

**Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31st December 2020
for
The Danson Foundation**

Smailes Goldie
Chartered Accountants
Regent's Court
Princess Street
Hull
East Yorkshire
HU2 8BA

The Danson Foundation

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for the year ended 31st December 2020**

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The Danson Foundation

Report of the Trustees for the year ended 31st December 2020

The trustees present their report with the financial statements of the charity for the year ended 31st 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity's objects are to apply the income of the trust for the purposes that are exclusively charitable in accordance with the laws of England and Wales. The policies adopted in furtherance of these objects are at the discretion of the trustees and there has been no change in these during the year.

The aim of the Foundation is to contribute to the quality of life of people by providing grants, loans and non-monetary support to individuals, institutions and organisations.

The objectives for the year are set out with a view to reviewing and processing applications from individuals and institutions, maintaining a balanced programme and funding projects approved by the board.

The Foundation looks to achieve its strategic aims and carry out its operational objectives of the year through review of all application of grants from individuals and institutions.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Social investments

Details for the charities social investments are included in note 11 to the financial statements.

Grantmaking

Details for the charity's grant making activities are included in note 5 to the financial statements.

ACHIEVEMENT AND PERFORMANCE

The board of trustees are satisfied with its achievements and performance during the year.

The Danson Foundation

Report of the Trustees for the year ended 31st December 2020

FINANCIAL REVIEW

The Foundation received £138,727 income from its investments during the year. The net movement on funds for the year resulted in a deficit of £1,171,839 leaving total funds, comprising entirely of the unrestricted general fund, of £6,750,323 at 31 December 2020. The deficit primarily arose due to a strategic decision to significantly increase grant making to support charitable organisations and deserving causes throughout the COVID-19 pandemic. To facilitate the additional grant making a chief executive officer was appointed to support the trustees. Adverse movements in investment values has also contributed to the deficit.

During previous years the Foundation made payments to various registered charities in support of their annual balls, galas and other events, which the trustees have since concluded companies connected to a trustee had benefited from attending. It was subsequently agreed that the companies benefiting would reimburse the Foundation in full for these costs totally £1,044,623. In June 2020 the Foundation received £1,041,623 and subsequently a further amount of £751, leaving only £2,249 outstanding at 31 December 2020. The remaining balance is due for settlement in 2021 and is included within other debtors.

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level capable of generating income equivalent to between three and six month's expenditure. The trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Principal financial risks and uncertainties include:

- investment risk, which is managed by regular investment strategy reviews conducted by the investment managers.
- default risk on social investments, which is managed by the trustees' assessment procedures, credit checking and ongoing monitoring.

Given the significance of the charity's investment portfolio the main factor likely to impact on the future financial performance and position of the charity is the continuing volatility of investment markets.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is an unincorporated trust, constituted under a trust deed dated 12 November 2007 and is a registered charity.

Recruitment and appointment of new trustees

The trustees are appointed by the Board of Trustees and shall consist of such individuals, who in the opinion of the board are interested in the aims and objectives of the trust and who shall be approved and admitted as members. The Trust Deed provides for a minimum of 3 trustees. Each trustee is entitled to hold office for two years, after which period they may put themselves forward for reappointment.

Organisational structure

The Board of Trustees, administers the charity. The board meets at least twice a year and they agree broad strategy and areas of activity for the Foundation, including consideration of grant making, investment, reserves and risk management policies and performance. The day to day administration of grants and the processing and handling of applications prior to consideration is delegated to the Chief Executive.

Induction and training of new trustees

New trustees meet key officers and trustees, receive a brief history of the Foundation copy Board minutes, a copy of the annual report and accounts, a copy of the governing trust deed and are supplied with 'charity commissions guidance'. The essential trustee: What you know and 'Charities and public Benefit' and encouraged to visit the Charity commissions website for information and attend appropriate external training events.

Risk management

The trustees have assessed the major risks to which the charity is exposed. It has sought advice from external sources to put in place a structure to strengthen its financial, management and operational activities and to ensure up to date accounting and to avoid inappropriate and unsuitable spending. The trustees are satisfied that systems are in place to mitigate exposure to the major risks.

The Danson Foundation

**Report of the Trustees
for the year ended 31st December 2020**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number
1121928

Principal address

John Carpenter House
John Carpenter Street
London
EC4Y 0AN

Trustees

M Danson
Mrs H M Danson
Miss E R E Danson (appointed 19.11.2020)

Unless otherwise stated the above trustees served during the whole of the year and to the date of approval of this report.

Independent Examiner

Smailes Goldie
Chartered Accountants
Regent's Court
Princess Street
Hull
East Yorkshire
HU2 8BA

Investment managers

Deutsche Asset & Wealth Management
Winchester House
1 Great Winchester Street
London
EC2N 2DB

Bankers

Coutts & Co
440 Strand
London
WC2R 0QS

Approved by order of the board of trustees on 5th November 2021 and signed on its behalf by:

A handwritten signature in black ink, appearing to be 'M Danson', with a long, sweeping horizontal stroke extending to the right.

