

# The Goodman Foundation

Trustees' report and  
consolidated financial statements  
***Registered number 1097231***

***for the year ended 31 March 2022***

# The Goodman Foundation

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# The Goodman Foundation

## Reference and administrative information

<b>Trustees</b>	Laurence J. Goodman (Chairman) Catherine Goodman Philip Morgan
<b>Registered name</b>	The Goodman Foundation
<b>Registered number</b>	1097231
<b>Address for correspondence / Registered office</b>	6290 Bishops Court Solihull Parkway Birmingham B37 7YB United Kingdom
<b>Auditor</b>	KPMG 1 Stokes Place St. Stephen's Green Dublin 2 Ireland
<b>Solicitors</b>	Stone King LLP Broad Quay House Bristol BS1 4DJ United Kingdom
<b>Bankers</b>	HSBC Bank plc 129 New Bond Street London W1A 2JA United Kingdom  Barclays Bank (Suisse) SA Chemin de Grange Canal 18-20 P.O. Box 3941 1211 Geneva 3 Switzerland
<b>Investment advisors</b>	Barclays Bank (Suisse) SA Chemin de Grange Canal 18-20 P.O. Box 3941 1211 Geneva 3 Switzerland  Davy 49 Dawson Street, Dublin 2 Ireland

# The Goodman Foundation

## Trustees' report

The Trustees present their report and financial statements of The Goodman Foundation ("the Trust") and the group for the year ended 31 March 2022, which includes the reference and administrative information set out on page 1.

The "group" means the Trust and its wholly owned subsidiary, Bromstead Farms Limited.

### **Reference and administrative details of the charity, its Trustees and advisors**

The charity number, present Trustees and advisors are given on page 1.

#### *Trustees*

The Trustees who held office throughout the year were as follows:

Laurence J. Goodman  
Catherine Goodman  
Philip Morgan

### **Structure, governance and management**

#### *Governing document*

The Trust is a registered charity and is governed by a Trust deed executed 14 March 2003 ("the Trust Deed").

#### *Appointment of Trustees, organisational structure and related parties*

The Trust is administered by the Trustees. They meet at least 3 times per year and receive reports on the Trust's investments, finances and grant-making activity. Decisions require majority approval of the Trustees.

The Trust has no direct employees. The Trustees are assisted in their administration of the Trust by appropriately qualified persons who receive no remuneration for their services to the Trust. The Trust's subsidiary retains staff appropriate to its trading activity.

Trustees are appointed by resolution of the Trustees. Existing Trustees are re-appointed each year for a further term of one year by a resolution of the Trustees in accordance with the Trust Deed. There shall be at least 3 Trustees.

Trustees keep informed of developments in charity law and regulations, and ensure compliance with same, by retaining the services of professional advisors with expertise in charity law.

Details of transactions with related parties are set out in note 20 to the financial statements.

#### *Risk management*

The Trustees have identified and put in place controls to monitor the risks to the Trust. They confirm that they are satisfied that sufficient controls are in place to mitigate identified risks.

Approximately 25% of the assets of the Trust are held as agricultural land and investment properties, 13% in quoted stocks and 59% in cash deposits. The Trustees identify the risks to the Trust as follows:

- Macro-economic factors that may impact upon the capital value of assets, particularly quoted stocks.
- Fluctuations in the return on investments.
- Movements in interest rates which impact upon the return on cash.

# The Goodman Foundation

## Trustees' report (*continued*)

### **Structure, governance and management** (*continued*)

To mitigate the above-listed risks, the following are monitored on a regular basis:

- Valuation of quoted stocks showing gain/loss on purchase cost.
- Dividends received for each stock for the year to date.
- Interest received on each deposit account for the year to date.
- Consulting with financial advisors and investment managers on a regular basis.

### **Objectives and activities for the public benefit**

The objectives of the Trust as defined by the Trust Deed are to further the following objects both in the UK and outside the UK:

- to help the poor, the elderly, the sick and those with disability; and
- to benefit such charitable causes the Trustees determine are worthy.

In furtherance of such objectives, the trustees have the following powers:

- to raise funds, provided that in exercising this power, the Trustees do not undertake any substantial permanent trading activity and shall comply with any relevant statutory regulations;
- to buy, take on lease or in exchange, hire or otherwise acquire property and to maintain and equip it for use;
- to co-operate with other charities, voluntary bodies and statutory authorities and to exchange information and advice with them;
- to invest the funds of the Trust in any of the investments for the time being authorised for the investment of charity funds;
- to create such advisory committees as the Trustees think fit;
- to permit any investments comprised in the Trust fund to be held in the name of any clearing bank, any Trust corporation or any stockbroking company which is a member of the Stock Exchange (or any subsidiary of such as stockbroking company) as nominee for the Trustees and to pay any such nominee reasonable and proper remuneration for acting as such;
- to do all such other lawful things as are necessary for the achievement of the objects of the Trust.

Decisions must be made by a majority of votes of the Trustees present at ordinary and special meetings. The Chairman has the casting vote.

The general policy of the Trust is to make donations to recognised charities which provide benefits to the public as a whole or a sufficient section of the public. The Trust, before making a donation, will consider the benefits which would be available to the public as a whole or a sufficient section of the public.

### **Public benefit**

The Trustees have regard to the Charity Commission's guidance on public benefit.

