

The Alborada Trust

Annual Report and Financial Statements

Year Ended

31 December 2020

Registered Charity No. 1091660

The Alborada Trust

Report and financial statements for the year ended 31 December 2020

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The Alborada Trust

Reference and Administration Information for the year ended 31 December 2020

Official Charity Name

The Alborada Trust

Charity Registration Number

1091660

Principal Office Address

Lanwades Stud
Moulton
Newmarket
CB8 8QS

Trustees

Dr E K E Rausing
Mr R Lerner
Captain J Nicholson
Mr R T A Goff
Mr L Pillard
Mrs A E Traub (appointed 15 March 2021)

Director

J Richardson OBE

Secretary

G Harris

Bankers

Bank Julius Bar, Bahnhofstrasse 26, CH-8010 Zurich

Auditors

BDO LLP, 55 Baker Street, London, W1U 7EU

The Alborada Trust

Report of the Trustees for the year ended 31 December 2020

The trustees present their report along with the financial statements of the charity for the year ended 31 December 2020. The financial statements have been prepared in accordance with the accounting policies set out on pages 12 to 14 and comply with the charity's Trust Deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) (Charities SORP 2nd Edition (FRS 102)).

Structure, Governance and Management

The Alborada Trust, a private philanthropic trust founded by Kirsten Rausing, is an unincorporated registered charity, established by a Deed of Trust dated 1 October 2001 and amended by a supplemental deed dated 5 March 2002. Under the terms of the Deed, the trustees shall hold the capital and the income upon trust to apply the income, and as far as necessary the capital, for or towards such charitable purposes and to make grants to such charitable bodies or institutions at such time or times and in such manner as the trustees may in their absolute discretion think fit.

Trustees serve an indefinite term based on their relative experience and contribution to the charity as a whole. The trustees keep the skill requirements of the trustee body under review and in the event that a trustee retires or additional new trustees are required, the existing trustees collectively discuss the change. There is no formal induction or training of new trustees. However, appointment is by nomination and the trustees review the skills of each nominated person to select members with the relevant experience and skills.

The power of appointment of new trustees is vested in and exercisable by the continuing trustees.

At the trustees' meetings held during the year the trustees agree the strategy and areas of activity for the charity, including consideration of grant making, investment, reserves and risk management policies and performance. The trustees who served during the year and the principal address of the trust is detailed on page 1.

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 trustees consider market price risk and credit risk to be the most significant investment risks. Market price risk is managed by investment in a diverse portfolio managed by an independent fund manager. Credit risk is managed by investment in investment grade securities.

In particular, the trustees have considered the risks presented by COVID-19 and consider the trust to be well positioned to mitigate these risks. The reserves comprising cash and investments together with a commitment from the founding trustee will enable the trust to meet its obligations as they fall due.

The Alborada Trust

Report of the Trustees for the year ended 31 December 2020 (*continued*)

Objectives and Activities

The charity's aims are the funding of medical and veterinary causes, research and education and for the relief of poverty and of human and animal suffering, sickness and ill-health.

The main objectives for the year are shaped by these strategic aims with a view to continue funding chosen general charitable causes in line with the Trust Deed.

Grant Making Policy

The trustees' funds are fully committed and unsolicited applications are not requested.

The trustees will donate the annual available income to approved charities and prefer to support grants to Charities whose work they have researched and which is in accordance with the aims and objectives of the charity for the year.

The trustees request regular updates from those charities that they have supported to provide details of how the grants have been allocated and spent. Grants are only continued where the applicant provides sufficient relevant information to the trustees and satisfies the trustees that continuation of funding is in the interests of the charity and its aims and objectives.

Performance for the Year

The trustees try to predict the level of income that they expect to receive each year so that they can plan the level of grants for each financial year. Investment returns amounted to £111,023 (2019 - £783,598). The trustees distributed £4,765,373 (2019 - £4,905,340) by way of grants.

The charity's income for the year ended 31 December 2020 included donations receivable, dividends and interest amounting to £6,325,988 (2019 - £10,112,930). Realised and unrealised losses on investments amounted to an overall gain of £85,035 (2019 - £670,668).

