consultation with fund managers, and maintaining close relationships with the University Vice-Chancellor and other officers.

Auditors

Saffery Champness LLP has indicated its willingness to continue in office and, in accordance with the provisions of the Charities Act 2011, it is proposed that it be re-appointed as auditor to the Trust for the ensuing year.

Statement of Trustee's responsibilities in respect of the trustee's annual report and the financial statements

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

The law applicable to charities in England & Wales requires the Trustee to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the Trust and of the incoming resources and application of resources of the Trust for that period. In preparing these financial statements, the Trustee is required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP (FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustee is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Trust and enable it to ensure that the financial statements comply with the Charities Act 2011, applicable accounting regulations and the provisions of the Trust's governing document. The Trustee is also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustee is responsible for the maintenance and integrity of the Trust and financial information included on the Trust's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by QHTC and signed on behalf of the Trust



William Weston
Chair, Board of Trustees, QHTC

Date: 19/12/22

QUINTIN HOGG TRUST

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEE

Opinion

We have audited the financial statements of Quintin Hogg Trust for the year ended 31 July 2022 which comprise the statement of financial activities, balance sheet, statement of cash flows and notes to the financial statements, including 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 July 2022 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

In auditing the financial statements, we have concluded that the trustee's 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 charity'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 trustee with respect to going concern are described in the relevant sections of this report.

Other information

The trustee is responsible for the other information. The other information comprises the information included in the 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.

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.

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 Trustee's Annual Report is inconsistent in any material respect with the financial statements; or
- the charity has not kept sufficient accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the Trustee

As explained more fully in the Trustee's Responsibilities Statement set out on page 8 the trustee is 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 trustee 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 trustee is 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 trustee either intends to liquidate the charity or to cease operations, or has no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditors under the Charities Act 2011 and report in accordance with regulations made under 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 auditors' 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.

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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud are detailed below.

Identifying and assessing risks related to irregularities:

We assessed the susceptibility of the charity's financial statements to material misstatement and how fraud might occur, including through discussions with the trustee, discussions within our audit team planning meeting, updating our record of internal controls and ensuring these controls operated as intended. We evaluated possible incentives and opportunities for fraudulent manipulation of the financial statements. We identified laws and regulations that are of significance in the context of the charity by discussions with the trustee and updating our understanding of the sector in which the charity operates.

Laws and regulations of direct significance in the context of the charity include the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and guidance issued by the Charity Commission for England and Wales.

Audit response to risks identified:

We considered the extent of compliance with these laws and regulations as part of our audit procedures on the related financial statement items including a review of financial statement disclosures. We reviewed the charity's records of breaches of laws and regulations, minutes of meetings and correspondence with relevant authorities to identify potential material misstatements arising. We discussed the charity's policies and procedures for compliance with laws and regulations with members of management responsible for compliance.

During the planning meeting with the audit team, the engagement partner drew attention to the key areas which might involve non-compliance with laws and regulations or fraud. We enquired of management whether they were aware of any instances of non-compliance with laws and regulations or knowledge of any actual, suspected or alleged fraud. We addressed the risk of fraud through management override of controls by testing the appropriateness of journal entries and identifying any significant transactions that were unusual or outside the normal course of business. We assessed whether judgements made in making accounting estimates gave rise to a possible indication of management bias. At the completion stage of the audit, the engagement partner's review included ensuring that the team had approached their work with appropriate professional scepticism and thus the capacity to identify non-compliance with laws and regulations and fraud.

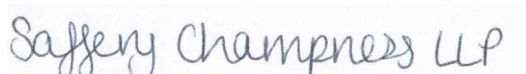
There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial

statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustee, 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 trustee 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 and the trustee as a body, for our audit work, for this report, or for the opinions we have formed.