### **Compliance with legal and regulatory requirements**

The Trustees are satisfied that the financial statements comply with current statutory requirements, the requirements of the Trust Deed and the "Accounting and Reporting by Charities": Statement of Recommend Practice.

# The Goodman Foundation

## Trustees' report (*continued*)

### **Grant making policy**

The decision to award grants to charitable organisations is made by the Trustees during meetings of the Trustees or delegated, from time to time, to the Chairman, one other Trustee and the secretary to the Trust. All decisions regarding grants made are reported at the ordinary meetings of the Trustees. Grants are made to those charities or organisations which are considered most appropriate in the furtherance of the objectives of the Trust.

### **Achievements and performance**

During the period since the Trust's establishment, it has received contributions and made donations to charitable bodies in furtherance of the objectives of the Trust. In total 31 grants were made during the year ended 31 March 2022. These are analysed in note 7 to the financial statements.

The Trust has been funded by generous donations required to be held and invested as expendable endowments. Accordingly, whilst Trustees have absolute discretion in relation to the Trust's grant giving activities, it is the Trustees policy that, other than in exceptional circumstances, to limit the amount of grant giving in any year to the income from the endowment funds so as to preserve the capital and ensure that the Trust can continue its work over the longer term.

All grants must be in line with the objectives of the Trust.

### **Plans for future periods**

It is the Trustee's intention to invest and grow its endowment funds prudently, in accordance with the Trust's investment policy, to enable the Trust to make annual grants in accordance with its grant making policy over the long term.

### **Financial review**

Net income for the group for the year, after expenditure of £4,873,312 (2021: £1,470,853), was £6,487,691 (2021: £4,882,527).

Fund balances at the year end were £84,743,550 of which:

- £23,623,372 (2021: £23,390,178) was represented by property investments.
- £12,408,753 (2021: £11,914,060) was represented by financial assets, including quoted stocks and other intangible assets.
- £56,418,154 (2021: £45,813,393) was represented by cash and cash equivalents.
- (£7,706,729) (2021: £5,175,679) was represented by net current liabilities.

# The Goodman Foundation

## Trustees' report *(continued)*

### Reserves policy

The Trust was established to generate income to support its objectives.

Funds are invested to generate income for distribution and free reserves are held in interest bearing deposit accounts such that they are freely available for distribution as the need arises. Running costs of the Trust are minimal and as such all income is available for distribution to worthy causes. However, Trustees will not want to be forced into making donations simply because income arises, nor to be unable to aid worthy causes in the event that investment returns are disappointing. In addition, Trustees will want to be in a position to react quickly to support appropriate causes in exceptional circumstances. Experience has shown that the process of investment is volatile, both from the perspective of the certainty of income and the ability to preserve the value of the underlying capital base. Finally, Trustees recognise a need to hold reserves representing a reasonable allocation for contingencies.

Having regard to these matters, the Trustees policy is to set aside as reserves the greater of two year's planned giving, or €3m.

The Trustees periodically review the level of reserves retained in endowment funds. The Trustees retain these reserves to the extent considered necessary to ensure that adequate funds are generated and available to cover future donations to charitable causes.


### Investment policy

The objective of the policy is to invest prudently so as to enable the Trust to carry out its Objects continuously from year to year with due and proper consideration for future needs and to maintain and grow the Trust's investable funds in line with inflation. Our investment advisors are instructed to invest to maximise the total return on endowment funds within the constraints of a medium to low risk investment portfolio.

### Disclosure of information to auditor

The Trustees who held office at the date of approval of this Trustees' report confirm that, so far as they are each aware, there is no relevant audit information of which the Trust's auditor is unaware; and each Trustee has taken all the steps that they ought to have taken as a Trustee to make themselves aware of any relevant audit information and to establish that the Trust's auditor is aware of that information.

On behalf of the Trustees

  
Laurence J. Goodman  
Trustee

  
Philip Morgan  
Trustee  
6290 Bishops Court  
Solihull Parkway  
Birmingham  
B37 7YB,

Date: 31 January 2023

## The Goodman Foundation

### Statement of Trustees' responsibilities in respect of the Trustees' report and the financial statements

Under the Trust deed of the charity and charity law, the Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and regulations. The Trustees have elected to prepare the financial statements in accordance with UK Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the excess of income over expenditure for that period.

In preparing these financial statements, generally accepted accounting practice entails that the Trustees:


- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the Statement of Recommended Practice have been followed, subject to any material departures disclosed and explained in the financial statements;
- state whether the financial statements comply with the Trust deed, subject to any material departures disclosed and explained in the financial statements; and
- assess the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

The Trustees are required to act in accordance with the Trust deed of the charity, within the framework of Trust law. They are responsible for keeping proper accounting records, sufficient to disclose at any time, with reasonable accuracy, the financial position of the charity at that time, and to enable the Trustees to ensure that, where any statements of accounts are prepared by them under section 132(1) of the Charities Act 2011, those statements of accounts comply with the requirements of regulations under that provision. They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the charity and to prevent and detect fraud and other irregularities.

On behalf of the Trustees



Laurence J. Goodman  
Trustee



Philip Morgan  
Trustee

6290 Bishops Court  
Solihull Parkway  
Birmingham  
B37 TYB,

Date: 31 January 2023





**KPMG**  
**Audit**  
1 Stokes Place  
St. Stephen's Green  
Dublin 2  
D02 DE03  
Ireland

## Independent auditor's report to the Trustees of The Goodman Foundation

### Opinion

We have audited the financial statements of The Goodman Foundation for the year ended 31 March 2022 set out on pages 12 to 30, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Trust Balance Sheet, Consolidated Cashflow Statement and related notes, including the summary of significant accounting policies set out in note 1.