The trusts' net liabilities and total unrestricted reserves as at 31 December 2020 amounted to (£1,393,513) (2019 - (£4,883,554)). Additional funding will be provided by the founding trustee in order to meet liabilities as they fall due.

The trustees report net income for the year of £3,498,270 (2019 - £9,008,024).

Reserves

The reserves policy of the trust is to ensure that at all times it has sufficient reserves to meet its commitments for the next three months. The charity like many grant making charities has very low fixed costs. The founding trustee funds the charity and makes donations from time to time to ensure that the charity can meet its grant obligations as they fall due. The net liability balance sheet at the year end arises as a result of awarding several multi-year grants. Since the year end the founding trustee has made additional donations to the charity to enable it to meet its commitments.

The Alborada Trust

Report of the Trustees for the year ended 31 December 2020 (*continued*)

Financial Review (*continued*)

Investment Policy and Performance

The trustees have a balanced investment policy and aim to maintain free reserves in unrestricted funds at a level which is sufficient to wholly distribute the income of the trust fund whilst retaining capital for the maintenance and growth of the Fund.

The trustees' policy is to invest the fund in secure markets, endeavouring to obtain a reasonable income, compatible with protection of the capital value involved and taking into account inflationary factors. With this in mind, the trustees have appointed the services of investment managers to guide and act for them on a professional basis. The trustees monitor the performance of the investments in line with their short and long term aims and objectives, as well as undertaking regular reviews with the investment managers at the trustees' meetings throughout the financial year.

Investments are shown at market value rather than book cost in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities.

The trustees confirm that the charity's assets are sufficient to fulfil its obligations in respect of unrestricted funds and that all investments held by them on behalf of the charity have been acquired in accordance with the powers available to them under the Trust Deed.

Plans for Future Periods

The trustees are mindful of the importance of animal welfare and related research together with projects dealing with the relief of poverty, human suffering, sickness or ill health throughout the world. They would like to continue their current line of support by providing grants to selected organisations.

The Alborada Trust is a lasting testimony to the generosity and philanthropic concerns of the founding trustee.

Charity's Public Benefit

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing their aims and objectives and in planning future activities. This is evidenced by the contributions paid to registered charities totalling £4,765,373 (2019 - £4,905,340).

Going Concern

The trustees have reviewed the trust's investments and operations in response to the impact of the Covid-19 pandemic. The budget for charitable activities in 2021 is, at this time, unaffected and based on a commitment from the founding trustee there will be sufficient cash resources available to meet pre-existing grant commitments and operations costs. The trust holds reserves to supplement income requirements to meet its charitable objectives as required.

The trustees consider that there are no material uncertainties over the trust's ability to continue as a going concern for the foreseeable future, being a period of at least 12 months from the date of signing the financial statements.

The Alborada Trust

Report of the Trustees

Statement of Trustees' Responsibilities

The trustees are responsible for preparing the Report of the trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland.

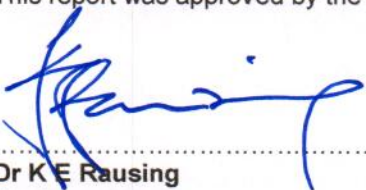
The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the trust and of the incoming resources and the application of resources of the trust for that period. In preparing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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice 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 being.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the trust and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations and the provisions of the trust's trust deed. They are 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.

Approval

This report was approved by the Board of Trustees on 14 June 2021 and signed on its behalf by:



Dr K E Rausing
Trustee

The Alborada Trust

Independent Auditor's Report To Trustees of The Alborada Trust

Opinion on the financial statements

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020 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.

We have audited the financial statements of The Alborada Trust ("the charity") for the year ended 31 December 2020 which comprise the statement of financial activities, the balance sheet, the cash flow statement 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).

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 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 related to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Report of the Trustees, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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 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.

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Independent Auditor's Report To Trustees of The Alborada 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 Act 2011 require us to report to you if, in our opinion;

- the information contained in the financial statements is inconsistent in any material respect with the Trustees' Annual Report; or
- adequate 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 we require for our audit.

Responsibilities of Trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determines 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 the Act and relevant regulations made or having effect thereunder.

