

The Alborada Trust

Annual Report and Financial Statements

Year Ended

31 December 2022

Registered Charity No. 1091660

The Alborada Trust

Report and financial statements for the year ended 31 December 2022

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The Alborada Trust

Reference and Administration Information for the year ended 31 December 2022

Registered Charity Name

The Alborada Trust

Charity Registration Number

1091660

Principal Office Address

Lanwades Stud
Moulton Road
Kennett
Newmarket
CB8 8QS

Trustees

E K E Rausing
Mr R Lerner
Captain J Nicholson
Mr R T A Goff
Mr L Pillard
Mrs A E Traub

Director

J Richardson (resigned 2 January 2023)
G Harris (appointed 2 January 2023)

Bankers

Julius Bar, Bahnhofstrasse 26, CH-8010 Zurich
Barclays, 58 High Street, Newmarket, Suffolk, CB8 8NH

Investment manager

Longbow Finance SA, Route De Lavaux 36, Lutry CH – 1095, Switzerland

Auditor

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

The Alborada Trust

Report of the Trustees for the year ended 31 December 2022

The trustees present their report along with the audited financial statements of the Trust for the year ended 31 December 2022. The financial statements have been prepared in accordance with the accounting policies set out on pages 11 to 13 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).

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 of the Trust Fund 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 Trust 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 Trust, 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 Trust 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.

Objectives and Activities

The Trust'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 Trust 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 Trust and its aims and objectives.

The Alborada Trust

Report of the Trustees for the year ended 31 December 2022 (continued)

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 comprised investment income of £154,112 (2021 - £82,170) and loss on revaluation of £3,667,342 (2021 – gain of £1,160,802). The trustees distributed £7,490,239 (2021 - £4,071,193) by way of grants paid in the year.

The Trust's income for the year ended 31 December 2022 included gift aid receivable, dividends and interest amounting to £1,479,112 (2021 – income of £25,082,170). Realised and unrealised gains and losses on investments amounted to an overall loss of £3,667,342 (2021 – gain of £1,160,802).

The Trusts' net assets and total unrestricted reserves as at 31 December 2022 amounted to £13,480,664 (2021 - net assets of £19,756,451).

The trustees report net income before other gains and losses for the year of £6,436,386 (2021 - £21,160,780).

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 Trust like many grant making charities has very low fixed costs. The founding trustee funds the Trust and makes donations from time to time to ensure that the Trust can meet its grant obligations as they fall due. At the end of the year the Trust was in a net asset position, resulting in there being sufficient reserves available to meet the grants awarded by the Board of Trustees as they fall due. This includes some multi-year grants.

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 Trust's assets are sufficient to fulfil its obligations in respect of unrestricted funds and that all investments held by them on behalf of the Trust 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 Founder.

Trust'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 £7,490,239 (2021 - £4,071,193).

The Alborada Trust

Report of the Trustees for the year ended 31 December 2022 (continued)

Going Concern

The trustees have reviewed the Trust's investments and operations. The budget for charitable activities in 2023 is based on a commitment from the founding trustee that there will be sufficient cash resources available to meet pre-existing grant commitments and operational 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.

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 regulations.

Charity law requires the trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under charity law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK 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.

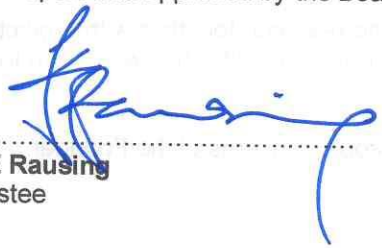
The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Trust and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations and the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

Auditor

A resolution concerning the appointment of BDO as auditor to the company, will be proposed at the Annual General Meeting.

Approval

This report was approved by the Board of Trustees on 20/6 2023 and signed on its behalf by:


K E Rausing
Trustee

The Alborada Trust

Independent Auditor's Report To Trustees of The Alborada Trust

Independent Auditor's Report to the 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 Trust's affairs as at 31 December 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.

We have audited the financial statements of The Alborada Trust ("the Trust") for the year ended 31 December 2022 which comprise the Statement of Financial Activities, Statement of Financial Position and Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remain independent of the Trust 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.

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 Trust'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.