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and the Trust's affairs as at 31 March 2022 and of the group's incoming resources and application of resources including its income and expenditure for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*; and
- have been properly prepared in accordance with the requirements of the Charities Act 2011.

### Basis for opinion

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the group in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

### Going concern

The Trustees have prepared the financial statements on the going concern basis as they do not intend to liquidate the group or to cease its operations. The Trustees have concluded that the group's financial position means that this basis is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least a year from the date of approval of the financial statements. In our evaluation of the Trustees' conclusions, we considered the inherent risks to the group's business model, including the impact of Brexit, and analysed how those risks might affect the group's financial resources or ability to continue operations over the going concern period. We have nothing to report in these respects.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the group will continue in operation.

## Independent auditor's report to the Trustees of The Goodman Foundation (continued)

### **Detecting irregularities including fraud**

We identified the areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements and risks of material misstatement due to fraud, using our understanding of the group's industry, regulatory environment and other external factors and inquiry with the Trustees. In addition, our risk assessment procedures included: inquiring with the Trustees as to the group's policies and procedures regarding compliance with laws and regulations and prevention and detection of fraud; inquiring whether the Trustees have knowledge of any actual or suspected non-compliance with laws or regulations or alleged fraud; inspecting the group's regulatory and legal correspondence; and reading Board minutes.

We discussed identified laws and regulations, fraud risk factors and the need to remain alert among the audit team.

The group is subject to laws and regulations that directly affect the financial statements including charities, and financial reporting legislation. We assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items, including assessing the financial statement disclosures and agreeing them to supporting documentation when necessary.

The group is subject to many other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation. We identified the following areas as those most likely to have such an effect: health and safety, anti-bribery, employment law, environmental law.

Auditing standards limit the required audit procedures to identify non-compliance with these non-direct laws and regulations to inquiry of the Trustees and inspection of regulatory and legal correspondence, if any. These limited procedures did not identify actual or suspected non-compliance.

We assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. As required by auditing standards, we performed procedures to address the risk of management override of controls. We did not identify any additional fraud risks.

In response to risk of fraud, we also performed procedures including: evaluating the business purpose of significant unusual transactions; assessing significant accounting estimates for bias; and assessing the disclosures in the financial statements.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remains a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

## Independent auditor's report to the Trustees of The Goodman Foundation (continued)

### Other information

The Trustees are responsible for the other information, which comprises the Trustees' Annual Report. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. We are required to report to you if:

- based solely on that work, we have identified material misstatements in the other information; or
- in our opinion, the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements.

We have nothing to report in these respects.

### Matters on which we are required to report by exception

Under the Charities Act 2011 we are required to report to you if, in our opinion:

- the group has not kept sufficient accounting records; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in these respects.

### Trustees' responsibilities

As explained more fully in their statement set out on page 7, the Trustees are responsible for: the preparation of financial statements which give a true and fair view; such internal controls as they determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the group'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 they either intend to liquidate the group or to cease operations, or have no realistic alternative but to do so.

### Auditor's responsibilities

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 our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).



## Independent auditor's report to the Trustees of The Goodman Foundation (continued)

### **The purpose of our audit work and to whom we owe our responsibilities**

This report is made solely to the group's Trustees as a body, in accordance with section 144 of the Charities Act 2011 (or its predecessors) and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the group'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 group and its Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Colm O'Sé**  
**for and on behalf of KPMG, Senior Statutory Auditor**  
*Chartered Accountants*  
*Registered Auditors*  
Stokes Place  
St. Stephen's Green  
Dublin 2  
Ireland

31 January 2023

# The Goodman Foundation

## Consolidated statement of financial activities for the year ended 31 March 2022

	Note	Unrestricted £	Endowment £	Total Funds 2022 £	Total Funds 2021 £
<b>Income and endowments from:</b>					
Donations and legacies	2	348,119	9,500,000	<b>9,848,119</b>	5,370,663
Income from trading activities	3	1,166,520	-	<b>1,166,520</b>	763,649
Income from investments	4	346,365	-	<b>346,365</b>	219,069
<b>Total income and endowments</b>		<b>1,861,004</b>	<b>9,500,000</b>	<b>11,361,004</b>	6,353,381
<b>Expenditure</b>					
Cost of raising funds	6	(1,531,974)	-	<b>(1,531,974)</b>	(523,626)
Charitable activities	7	(3,341,339)	-	<b>(3,341,339)</b>	(947,228)
<b>Total expenditure on charitable activities</b>		<b>(4,873,313)</b>	-	<b>(4,873,313)</b>	(1,470,854)
<b>Net income/(expenditure)</b>		<b>(3,012,309)</b>	<b>9,500,000</b>	<b>6,487,691</b>	4,882,527
<b>Other recognised gains and losses</b>					
Net gain /(loss) on investments	8	2,313,906	-	<b>2,313,906</b>	944,507
<b>Net Movement in funds</b>		<b>(698,403)</b>	<b>9,500,000</b>	<b>8,801,597</b>	5,827,034
<b>Reconciliation of funds</b>					
Total funds brought forward		2,296,188	73,645,765	<b>75,941,953</b>	70,114,918
<b>Total funds at end of year</b>		<b>1,597,785</b>	<b>83,145,765</b>	<b>84,743,550</b>	75,941,953

There was no other comprehensive income in 2022 or 2021 other than those in the statement of financial activities. All amounts relate to continuing operations.

