

**URSWICK GRAMMAR SCHOOL TRUSTS**

Registered Charity No. 1071832

**JOHN PRESTON TRUSTS**

Registered Charity No. 227015

**INCOME AND EXPENDITURE ACCOUNT AND  
BALANCE SHEET**

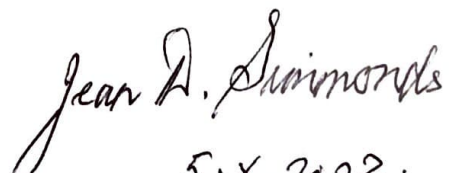
**1ST APRIL 2021 TO 31ST MARCH 2022**

I certify that these accounts give a true and fair view of the affairs of Urswick Grammar School and John Preston Trusts for the period above and are compiled from the records in my possession

19-Sep-22



Dawn Wild  
Secretary and Correspondent

  
5.X.2022.  
October

**URSWICK GRAMMAR SCHOOL AND JOHN PRESTON TRUSTS**

**Balance Sheet at 31st March 2022**

		<b>Opening Balances at 1st April 2021</b>					
<b>2020/2021</b>						<b>2021/2022</b>	
£42.60		Urswick Grammar School Trusts (See notes 1 & 2)				£348.66	
£1,875.90		Current Account				£1,759.04	
		Business Reserve Account					
£389.25		John Preston Trusts (See notes 1 & 2)				£618.25	
		Business Reserve Account					
		Securities held (See Notes 4&5)					
		Rathbone	Active Income and Growth Fund				
£3,877.52		COIF	Urswick Grammar School Trusts: COIF			£0.00	
£6,492.25			John Preston Trusts: COIF			£4,678.79	
						£7,833.84	
£8,500.00			COIF Charities Deposit Fund			£8,500.00	
		Black Rock					
£11,696.00			Charishare Distribution Units now BLK Charities UK Equity Fund			£14,564.17	
£12,058.32			Charinco now BLK Charities UK Bond Fund A			£11,781.41	
		IMF Charities Aid Foundation ("CAF"):					
£10,245.03			Fixed Interest (was Fixed Income Fund			£10,710.01	
£9,249.88			Equity (was Balanced Growth) Fund			£12,238.98	
		M&G Securities:					
£15,923.84			Charibond			£15,966.50	
£15,286.65			Charifund			£18,827.93	
£4,685.77		Eden Investment	Amity Balanced Fund			£5,951.96	
£0.00							
£13,038.33			In/Decrease in period			£373.65	
£418.20			Balance on Income and Expenditure Account			£548.74	
£113,779.54			Represented by at 31st March 2022			£114,701.93	
		Urswick Grammar School Trusts	Current Account			£1,755.89	
£348.66			Business Reserve Account			£667.04	
£1,759.04		John Preston Trusts					



[illegible]







# **Urswick Grammar School and John Preston Trusts**

## **Notes to the Accounts Y/e 31/3/2022**

**Note 1:**     **Relationship between the John Preston and Urswick Grammar School Trusts**

- a)            There are separate Schemes for the John Preston and Urswick Grammar School Trusts, separate bank accounts and COIF Funds.  
The Urswick Grammar School Trusts include the Preston Educational Foundation, formerly part of the John Preston Endowment.  
Both of these are referred to together as "Urswick Grammar School Trusts".  
The remaining part of John Preston is still a separate trust.
- b)            The Trustees for Urswick Grammar School Trusts and John Preston Trusts are the same but the objects differ.  
The Urswick Grammar School Trusts have educational objects while the John Preston Trust has objects for the relief of poverty.  
When the Preston Educational Trusts were incorporated in Urswick Grammar School Trusts, there was no separate endowment for those trusts and no division or transfer of assets took place.
- c)            By virtue of a scheme of 13th January 1905 relating to the John Preston Trusts and the Preston Educational Foundation, the Trustees had an absolute discretion as to the application of income between their differing objects, the endowment for each being taken as that producing the income applied to a particular object. Apportionment of the endowments was not necessary and never took place.  
For those reasons the accounts of the two charities are drawn together.  
Applicants may qualify under both or either.
- d)            Only one grant since the amended scheme of 1st July 1998 has been made under the John Preston Trusts.

**Note 2**                    There are only 2 items on the balance sheet which are assets of the John Preston Trusts:

- a)            The Business Reserve Account under that heading, and  
b)            COIF Fund under the same heading.