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.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and the sector within which it operates. This included but was not limited to compliance with the Charities Act 2011, United Kingdom Accounting Standards, and tax legislation;
- We held discussions with management, including consideration of known or suspected instances of non-compliance with laws and regulations and fraud;
- We requested and reviewed any regulatory correspondence, in particular compliance with the Charity Commission, and details of legal expenses;

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Independent Auditor's Report To Trustees of The Alborada Trust (*continued*)

- We addressed the risk of management override, in particular by testing any journal entries containing material or round sum amounts, and any irregular journals;
- We have considered the control environment both at the entity level and at the financial statement level including its ability to detect and prevent fraud and error; and
- We reviewed the financial statement disclosures and tested to supporting documentation to assess compliance with relevant laws and regulations that have a direct effect on the financial statements.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that 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, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed 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 are to become aware of it.

A further description of our responsibilities for the audit of the financial statements is located at the Financial Reporting Council's ("FRC's") website at: <https://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 trustees, as a body, in accordance with the Charities Act 2011. 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 and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:

BDO LLP

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Heather Wheelhouse (Senior Statutory Auditor)
For and on behalf of BDO LLP, statutory auditor
London, UK
14 June 2021

BDO LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

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Statement of Financial Activities (incorporating the Income and Expenditure account) for the year ended 31 December 2020

	Note	Total unrestricted funds 2020 £	Total unrestricted funds 2019 £
Income from:			
Donations		6,300,000	10,000,000
Investments	2	25,988	112,930
Total income		6,325,988	10,112,930
Expenditure on:			
Raising funds	4	(21,423)	(49,909)
Charitable activities	5	(2,890,858)	(1,725,665)
Total expenditure		(2,912,281)	(1,775,574)
Net income before gains		3,413,707	8,337,356
Net gains on investments	7	85,035	670,668
Net income		3,498,742	9,008,024
Losses on foreign exchange		(8,701)	(34,350)
Net movement in funds		3,490,041	8,973,674
Total funds brought forward	12	(4,883,554)	(13,857,228)
Total funds carried forward		(1,393,513)	(4,883,554)

All amounts relate to unrestricted funds and to continuing activities.

There were no recognised gains or losses other than those stated above and therefore those stated above represent total comprehensive income.

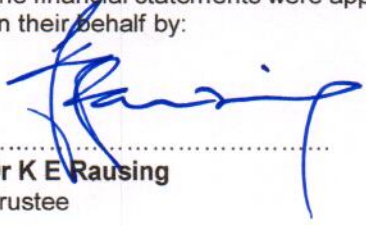
The notes on pages 11 to 19 form part of these accounts.

The Alborada Trust

Balance Sheet at 31 December 2020

	Note	2020 £	2020 £	2019 £	2019 £
Fixed assets					
Investments	7		8,126,445		6,786,662
Current assets					
Debtors	8	8,922		14	
Cash at bank		8,682		9,518	
Total current assets		17,604		9,532	
Liabilities					
Amounts falling due within one year	9	(3,542,562)		(3,276,110)	
Net current liabilities			(3,524,958)		(3,266,578)
Amounts falling due after one year	10		(5,995,000)		(8,403,638)
Total net liabilities	14		(1,393,513)		(4,883,554)
The Funds of the Charity:					
Unrestricted funds	12		(1,393,513)		(4,883,554)

The financial statements were approved by the trustees and authorised for issue on 14 June 2021 and signed on their behalf by:



Dr K E Rausing
 Trustee

The notes on pages 11 to 19 form part of these accounts.