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Saffery Champness LLP

Chartered Accountants	71 Queen Victoria Street
Statutory Auditors	London
	EC4V 4BE

Date: ...15.February.2023

Saffery Champness LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 JULY 2022

THE QUINTIN HOGG TRUST STATEMENT OF FINANCIAL ACTIVITIES YEAR ENDED 31 JULY 2022

		Unrestricted Funds	Endowment Funds	Total Funds 2022	Total Funds 2021
		£	£	£	£
	Note				
INCOME FROM:					
Charitable activities	4	4,756,892	-	4,756,892	4,750,000
Investment income	5	338,440	-	338,440	300,861
Other	6	77,517	-	77,517	12,875
TOTAL INCOME		<u>5,172,849</u>	<u>-</u>	<u>5,172,849</u>	<u>5,063,736</u>
EXPENDITURE ON:					
Raising Funds	7	19,696	40,938	60,634	58,814
Charitable activities	8	5,015,807	754,969	5,770,776	5,991,231
Other costs	11	215,184	-	215,184	215,948
TOTAL EXPENDITURE		<u>5,250,687</u>	<u>795,907</u>	<u>6,046,594</u>	<u>6,265,993</u>
NET (EXPENDITURE) BEFORE GAIN/LOSS ON INVESTMENTS		(77,838)	(795,907)	(873,745)	(1,202,257)
Net (losses)/gains on investments	14	(446,117)	(850,977)	(1,297,094)	2,060,727
NET MOVEMENT IN FUNDS		<u>(523,955)</u>	<u>(1,646,884)</u>	<u>(2,170,839)</u>	<u>858,470</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>6,970,917</u>	<u>21,808,633</u>	<u>28,779,550</u>	<u>27,921,080</u>
TOTAL FUNDS CARRIED FORWARD	17	<u>6,446,962</u>	<u>20,161,749</u>	<u>26,608,711</u>	<u>28,779,550</u>

All of the above results derive from the continuing activities of the Trust

There are no gains or losses other than as included above.

The notes on pages 16 to 27 form part of these financial statements

BALANCE SHEET

AS AT 31 JULY 2022

		2022		2021	
		£	£	£	£
	Note				
FIXED ASSETS					
Tangible assets	12		13,852,511		13,503,054
Investments	13		12,891,652		13,936,705
			<u>26,744,163</u>		<u>27,439,759</u>
CURRENT ASSETS					
Debtors	14	183,501		74,094	
Cash at bank		<u>15,103,956</u>		<u>15,621,106</u>	
		15,287,457		15,695,200	
LIABILITIES					
Creditors falling due within one year	15	<u>(4,553,343)</u>		<u>(4,680,468)</u>	
NET CURRENT ASSETS			10,734,114		11,014,732
Creditors: amounts falling due after more than one year	16		<u>(10,869,566)</u>		<u>(9,674,941)</u>
NET ASSETS			<u>26,608,711</u>		<u>28,779,550</u>
FUNDS					
Endowment funds	17		9,989,339		11,271,175
Endowment revaluation reserve	17		10,172,410		10,537,458
Unrestricted funds	17		<u>6,446,962</u>		<u>6,970,917</u>
			<u>26,608,711</u>		<u>28,779,550</u>

The notes on pages 16 to 27 form part of these financial statements.

Approved by QHTC
and signed on behalf of the Trust



William Weston
Chair, Board of Trustees, QHTC

Date: 19/12/22

STATEMENT OF CASH FLOWS
YEAR ENDED 31 JULY 2022

	2022	2021
	£	£
Cash inflow from operating activities	475,972	1,387,110
Cash flows from investing activities		
Reduction (increase) in fixed term cash investments	-	5,000,000
Interest and investment income	338,440	300,861
Proceeds from sale of investments	1,887,007	1,654,411
Purchase of fixed assets	(1,079,520)	(2,477,622)
Purchase of investments	(1,904,062)	(2,068,110)
Cash provided by (used in) investing activities	(758,135)	2,409,541
Increase (decrease) in cash and cash equivalents in the year	(282,163)	3,796,651
Cash and cash equivalents at the beginning of the year	15,966,461	12,169,809
Total cash and cash equivalents at the end of the year	15,684,298	15,966,461

See notes to the cash flow on the next page.

The notes on pages 16 to 27 form part of these financial statements.