The Alborada Trust

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report and Financial Statements, other than the Statement of Financial Activities, Statement of Financial Position, Statement of Cash Flows, notes to 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 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 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 requires us to report to you if, in our opinion;

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is inconsistent in any material respect with the financial statements; 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 determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Trust'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 Trust 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.

The Alborada Trust

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

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:

Audit procedures capable of detecting irregularities including fraud performed by the engagement team included:

- Performing analytical procedures to identify unusual or unexpected relationships that may indicate risks of material misstatement due to fraud. Areas of identified risk are then tested substantively;
- Discussion with management, including consideration of known or suspected instances of non-compliance with laws and regulations and fraud;
- Reading minutes of meetings of those charged with governance to identify any actual or potential frauds or any potential weaknesses in internal control which could result in fraud susceptibility;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Carrying out detailed testing, on a sample basis, of transactions and balances agreeing to appropriate documentary evidence;
- In addressing the risk of fraud in income recognition we considered management's incentives and opportunities for fraudulent manipulation of the financial statements and designed specific audit tests to respond to this risk, in particular tests to address the completeness of income risk; and
- In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments, and also applied an element of unpredictability in our expenditure testing.

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 Trust'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 Trust'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 Trust and the Trust's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Heather Wheelhouse (Senior Statutory Auditor)
For and on behalf of BDO LLP, Statutory Auditor
London, UK

Date:

BDO LLP is eligible for appointment as auditor of the trust 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).

The Alborada Trust

Statement of Financial Activities (incorporating the Income and Expenditure account) for the year ended 31 December 2022

	Note	Total unrestricted funds 2022 £	Total unrestricted funds 2021 £
Income from:			
Donation income	2	1,325,000	25,000,000
Investments	3	154,112	82,170
Total income		1,479,112	25,082,170
Expenditure on:			
Raising funds	5	(41,349)	(58,515)
Charitable activities	6	(4,206,807)	(5,023,677)
Total expenditure		(4,248,156)	(5,082,192)
Net (expenditure)/income before gains and losses		(2,769,044)	19,999,978
Net (losses)/gains on investments	8	(3,667,342)	1,160,802
Net (expenditure)/income		(6,436,386)	21,160,780
Other recognised gains and losses:			
Gains/(losses) on foreign exchange		160,599	(10,816)
Net movement in funds		(6,275,787)	21,149,964
Total funds brought forward	13	19,756,451	(1,393,513)
Total funds carried forward	13	13,480,664	19,756,451

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.

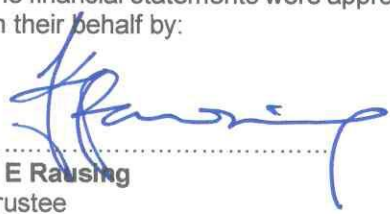
The notes on pages 11 to 21 form part of these accounts.

The Alborada Trust

Statement of Financial Position as at 31 December 2022

Charity number: 1091660	Note	2022 £	2021 £
Fixed assets			
Investments	8	20,600,567	30,099,526
Current assets			
Debtors	9	17,155	22,906
Cash at bank		88,365	8,476
Total current assets		105,520	31,382
Liabilities			
Amounts falling due within one year	10	(3,574,392)	(4,954,179)
Net current liabilities		(3,468,872)	(4,922,797)
Total assets less current liabilities		17,131,695	25,176,729
Amounts falling due after one year	11	(3,651,031)	(5,420,278)
Total net assets	14	13,480,664	19,756,451
The Funds of the Trust:			
Unrestricted funds	13	13,480,664	19,756,451

The financial statements were approved by the trustees and authorised for issue on 20/6 2023 and signed on their behalf by:


K E Rausing
Trustee

The notes on pages 11 to 21 form part of these accounts.

The Alborada Trust

Cash flow statement for the year ended 31 December 2022

	Note	2022 £	2021 £
Net cash (used in)/provided by operating activities	15	(6,338,972)	20,762,190
Cash flows from investing activities:			
Dividends, interest and rents from investments		158,463	60,664
Proceeds from sale of investments	8	49,158,178	92,609,600
Purchase of investments	8	(44,283,110)	(117,923,825)
Net cash from/(used in) investing activities		5,033,531	(25,253,561)
Change in cash and cash equivalents in the reporting period		(1,305,441)	(4,491,371)
Cash and cash equivalents at the beginning of year	16	1,559,037	6,102,846
Movement on revaluation of foreign cash		109,335	(52,438)
Cash and cash equivalents at the end of year	16	362,931	1,559,037

The notes on pages 11 to 21 form part of these accounts.