The Alborada Trust

Cash flow statement for the year ended 31 December 2020

	Note	2020 £	2019 £
Cash flows from operating activities:			
Net cash provided by operating activities	(a)	1,144,023	5,249,397
Cash flows from investing activities:			
Dividends, interest and rents from investments		25,988	112,930
Proceeds from sale of investments		4,449,361	7,122,827
Purchase of investments		(234,112)	(11,782,913)
Net cash provided by/(used) in investing activities		4,241,237	(4,547,156)
Change in cash and cash equivalents in the reporting period		5,385,260	702,241
Cash and cash equivalents at the beginning of year		717,586	15,345
Cash and cash equivalents at the end of year	(b)	6,102,846	717,586
(a) Reconciliation of net income to net cash flow from operating activities			
		2020 £	2019 £
Net income for the reporting period (as per the Statement of financial activities)		3,490,041	8,973,674
Adjustments for:			
Gains on investments		(168,936)	(553,671)
Dividends, interest and rents from investments		(25,988)	(112,930)
Increase in debtors		(8,908)	(14)
Decrease in creditors		(2,142,186)	(3,057,662)
Net cash provided by operating activities		1,144,023	5,249,397
(b) Analysis of cash and cash equivalents			
		2020 £	2019 £
Cash at bank and in hand		8,682	9,518
Cash held by investment manager		6,094,164	708,068
Total cash and cash equivalents		6,102,846	717,586

The notes on pages 11 to 19 form part of these accounts.

The Alborada Trust

Notes forming part of the financial statements for the year ended 31 December 2020

1 Principal accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of fixed asset investments, and 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) (effective 1 January 2019) (Charities SORP 2nd Edition (FRS 102)), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements are prepared in sterling, being the functional currency of the entity, and have been rounded to the nearest pound.

The trust constitutes a public benefit entity as defined by FRS 102.

Estimates and judgements

The preparation of the financial statements requires the trustees to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the date of the financial statements. If in the future such estimates and assumptions, which are based on the trustees' best judgement at the date of the financial statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the year in which the circumstances change. The trustees consider that there are no key sources of estimation uncertainty.

The following accounting policies have been applied:

Going Concern

The trustees have reviewed the trust's investments and operations in response to the impact of the Covid-19 pandemic. The budget for charitable activities in 202 is, at this time, unaffected and based on a commitment from the founding trustee there will be sufficient cash resources available to meet pre-existing grant commitments and operations costs. The trust holds reserves to supplement income requirements to meet its charitable objectives as required. The trustees consider that there are no material uncertainties over the trust's ability to continue as a going concern for the foreseeable future, being a period of at least 12 months from the date of signing the financial statements.

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 using their closing quoted market price.

The main form of financial risk faced by the trust is that of volatility in the investment markets due to wider economic conditions, the attitude of investors to investment risk and changes in sentiment concerning equities and within particular sectors of sub-sectors.

Gains/losses on Investments

All gains and losses are taken to the Statement of Financial Activities as they arise. Unrealised gains and losses on investment assets represent the difference between their fair value at the end of the year and their fair value at the beginning of the year, or transaction value if acquired during the year. Realised gains and losses on disposal of investment assets represent the difference between the sale proceeds and the fair value at the beginning of the year, or transaction value if acquired during the year.

The Alborada Trust

Notes forming part of the financial statements for the year ended 31 December 2020 (*continued*)

1 Accounting policies (*continued*)

Income

Income is stated on a receivable basis.

Income received by way of donations is included in full in the Statement of Financial Activities when receivable.

Investment income is credited gross to the Statement of Financial Activities on the date it becomes receivable.

Expenditure

All expenditure is accounted for on an accruals basis, and is allocated to the appropriate heading in the accounts. Expenditure includes any related VAT and this is reported as part of the expenditure to which it is related.

Charitable expenditure comprises those direct costs incurred by the charity in the delivery of its activities and services to its beneficiaries and are provided for when approved by the trustees.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fee and any costs linked to the strategic management of the charity. The trustees deem the governance costs to be the only support costs of the trust.

Charitable donations are grants payable to third parties in the furtherance of the charitable objectives of the trust. Grants are paid at the discretion of the trustees and are accounted for where the trustees have agreed to pay the grant without condition and the recipient has a reasonable expectation that they will receive a grant, or any condition attaching to the grants outside the control of the trust.

Taxation

The trust is a registered charity and as such is entitled to tax emptions on income and gains properly applied for its charitable purposes.

Fund accounting

The unrestricted general funds are those funds that are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Debtors

Debtors are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses.

Creditors

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount.

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Notes forming part of the financial statements for the year ended 31 December 2020 (*continued*)

1 Principal accounting policies (*continued*)

Basis of Accounting (continued)

Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and balances with banks, and investments in money market instruments which are readily convertible, being those with original maturities of three months or less.

