

THE BREWERS' COMPANY GENERAL CHARITABLE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

THE BREWERS' COMPANY GENERAL CHARITABLE TRUST

CONTENTS

	Page
Trustee's report	1 - 3
Independent examiner's report	4
Statement of financial activities	5 - 6
Balance sheet	7
Notes to the financial statements	8 - 11

THE BREWERS' COMPANY GENERAL CHARITABLE TRUST

TRUSTEE'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2023

The Trustee presents their report and financial statements for the year ended 31 December 2023. The financial statements comply with current statutory requirements and the requirements of the Charity's Declaration of Trust.

Objectives and activities

The Trustee delivers public benefit through grant making and has paid due regard to the public benefit guidance issued by the Charity Commission in deciding what activities the Charity should support.

The objects of the charitable trust, as laid out in the Declaration of Trust Deed, state that the unrestricted income should be used for general charitable purposes as determined by the Court of the Brewers' Company.

Achievements and performance

During the year the Charity awarded grants of £122,862 (2022: £81,105) as detailed in note 2 to the accounts and other educational awards and prizes of £4,690 (2022: £6,806).

Financial review

Expendable Endowment:

On 9 October 2014 the Charity took over the assets and liabilities of the IBD Grant Fund and, in accordance with the deed of transfer, established an expendable endowment fund and a restricted fund named 'Brewers' Research and Education Fund' ('BREF').

The purpose of the fund is the advancement of education of benefit to the public or a section of the public, especially in the science of brewing, fermentation and distillation. In particular it is agreed that the BREF will be used to support the following areas of activity:

- To promote brewing education, training and research;
- To research and educate the public about beer consumption;
- To research the composition and nutritional value of beer in relation to diet and wellbeing;
- To promote research relating to the environmental and economic sustainability of the brewing sector.

An Advisory Committee has been established to:

- Report to the Trustee;
- Recommend and review the grant making policy;
- Recommend grants to be supported;
- Monitor grant funded projects.

The Charity received £4,656,543 on 9 October 2014. The fund is represented by a portfolio of investments. No accumulated unspent income (2022: £nil) was transferred from the restricted fund in the year, and in addition, the value of the fund increased by £405,242 in the period to 31 December 2023 (2022: decreased by £470,991). At 31 December 2023, the fund stood at £6,734,973 (2022: £6,329,731). The income generated by the fund is restricted to BREF.

In 2021, a Quinquennial investment review was commissioned by the Investment Committee of the Brewers' Company. It was noted that the Newton Global Growth & Income Fund, in which the BREF assets are invested, has lagged CCLA's COIF Investment Fund in total return terms, but has generally performed in line with the other major multi-asset funds for charities. The total returns achieved have been good, as compared to the composite benchmarks and most comparable multi-asset funds for charities, as well as the peer group measurement of the ARC Steady Growth Index.

The listed investments are managed by Newton Investment Management. In 2021, the Trustee reviewed the investment policy in line with the recommendations from the Quinquennial investment review. The investment objective was redefined as "Principally the maintenance of Capital in real terms as measured by CPI over a rolling 5-year period, and then an average annual growth in income in the longer term. The total return target is CPI+3% over a rolling 5-year period on a net of fees basis". Additionally, the Trustee agreed to charge investment management fees to capital from 1 January 2022. Performance is monitored by the Investment Committee of the Brewers' Company.

THE BREWERS' COMPANY GENERAL CHARITABLE TRUST

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Restricted Fund – BREF:

The Charity received a total income of £146,804 (2022: £142,755) from investments and interest of £1,915 (2022: £107). Grants of £93,492 (2022: £56,565) were awarded and administration and management fees of £34,264 (2022: £36,449) were paid, resulting in a surplus for the year of £20,963 before transfers (2022: £49,848). At 31 December 2023, the fund stood at £209,355 (2022: £188,392).

Unrestricted Funds:

The charity received donations totalling £40,683 (2022: £29,740).

