

REGISTERED COMPANY NUMBER: 05311748 (England and Wales)
REGISTERED CHARITY NUMBER: 1109891

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020
FOR**

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

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FOR THE YEAR ENDED 31 DECEMBER 2020**

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**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 DECEMBER 2020**

TRUSTEES	J P Moulton S Everett S J Moulton
COMPANY SECRETARY	S Everett
REGISTERED OFFICE	10 Buckingham Street London WC2N 6DF
REGISTERED COMPANY NUMBER	05311748 (England and Wales)
REGISTERED CHARITY NUMBER	1109891
AUDITORS	Henry Reeves & Co Ltd (Statutory Auditor) Chartered Certified Accountants 11 Albion Place Maidstone Kent ME14 5DY
BANKERS	Coutts & Co 440 Strand London WC2R 0QS
CHIEF EXECUTIVE OFFICER	J P Moulton

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020**

The Trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Purposes and activities

The purposes of the charity are:

- to fund non-commercial clinical trials with the aim to make clinical advances and promote the relief of suffering;
- to provide charitable donations for community service projects of any kind to promote education, training and counselling of disadvantaged persons;
- to provide donations to hospitals, medical and care projects of any kind to assist with the general welfare of patients.

The vision that shapes our annual activities remains the advancement of medical knowledge by the provision of funds to institutions carrying out clinical trials in order to improve the quality of life of sufferers. The charity also has a general aim of contributing to projects to further the social and educational welfare of communities.

The Trustees award grants on the perceived merits of applications which are made to the charitable foundation in writing.

In shaping our objectives for the year and planning our funding activities, the Trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'Public Benefit: running a charity (PB2)'.

We endeavour to fulfil these responsibilities, as our donations are locally for the benefit of communities and our clinical trials funding is for the general population.

The strategies employed to achieve the charity's aims and objectives are to:

- advertise to encourage institutions and community projects to apply for available funding;
- monitor the ongoing clinical trials to ensure that milestones are being met, to ensure that the funding is directed to the most worthy trials.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Since its inception the charity has funded over 100 clinical trials which have been selected based on high quality science and the potential to have a direct patient benefit. The trials have been conducted in a wide range of therapy areas and range from first in human to new uses for licenced drugs. During the past 12 months several of the trials have completed and presented their results to the Trustees. The majority of the other trials have had severe delays due to the research being paused during the COVID-19 pandemic.

The charity has supported ground breaking research in diseases that struggle to obtain funding from other funders as they do not fulfil their funding criteria e.g. head and neck cancer. We have also entered into several joint ventures with other medical charities to help support larger trials looking at a cure for Parkinson's disease and another aiming to detect prostate cancer.

Due to the increasing administrative burden faced by researchers conducting non-commercial clinical research, predicted timelines for some trials do slip. However, regular reporting of performance helps to ensure that milestones are met. The Trustees are able to provide guidance and support to projects that struggle to achieve the anticipated project timelines.

Approximately 30% of applications receive full or partial funding and the charity has provided over £25 million in funding to date.

The income and expenditure for the year are set out in the statement of financial activities.

The net movement in funds for the year was a deficit of £304,236 (2019: £2,004,730), resulting in a fund surplus carried forward of £845,543 (2019: £1,149,779).

The foundation continued its activities of making charitable donations to institutions during the year totalling £nil (2019: £41,000). The foundation continued to provide grants for medical research projects totalling £1,314,026 (2019: £2,061,819). Grants are generally made in instalments and the Trustees review the ongoing performance of these research projects to ensure that these are operating within expectations prior to any further grants being released.

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020**

FINANCIAL REVIEW

Financial position

At the balance sheet date the charity's reserves were in surplus by £845,543 (2019: £1,149,779). These are unrestricted reserves and available for the general purposes of the charity. At the year end there are grant commitments of £1,958,501 (2019: £3,288,014). These commitments span future accounting periods and are detailed at note 14 to the financial statements.

Principal funding sources

The charity's principal funding source of income are donations from Mr J P Moulton, Mr S J Moulton (Trustees) and other high net worth individuals.

The financial support of the Trustees continues to be essential in maintaining and protecting its current funding commitments to ensure that the charity operates as a going concern. Mr J P Moulton has indicated that he is willing to continue donating funds for the foreseeable future so that the Foundation may meet its financial commitments.

Reserves policy and going concern

Reserves are needed to bridge the gap between the spending and receiving of income and to cover any overheads.

The Trustees have reviewed the risks associated with receiving enough future income to cover its funding commitments and have concluded that there are enough high net worth individuals supporting the charity for it to be able to continue in operation until its obligations are fulfilled.

Pay policy for trustees

All Trustees give their time freely.