# The Goodman Foundation

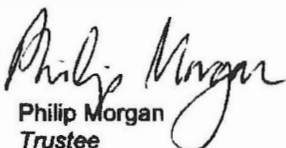
## Consolidated balance sheet

As at 31 March 2022

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Financial assets	9	12,319,010	11,773,817
Tangible fixed assets	10	18,374,454	18,141,260
Investment properties	11	5,248,918	5,248,918
Intangible assets	12	89,743	140,243
		<b>36,032,125</b>	<b>35,304,238</b>
<b>Current assets</b>			
Cash at bank	13	58,418,154	45,813,394
Stock	14	69,330	-
Debtors	15	2,961,140	3,825,287
		<b>59,448,624</b>	<b>49,638,681</b>
<b>Creditors: amounts falling due within one year</b>	16	<b>(10,737,199)</b>	<b>(9,000,966)</b>
<b>Net current assets</b>		<b>48,711,425</b>	<b>40,637,715</b>
<b>Net assets</b>		<b>84,743,550</b>	<b>75,941,953</b>
<b>The funds of the charity:</b>			
Endowment funds	17	83,145,765	73,645,765
Unrestricted funds	17	1,597,785	2,296,188
<b>Total funds of the charity</b>	18	<b>84,743,550</b>	<b>75,941,953</b>

These financial statements were approved and signed by the Trustees on 31 January 2023.

  
Laurence J. Goodman  
Trustee

  
Philip Morgan  
Trustee

Charity registered number: 1097231


# The Goodman Foundation

## Trust balance sheet

As at 31 March 2022

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Financial assets	9	12,320,010	11,774,817
Tangible fixed assets	10	14,619,226	14,781,297
Investment properties	11	5,248,918	5,248,918
Intangible assets	12	89,743	140,243
		<b>32,277,897</b>	<b>31,945,275</b>
<b>Current assets</b>			
Cash at bank	13	50,397,385	42,122,955
Debtors	15	2,969,169	2,107,792
<b>Creditors: amounts falling due within one year</b>	16	<b>(419,530)</b>	<b>(267,988)</b>
<b>Net current assets</b>		<b>52,947,024</b>	<b>43,962,759</b>
<b>Net assets</b>		<b>85,224,921</b>	<b>75,908,034</b>
<b>The funds of the charity:</b>			
Endowment funds	17	83,145,765	73,645,765
Unrestricted funds	17	2,079,156	2,262,269
<b>Total funds of the charity</b>	18	<b>85,224,921</b>	<b>75,908,034</b>

These financial statements were approved and signed by the Trustees on 31 January 2023.

  
Laurence J. Goodman  
Trustee

  
Philip Morgan  
Trustee

Charity registered number: 1097231

# The Goodman Foundation

## Consolidated cashflow statement for the year ended 31 March 2022

		2022 £	2021 £
Net income for the year		<b>8,801,597</b>	5,827,034
<b>Adjustments to exclude non-cash items and investment income</b>			
Depreciation	10	51,013	43,947
Amortisation	12	50,500	-
(Increase)/decrease in stock	14	(69,330)	-
Decrease/(increase) in debtors	15	864,147	(987,746)
Increase/(decrease) in creditors	16	1,736,233	2,144,115
Gain on fixed investments	9	(814,446)	(3,831,290)
Investment income	4	(346,365)	(219,069)
<b>Net cash generated from/(used in) operating activities</b>		<b>10,273,349</b>	2,976,991
<b>Cashflows from investing activities</b>			
Investment income	4	346,365	219,069
Purchase of tangible assets	10	(447,058)	(680,109)
Proceeds from sale of tangible assets	10	162,851	-
Payments to acquire fixed asset investments	9	(2,081,726)	(1,093,033)
Proceeds from sale of fixed asset investments	9	2,350,979	1,055,680
<b>Net cash (used in)/generated from investing activities</b>		<b>331,411</b>	(498,393)
<b>Change in cash and cash equivalents in the year</b>		<b>10,604,761</b>	2,478,598
Cash and cash equivalents at the beginning of the year		45,813,393	43,334,796
<b>Cash and cash equivalents at the end of the year</b>	13	<b>56,418,154</b>	45,813,394



# The Goodman Foundation

## Notes

*forming part of the financial statements*

### 1 Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

#### **Basis of preparation**

The Trust is a charity registered in England and Wales and is governed by a Deed of Trust executed on 14 March 2003. The Trust's objectives and activities are included in the Trustees report and charity information on page 1.

The financial statements are prepared under the historical cost convention, modified to include the revaluation of investment properties and quoted investments to fair value, and in accordance with applicable accounting standards in the United Kingdom, the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' and Financial Reporting Standard (FRS) 102, together with the reporting requirements of the Charities Act 2011.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

#### **Estimates and judgements**

The preparation of financial statements in compliance with FRS102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying accounting policies. Estimates and judgements are continually evaluated by the Trustees based on historical experience and other factors including expectations of future events that are believed to be reasonable in the circumstances. The most significant estimates and judgements relate to the market value of investments properties.