**Note 3**            **Grants made 2021-2022**

6 applications for grants from the Urswick Grammar School Trust were made  
Total awards for the year: £2800

**Investment Performance and Review**

- Note 4**            The investment policy is to maximise income while in real terms not diminishing capital.  
Some investments have performed better and some worse, but overall there was an improvement  
(See columns in Red in Accounts)

8 July 2021

Mrs D Wild

Urswick Grammar School & John Preston Trusts

Dear Mrs Wild,

### Urswick Grammar School & John Preston Trusts Fund Review

Further to our meeting, which we held via zoom on the 26 May 2021, I am writing to provide you with my review and recommendations for the investment fund choice within the Urswick Grammar School and John Preston Trusts.

This letter confirms our understanding of the Trust's situation, aims and objectives which provides the basis for our advice.

This report focusses purely on the review of the Trust's investment funds to ensure their ongoing suitability when measured against the Trustees attitude to risk.

Our advice is based on the information we have gathered, the valuations of the Trust's investment funds and copies of the Trustee's minute from meeting, which you have kindly provided. Please let us know if any of the detail or information provided has been misinterpreted, is incorrect, or is likely to become incorrect in the near future as this may have an impact on the advice given.

All statements concerning the tax treatment of products and their benefits are based on our understanding of the current law and HM Revenue and Customs practice and are for general guidance only. Whilst every effort has been made to ensure accuracy, no liability can be accepted for any errors or omissions. Levels and bases of, and reliefs from, taxation are subject to change.



increase of £1,956.05 or 2.2%. This does not include the individual shares with COIF which have increased from £8,830.96 to £12,512.63 an increase of £3,681.67.

The total ongoing charges of the investment funds are 0.471% or £424.23 on a value of £90,070.96.

## Recommendation

Our recommendations for structuring the Trusts investment are outlined below, along with the reasons why they meet the Trustees needs as expressed in this report. Our advice is based on an estimated tax position and current legislation, which could change. Any supporting information, along with risk warnings, can be found within this report.

- X
- We recommend the portfolio of investment funds valued at c£90,070 is sold and invested in a single managed fund; the Rathbone Active Income and Growth fund R Class.
- ie excludes the COIF?? c20K??

## Objectives

From our conversation around the Trustee's objectives, it became clear that although it is essential to have a suitable investment in line with the Trusts attitude to risk and objectives, it was also desirable to simplify the investment where possible. This is not currently being achieved with the underlying investment funds being held across 4 providers and 7 different funds which makes them very hard to keep track and time consuming particularly when dealing with the difference valuation statements and correspondence.

The investment portfolio currently holds a variety of asset classes and over the long term we would expect equities to out-perform fixed interest funds which can unbalance the portfolio over time. As mentioned previously the fund range in the Charities sector is restrictive and maintaining a suitable diversified portfolio of funds in line with the Trust's risk profile is difficult, particularly as this portfolio is reviewed every 3 to 5 years.

## Managed Fund

For this level of investment, holding a single managed fund is our preferred approach as the investment manager can closely monitor and can make changes to the underlying funds with a single, focused investment strategy. This maintains the overall equity holding in line with the parameters set by the investment manager. This has the added benefit of simplifying your financial administration and the correspondence you receive.

Managed funds offer potential for capital growth in the medium to long term by investing in UK shares, overseas shares, government and index linked securities, property and deposit accounts. The amounts allocated to each particular area of investment are constantly monitored by the fund manager and adjusted in the light of current and anticipated market conditions. They provide ready-made, diversified portfolios with a range of risk/reward profiles that can be matched to the investor's particular requirements. Specifically, they focus on asset allocation which is a crucial element in determining overall investment performance as it enables the Trustees to ensure that the portfolio is consistently placed in a combination of asset classes that suit the Trust's investment objectives.

To improve the portfolio's ability to benefit from tactical asset allocation on an ongoing basis as opposed to once every 3 to 5 years, we recommend that all the existing underlying investment funds are switched to the Rathbone Active Income and Growth Fund.

## Next steps

I have enclosed the following forms for you to sign and return in the pre-paid envelope provided:

- Letter addressed to Blackrock, Eden Tree, M&G and CAF – to sell funds as per my recommendation
- Rathbones application form
- Rathbone Active Income and Growth fund fact sheet and Key Information Document.

If you feel any of the above is incorrect or you would like to discuss this further please contact me on the number below.

Yours sincerely

**Dharmesh Parmar**

Chartered Financial Planner

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