The Alborada Trust

Notes forming part of the financial statements for the year ended 31 December 2022

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), 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. The budget for charitable activities in 2022 is based on a commitment from the founding Trustee that there will be sufficient cash resources available to meet pre-existing grant commitments and operational 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.

Forward foreign exchange contracts

Forward foreign exchange contracts to buy and sell currencies at future dates are marked to market and realised and unrealised gains are included in the Statement of Financial Activities.

The Alborada Trust

Notes forming part of the financial statements for the year ended 31 December 2022 (*continued*)

1 Principal accounting policies (*continued*)

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.

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 Trust in the delivery of its activities and services to its beneficiaries and is provided for when approved by the trustees.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the Trust and include the audit fee and any costs linked to the strategic management of the Trust. 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 Trust.

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 Trust 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.

The Alborada Trust

Notes forming part of the financial statements for the year ended 31 December 2022 (continued)

1 Principal accounting policies (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 has financial assets and financial liabilities in the form of both basic and non-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. Derivative financial instruments exist in the form of forward foreign exchange contracts as detailed above.

2 Donation Income

	2022 £	2021 £
Donation from founding member	-	25,000,000
Gift aid	1,325,000	-
	<u>1,325,000</u>	<u>25,000,000</u>

Donation income was fully unrestricted in the current and prior year.

3 Investment Income

	2022 £	2021 £
Dividends and distributions	136,498	82,170
Deposit interest income	15,395	-
Interest received from HMRC	2,219	-
	<u>154,112</u>	<u>82,170</u>

Investment income was fully unrestricted in the current and prior year.

4 Net (expenditure)/income

	2022 £	2021 £
Net (expenditure)/income is stated after charging:		
Auditors remuneration – audit	22,800	14,200
Auditors remuneration – accountancy and other services	4,056	1,800
	<u>26,856</u>	<u>16,000</u>

The Alborada Trust

Notes forming part of the financial statements
for the year ended 31 December 2022 (continued)

5 Expenditure on Raising Funds

	2022 £	2021 £
Investment management fees	18,042	17,001
Commission and other charges	23,307	41,514
	<u>41,349</u>	<u>58,515</u>

6 Expenditure on Charitable activities

	2022 £	2021 £
Grants	4,067,446	4,899,054
Governance costs:		
- Audit and accountancy fees	39,572	20,550
- Trust administration expenses	83,518	82,257
- Legal and secretarial fees	1,271	6,816
- Consulting fees	15,000	15,000
	<u>4,206,807</u>	<u>5,023,677</u>

7 Staff costs

	2022 £	2021 £
Wages and salaries	72,000	71,000
Social security	2,779	3,362
	<u>74,779</u>	<u>74,362</u>

The Trust had two employees during the year (2021 - two). No employee received remuneration greater than £60,000 during the year.

Trustees are considered to be key management personnel and no trustee received remuneration in the current or prior year.

During the year, the trustees were reimbursed £155 (2021 - £Nil) for fees for travel costs. £Nil (2021 - £Nil) was outstanding at the year end.

The Alborada Trust

Notes forming part of the financial statements
for the year ended 31 December 2022 (continued)

8 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.

	2022 £	2021 £
Market value brought forward	28,548,965	2,032,281
Additions	44,283,110	117,923,825
Disposal proceeds	(49,158,178)	(92,609,600)
Net realised (loss)/gain on disposals and revaluations	(3,667,342)	1,160,802
Exchange gain	319,446	41,657
Market value carried forward (excluding cash)	20,326,001	28,548,965
Cash under management	274,566	1,550,561
Market value carried forward	20,600,567	30,099,526
Historical cost carried forward	21,365,765	28,145,218
Investments comprise:		
Fixed income securities (Listed)	3,061,548	2,520,626
Funds	6,836,676	9,009,179
Equities (Listed)	10,427,708	16,603,546
Private equity	69	5,543
FX forwards	-	410,071
Cash	274,566	1,550,561
	20,600,567	30,099,526