M Danson - Trustee

**Independent Examiner's Report to the Trustees of
The Danson Foundation**

Independent examiner's report to the trustees of The Danson Foundation

I report to the charity trustees on my examination of the accounts of The Danson Foundation (the Trust) for the year ended 31st December 2020.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Stephen T Bramall BSc., FCA
Smailes Goldie
Chartered Accountants
Regent's Court
Princess Street
Hull
East Yorkshire
HU2 8BA

5th November 2021

The Danson Foundation

Statement of Financial Activities
for the year ended 31st December 2020

		2020 Unrestricted fund £	2019 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Investment income	2	138,727	163,607
EXPENDITURE ON			
Investment management costs	3	38,469	39,478
Charitable activities	4		
Supporting charitable causes		906,863	467,388
Internship programme		77,863	64,241
Total		1,023,195	571,107
Net gains/(losses) on investments		(287,371)	475,117
NET INCOME/(EXPENDITURE)		(1,171,839)	67,617
RECONCILIATION OF FUNDS			
Total funds brought forward		7,922,162	7,854,545
TOTAL FUNDS CARRIED FORWARD		6,750,323	7,922,162

The notes form part of these financial statements

The Danson Foundation

Balance Sheet
31st December 2020

	Notes	2020 Unrestricted fund £	2019 Total funds £
FIXED ASSETS			
Investments			
Investments	10	5,827,044	6,119,615
Social investments	11	6,971	6,971
		<u>5,834,015</u>	<u>6,126,586</u>
CURRENT ASSETS			
Debtors	12	2,249	1,044,623
Cash at bank		924,840	762,546
		<u>927,089</u>	<u>1,807,169</u>
CREDITORS			
Amounts falling due within one year	13	(10,781)	(11,593)
		<u>916,308</u>	<u>1,795,576</u>
NET CURRENT ASSETS			
		<u>6,750,323</u>	<u>7,922,162</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>6,750,323</u>	<u>7,922,162</u>
NET ASSETS			
		<u>6,750,323</u>	<u>7,922,162</u>
FUNDS	14		
Unrestricted funds		6,750,323	7,922,162
TOTAL FUNDS		<u>6,750,323</u>	<u>7,922,162</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 5th November 2021 and were signed on its behalf by:



M Danson - Trustee

**Notes to the Financial Statements
for the year ended 31st December 2020**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

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.

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.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Allocation and apportionment of costs

Costs that directly relate to specific charitable activities are allocated to that activity.

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs and staff costs. They are incurred directly in support of expenditure on the objects of the charity and include project management and other central office costs. Where support costs cannot be directly attributed to particular headings they have been allocated to charitable activities on a basis consistent with use of the resources as determined by the trustees..

Social investments

Social investments are measured at the amount received or paid, with the carrying amount adjusted for any repayments and any accrued interest.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

The Danson Foundation

Notes to the Financial Statements - continued for the year ended 31st December 2020

1. ACCOUNTING POLICIES - continued

Fund accounting

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains / (losses) on investments' in the SoFA if the shares are publicly traded or their fair value can otherwise be measured reliably. Other investments are measured at cost less impairment.

2. INVESTMENT INCOME

	2020	2019
	£	£
Dividends	138,332	159,613
Loan interest	395	3,994
	<u>138,727</u>	<u>163,607</u>

3. INVESTMENT MANAGEMENT COSTS

Investment management costs

	2020	2019
	£	£
Portfolio management	<u>38,469</u>	<u>39,478</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct costs	Grant funding of activities (See note 5)	Support costs (See note 6)	Totals
	£	£	£	£
Supporting charitable causes	-	829,735	77,128	906,863
Internship programme	-	57,123	20,740	77,863
	<u>-</u>	<u>886,858</u>	<u>97,868</u>	<u>984,726</u>

5. GRANTS PAYABLE

	2020	2019
	£	£
Supporting charitable causes	829,735	466,128
Internship programme	57,123	52,488
	<u>886,858</u>	<u>518,616</u>

The total grants paid to institutions during the year was as follows:

	2020	2019
	£	£
Action Tutoring	3,500	-
Barts Charity Income	24,500	-

The Danson Foundation

Notes to the Financial Statements - continued for the year ended 31st December 2020