FUTURE PLANS

The charity will continue to fund its existing financial commitments. However, a new charity has been established in Guernsey, The Jon Moulton Charity Trust. Calls for future funding will be via that charity which will likewise fund those successful grant applications.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The company is registered as a charitable company limited by guarantee and was set up by the Memorandum of Association on 10 December 2004.

The company is constituted under a Memorandum of Association dated 10 December 2004 and is a registered charity number 1109891.

The principal and registered office together with the persons who served as Trustees during the year and their relevant position on the Board and any office held are listed under 'Reference and Administrative details'.

Recruitment and appointment of new Trustees

The management of the company is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

Induction and training of new Trustees

The charitable foundation is relying upon the guidance issued by the Charities Commission in relation to induction and training of Trustees.

Individuals wishing to become trustees apply by written application and are appointed by a resolution of the members if they are considered to be suitable for the vacancy that exists.

Management of the charity

The day to day management of the charity rests with the Trustees.

PUBLIC BENEFIT

When considering the charitable company's activities, the Trustees have complied with their duty under s17(5) of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit.

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020**

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of J P Moulton Charitable Foundation (A company limited by guarantee) for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to:

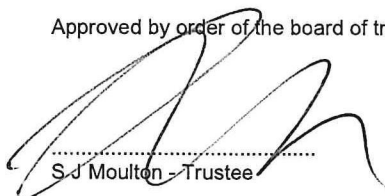
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company 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 charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Approved by order of the board of trustees on 26 July 2021 and signed on its behalf by:


.....
S.J. Moulton - Trustee

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020**

Opinion

We have audited the financial statements of J P Moulton Charitable Foundation (a company limited by guarantee) (the 'charitable company') for the year ended 31 December 2020 which comprise the statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020, and of its incoming resources and application of resources, including its income and expenditure, 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 Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating 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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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 course of 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 this gives rise to 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees report has been prepared in accordance with applicable legal requirements.

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020**

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime take advantage of the small companies' exemption in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4 the trustees (who are also the directors of the charitable company for the purposes of company law) 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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.

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:

- Identification with management of significant laws and regulations relating to the charity, and how the charity maintains compliance.
- Considering the competences, independence and integrity of individuals within the charity to identify and recognise non-compliance with laws and regulations.
- Requesting management confirm and outline any instances of actual, suspected or alleged fraud in the year. This forms part of the charity's representations to us.
- Reviewing the company's internal control processes by way of substantive testing. The reasonable implementation of these processes would mitigate the likelihood of fraud.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Stuart Relf FCCA (Senior Statutory Auditor)

For and on behalf of Henry Reeves & Co Limited
Chartered Certified Accountants and Statutory Auditor
11 Albion Place
Maidstone
Kent
ME14 5DY

Date

27 July 2021

J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2020

		2020	2019
		Unrestricted	Unrestricted
		fund	fund
	Notes	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	3	1,019,399	103,763
Investment income	4	1,555	5,961
Total		1,020,954	109,724
EXPENDITURE ON			
Charitable activities	5		
Grants payable		1,325,190	2,114,454
NET (EXPENDITURE) / INCOME		(304,236)	(2,004,730)
RECONCILIATION OF FUNDS			
Total funds brought forward		1,149,779	3,154,509
TOTAL FUNDS CARRIED FORWARD		845,543	1,149,779

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**BALANCE SHEET
AT 31 DECEMBER 2020**

		2020 Unrestricted fund £	2019 Unrestricted fund £
CURRENT ASSETS	Notes		
Debtors	11	19,407	28,816
Cash at bank		930,331	1,166,666
		949,738	1,195,482
CREDITORS			
Amounts falling due within one year	12	(104,195)	(45,703)
NET CURRENT ASSETS		845,543	1,149,779
TOTAL ASSETS LESS CURRENT LIABILITIES		845,543	1,149,779
NET ASSETS		845,543	1,149,779
FUNDS	13		
Unrestricted funds:			
General fund		845,543	1,149,779
TOTAL FUNDS		845,543	1,149,779

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited voluntarily under the requirements of section 145 of the Charities Act 2011. The trustees have elected for the financial statements to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 26 July 2021 and were signed on its behalf by:


S.J. Moulton - Trustee

The notes form part of these financial statements

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Notes	2020 £	2019 £
Cash flows from operating activities:			
Cash (used in) / generated from operations	1	<u>(237,890)</u>	<u>(2,216,619)</u>
Net cash (used in) / provided by operating activities		<u>(237,890)</u>	<u>(2,216,619)</u>
Cash flows from investing activities:			
Interest received		<u>1,555</u>	<u>5,961</u>
Net cash provided by investing activities		<u>1,555</u>	<u>5,961</u>
Change in cash and cash equivalents in the reporting period		(236,335)	(2,210,658)
Cash and cash equivalents at the beginning of the reporting period		<u>1,166,666</u>	<u>3,377,324</u>
Cash and cash equivalents at the end of the reporting period		<u><u>930,331</u></u>	<u><u>1,166,666</u></u>