Financial instruments

The trust only has financial assets and financial liabilities of a kind that qualify 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.

2 Investment Income

	2020 £	2019 £
Income from listed securities	25,667	109,291
Deposit interest income	321	3,639
	25,988	112,930

3 Net income

	2020 £	2019 £
Net income is stated after charging:		
Auditors remuneration – audit	10,000	8,000
Auditors remuneration – accountancy and other services	6,299	3,560

4 Expenditure on Raising Funds

	2020 £	2019 £
Investment management fees	13,020	18,620
Commission and other charges	8,403	31,289
	21,423	49,909

Expenditure on raising funds was fully unrestricted in the current and previous year.

The Alborada Trust

Notes forming part of the financial statements for the year ended 31 December 2020 (continued)

5 Expenditure on Charitable activities

	2020 £	2019 £
Grants	2,797,219	1,663,875
Governance costs:		
- Audit and accountancy fees	18,299	14,173
- Trust administration expenses	57,994	36,057
- Legal and secretarial fees	2,346	1,560
- Consulting fees	15,000	10,000
	<u>2,890,858</u>	<u>1,725,665</u>

6 Staff costs

	2020 £	2019 £
Wages and salaries	50,000	33,000
Social security	4,850	-
	<u>54,850</u>	<u>33,000</u>

The trust had two employees during the year (2019 - one). No employee received remuneration greater than £60,000 during the year.

Trustees are considered to be key management personnel and no trustee received remuneration or purchased indemnity insurance in the year.

During the year, no trustees were reimbursed for any expenses (2019 - one trustee incurred expenses of £404 in total relating to travel expenses).

7 Investments

The portfolio is structured to provide a wide range of diversification to protect the trust's assets, and to produce a balance of income and capital growth in accordance with benchmarks agreed with the investment manager.

	2020 £	2019 £
Market value brought forward	6,078,594	864,837
Additions	234,112	11,782,913
Disposal proceeds	(4,449,361)	(7,122,827)
Net realised and unrealised gains	85,035	670,668
Exchange loss	83,901	(116,997)
	<u>2,032,281</u>	<u>6,078,594</u>
Market value carried forward (excluding cash)	6,094,164	708,068
	<u>8,126,445</u>	<u>6,786,662</u>
Market value carried forward	8,126,445	6,786,662
	<u>8,057,420</u>	<u>5,794,621</u>

The Alborada Trust

Notes forming part of the financial statements for the year ended 31 December 2020 (continued)

7 Investments (continued)

	2020 £	2019 £
Investments comprise:		
Fixed income securities (Listed)	6,526	5,644
Funds	54,495	56,273
Equities (Listed)	1,962,316	6,007,654
Private equity	8,945	9,023
Cash	6,094,163	708,068
	<u>8,126,445</u>	<u>6,786,662</u>

Investments representing over 5% by value of the Investment portfolio (excluding cash under management) comprise:

	Holding	2020 £	%
ETF I Shares GBP Corporate Bond 0-5 Year	2,500	269,585	13%
ETF I Shares USD Short Corporate Bond	6,500	498,395	25%
ETF I Shares USD Treasury Bond 3-7 Year	6,866	713,721	35%

8 Debtors

	2020 £	2019 £
Debtors due after more than one year		
Prepayments and accrued income	2,600	-
Debtors due within one year		
Prepayments and accrued income	6,152	14
Trade debtors	170	-
	<u>8,922</u>	<u>14</u>

9 Creditors: amounts falling due within one year

	2020 £	2019 £
Grants payable (see note 11)	3,529,815	3,089,331
Accruals	12,747	186,779
	<u>3,542,562</u>	<u>3,276,110</u>

The Alborada Trust

Notes forming part of the financial statements for the year ended 31 December 2020 (continued)

10 Creditors: amounts falling due after one year

	2020 £	2019 £
Grants payable (see note 11)	5,995,000	8,403,638

11 Grants payable

	2020 £	2019 £
Amounts due:		
Within one year	3,529,815	3,089,331
After one year	5,995,000	8,403,638
	9,524,815	11,492,969
Balance at 1 January 2020	11,492,969	14,734,434
Grants awarded in the year	2,797,219	1,663,875
Grants paid in the year	(4,765,373)	(4,905,340)
	9,524,815	11,492,969