Notes to the cash flow statement

Reconciliation of Net Income to Net Cash Flow from Operating Activities

	2022	2021
	£	£
Net movement in funds for the year	(2,170,839)	858,470
Interest and investment income receivable	(338,440)	(300,861)
Depreciation and amortisation	730,064	365,048
Losses/(Gains) on investments	1,297,094	(2,060,727)
(Increase)/decrease in debtors	(109,407)	75,965
Increase/(decrease) in creditors	1,067,500	2,449,215
Net cash used in operating activities	<u>475,972</u>	<u>1,387,110</u>

Analysis of Cash and Cash Equivalents

Cash at bank and in hand	15,103,956	15,621,106
Cash held by investment managers	<u>580,342</u>	<u>345,356</u>
	<u>15,684,298</u>	<u>15,966,462</u>

The Trust has no overdrafts, loans or finance lease obligations

Analysis of change in net debt

	01 Aug 2021	Cash flows	31 Jul 2022
Cash at bank and in hand	15,621,105	(517,149)	15,103,956
Cash held by investment managers	<u>345,356</u>	<u>234,986</u>	<u>580,342</u>
Cash	<u>15,966,461</u>	<u>(296,273)</u>	<u>15,684,298</u>

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 JULY 2022

1. TRUST STATUS

The Trust was registered as a charity on 11 April 1990.

2. BASIS OF PREPARATION

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), and the Charities Act 2011. The Trust constitutes a public benefit entity as defined by FRS 102.

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 Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005, which has since been withdrawn.

Going concern basis

QHTC considers that there are no material uncertainties about the Trust's ability to continue as a going concern. The most significant areas of uncertainty that affect the carrying value of assets held by the Trust are the level of investment return and the performance of investment markets. Nevertheless, in the judgement of QHTC, the Trust's level of unrestricted reserves and low level of non-discretionary expenditure provide adequate assurance that the Trust is able to continue as a going concern for at least 24 months.

ACCOUNTING POLICIES

Income Tax and Corporation Tax

The Trust is a registered charity and is not liable to income tax to the extent that income and gains are applied exclusively to charitable activities.

Amounts of expenditure are shown including irrecoverable VAT, where appropriate.

Fund Accounting

The Trust maintains two types of fund:

- Permanent Endowment Funds – where the capital needs to be held indefinitely. Income arising from the capital is treated as an addition to unrestricted funds.
- Unrestricted Funds – where the funds are available for use at the discretion of the Trustee in furtherance of the objectives of the Trust.

Further details of the nature and purpose of each fund are set out in Note 17 to the Financial Statements.

Income

All incoming resources are included in the Statement of Financial Activities when the Trust is entitled to the income and the amounts can be quantified with reasonable accuracy.

Rental income from property is recognised in the Statement of Financial Activities based on income receivable under the terms of the lease for the year in question, calculated on a straight-line basis.

Income from listed investments is recognised when the amount can be measured reliably by the Trust. This is normally upon notification by the investment advisor of the yield of the investment portfolio. Interest on cash funds and fixed interest investments is recognised, where material, on an accruals basis, and calculated when the amount can be measured reliably by the Trust; this is normally upon notification of the interest income by the bank or investment advisor.

Expenditure

All expenditure is accounted for on an accruals basis. Expenditure on raising funds is those costs directly attributable to managing the investment portfolio and raising investment income.

Expenditure on charitable activities is grant funding costs and relevant overhead and support costs.

Governance costs comprise all costs involved in the public accountability of the Trust and its compliance with regulation and good practice. These costs include costs relating to statutory audit. Governance and support costs are allocated between endowment and unrestricted funds on the basis of the nature of the underlying item.

Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date. The fair value of equity investments is measured using the closing quoted market price.

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised and unrealised investment gains/losses are combined on the Statement of Financial Activities. The Fund does not hold options, derivatives or other complex financial instruments.

Financial instruments

The Trust has financial assets and financial liabilities of a kind that qualify only as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value, with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method. The Trust did not have any bank loans in the current financial period.

Tangible fixed assets and depreciation

Tangible fixed assets are held at cost/deemed cost less accumulated depreciation, less any impairment where applicable.

The long leasehold property at 307-311 Regent Street in which the Trust has a beneficial interest was revalued at 31 July 1995. The basis of valuation was open market value. The other long leasehold properties in which the Trust has a beneficial interest were revalued in 1991. The basis of valuation was open market value. On transition to FRS102, the then trustees elected to carry long leasehold property at deemed cost based on these valuations.

While no valuation of properties has been carried out in recent years, the Trustee believes that their current value is significantly in excess of the amounts at which they are shown in the balance sheet.

A review for impairment of fixed assets is carried out if events or changes in circumstances indicate that the carrying amount of the fixed assets may not be recoverable.