Grants and awards totalling £34,060 (2022: £31,346) were made in the year. After taking account of other costs of £2,334 (2022: £2,025), this resulted in a surplus of £4,289 (2022: deficit of £3,631) for the year. At 31 December 2023, the charity had unrestricted reserves of £17,960 (2022: £13,671) to apply to future beneficiaries.

Reserves:

It is the policy of the Trustee to:

- Distribute the unrestricted funds in accordance with the beneficiary list approved by the Court of the Brewers' Company and for general charitable purposes;
- Distribute the net income on restricted funds in the following year. The net income of the BREF for 2023 will thus be distributed in 2024;
- Maintain the expendable endowment fund in real terms to protect the interests of future beneficiaries.

Structure, governance and management

The sole Trustee is the body corporate called The Master and Keepers or Wardens and Commonalty of the Mystery or Art of Brewers in the City of London, commonly known as the Brewers' Company.

The Charity's activities are overseen by the Master, Wardens and Court Assistants of the Brewers' Company who comprise the Court.

The Court meets five times a year to monitor investment performance and make decisions on charitable expenditure. The Court is advised by an Investment Committee who meet regularly with the investment advisors to monitor their performance against targets.

The day to day administration of the Charity is undertaken by staff of the Trustee.

Reference and administrative details of the Charity, its Trustee and advisors

The Brewers' Company General Charitable Trust is a Charity registered in England and Wales no: 1059811.

The principal address of the Charity is Brewers' Hall, Aldermanbury Square, London EC2V 7HR.

The Trustee is the Brewers' Company of the City of London.

The principal advisors to the Charity are:

Independent Examiner

Paul Windmill FCA

Bankers

Lloyds Bank plc

Solicitors

Farrer & Co LLP

Investment Managers

Newton Investment Management Limited

Plans for future periods

The aim of the Trustee is to maximise the amount available for distribution to beneficiaries.

THE BREWERS' COMPANY GENERAL CHARITABLE TRUST

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Statement of trustee's responsibilities

Charity law requires the Trustee 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 net incoming/(outgoing) resources for the year. In preparing the financial statements the Trustee is required to:

- Select suitable accounting policies and apply them consistently;
- Make judgements and estimates that are reasonable and prudent; and
- Prepare the financial statements on a going concern basis unless it is inappropriate to do so.

The Trustee is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to ensure that the financial statements comply with the Charities Act 2011. The Trustee is also responsible for safeguarding the assets of the Charity and hence for taking steps for the prevention and detection of fraud and other irregularities.

By order of the Trustee

NHC Tindal

Clerk

25 April 2024

THE BREWERS' COMPANY GENERAL CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEE OF THE BREWERS' COMPANY GENERAL CHARITABLE TRUST

I report to the trustee on my examination of the financial statements of The Brewers' Company General Charitable Trust (charity no. 1059811) for the year ended 31 December 2023 as set out on pages 5 to 11.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2019.

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

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Paul Windmill FCA

Myers Clark
Statutory Auditor and Chartered Accountants
Egale 1, 80 St Albans Road
Watford
Hertfordshire
WD17 1DL

Dated:

THE BREWERS' COMPANY GENERAL CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2023 £	Total 2022 £
Income from:						
Donations from the Brewers' Company		35,715	-	-	35,715	29,740
Other donations received		4,966	-	-	4,966	-
Investment income		2	148,719	-	148,721	142,862
Total income		40,683	148,719	-	189,402	172,602
Expenditure on:						
Grants	2	29,250	93,612	-	122,862	81,105
Educational awards and prizes		4,810	(120)	-	4,690	6,806
Investment manager's fees		-	-	19,787	19,787	32,110
Other management fees		-	26,819	-	26,819	28,703
Accountancy and bank cost		2,006	1,754	-	3,760	3,404
Irrecoverable VAT		328	5,691	-	6,019	6,367
Total expenditure		36,394	127,756	19,787	183,937	158,495
Net gains/(losses) on investments		-	-	405,242	405,242	(470,991)
Net movement in funds		4,289	20,963	385,455	410,707	(456,884)
Fund balances at 1 January 2023		13,671	188,392	6,297,621	6,499,684	6,956,568
Fund balances at 31 December 2023		17,960	209,355	6,683,076	6,910,391	6,499,684