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

	Holding	2022 £	%
Bundesrepub Deutschland	3,025,000	2,747,945	14%
ETF Ishares Stoxx 600 Uits	34,269	1,270,924	6%
ETF SPDE Bloomberg Barclays	36,000	2,887,880	14%
JFK Capital alternative SICAV	6,156	5,875,535	29%

The Alborada Trust

Notes forming part of the financial statements for the year ended 31 December 2022 (continued)

9 Debtors

	2022 £	2021 £
Prepayments and accrued income	17,155	22,906

10 Creditors: amounts falling due within one year

	2022 £	2021 £
Grants payable (see note 12)	3,278,852	4,932,398
Accruals	27,358	21,781
Financial instruments	268,182	-
	3,574,392	4,954,179

Financial instruments represent the fair value movement on foreign exchange contracts.

11 Creditors: amounts falling due after one year

	2022 £	2021 £
Grants payable (see note 12)	3,651,031	5,420,278

12 Grants payable

	2022 £	2021 £
Amounts due:		
Within one year	3,278,852	4,932,398
After one year	3,651,031	5,420,278
	6,929,883	10,352,676
Balance at 1 January 2022	10,352,676	9,524,815
Grants awarded in the year	4,067,446	4,899,054
Grants paid in the year	(7,490,239)	(4,071,193)
Balance at 31 December 2022	6,929,883	10,352,676

The Alborada Trust

Notes forming part of the financial statements
for the year ended 31 December 2022 (continued)

12 Grants payable (continued)

Movement of Grants in the year:

	Balance bfwd 1 January 2022	Amount awarded/ adjusted in year	Amount paid in the year	Balance cfwd 31 December 2022
Action Against Hunger	-	435,000	(435,000)	-
Addenbrooke's Charitable Trust	857,950	-	(831,760)	26,190
Alzheimer's Research UK	1,000,000	-	(1,000,000)	-
Action Aid Somalia	-	369,593	-	369,593
Anne Robson Trust	-	150,000	(50,000)	100,000
British Racing School	-	10,000	(10,000)	-
David Shepherd Wildlife Foundation	-	242,000	(242,000)	-
Ethiopiaid	-	30,000	(25,000)	5,000
Goodwill Caravan	40,000	-	(40,000)	-
Hope for the Young Ltd.	-	30,000	(30,000)	-
Horatio's Garden	50,000	-	(25,000)	25,000
International Rescue Committee - UK	-	150,000	(150,000)	-
Kings Global Health Partnerships/King's College	25,000	-	(25,000)	-
Lund University	-	300,000	-	300,000
Littlelifts	-	25,000	(25,000)	-
Mary's Meals	-	60,000	(60,000)	-
Medair	-	50,000	(50,000)	-
Médecins Sans Frontières Bentiu Secondary Healthcare, South Sudan	200,000	-	(100,000)	100,000
Médecins Sans Frontières Kule and Tierkidi Refugee Camp, Ethiopia	200,000	-	(100,000)	100,000
Médecins Sans Frontières Maban Doro Refugee Camp, South Sudan	200,000	-	(100,000)	100,000
Médecins Sans Frontières Mother and Child Hospital, Taiz Houban, Yemen	200,000	-	(100,000)	100,000
Médecins sans Frontières - Pakistan Flood Response	-	100,000	(100,000)	-
Médecins Sans Frontières Rohingya, Bangladesh	200,000	-	(100,000)	100,000
Mercy Ships UK	70,000	-	(35,000)	35,000
Murray Edwards College	70,000	-	(35,000)	35,000
Newmarket Charitable Foundation	-	150,000	(50,000)	100,000
Riding for the Disabled Association - RDA	30,000	-	(10,000)	20,000
RVC Veterinary Research Dr Debbie Guest	248,816	-	-	248,816
Royal Veterinary College	-	277,354	-	277,354
Safehands	-	30,860	-	30,860
Southern Thailand Elephant Foundation	-	10,000	(10,000)	-
Spinal injuries association	-	20,000	(20,000)	-
Stroke Association	115,265	-	(57,633)	57,632
Suffolk Horse Society	-	25,000	-	25,000
The Brooke Hospital for Animals LTD	762,446	-	(351,800)	410,646
The Fortune Centre of Riding Therapy	-	25,000	-	25,000
The Prince's Trust	-	145,000	-	145,000
The Soulsby Foundation	75,000	-	(25,000)	50,000
The Virtual Doctors	-	60,000	(60,000)	-
United Kingdom for UNHCR	-	97,639	(97,639)	-
University of Cambridge - Africa Project (CAPREx)	2,600,000	-	(1,000,000)	1,600,000
University of Cambridge - Dept. Of Surgery	189,292	-	-	189,292
Balance c/fwd	7,133,769	2,792,446	(5,350,832)	4,575,383