Movement of Grants in the year:

	Balance bfwd 1 January 2020	Amount awarded/ adjusted in year	Amount paid in the year	Balance cfwd 31 December 2020
Action AID – Cyclone Idai	240,000	-	(120,000)	120,000
Action AID - Rohingya	84,814	-	(84,814)	-
Addenbrookes Charitable Trust		262,000	(262,000)	-
Animal Health Trust	300,000	-	(300,000)	-
Anne Robson Trust	30,000	-	(30,000)	-
ARUK – The Alborada Drug	3,000,000	-	(1,000,000)	2,000,000
Discovery Institute				
Brooke Hospital for Animals	250,000	-	(250,000)	-
David Shepherd Wildlife Foundation	-	100,000	(100,000)	-
East Anglia Air Ambulance	30,000	(5,000)	(25,000)	-
Great Ormond Street	-	200,000	-	200,000
Horatios Garden	-	75,000	-	75,000
Injured Jockeys Fund	180,000	-	(180,000)	-
Inspire Suffolk Ltd	-	25,000	(25,000)	-
International Spinal Research Trust	100,000	-	(100,000)	-
Kings Global Healt Partnerships	-	50,000	-	50,000
Maggie's	-	45,000	(45,000)	-
Médecins Sans Frontières	169,191	97,827	(267,018)	-
Multiple Sclerosis Society	200,000	-	(100,000)	100,000
Murray Edwards College	-	105,000	-	105,000
New Beginnings	-	27,600	(27,600)	-
Newmarket Day Centre CIO	-	20,000	(20,000)	-
Balance c/fwd	4,584,005	1,002,427	(2,936,432)	2,650,000

The Alborada Trust

Notes forming part of the financial statements for the year ended 31 December 2020 (continued)

Movement of Grants in the year (continued)

	Balance b/fwd 1 January 2020	Amount awarded/ adjusted in year	Amount paid in the year	Balance c/fwd 31 December 2020
Balance b/fwd	4,584,005	1,002,427	(2,936,432)	2,650,000
Plan (UK)	-	56,500	(56,500)	-
Qest	6,000	-	(6,000)	-
RVC – De Mestre	15,963	270	(15,693)	-
RVC Veterinary Research	-	299,756	-	299,756
SCI Nurse Specialist	-	25,000	(25,000)	-
Southern Thailand Elephant Foundation	-	19,500	(19,500)	-
St John Ambulance	-	105,000	(105,000)	-
Stroke Association	-	57,956	(57,956)	-
Suffolk Community Foundation	-	25,000	(25,000)	-
The ALBORADA Professorship, Cambridge	2,535,000	-	(274,000)	2,261,000
The Country Food Trust	-	20,000	(20,000)	-
The Princes Trust	-	145,673	-	145,673
The Racing Centre	-	20,000	(20,000)	-
The Racing Foundation	-	200,000	(200,000)	-
The Soulsby Foundation	125,000	-	(25,000)	100,000
The Wavertree Charitable Trust	80,000	-	(10,000)	70,000
University of Cambridge (Africa Project)	3,100,000	-	(500,000)	2,600,000
University of Cambridge (Research support for the Cambridge Movement Initiative)	-	378,584	(189,292)	189,292
University of Cambridge (Stem Cell)	-	360,000	(120,000)	240,000
University of Cambridge Dr James Wood	-	100,000	-	100,000
University of Surrey - The ALBORADA Trust Well Foal Study	87,001	(17,907)	-	69,094
Wolfson College Cambridge	960,000	-	(160,000)	800,000
Total	11,492,969	2,797,219	(4,765,373)	9,524,815

The Alborada Trust

Notes forming part of the financial statements
for the year ended 31 December 2020 (*continued*)