THE BREWERS' COMPANY GENERAL CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

PRIOR YEAR

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2022 £
Income from:					
Donations from the Brewers' Company		29,740	-	-	29,740
Investment income		-	142,862	-	142,862
Total income		29,740	142,862	-	172,602
Expenditure on:					
Grants	2	24,540	56,565	-	81,105
Educational awards and prizes		6,806	-	-	6,806
Investment manager's fees		-	-	32,110	32,110
Other management fees		-	28,703	-	28,703
Accountancy and bank cost		1,712	1,692	-	3,404
Irrecoverable VAT		313	6,054	-	6,367
Total expenditure		33,371	93,014	19,787	158,495
Net gains on investments		-	-	(470,991)	(470,991)
Net movement in funds		(3,631)	49,848	(503,101)	(456,884)
Fund balances at 1 January 2022		17,302	138,544	6,800,722	6,956,568
Fund balances at 31 December 2022		13,671	188,392	6,297,621	6,499,684

THE BREWERS' COMPANY GENERAL CHARITABLE TRUST

BALANCE SHEET

AS AT 31 DECEMBER 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Investments	3		6,734,973		6,329,731
Current assets					
Debtors		32,841		42,726	
Cash at bank and in hand		182,144		164,573	
		214,985		207,299	
Creditors: amounts falling due within one year	4	(39,567)		(37,346)	
Net current assets			175,418		169,953
Total assets less current liabilities			6,910,391		6,499,684
Funds of the charity:					
Expendable endowment	5		6,683,076		6,297,621
Restricted funds			209,355		188,392
Unrestricted funds			17,960		13,671
			6,910,391		6,499,684

The financial statements were approved by the Trustee on 25 April 2024 and signed on their behalf by:

S J Staughton OBE DL
Master

NHC Tindal
Clerk

THE BREWERS' COMPANY GENERAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

1.1 Basis of preparation and assessment of going concern

The accounts have been prepared under the historical cost convention with items recognised at cost of transaction value unless otherwise stated in the relevant notes to these accounts.

The financial statements have been prepared in accordance with the Charities Act 2011 and 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 (FRS102) effective 1 January 2019.

The financial statements 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 Statement of Recommended Practice for charities applying FRS 102 (effective 1 January 2019) rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The charity constitutes a public benefit entity.

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

1.2 Investments

Investments are quoted on recognised stock exchanges and are stated at mid-market value.

1.3 Resources expended

Resources expended are recognised when a legal or constructive obligation to pay arises.

Grants are accounted for when the Trustee has approved the grant and the recipients are advised of the grant.

Educational awards and prizes are accounted for when the amounts have been agreed by the Trustee.

1.4 Funds

Expendable endowment funds represent funds received where the intention is to maintain the capital but where the donor has agreed that the Trustee may, if necessary to maintain grant giving, expend the capital.

Restricted funds are to be used for specific purposes as determined by the donor.

Unrestricted funds represent funds received that can be applied at the Trustee's discretion within the general objects of the charity.

THE BREWERS' COMPANY GENERAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

2 Charitable grants and donations awarded/(withdrawn)

	2023 £	2022 £
Brewers' Research and Education Fund - Institutions:		
Wye Hops Limited	26,882	11,700
Nottingham University	26,212	-
British Beer and Pub Association	22,000	-
Dea Latis	16,018	-
Oxford Brookes	2,500	2,475
Carbon Architecture	-	22,640
ICBD	-	16,250
National Brewery Heritage Trust	-	3,500
	<u>93,612</u>	<u>56,565</u>
Other charitable purposes:		
Aldenham School	18,000	18,000
2023 Coronation donation	4,000	-
Clerk's minor	3,200	2,025
Other amounts up to £1,000 each	4,050	4,515
	<u>29,250</u>	<u>24,540</u>
Total	<u>122,862</u>	<u>81,105</u>

3 Fixed asset investments

	2023 £	2022 £
At 1 January 2023	6,329,731	6,800,722
Increase/(decrease) in market value	405,242	(470,991)
At 31 December 2023	<u>6,734,973</u>	<u>6,329,731</u>
	2023 £	2022 £
Investments at fair value comprise:		
Held within the UK	6,734,973	6,329,731
	<u>6,734,973</u>	<u>6,329,731</u>

The entire investment portfolio is held in the Newton Growth Income for Charities Income 2 (2022: Newton Growth & Income Fund for Charities X Inc).