5. GRANTS PAYABLE - continued

Boston Food Bank	3,296	-
Beyond Blue	5,912	-
CALM	44,916	-
Camden Food Bank	1,500	-
Chalk Farm Foodbank	2,000	-
Civil De Estudios	232	-
Colindale Food Bank	1,500	-
Compassion London	3,900	-
Dreamchasing	4,500	-
Education Support	20,000	-
Grace House Community Centre	13,938	10,000
Hammersmith Food Bank	2,000	-
Highgate School	25,000	144,828
Homeless Link	2,100	-
Intensive Care Society	4,000	-
Kangaroo Island	10,060	-
Keshava Seva Samithi	36,286	-
Lulu Dillon	2,500	-
Meryl Prail	4,000	-
NYC Food Bank	12,951	-
Oasis Community Hub	2,000	-
One Life One Tree	5,030	-
P1F Ltd	3,500	-
Passion for Learning	3,500	-
PEAS	232,749	180,000
Pembroke Rd Church	2,000	-
Place2be Friends	5,000	-
Princess Trust	-	48,500
San Fran Food Bank	5,691	-
Save the Children	-	47,000
Shanti Mikethan	22,040	-
Sheffield Hospitals	105,204	-
Social Pantry	3,437	-
Southampton Hospital	8,000	-
St Annes College	100,000	-
Syneos Health	900	-
TATA Institute	3,293	-
The Childhood Trust	3,000	-
The Hygiene Bank	3,000	-
The Old Vic	20,800	10,800
UCL Hospitals Charity	10,000	-
Western Primary School	2,000	-
Willow Primary School	2,000	-
Womens Trust	3,000	-
WWF	25,000	25,000
Youthnet UK Ltd	5,000	-
ZSL	25,000	-
	<u>829,735</u>	<u>466,128</u>

During the year 42 grants totalling £57,123 were paid to individuals under the foundation's intern programme (2019 - 36 grants totalling £52,488).

The Danson Foundation

Notes to the Financial Statements - continued for the year ended 31st December 2020

6. SUPPORT COSTS

	Management £	Finance £	Governance costs £	Totals £
Supporting charitable causes	75,489	469	1,170	77,128
Internship programme	19,570	-	1,170	20,740
	<u>95,059</u>	<u>469</u>	<u>2,340</u>	<u>97,868</u>

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

			2020	2019
	Supporting charitable causes £	Internship programme £	Total activities £	Total activities £
Wages	75,489	18,872	94,361	-
Insurance	-	698	698	395
Bank charges	469	-	469	-
Examiners remuneration	1,170	1,170	2,340	2,520
	<u>77,128</u>	<u>20,740</u>	<u>97,868</u>	<u>2,915</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

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

8. STAFF COSTS

	2020 £
Wages and salaries	80,000
Social security costs	6,502
Pension	4,800
	<u>91,302</u>

1 employee earned between £70,000 and £80,000 (2019: 0).

The average number of staff in the years was 1 (2019: 0).

Notes to the Financial Statements - continued
for the year ended 31st December 2020

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

The total income and expenditure reported in the Statement of Financial Activities for the year ended 31st December 2019 related to the unrestricted fund.

10. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1st January 2020	6,119,615
Disposals	(5,200)
Revaluations	(287,371)
	<hr/>
At 31st December 2020	5,827,044
	<hr/>
NET BOOK VALUE	
At 31st December 2020	5,827,044
	<hr/>
At 31st December 2019	6,119,615
	<hr/>

There were no investment assets outside the UK.

11. SOCIAL INVESTMENTS

	Programme related investments £
MARKET VALUE	
At 1st January 2020 and 31st December 2020	6,971
	<hr/>
NET BOOK VALUE	
At 31st December 2020	6,971
	<hr/>
At 31st December 2019	6,971
	<hr/>

In 2011 the charity made a loan to The Venture Partnership Foundation Limited (VPF) in support of the Revenue Participation agreement between the registered charity, Riders for Health (RfH) and VPF. During the year no repayment was made leaving an outstanding balance of £6,971.

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Other debtors	2,249	1,044,623
	<hr/>	<hr/>

The Danson Foundation

Notes to the Financial Statements - continued
for the year ended 31st December 2020

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Other creditors	<u>10,781</u>	<u>11,593</u>

14. MOVEMENT IN FUNDS

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	7,922,162	(1,171,839)	6,750,323
TOTAL FUNDS	<u>7,922,162</u>	<u>(1,171,839)</u>	<u>6,750,323</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	138,727	(1,023,195)	(287,371)	(1,171,839)
TOTAL FUNDS	<u>138,727</u>	<u>(1,023,195)</u>	<u>(287,371)</u>	<u>(1,171,839)</u>

Comparatives for movement in funds

	At 1.1.19 £	Net movement in funds £	At 31.12.19 £
Unrestricted funds			
General fund	7,854,545	67,617	7,922,162
TOTAL FUNDS	<u>7,854,545</u>	<u>67,617</u>	<u>7,922,162</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	163,607	(571,107)	475,117	67,617
TOTAL FUNDS	<u>163,607</u>	<u>(571,107)</u>	<u>475,117</u>	<u>67,617</u>

Notes to the Financial Statements - continued
for the year ended 31st December 2020

14. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.19 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	7,854,545	(1,104,222)	6,750,323
TOTAL FUNDS	<u>7,854,545</u>	<u>(1,104,222)</u>	<u>6,750,323</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	302,334	(1,594,302)	187,746	(1,104,222)
TOTAL FUNDS	<u>302,334</u>	<u>(1,594,302)</u>	<u>187,746</u>	<u>(1,104,222)</u>

15. RELATED PARTY DISCLOSURES

Other debtors comprise amounts entirely due from entities connected to M Danson and relate to the items more fully described in the Report of the Trustees.

Other creditors comprise amounts due to related parties:

	2020 £	2019 £
Helen Danson	-	1,500
	<u>-</u>	<u>1,500</u>