Depreciation is provided on all tangible assets on cost or revalued amounts in equal instalments over the estimated lives of the assets. The rates of depreciation are as follows:

Freehold land	Not depreciated
Leasehold buildings	2% per year
Leasehold improvements	Amortised over the shorter of their useful economic life and the remaining term of the lease by equal instalments
Pitch, access road and parking	10% per year

Costs associated with fixed assets under construction, or to be constructed, are capitalised once planning permission has been given and the decision to proceed has been made. Assets under construction are not depreciated until they are brought into use.

Leases

Leases in which the Trust assumes substantially all the risks and rewards of ownership of the leased asset are classified as finance leases. Leased assets acquired by way of finance lease and the corresponding lease liabilities are initially recognised at an amount equal to the lower of their fair value and the present value of the minimum lease payments at inception of the lease.

Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY AREAS OF UNCERTAINTY

Judgements and estimations are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In making these estimates the Trustee makes assumptions concerning the future.

The judgements and estimations that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

Fixed Asset investments

The main form of financial risk faced by the Trust is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in the market's disposition towards equities within particular sectors or sub-sectors. Fixed asset investments are held at valuation and both unrealised and realised gains are taken to the statement of financial activities.

4. INCOME FROM CHARITABLE ACTIVITIES

	Total Funds 2022 £	Total Funds 2021 £
<u>Unrestricted</u>		
Rent receivable	4,750,000	4,750,000
Licence fee receivable	6,892	-
	<u>4,756,892</u>	<u>4,750,000</u>

5. INVESTMENT INCOME

	Total Funds 2022 £	Total Funds 2021 £
<u>Unrestricted</u>		
Dividends - equities	219,063	198,809
Interest - fixed interest securities	89,637	90,376
Interest on cash deposits	29,740	11,676
	<u>338,440</u>	<u>300,861</u>

6. OTHER INCOME

Other income in 2022 relates to income from 1903 Limited, the operating company. There was no equivalent income in 2021. Other income in 2021 relates to the write-back of a historical rent deposit.

7. COSTS OF RAISING FUNDS

	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £
<u>Unrestricted</u>			
Investec Wealth & Investment Limited	19,696	40,938	60,634
	<u>19,696</u>	<u>40,938</u>	<u>60,634</u>
<u>2021</u>			
<u>Unrestricted</u>			
Investec Wealth & Investment Limited	18,017	40,797	58,814
	<u>18,017</u>	<u>40,797</u>	<u>58,814</u>

8. COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £
Grants awarded	5,532,103	-	5,532,103
Grants awarded in earlier years but not taken up	(771,613)	-	(771,613)
Net value of grants awarded	4,760,490	-	4,760,490
Support and Governance costs	255,317	754,969	1,010,286
	<u>5,015,807</u>	<u>754,969</u>	<u>5,770,776</u>

Grants awarded were payable to the University of Westminster and to the University of Westminster Students' Union.

COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE (continued)

	Unrestricted Funds £	Endowment Funds £	Total Funds 2021 £
<u>2021</u>			
Grants awarded	5,835,247	-	5,835,247
Grants awarded in earlier years but not taken up	(374,533)	-	(374,533)
Net value of grants awarded	5,460,714	-	5,460,714
Support and Governance costs	133,168	397,349	530,516
	<u>5,593,882</u>	<u>397,349</u>	<u>5,991,231</u>

COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Grant funded activity £	Support and governance costs £	Total Funds 2022 £
Direct support of students	1,951,801	414,218	2,366,019
Indirect support of students	1,332,937	282,880	1,615,817
Refurbishment and equipment	809,283	171,748	981,021
Curriculum and subject development	618,864	131,337	750,201
Other activities	47,605	10,103	57,708
	<u>4,760,490</u>	<u>1,010,286</u>	<u>5,770,776</u>

	Grant funded activity £	Support and governance costs £	Total Funds 2021 £
<u>2021</u>			
Direct support of students	2,238,893	217,512	2,456,405
Indirect support of students	1,529,000	148,545	1,677,545
Refurbishment and equipment	928,321	90,188	1,018,509
Curriculum and subject development	709,893	68,967	778,859
Other activities	54,607	5,305	59,912
	<u>5,460,714</u>	<u>530,516</u>	<u>5,991,230</u>

COSTS OF CHARITABLE ACTIVITIES (continued)