The notes form part of these financial statements

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020	2019
	£	£
Net (expenditure) / income for the reporting period (as per the statement of financial activities)	(304,236)	(2,004,730)
Adjustments for:		
Interest received	(1,555)	(5,961)
Decrease / (increase) in debtors	9,409	(28,497)
Increase / (decrease) in creditors	<u>58,492</u>	<u>(177,431)</u>
Net cash (used in) / provided by operating activities	<u>(237,890)</u>	<u>(2,216,619)</u>

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

1. GENERAL INFORMATION

J P Moulton Charitable Foundation is a company limited by guarantee and has no share capital. It is incorporated in England and Wales and its registered office is 10 Buckingham Street, London, WC2N 6DF.

The principal activity of the company is disclosed in the Report of the Trustees.

The members of the charitable company are the Trustees named on page 1. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £10 per member.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements and assessment of going concern

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared in sterling, which is the functional currency of the entity, and rounded to the nearest £1.

The Trustees believe it appropriate to adopt the going concern basis of accounting in preparing the annual financial statements and consider that there are no material uncertainties about its ability to continue.

A personal commitment has been given by J P Moulton (Trustee) to continue his financial support of the charitable company for the foreseeable future, in particular so that it may fulfil its financial commitments.

The Trustees consider that there are no key assumptions or estimates that need separate disclosure.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Donations and gifts are brought into account when received. Donated services are included at the value to the charity where this can be quantified.

Interest receivable is recognised on an accruals basis.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

Where milestones are not met, on occasions, grants payable are refunded to the charity. These are recognised when it is certain that the funds are to be returned and are shown as credits within 'grants payable'.

Charitable activities

Costs of charitable activities comprise grants payable to institutions, donations, professional fees incurred in ascertaining whether milestones have been met, allocated support costs and governance costs.

Allocation of support and governance costs

Support costs have been allocated between governance costs and other support costs. Governance comprises all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs relating to statutory audit and legal fees, together with the apportionment of overhead and support costs.

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. ACCOUNTING POLICIES (continued)

Allocation of support and governance costs (continued)

These costs are allocated to the charity's activities of grant making and donation giving.

The charity identifies the cost of its support function. It then identifies those costs which relate to the governance function. Having identified its governance costs the remaining support costs, together with the governance costs are allocated to the charitable activity.

Support costs are minimal in the context of the charity. They are shown as being wholly apportioned to its grant making activities which could be further split between grants payable to institutions and donations. Any apportionment of costs to donations would be minimal.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

The charity only has a general fund which is unrestricted funds and available for use at the discretion of the trustees to fund the clinical trials which have met their milestones and to provide donations to those causes considered by the trustees to be an appropriate use of the funds.

Irrecoverable VAT

Irrecoverable element of VAT is included with the item of expense to which it relates.

Debtors

Other debtors are recognised at the amount due. Prepayments are valued at the amount prepaid, net of any trade discounts due.

Creditors and provisions

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

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

3. DONATIONS AND LEGACIES

	2020	2019
	£	£
Donations	<u>1,019,399</u>	<u>103,763</u>

4. INVESTMENT INCOME

	2020	2019
	£	£
Other interest receivable	8	66
Bank interest receivable	<u>1,547</u>	<u>5,895</u>
	<u>1,555</u>	<u>5,961</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct costs	Grant funding of activities (See note 6)	Support costs (See note 7)	Totals
	£	£	£	£
Grants payable	<u>-</u>	<u>1,314,026</u>	<u>11,164</u>	<u>1,325,190</u>

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020**

6. GRANTS PAYABLE

	2020	2019
	£	£
Grants payable	<u>1,314,026</u>	<u>2,102,819</u>

GRANTS PAYABLE - INSTITUTIONAL

	2020	2019
	£	£
Great Ormond Street Hospital	12,933	195,000
Imperial College London	583,484	327,128
University of Cambridge	94,073	-
University of Manchester	213,479	426,446
University of Sheffield	-	256,027
Aston University	-	18,932
King's College London	-	71,882
University of Plymouth	-	40,000
National Bowel Research Centre	-	70,000
University College London Hospitals Charity	-	64,022
Institute of Cancer Research	81,151	125,966
Royal Papworth Hospital NHS Foundation Trust	10,000	75,438
Newcastle University	40,000	40,000
Scar Free Foundation	-	60,000
University College London	<u>278,906</u>	<u>290,978</u>
Total grant payments	<u><u>1,314,026</u></u>	<u><u>2,061,819</u></u>

All grants payable are for medical research projects.