The Alborada Trust

Notes forming part of the financial statements
for the year ended 31 December 2022 (continued)

12 Grants payable (continued)

Movement of Grants in the year (continued)

	Balance b/wd 1 January 2022	Amount awarded/ adjusted in year	Amount paid in the year	Balance c/wd 31 December 2022
Balance b/wd from previous page	7,133,769	2,792,446	(5,350,832)	4,575,383
University of Cambridge "The Alborada Professorship"	2,261,000	-	(584,000)	1,677,000
University of Cambridge Stem cell Prof Tony Green	240,000	-	(120,000)	120,000
University of Suffolk - paid by Barclays account	-	1,250,000	(1,250,000)	-
University of Surrey "Alborada Trust Well Foal Study"	17,907	-	(17,907)	-
Wavertree Trust	60,000	-	-	60,000
We Are Hope Church	-	25,000	(7,500)	17,500
Wolfson College Cambridge	640,000	-	(160,000)	480,000
Total	10,352,676	4,067,446	(7,490,239)	6,929,883

Grant movement in the prior year

	Balance b/wd 1 January 2021	Amount awarded/ adjusted in year	Amount paid in the year	Balance c/wd 31 December 2021
Addenbrooke's Charitable Trust	-	948,060	(90,110)	857,950
Alzheimer's Research UK	2,000,000	-	(1,000,000)	1,000,000
Action Aid Rohingya	-	100,000	(100,000)	-
Action Aid UK - Cyclone Idai	120,000	-	(120,000)	-
Action Against Hunger (Uganda, Haiti and Afghanistan)	-	427,800	(427,800)	-
ActionAid UK Supporter Payments (Tigray conflict Ethiopia)	-	150,000	(150,000)	-
Anne Robson Trust	-	40,000	(40,000)	-
The British Racing School	-	10,000	(10,000)	-
David Shepherd Wildlife Foundation	-	232,500	(232,500)	-
Goodwill Caravan	-	40,000	-	40,000
Great Ormond Street	200,000	(200,000)	-	-
Horatio's Garden	75,000	-	(25,000)	50,000
Karen Hilltribes Trust	-	25,000	(25,000)	-
Kings Global Health Partnerships/King's College	50,000	-	(25,000)	25,000
Médecins Sans Frontieres Shatila Refugee Camp	-	85,855	(85,855)	-
Médecins Sans Frontieres Maban Doro Refugee Camp, South Sudan	-	285,855	(85,855)	200,000
Médecins Sans Frontieres Rohingya, Bangladesh	-	285,855	(85,855)	200,000
Total	2,445,000	2,430,925	(2,502,975)	2,372,950

The Alborada Trust

Notes forming part of the financial statements
for the year ended 31 December 2022 (continued)

12 Grants payable (continued)

Grant movement in the prior year (continued)