#### **Basis of consolidation**

The group financial statements consolidate the financial statements of the Trust and its subsidiary undertaking Bromstead Farms Limited for the year ended 31 March 2022.

#### **Going concern**

In determining the appropriate basis of preparation of the financial statements for the year ended 31 March 2022, the Trustees are required to consider whether the Trust can continue in operational existence for the foreseeable future.

As of 31 March 2022, the Group had total endowment funds of £83,145,765 (2021: £73,645,765) and unrestricted funds of £1,597,785 (2021: £2,296,188). Having undertaken a detailed review of future anticipated donations and expenditure, and by reference to the Trust's policies on grant making and reserves, the Trustees are satisfied that the Trust has adequate resources to continue its operations well into the foreseeable future.

#### **Taxation**

As a registered charity, the Trust is exempt from corporation tax on its charitable activities but not from VAT.

The subsidiary undertaking does not generally pay corporation tax because its policy is to Gift Aid taxable profits, to the extent that they arise, to the Trust.

# The Goodman Foundation

## Notes *(continued)*

### 1 **Accounting policies** *(continued)*

#### **Incoming resources**

Voluntary income and donations are accounted for on a receipts basis.

Where the Trust receives grants to further its charitable objectives these grants are recognised when the Trust has entitlement to the resource with the timing of the expenditure being within the discretion of the Trust. Such resources are only deferred where the donor imposes specific conditions that specify the time period in which the expenditure of the resources can take place.

Expendable endowments received in the period have been disclosed as such.

The value of voluntary work is not included in the financial statements.

#### **Income from trading activities**

Income from trading activities is credited to the Statement of Financial Activities when received or receivable whichever is earlier, unless it relates to a specific future period, in which case it is deferred.

#### **Resources expended**

##### *Cost of generating funds*

These are the costs which are associated with generating incoming resources from all sources other than from undertaking charitable activities. This includes costs of generating voluntary income and costs relating to fundraising trading.

##### *Charitable activities*

Grant expenditure is recognised when funds are transferred to charitable organisations in furtherance of the objects of the Trust. These transfers are tightly controlled through the charities grant-making policy.

Associated support and partner development costs are allocated on a total cost basis and exclude fundraising and governance costs.

##### *Governance costs*

These are the costs associated with the governance arrangements of the Trust as opposed to those costs associated with fundraising or charitable activities. Governance costs include audit and legal advisory fees.

#### **Endowment funds**

Much of the Foundation's funds have been provided as expendable endowments. Such funds are invested to generate income to enable the Trust to continue its work over the long term. Only in exceptional circumstances can endowment funds be used to fund grant giving.

#### **Unrestricted funds**

Funds which are expendable at the discretion of the Trustees in the furtherance of the objects of the Charity are classified as unrestricted funds.

# The Goodman Foundation

## Notes *(continued)*

### 1 **Accounting policies** *(continued)*

#### **Tangible fixed assets and depreciation**

Tangible fixed assets, with the exception of land, are carried at cost less accumulated depreciation. Land is not depreciated. Depreciation is calculated to write off the cost of assets over their expected useful lives on a straight-line basis as follows:

Buildings	20 - 50 years
Plant and equipment	5 - 30 years

Assets under construction are recognised at cost and are transferred to property, plant and equipment when they are available for use. These assets are not depreciated until they are available for use.

#### **Investments**

Listed investments are included on the balance sheet at fair value which is their closing bid price on the current or previous trading day.

Unlisted investments are included on the balance sheet at their fair value. Investments in subsidiaries are recorded at cost in the Trust's Balance Sheet.

Realised gains and losses on disposals in the year and unrealised gains and losses on investments at the balance sheet date are included in the statement of financial activities for the relevant underlying funds. All investment income is treated as unrestricted.

#### **Investment properties**

Investment properties are properties which are held to earn rental income, for capital appreciation or for both. Investment properties are recognised initially at cost. Subsequent to initial recognition investment properties, whose fair value can be measured reliably without undue cost or effort, are held at fair value. Any gains or losses arising from changes in the fair value are recognised in the statement of financial activities in the period that they arise.

#### **Financial instruments**

The Trust has applied the provisions of FRS 102, Section 11, 'Basic Financial Instruments' and Section 12, 'Other Financial Instruments Issues'. Financial assets and liabilities are recognised when the Charity becomes a party to the contractual provisions of the instrument. The Charity initially recognises a financial asset or a financial liability at transaction price, for debtors and other creditors this is the settlement amount. Grant commitments over one year are discounted to reflect present value.

#### **Stocks**

Stocks are valued at the lower of cost and net realisable value on a first in, first out basis. Cost is determined by reference to purchase price together with all production related costs incurred in bringing the product to its present location and condition. Net realisable value comprises the actual or expected selling price less all costs to be incurred in marketing, selling and distribution. Provision is made where necessary for obsolete and slow-moving stock.

# The Goodman Foundation

## Notes (continued)

### 1 Accounting policies (continued)

#### Debtors and creditors

Trade debtors and other debtors are recognised at their transaction price less any allowance for doubtful debts. Liabilities are recognised when, as a result of past events, there is a probable future outflow of resources, and the amount can be estimated reliably. Trade creditors and other creditors are included at their nominal value.

#### Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits.