There are instances, as above where a medical trial does not progress and monies previously paid are refunded by the relevant Institution. For the previous year, these refunds had a material impact on the figure for grants payable and are separately identified above.

	2020	2019
	£	£
DONATIONS PAYABLE		
Guernsey Community Foundation	-	40,000
Scientific Symposium, University of London	<u>-</u>	<u>1,000</u>
	<u><u>-</u></u>	<u><u>41,000</u></u>

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020**

7. SUPPORT COSTS

	Other £	Governance costs £	Totals £
Grants payable	73	11,091	11,164

Support costs, included in the above, are as follows:

Other

	2020 Grants payable £	2019 Total activities £
Sundries	-	13
Travelling	73	94
	<u>73</u>	<u>107</u>

Governance costs

	2020 Grants payable £	2019 Total activities £
Auditors' remuneration	6,000	6,000
Accountancy and taxation	5,091	4,578
	<u>11,091</u>	<u>10,578</u>

8. NET (EXPENDITURE) / INCOME

Net (expenditure) / income is stated after charging / (crediting):

	2020 £	2019 £
Auditor's remuneration	6,000	6,000
Accountancy and taxation services	<u>5,091</u>	<u>4,578</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

10. STAFF COSTS

There were no staff costs for the year ended 31 December 2020 nor for the year ended 31 December 2019.

The average number of employees in the year was nil (2019: nil).

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020**

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Other debtors	19,407	28,816
	<u>19,407</u>	<u>28,816</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Grants payable	94,073	35,893
Accruals and deferred income	10,122	9,810
	<u>104,195</u>	<u>45,703</u>

13. MOVEMENT IN FUNDS

	At 1/1/20 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
General fund	1,149,779	(304,236)	845,543
TOTAL FUNDS	<u>1,149,779</u>	<u>(304,236)</u>	<u>845,543</u>

Net movement in funds, included in the above, are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,020,954	(1,325,190)	(304,236)
TOTAL FUNDS	<u>1,020,954</u>	<u>(1,325,190)</u>	<u>(304,236)</u>

Comparatives for movement in funds

	At 1/1/19 £	Net movement in funds £	At 31/12/19 £
Unrestricted funds			
General fund	3,154,509	(2,004,730)	1,149,779
TOTAL FUNDS	<u>3,154,509</u>	<u>(2,004,730)</u>	<u>1,149,779</u>

Net movement in funds, included in the above, are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	109,724	(2,114,454)	(2,004,730)
TOTAL FUNDS	<u>109,724</u>	<u>(2,114,454)</u>	<u>(2,004,730)</u>

**J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020**

14. OTHER FINANCIAL COMMITMENTS

	Total 2020 £	Total 2019 £
At 31 December 2020 the charity had commitments as follows:		
Commitments in respect of grants approved for projects which have not been accrued in the financial statements but which will form part of grants payable in future periods:		
Within one year	1,374,162	1,766,870
Between one and two years	433,240	1,187,182
Between two and three years	151,099	164,696
Between three and four years	-	122,871
Payment dates to be determined	-	46,395
	<u>1,958,501</u>	<u>3,288,014</u>

Grants are awarded and assessed in terms of milestones. These milestones serve as a basis on which to make payments. Given the nature of certain research activities undertaken, the timing of milestones is not always absolute and subject to possible delay. This provides an element of uncertainty with regard to the timing of future grant payments. There are a few grants pending the formalisation of milestones for which the timing has either been estimated where possible or detailed as yet to be determined.

The ongoing funding is subject to each project achieving its milestones which are monitored by the Trustees.

These commitments will be funded from future donations receivable.

15. RELATED PARTY DISCLOSURES

The charitable company received cash donations from its trustees of £1,000,000 (2019: £75,000).

16. ULTIMATE CONTROLLING PARTY

The charitable company is under the ultimate control of its trustees, Mr J P Moulton, Mr S P Moulton and Mrs S Everett.

J P MOULTON CHARITABLE FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020 £	2019 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	1,019,399	103,763
Investment income		
Interest receivable	1,555	5,961
Total incoming resources	1,020,954	109,724
EXPENDITURE		
Charitable activities		
Grant review fees	-	950
Grants to institutions	1,314,026	2,061,819
Donations payable	-	41,000
	1,314,026	2,103,769
Support costs		
Other		
Sundries	-	13
Travel costs	73	94
	73	107
Governance costs		
Auditors' remuneration	6,000	6,000
Accountancy and taxation	5,091	4,578
	11,091	10,578
Total resources expended	1,325,190	2,114,454
Net (expenditure) / income	(304,236)	(2,004,730)

This page does not form part of the statutory financial statements