	2023 £	2022 £
Attributable cost:		
As at 31 December	6,596,366	5,469,654

THE BREWERS' COMPANY GENERAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

3 Fixed asset investments (Continued)

4 Creditors: amounts falling due within one year

	2023 £	2022 £
Grant commitments	27,065	15,077
Accruals and deferred income	12,502	22,269
	<u>39,567</u>	<u>37,346</u>

5 Funds of the charity

	Balance at 1 January 2023 £	Movement in funds			Balance at 31 December 2023 £
		Incoming resources £	Resources expended £	Revaluations gains and losses £	
Expendable endowment	6,297,621	-	(19,787)	405,242	6,683,076
Restricted - Brewers' Research and Education Fund	188,392	148,719	(127,756)	-	209,355
Unrestricted	13,671	40,683	(36,394)	-	17,960
	<u>6,499,684</u>	<u>189,402</u>	<u>(183,937)</u>	<u>405,242</u>	<u>6,910,391</u>

PRIOR YEAR

	Balance at 1 January 2022 £	Movement in funds			Balance at 31 December 2022 £
		Incoming resources £	Resources expended £	Revaluations gains and losses £	
Expendable endowment	6,800,722	-	(32,110)	(470,991)	6,297,621
Restricted - Brewers' Research and Education Fund	138,544	142,862	(93,014)	-	188,392
Unrestricted	17,302	29,740	(33,371)	-	13,671
	<u>6,956,568</u>	<u>172,602</u>	<u>(158,495)</u>	<u>(470,991)</u>	<u>6,499,684</u>

THE BREWERS' COMPANY GENERAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

6 Analysis of net assets between funds

	Expendable endowment	Restricted	Unrestricted	Total
	£	£	£	£
Fund balances at 31 December 2023 are represented by:				
Investments	6,734,973	-	-	6,734,973
Current assets/(liabilities)	(51,897)	209,355	17,960	175,418
	<u>6,683,076</u>	<u>209,355</u>	<u>17,960</u>	<u>6,910,391</u>

PRIOR YEAR

	Expendable endowment	Restricted	Unrestricted	Total
	£	£	£	£
Fund balances at 31 December 2022 are represented by:				
Investments	6,329,731	-	-	6,329,731
Current assets/(liabilities)	(32,110)	188,392	13,671	169,953
	<u>6,297,621</u>	<u>188,392</u>	<u>13,671</u>	<u>6,499,684</u>

7 Trustee's remuneration and expenses

The charity is charged for administration costs by the Brewers' Company, which is the Trustee of the charity, in respect of the management of the permanent endowment and grant making in accordance with the terms of the Deed relating to the Establishment of the BREF dated 9 October 2014. Included in other management fees charged in 2023 was £25,319 (2022: £27,203).

8 Management fees

The charity is charged for administration costs by the British Beer and Pub Association, in respect of the Secretariat of the Advisory Committee, in accordance with the terms of the Deed relating to the Establishment of the BREF dated 9 October 2014. Included in other management fees charged in 2023 was £1,500 (2022: £1,500).

9 Employees

The charity has no employees.

10 Future commitments

At the balance sheet date the charity had made future commitments in respect of grants made from the BREF restricted fund over a term of years, subject to conditions and subsequent charity approval:

	2023	2022
	£	£
Within one year	34,932	31,450
Between one and two years	31,431	16,250
Between two and three years	16,250	16,250
	<u>82,613</u>	<u>63,950</u>