#### Foreign currencies

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date and the gains or losses on translation are included in the statement of financial activities.

### 2 Donations and legacies

Donations comprise endowment income and other donations and legacies:

	Unrestricted	Endowment	2022 Total £	2021 Total £
	£	£		
Endowment income	-	9,500,000	<b>9,500,000</b>	5,000,000
Other donations and legacies	348,119	-	<b>348,119</b>	370,663
	<b>348,119</b>	<b>9,500,000</b>	<b>9,848,119</b>	<b>5,370,663</b>

Endowment income represents donations received which are held and invested as expendable endowments to generate both income for expenditure on the Trust's charitable purposes, in accordance with the Trustees' grant-making policy, and growth in the capital value of the endowments for the long-term viability of the Trust.

Other donations represent income received which is available to the Trustees to fund its grant-making programme.

# The Goodman Foundation

## Notes *(continued)*

### 3 Income from trading activities

	Unrestricted	Restricted	<b>2022 Total £</b>	2021 Total £
	£	£	£	£
Corporate and other trading income	1,166,520	-	<b>1,166,520</b>	763,649

Corporate and other income represents the trading income of its subsidiary Bromstead Farms Limited which is engaged in farming activities (see note 5).

### 4 Income from investments

	Unrestricted	Endowment	<b>2022 Total £</b>	2021 Total £
	£	£	£	£
Rental income	152,752	-	<b>152,752</b>	88,128
Income from fixed asset investments	193,532	-	<b>193,532</b>	119,202
Income from cash and current asset investments	81	-	<b>81</b>	11,739
	<b>346,365</b>	<b>-</b>	<b>346,365</b>	219,069

# The Goodman Foundation

## Notes (continued)

### 5 Subsidiary undertaking

At 31 March 2022, the Trust had one wholly owned subsidiary incorporated in the UK. The subsidiary, Bromstead Farms Limited (CRN: 9995382), with a registered address at 6290 Bishops Court, Birmingham Business Park, Birmingham, United Kingdom, B37 7YB, is engaged in farming and related activities.

A summary of the trading results and balance sheet of the subsidiary is set out below. The subsidiary company has the same year end as the Trust.

	2022 £	2021 £
<b>Summary profit and loss for year ended 31 March 2022:</b>		
Turnover	1,166,520	763,649
Cost of sales	(674,463)	(206,566)
<b>Gross profit</b>	<b>492,057</b>	<b>557,083</b>
Operating costs	(485,638)	(501,203)
<b>Profit before taxation</b>	<b>6,419</b>	<b>55,880</b>
Taxation	(43,015)	12,153
<b>(Loss)/profit after taxation</b>	<b>(36,596)</b>	<b>68,033</b>

### Summary balance sheet as at 31 March 2022:

Fixed assets	3,755,228	3,359,963
Current assets	8,967,811	7,516,725
Creditors: amounts falling due within one year	(12,724,717)	(10,841,770)
<b>Net (liabilities)/assets</b>	<b>(1,677)</b>	<b>34,918</b>
Called up share capital	1,000	1,000
Retained earnings	(2,677)	33,918
<b>Total (deficit)/equity</b>	<b>(1,677)</b>	<b>34,918</b>

The called-up share capital of Bromstead Farms Limited is 1,000 ordinary shares of £1 each.

# The Goodman Foundation

## Notes (continued)

### 6 Expenditure – cost of raising funds

	2022 £	2021 £
Costs on other trading activities	853,848	353,413
Investment management costs	576,613	126,266
Amortisation of intangible assets	50,500	-
Depreciation	51,013	43,947
	<b>1,531,974</b>	<b>523,626</b>

### 7 Expenditure – charitable activities

Charitable expenditure is analysed as follows:

	2022 £	2021 £
Grants to charitable causes	3,306,485	936,770
Governance costs	34,854	10,458
	<b>3,341,339</b>	<b>947,228</b>

The Trustees made grants to various charitable causes during the year. In total, 31 grants were made. Grants may be analysed as follows:

	2022 Number	£	2021 Number	£
Third world and disasters	7	2,766,091	5	45,259
Grants to help the poor, elderly and disabled	10	254,529	19	390,086
Children's charities	5	202,314	4	276,205
Other charitable causes deemed worthy	9	83,551	19	225,220
	<b>31</b>	<b>3,306,485</b>	<b>47</b>	<b>936,770</b>

The Trustees have availed of the exemption set out in Section 132 (4) of the Charities Act 2011 from providing the names of grant recipients and the amount of grants made.

# The Goodman Foundation

## Notes *(continued)*

### 7 Expenditure – charitable activities *(continued)*

Governance costs are analysed as follows:

	2022 £	2021 £
Audit fees	5,000	5,000
Legal and advisory fees	29,854	5,458
	<b>34,854</b>	<b>10,458</b>

Trustees received no remuneration during the year, or in the prior year. Furthermore, no travel or other costs were reimbursed to the Trustees.