SUPPORT AND GOVERNANCE COSTS

	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £
SUPPORT COSTS			
Legal and professional fees	132,887	31,200	164,087
Salaries	42,454	-	42,454
Rent and rates	33,912	-	33,912
Other expenditure	25,546	-	25,546
Depreciation	6,296	723,769	730,065
GOVERNANCE COSTS			
Audit Fees	11,160	-	11,160
Other governance costs	1,679	-	1,679
Trustee Meetings	1,383	-	1,383
	<u>255,317</u>	<u>754,969</u>	<u>1,010,286</u>

<u>2021</u>	Unrestricted Funds £	Endowment Funds £	Total Funds 2021 £
SUPPORT COSTS			
Legal and professional fees	97,661	32,301	129,962
Salaries	12,210	-	12,210
Rent and rates	2,680	-	2,680
Other expenditure	10,439	-	10,439
Depreciation	-	365,048	365,048
GOVERNANCE COSTS			
Audit Fees	10,140	-	10,140
Trustee Meetings	38	-	38
	<u>133,168</u>	<u>397,349</u>	<u>530,516</u>

9. STAFF COSTS AND EMPLOYEE BENEFITS

The Trust had one employee during the year (2021: *one employee*). No employee received employee benefits of more than £60,000. Expenditure on salaries was £42,454 including £879 for pensions and £695 for social security costs (2021: *£12,210, with no pension or social security costs*).

10. EMOLUMENTS OF TRUSTEES

The key management personnel are the trustees of Quintin Hogg Trustee Company (QHTC). During the year, the trustees did not receive any emoluments (2021: *nil*). Two (2021: *one*) of QHTC's trustees were reimbursed travel and miscellaneous expenses of £116 in connection with their duties (2021: *£38*).

11. OTHER COSTS

	Total Funds 2022 £	Total Funds 2021 £
Development costs:		
Development of Chiswick site	215,184	215,948
	<u>215,184</u>	<u>215,948</u>

Development costs of the Chiswick site in 2021 include £100k in VAT relating to earlier years' expenditure. This was assumed to be recoverable in last year's accounts, but is included as a cost in 2021. There is no equivalent figure in 2022.

12. TANGIBLE FIXED ASSETS

	Assets under construction	Pitch, Access Road and Parking	Plant & Machinery	Freehold land	Long leasehold	Improvements to leasehold	Total
				£	£	£	£
Cost/valuation							
At 1 August 2021	2,546,478	-	-	5,145	18,400,000	5,787,585	26,739,208
Transfers between assets	(2,546,478)	2,546,478	-	-	-	-	-
Additions	-	1,040,732	38,788	-	-	-	1,079,520
Disposals	-	-	-	-	-	-	-
At 31 July 2022	-	3,587,210	38,788	5,145	18,400,000	5,787,585	27,818,728
Depreciation							
At 1 August 2021	-	-	-	-	7,448,568	5,787,585	13,236,153
Charge for year	-	358,721	6,295	-	365,048	-	730,064
Disposals	-	-	-	-	-	-	-
At 31 July 2022	-	358,721	6,295	-	7,813,616	5,787,585	13,966,217
Net Book Value							
At 31 July 2022	-	3,228,489	32,493	5,145	10,586,384	-	13,852,511
At 31 July 2021	2,546,478	-	-	5,145	10,951,432	-	13,503,055

All assets are used for charitable activities.

13. FIXED ASSET INVESTMENTS

Movement in fixed asset listed investments

	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £	Total Funds 2021 £
Market value at 1 August 2021	4,532,636	9,404,068	13,936,704	11,642,540
Acquisitions at cost	641,256	1,262,706	1,903,962	2,068,109
Disposal proceeds	(482,568)	(1,404,439)	(1,887,007)	(1,654,411)
Movement on cash	134,191	100,795	234,986	(180,260)
Revaluation gains (loss)	(446,117)	(850,976)	(1,297,093)	2,060,727
Market value at 31 July 2022	<u>4,379,398</u>	<u>8,512,154</u>	<u>12,891,552</u>	<u>13,936,705</u>

Movement in fixed asset investments in subsidiaries

	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £	Total Funds 2021 £
Acquisition of 1903 Limited	100	-	100	-
Market value at 31 July 2022	<u>100</u>	<u>-</u>	<u>100</u>	<u>-</u>

Investments at fair value comprised:

	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £	Total Funds 2021 £
Fixed interest securities	270,240	1,655,126	1,925,366	2,268,922
Equities	3,314,239	5,383,877	8,698,116	9,860,131
Alternative assets - property	473,708	1,214,020	1,687,728	1,462,297
Trading subsidiary – 1903 Limited	100	-	100	-
Cash	321,211	259,131	580,342	345,356
	<u>4,379,498</u>	<u>8,512,154</u>	<u>12,891,652</u>	<u>13,936,706</u>

14. DEBTORS

	Total Funds 2022 £	Total Funds 2021 £
Amounts falling due within one year		
Other debtors	2,082	-
Quintin Hogg Memorial Fund	4,868	9,686
Prepayments & accrued income	<u>26,420</u>	<u>64,408</u>
	<u>33,370</u>	<u>74,094</u>
Amounts falling due withing more than one year		
Loan to 1903 Limited	<u>150,131</u>	<u>-</u>
	<u>150,131</u>	<u>-</u>
Total debtors	<u>183,501</u>	<u>74,094</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
University of Westminster - rent received in advance	834,828	676,712
Accounts payable	16,474	406,407
Taxation and social security	379	35,184
Other creditors	297	-
Grants payable to University of Westminster	3,408,762	3,292,618
Other accruals and deferred income	292,603	269,547
	<u>4,553,343</u>	<u>4,680,468</u>

In both years, all deferred income relates to the subsequent financial year.

16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Total Funds 2022 £	Total Funds 2021 £
Amounts falling due within two to five years:		
Grants payable to University of Westminster	10,869,566	9,674,941
	<u>10,869,566</u>	<u>9,674,941</u>

17. MOVEMENT ON CHARITABLE FUNDS

	Balance at 1 Aug 2021 £	Income £	Expenditure £	Gains and losses £	Balance at 31 Jul 2022 £
Endowment Funds	21,808,633	-	(795,907)	(850,977)	20,161,749
Unrestricted Funds	6,970,917	5,172,849	(5,220,687)	(446,117)	6,446,962
Total Funds	<u>28,779,550</u>	<u>5,172,849</u>	<u>(6,046,594)</u>	<u>(1,297,094)</u>	<u>26,608,711</u>

The endowment fund includes £10,172,410 (2021: £10,537,458) in relation to the revaluation reserve, other elements being £9,986,553 (2021: £11,271,175).

Movement on Funds 2020-21

	Balance at 1 Aug 2020 £	Income £	Expenditure £	Gains and losses £	Balance at 31 Jul 2021 £
Endowment Funds	20,887,619	-	(438,146)	1,359,160	21,808,633
Unrestricted Funds	7,033,461	5,063,736	(5,827,848)	701,567	6,970,917
Total Funds	<u>27,921,080</u>	<u>5,063,736</u>	<u>(6,265,994)</u>	<u>2,060,727</u>	<u>28,779,550</u>

The permanent endowment comprises (i) London properties that are made available to the University of Westminster, (ii) the proceeds of the sale of a property that have been invested and (iii) the amount received in respect of rights granted over one of the properties, the income from all of which is used for the general purposes of the Trust.

17a Analysis of net assets between funds

	Endowment Fund £	Unrestricted fund £	Total Funds 2022 £
Fixed assets – Land	5,145	-	5,145
Fixed assets – Buildings	10,586,384	-	10,586,384
Fixed assets – Pitch, Access Road and Parking	3,228,490	-	3,228,490
Fixed assets – Other	-	32,492	32,492
Investments	8,512,154	4,379,498	12,891,652
Net current assets/liabilities	(2,170,424)	12,904,538	10,734,115
Creditors due after 1 year	-	(10,869,566)	(10,869,566)
	<u>20,161,749</u>	<u>6,446,962</u>	<u>26,608,711</u>

<u>2021</u>	Endowment Fund £	Unrestricted fund £	Total Funds 2021 £
Fixed assets – Land	5,145	-	5,145
Fixed assets – Buildings	10,951,432	-	10,951,432
Fixed assets – under construction	2,546,478	-	2,546,478
Investments	9,404,068	4,532,636	13,936,705
Net current assets/liabilities	(1,098,490)	12,113,221	11,014,731
Creditors due after 1 year	-	(9,674,941)	(9,674,941)
	<u>21,808,633</u>	<u>6,970,917</u>	<u>28,779,550</u>

18. FINANCIAL COMMITMENTS

Operating leases

At 31 July 2022 and 2021 the Trust was committed to paying £1,100 per year in respect of operating leases which expire in 2919 and 2933.