Grant movement in the prior year

	Balance bfwd 1 January 2019	Amount awarded/ adjusted in year	Amount paid in the year	Balance cfwd 31 December 2019
Action AID – Cyclone Idai	50,000	360,000	(170,000)	240,000
Action AID - Rohingya	183,206	-	(98,392)	84,814
Action Against Hunger	-	160,000	(160,000)	-
Addenbrookes Charitable Trust	-	396,501	(396,501)	-
Animal Health Trust	400,000	-	-	300,000
Anne Robson Trust	-	30,000	-	30,000
ARUK – The Alborada Drug Discovery Institute	4,000,000	-	(1,000,000)	3,000,000
Bill Tutte Memorial Fund	-	25,000	(25,000)	-
Brooke Hospital for Animals	500,000	1,848	(251,848)	250,000
David Shepherd Wildlife Foundation	-	94,462	(94,462)	-
East Anglia Air Ambulance	30,000	-	-	30,000
HEROS	-	25,000	(25,000)	-
Injured Jockeys Fund	480,000	20,000	(320,000)	180,000
International Spinal Research Trust	-	100,000	-	100,000
Kennet Church, Newmarket	10,000	-	(10,000)	-
Lund University	100,000	-	(100,000)	-
MAGPAS Air Ambulance	25,000	-	(25,000)	-
Médecins Sans Frontières	449,196	165,149	(445,154)	169,191
Mercy Ships	35,000	-	(35,000)	-
Multiple Sclerosis Society	282,280	-	(82,280)	200,000
Qest	6,000	-	-	6,000
Racing Welfare	50,000	-	(50,000)	-
Riding for the Disabled Association	25,000	-	(25,000)	-
Royal College of Veterinary Surgeons	27,850	15,963	(27,850)	15,963
RVC – De Mestre	68,718	10,670	(79,388)	-
RVC - Josh Slater	53,276	1,282	(54,558)	-
Southern Thailand Elephant Foundation	25,000	-	(25,000)	-
Tearfund	-	50,000	(50,000)	-
The ALBORADA Professorship, Cambridge	2,799,000	-	(264,000)	2,535,000
The British Racing School	10,000	-	(10,000)	-
The Horse Trust	40,000	-	(40,000)	-
The Racing Centre	25,000	-	(25,000)	-
The Soulsby Foundation	-	125,000	-	125,000
The Virtual Doctors	-	40,000	(40,000)	-
The Wavertree Charitable Trust	90,000	-	(10,000)	80,000
Unity Schools Partnership	-	18,000	(18,000)	-
University of Cambridge (Africa Project)	3,600,000	-	(500,000)	3,100,000
University of Surrey - The ALBORADA Trust Well Foal Study	199,908	-	(112,907)	87,001
Wolfson College Cambridge	1,120,000	-	(160,000)	960,000
World Horse Welfare	-	25,000	(25,000)	-
Worshipful Company of Barbers	50,000	-	(50,000)	-
Total	14,734,434	1,663,875	(4,805,340)	11,492,969

The Alborada Trust

Notes forming part of the financial statements
for the year ended 31 December 2020 (*continued*)

12 Funds

	At 1 January 2020 £	Incoming resources £	Outgoing Resources £	Gains/(Losses) £	At 31 December 2020 £
Unrestricted Funds	(4,883,554)	6,325,988	(2,912,281)	76,334	(1,393,513)

	At 1 January 2019 £	Incoming resources £	Outgoing Resources £	Gains/(Losses) £	At 31 December 2019 £
Unrestricted Funds	(13,857,228)	10,112,930	(1,775,574)	636,318	(4,883,554)

13 Analysis of net Assets between Funds

	2020 Unrestricted £	2019 Unrestricted £
Investments	8,126,445	6,786,662
Net current assets	(3,524,958)	(3,266,578)
Liabilities due in more than one year	(5,995,000)	(8,403,638)
	(1,393,513)	(4,883,554)

14 Analysis of net debt

	At 1 January 2020 £	Cash flows £	Foreign Exchange £	At 31 December 2020 £
Cash at bank and in hand	9,518	(836)	-	8,682
Cash held in investments	708,068	5,472,617	(86,521)	6,094,164
	717,586	5,471,781	(86,521)	6,102,846

15 Related party transactions

The trust received a donation of £6,300,000 (2019: £10,000,000) from Dr K E Rausing, trustee, during the year.