### 8 Net gain/(loss) on investments

	2022 £	2021 £
Realised gain/(loss) on fixed asset investments	202,328	198,071
Unrealised gain/(loss) on fixed asset investments	612,118	3,633,219
Unrealised gain/(loss) on currency translation	1,499,460	(2,886,783)
	<b>2,313,906</b>	<b>944,507</b>



# The Goodman Foundation

## Notes (continued)

### 9 Financial assets

	Group 2022 £	Group 2021 £	Trust 2022 £	Trust 2021 £
Quoted investments	12,319,010	11,773,817	12,319,010	11,773,817
Investment in subsidiary (see note 5)	-	-	1,000	1,000
	<b>12,319,010</b>	<b>11,773,817</b>	<b>12,320,010</b>	<b>11,774,817</b>

#### Quoted investments – Group and Trust

	£
Market value at beginning of year	11,773,817
Additions at acquisition cost	2,081,726
Disposal at market value	(2,350,979)
Gain on disposals at market value	202,328
Net gain on revaluation	612,118
<b>Market value at end of year</b>	<b>12,319,010</b>

#### Analysis of investments

	2022 £	2021 £
UK listed investments	1,951,020	2,014,348
Non-UK listed investments	10,367,990	9,759,473
	<b>12,319,010</b>	<b>11,773,820</b>
Historic cost	<b>18,593,304</b>	<b>18,223,771</b>

The following investments comprise more than 5% of the market value of the total investment portfolio.

	2022 £	%	2021 £	%
Bank of Ireland	2,867,069	23.27	2,102,534	17.86
Unilever	2,660,479	21.60	2,059,556	17.49
Ing	707,959	5.75	782,232	6.64
Bank of America	-	-	780,251	6.63
Lloyds Banking Group	885,950	7.19	802,068	6.81
Daimler AG	1,048,526	8.51	1,257,978	1.68
Bayerische Motore	1,011,065	8.21	1,142,461	9.70
Halcare	977,072	7.93	984,164	8.36

# The Goodman Foundation

## Notes (continued)

### 10 Tangible fixed assets

#### Group

	Agricultural Land	Buildings	Total
Cost	£	£	£
At 1 April 2021	14,478,052	3,759,292	18,237,344
Additions in the year	780	446,278	447,058
Disposals in the year	(162,851)	-	(162,851)
<b>At 31 March 2022</b>	<b>14,315,981</b>	<b>4,205,570</b>	<b>18,521,551</b>
<b>Accumulated depreciation</b>			
At 1 April 2021	-	(96,084)	(96,084)
Charge for the year	-	(51,013)	(51,013)
Disposals in the year	-	-	-
<b>At 31 March 2022</b>	<b>-</b>	<b>(147,097)</b>	<b>(147,097)</b>
<b>Net book value</b>			
<b>At 31 March 2022</b>	<b>14,315,981</b>	<b>4,058,473</b>	<b>18,374,454</b>
At 31 March 2021	14,478,052	3,663,208	18,141,260

#### Trust

	Agricultural Land	Buildings	Total
Cost	£	£	£
At 1 April 2021	14,478,052	303,245	14,781,297
Additions in the year	-	-	-
Disposals in the year	(162,071)	-	(162,071)
<b>At 31 March 2022</b>	<b>14,315,981</b>	<b>303,245</b>	<b>14,619,226</b>
<b>Accumulated depreciation</b>			
At 1 April 2021	-	-	-
Charge for the year	-	-	-
Disposals in the year	-	-	-
<b>At 31 March 2022</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net book value</b>			
<b>At 31 March 2022</b>	<b>14,315,981</b>	<b>303,245</b>	<b>14,619,226</b>
At 31 March 2021	14,478,052	303,245	14,781,297

Capital commitments at 31 March 2022 totalled £Nil (2021: £Nil)

# The Goodman Foundation

## Notes (continued)

### 11 Investment properties

#### Group and Trust

	<b>2022</b> £
At 1 April 2021	5,248,918
Additions	-
Disposals	-
Revaluation adjustment	-
<b>At 31 March 2022</b>	<b><u>5,248,918</u></b>
At 31 March 2021	<u>5,248,918</u>

The Trustees have considered the carrying value of investment properties at year end and consider that their carrying value reflects their current market value. In arriving at this conclusion, the directors have taken advice from qualified valuers.

The Trustees obtained an independent professional valuation for one of its investment properties as at March 2022. The valuation was carried out by Colliers. The valuation was prepared by considering market evidence and the capitalised value of the projected rental income receivable from the property. The capitalised value of future rental income is based off a yield that is informed by the implied investment yield from recent transactions of similar properties in the market. In the opinion of the valuer, the market value of the property as at March 2022 was £3,900,292. As a result the Trustees have concluded that it is appropriate to keep the property at its opening carrying value.

### 12 Intangible fixed assets

#### Group and Trust

	<b>2022</b> £	2021 £
At beginning of the year	<b>140,243</b>	140,243
Amortisation	<b>(50,500)</b>	-
<b>At end of year</b>	<b><u>89,743</u></b>	<u>140,243</u>

Intangible fixed assets represent single farm payment entitlements.