Capital commitments

At 31 July 2022, there were no capital commitments (2021: £298,463).

19. RENT RECEIPTS FROM NON-CANCELLABLE LEASES

At 31 July 2022, lease agreements were in place with the University of Westminster for four central London properties.

The minimum rent receipts under the terms of the operating leases are as follows:

	2022 £	2021 £
Receivable within:		
One year	5,779,101	4,750,000
Two to five years	23,132,237	19,013,014
Greater than five years	86,148,187	75,557,533
	<u>115,059,525</u>	<u>99,320,547</u>

20. RELATED PARTY TRANSACTIONS

QHT is related to one other separate charitable trust, QHMF. These two Trusts have the same Trustee and therefore common control exists. The transactions between QHT and QHMF during the year were as follows:

	2022 £	2021 £
Transactions during the year:		
Expenditure on development costs incurred by QHMF	-	(43,104)
Income from development costs recharged to QHMF	-	660
Income from QHMF's element of shared costs	<u>16,048</u>	<u>23,563</u>
Total during the year	<u><u>16,048</u></u>	<u><u>(18,881)</u></u>
Amounts due from Quintin Hogg Memorial Fund:		
Debtor for Quintin Hogg Memorial Fund's share of development costs incurred by QHT,	-	8,250
Debtor for other costs incurred by QHT but relating to QHMF	<u>4,867</u>	<u>1,436</u>
Total	<u><u>4,867</u></u>	<u><u>9,686</u></u>

During the year, 1903 Limited was formed to act as an operating company to run the Chiswick site. This company is beneficially owned by QHT. The transactions with QHT and 1903 Limited during the year were as follows:

	2022 £	2021 £
Transactions during the year:		
Purchase of shares in 1903	(100)	-
Costs charged to 1903	77,516	-
Accrued interest from 1903	2,064	-
Accrued licence fee from 1903	<u>6,892</u>	<u>-</u>
	<u><u>86,472</u></u>	<u><u>-</u></u>
Amounts due from 1903 at the year end		
Loan	150,131	-
Accrued interest	2,064	-
Accrued licence fee	<u>6,892</u>	<u>-</u>
	<u><u>159,087</u></u>	<u><u>-</u></u>

There are no other related party transactions that require disclosure.

21. DETAILS OF THE SUBSIDIARY

On 1 September 2021, the charity acquired 100% of the share capital of the subsidiary, 1903 Limited, company number 13596401.

1903 Limited financial summary	2022 £
Income	181,936
Expenditure	<u>(201,236)</u>
(Loss) for period	<u><u>(19,300)</u></u>
Capital and Reserves	
Share capital	100
Profit and loss account	<u>(19,300)</u>
Shareholder's funds	<u><u>(19,200)</u></u>

22. FINANCIAL INSTRUMENTS

	2022 £	2021 £
Financial assets measured at fair value		
Investments	12,891,652	13,591,349

23. STATEMENT OF FINANCIAL ACTIVITIES YEAR ENDED 31 JULY 2021

	Unrestricted Funds £	Endowment Funds £	Total Funds 2021 £
INCOME FROM:			
Charitable activities	4,750,000	-	4,750,000
Investment income	300,861	-	300,861
Other	12,875	-	12,875
TOTAL INCOME	<u>5,063,736</u>	<u>-</u>	<u>5,063,736</u>
EXPENDITURE ON:			
Raising Funds	18,017	40,797	58,814
Charitable activities	5,593,882	397,349	5,991,231
Other costs	215,948	-	215,948
TOTAL EXPENDITURE	<u>5,827,847</u>	<u>438,146</u>	<u>6,265,993</u>
NET INCOME BEFORE GAIN/LOSS ON INVESTMENTS	(764,111)	(438,146)	(1,202,257)
Net (losses)/gains on investments	701,567	1,359,160	2,060,727
NET MOVEMENT IN FUNDS	<u>(62,544)</u>	<u>921,014</u>	<u>858,470</u>
RECONCILIATION OF FUNDS			
Total funds brought forward	7,033,461	20,887,619	27,921,080
TOTAL FUNDS CARRIED FORWARD	<u>6,970,917</u>	<u>21,808,633</u>	<u>28,779,550</u>

24. ULTIMATE CONTROLLING PARTY

The ultimate controlling party of the Trust is Quintin Hogg Trustee Company.