	Balance b/wd 1 January 2021	Amount awarded/ adjusted in year	Amount paid in the year	Balance c/wd 31 December 2021
Balance b/wd from previous page	2,445,000	2,430,925	(2,502,975)	2,372,950
Médecins Sans Frontières Bentiu Secondary Healthcare, South Sudan	-	300,000	(100,000)	200,000
Médecins Sans Frontières Kule and Tierkidi Refugee Camp, Ethiopia	-	300,000	(100,000)	200,000
Médecins Sans Frontières Mother and Child Hospital, Taiz Houban, Yemen	-	300,000	(100,000)	200,000
Médecins Sans Frontières Earthquake response Haiti	-	100,000	(100,000)	-
Medical Detection Dogs	-	10,000	(10,000)	-
Mercy Ships UK	-	105,000	(35,000)	70,000
Murray Edwards College	105,000	-	(35,000)	70,000
Multiple Sclerosis Society	100,000	-	(100,000)	-
Priscilla Bacon Norfolk Hospice Care Ltd	-	100,000	(100,000)	-
The Queen Elizabeth Scholarship Trust Ltd	-	9,400	(9,400)	-
Riding for the Disabled Association - RDA	-	30,000	-	30,000
RVC Veterinary Research Dr Debbie Guest	299,756	-	(50,940)	248,816
Stroke Association	-	115,265	-	115,265
The Brooke Hospital for Animals LTD	-	1,070,557	(308,111)	762,446
The Princes Trust	145,673	-	(145,673)	-
The Racing Foundation	-	10,000	(10,000)	-
The Soulsby Foundation	100,000	-	(25,000)	75,000
University of Cambridge - Dept. Of Surgery	189,292	-	-	189,292
University of Cambridge - Africa Project	2,600,000	-	-	2,600,000
University of Cambridge "The Alborada Professorship"	2,261,000	-	-	2,261,000
University of Cambridge Stem cell Prof Tony Green	240,000	-	-	240,000
University of Cambridge Prof James Wood	100,000	-	(100,000)	-
University of Surrey "Alborada Trust Well Foal Study"	69,094	17,907	(69,094)	17,907
Wavertree Trust	70,000	-	(10,000)	60,000
Wolfson College Cambridge	800,000	-	(160,000)	640,000
Total	9,524,815	4,899,054	(4,071,193)	10,352,676

The Alborada Trust

Notes forming part of the financial statements
for the year ended 31 December 2022 (continued)

13 Funds

	At 1 January 2022 £	Incoming resources £	Outgoing Resources £	Gains/(losses) £	At 31 December 2022 £
Unrestricted Funds	19,756,451	1,479,112	(4,248,156)	(3,506,743)	13,480,664
	At 1 January 2021 £	Incoming resources £	Outgoing Resources £	Gains/(losses) £	At 31 December 2021 £
Unrestricted Funds	(1,393,513)	25,082,170	(5,082,192)	1,149,986	19,756,451

14 Analysis of net assets between Funds

	2022 Unrestricted £	2021 Unrestricted £
Investments	20,600,567	30,099,526
Net current liabilities	(3,468,872)	(4,922,797)
Liabilities due in more than one year	(3,651,031)	(5,420,278)
	<u>13,480,664</u>	<u>19,756,451</u>

15 Reconciliation of net (expenditure)/income to net cash flow from operating activities

	2022 £	2021 £
Net (expenditure)/income for the reporting period	(6,436,386)	21,160,780
Adjustments for:		
Losses/(gains) on investments	3,667,342	(1,160,802)
Dividends, interest and rents from investments	(154,112)	(82,170)
Decrease in debtors	1,400	7,487
(Decrease)/increase in creditors	(3,417,216)	836,895
Net cash (used in)/provided by operating activities	<u>(6,338,972)</u>	<u>20,762,190</u>

16 Analysis of cash and cash equivalents

	2022 £	2021 £
Cash at bank and in hand	88,365	8,476
Cash held by investment manager	274,566	1,550,561
	<u>362,931</u>	<u>1,559,037</u>

The Alborada Trust

Notes forming part of the financial statements
for the year ended 31 December 2022 (continued)

17 Analysis of net debt

	At 1 January 2022 £	Cash flows £	Foreign Exchange £	At 31 December 2022 £
Cash at bank and in hand	8,476	79,889	-	88,365
Cash held in investments	1,550,561	(1,385,330)	109,335	274,566
	<u>1,559,037</u>	<u>(1,305,441)</u>	<u>109,335</u>	<u>362,931</u>

18 Financial instruments

	2022 £	2021 £
Financial assets held at fair value through profit and loss	20,326,001	28,548,965
Financial assets held at amortised cost	451,296	1,580,543
Financial liabilities held at amortised cost	(6,957,241)	(10,374,457)
Financial liabilities held at fair value through profit and loss	(268,182)	-

Financial assets held at fair value through profit and loss comprises the market value of investments.

Financial assets held at amortised cost comprise cash (including cash held in investments) and accrued income.

Financial liabilities held at amortised cost comprise grants payable and accruals.

The movement on fair value of liabilities held at fair value through profit and loss, which comprises the foreign exchange forward, was £268,182 (2022 - £Nil).

19 Related party transactions

The Trust received a donation of £Nil (2021 - £25,000,000) from Dr K E Rausing, trustee, during the year, of which £Nil (2021 - £Nil) was outstanding at year end.