### 13 Cash at bank and in hand

	<b>Group</b> <b>2022</b> £	Group 2021 £	<b>Trust</b> <b>2022</b> £	Trust 2021 £
Cash at bank and in hand	<b>56,418,154</b>	45,813,393	<b>50,397,385</b>	42,122,955

# The Goodman Foundation

## Notes (continued)

### 14 Stock

	<b>Group 2022 £</b>	<b>Group 2021 £</b>	<b>Trust 2022 £</b>	<b>Trust 2021 £</b>
Raw materials and consumables	<b>69,330</b>	-	-	-

### 15 Debtors

	<b>Group 2022 £</b>	<b>Group 2021 £</b>	<b>Trust 2022 £</b>	<b>Trust 2021 £</b>
Trade debtors	<b>190,343</b>	446,134	-	-
Amounts due from related parties	<b>2,650,347</b>	3,131,638	<b>84,427</b>	-
Amounts due from subsidiary	-	-	<b>2,884,742</b>	2,107,792
Accrued income	-	-	-	-
Prepayments	<b>103,071</b>	108,425	-	-
Other debtors	<b>17,379</b>	139,090	-	-
	<b>2,961,140</b>	3,825,287	<b>2,969,169</b>	2,107,792

### 16 Creditors: amounts falling due within one year

	<b>Group 2022 £</b>	<b>Group 2021 £</b>	<b>Trust 2022 £</b>	<b>Trust 2021 £</b>
Amounts due to related parties	<b>10,241,685</b>	8,733,978	<b>339,518</b>	-
Other creditors	-	206,163	-	207,163
VAT	<b>439,744</b>	41,825	<b>24,241</b>	41,825
Accruals	<b>55,770</b>	19,000	<b>55,771</b>	19,000
	<b>10,737,199</b>	9,000,966	<b>419,530</b>	267,988

# The Goodman Foundation

## Notes (continued)

### 17 Funds of the charity

#### Group

	2022 £	2021 £
<b>Reconciliation of endowment funds</b>		
At beginning of the year	73,645,765	68,645,765
Gift of expendable endowment received	9,500,000	5,000,000
<b>Endowment funds at end of year</b>	<b>83,145,765</b>	<b>73,645,765</b>

#### Reconciliation of unrestricted funds

At beginning of year	2,296,188	1,469,153
Net (expenditure) during the year	(3,012,309)	(117,473)
Realised gains on investments	202,328	198,071
Other gains (net)	2,111,578	746,437
<b>Unrestricted funds at end of year</b>	<b>1,597,785</b>	<b>2,296,188</b>

#### Trust

	2022 £	2021 £
<b>Reconciliation of endowment funds</b>		
At beginning of the year	73,645,765	68,645,765
Gift of expendable endowment received	9,500,000	5,000,000
<b>Endowment funds at end of year</b>	<b>83,145,765</b>	<b>73,645,765</b>

#### Reconciliation of unrestricted funds

At beginning of year	2,262,269	1,503,268
Net (expenditure) during the year	(2,497,019)	(185,506)
Realised gains on investments	202,328	198,071
Other gains (net)	2,111,578	746,436
<b>Unrestricted funds at end of year</b>	<b>2,079,156</b>	<b>2,262,269</b>

# The Goodman Foundation

## Notes (continued)

### 18 Analysis of net assets between funds

	Unrestricted Funds £	Endowment Funds £	Total £
<b><u>Group</u></b>			
Fixed assets	-	36,032,125	36,032,125
Current assets	12,334,984	47,113,640	59,448,624
Creditors	(10,737,199)	-	(10,737,199)
	<b>1,597,785</b>	<b>83,145,765</b>	<b>84,743,550</b>
<b><u>Trust</u></b>			
Fixed assets	-	32,277,897	32,277,897
Current assets	2,498,686	50,867,868	53,366,554
Creditors	(419,530)	-	(419,530)
	<b>2,079,156</b>	<b>83,145,765</b>	<b>85,224,921</b>

### 19 Commitments

At the balance sheet date, there are no donations to which the Trust was committed to making that have not been provided for. The Trust had no capital commitments nor contingencies at the balance sheet date.

### 20 Related party disclosures

#### Transactions with related entities

The Trust is a beneficiary of the Goodman Family Trusts. Set out below is a summary of the transactions between the Trust and entities that are wholly owned subsidiaries of the Goodman Family Trusts:

- The Trust received an endowment donation of £9,500,000 (2021: £5,000,000) from ABP Food Group ("ABPFG").
- Appointments of income totalling £348,119 (2021: £370,663) were received directly from the Goodman Family Trusts.
- Parma Management Services Unlimited ("PMS") recharged costs incurred on behalf of the Trust of £338,518 (2021: £Nil). The balance due to PMS at year end was £338,518 (2021: £Nil).
- Licence fees of £152,752 was charged to Blackrock Healthcare Group Unlimited and its subsidiaries. The balance due from BHGU at year end was £84,427 (2021: £Nil).
- ABPFG incurred net costs on behalf of Bromstead Farms Limited ("BFL") of £1,734,907 (2021: £1,051,230). The net balance due by BFL to ABPFG at year end was £7,337,246 (2021: £5,602,340).

# The Goodman Foundation

## Notes *(continued)*

### **20 Related party disclosures *(continued)***

#### **Transactions with subsidiary**

The Trust had the following transactions with its subsidiary BFL during the year. BFL is engaged in farming activities and farms the agricultural land owned by the Trust:

- Licence fees of £298,255 was charged by the Trust to BFL (2021: £298,255).
- The balance owed by BFL to the Trust at year end was £2,884,742 (2021: £2,107,792). This balance is inclusive of accrued interest due by BFL of £478,695 to the Trust. This amount due from BFL was paid in full post year end.

### **21 Post-Balance Sheet Events**

There have been no significant events affecting the group since the financial year-end.

### **22 Approval of the Financial Statements**

The directors approved the financial statements on the 31 January 2023