

Montpelier Foundation Limited

(a Company Limited by shares and registered as a charity)

Company Registration Number: 07462731

Charity Registration Number: 1139851

REPORT AND FINANCIAL STATEMENTS

for the year to 31 December 2021

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Montpelier Foundation Limited

Directors' ANNUAL REPORT for the period to 31 December 2021

Montpelier Foundation Limited (the 'Foundation') is a charitable company limited by shares and incorporated as Company number 07462731 on 7 December 2010 and listed on the Central Register of Charities under registration Charity number 1139851.

The Foundation was established under, and is governed by, its Articles of Association. The directors of the Foundation are its Directors for the purposes of charity law and throughout this report are collectively referred to as 'the Directors'.

As set out in the Articles of Association, the Directors, who shall number not less than two but shall not be subject to any maximum, may be appointed for such terms as thought fit by the shareholder, in the case of shareholder appointments, or the Directors in the case of appointments made by the Directors.

Reference and administrative information

Directors	Nicholas Cournoyer Richard Brass Christopher Varco (until 25 October 2021)
Secretary	Temple Secretarial Limited
Registered Office	16 Old Bailey London, EC4M 7EG
Independent Examiners	Moore Kingston Smith LLP 9 Appold Street London, EC2A 2AP
Investment Managers	The Directors
Bankers	C Hoare and Co. 37 Fleet Street London EC4P 4DQ

Directors' ANNUAL REPORT cont'd
for the period to 31 December 2021

Report of the Directors for the period ended 31 December 2021

The Directors present their report along with the financial statements of the Foundation for the period from 1st January to 31st December 2021.

The financial statements comply with statutory requirements, the memorandum and articles of association and the Statement of Recommended Practice - Accounting and Reporting by Charities and have been prepared in accordance with Companies Act 2006 and Charities Act 2011.

Objects, Objectives, Governance & Management	The Foundation provides funding to organisations whose core focus is to see meaningful income uplift for those who need it most, as well as to fight climate change. The support the Foundation provides is structured as grants, loans or equity investments, and funding decisions are always driven by the social and environmental impact. The Directors are responsible for the strategic direction and policy of the Foundation and, subject to any prudent delegation to advisers and agents, make all substantive decisions in relation to the Foundation.
Activities and Achievements	In the financial period ending 31 December 2021, Montpelier Foundation (MF) continued its livelihoods grant-making to its long-standing non-profit partners in the UK and internationally. MF's Covid-19 relief small grants programme in Peru continued for a second and final year, distributing over £200,000 to 13 grassroots organisations in 2021. MF also added the fight against climate change as a new line of work, which amounted to over £500,000 in grant-making, or about a third of total grants. Total grant-making increased by 15% to £1,587,057, while costs decreased by 26% to £217,064 (this includes costs of generating funds, staff and support costs, as well as governance costs). Programme-Related Investment (PRI) activity continued to decrease in 2021, with no new PRIs made and the total outstanding balance decreasing by about 20% to be worth under £70,000, thanks to repayments from Talent Fund (Peru). MF continues to carefully monitor its PRIs.
Future Plans	The Foundation intends to continue its work to fight poverty and climate change globally at similar grant-making levels which enable capital preservation.
Grant-Making Policy	The Foundation mainly provides grants to non-profits working to improve livelihoods and the environment in the Global South and the UK. The Directors reserve the right to make grants that may fall outside of these areas in a strict sense, as described in the Grant-Making Policy approved by the Board, such as to combat homelessness or to deal with a health or humanitarian crisis. All grants are approved or pre-approved by Directors based on criteria such as impact, leadership, and past and potential growth, following a standardised due diligence process. We do not accept unsolicited proposals.
Public Benefit	As required by the Charities Act 2011, the Directors have referred to the Charity Commission's general guidance on public benefit when making grants and Programme-Related Investments.
Financial Review	The Foundation received £82,673 (2020: £182,799) in interest and dividend income, as well as £38,922 (2020: £97,292) in grants and donations. Outgoings comprised of charitable donations of £1,587,057 (2020: £1,384,032) and running costs of £217,064 (2020: £283,567). In addition, the Foundation had realised and unrealised net gains on its investments and foreign exchange of £1,158,504 (2020: £924,992). As a result, the net movement of funds was an outgoing of £487,512 (2020: outgoing of £475,869), and the Foundation ended the year with Capital and Reserves of £8,014,953 (2020: £8,502,466).
Risk Management	The major risks to which the Charity is exposed, as identified by the Directors, have been reviewed and the Directors are satisfied that the systems in place mitigate those risks. A Risk Policy was approved by the Directors as part of this process. The Risk Register was updated as of December 2021.

Directors' ANNUAL REPORT cont'd
for the period to 31 December 2021

Risk Management (cont'd)	The major risks as identified by the Directors in the Risk Register are: - Economic or governance risk at a grantee organisation level. This risk is mitigated by an extensive due diligence process and rigorous reporting requirements, and by staggered payments which are contingent upon satisfactory reporting. - Economic and political risk at a country level. However, the risk is spread over a wide range of countries. This portfolio is reviewed by the Board on a regular basis to ensure this risk remains mitigated. - Investment Risk in Endowment. Outside the Programme, the endowment is invested in a diversified portfolio of assets with appropriate risk/reward profiles for the Charity's long-term goals. - Particular risks associated with grantees working with vulnerable groups (children in particular). Verifying the existence and application of a child protection policy is part of the Charity's due diligence process. This includes ensuring that potential grantees or investees of the Charity perform the necessary background checks and training of employees, volunteers and other adults who interact with vulnerable beneficiaries. - Investment Risk in Programme Related Investments (PRIs). PRIs are monitored closely both financially and on their social outcomes, and they are impaired and/or exited as appropriate. The book value of the five PRIs was under £70,000 as at 31 December 2021.
Investment Policy and Performance	Under the Foundation's Articles of Association, the Directors have wide powers of investment in respect of the Foundation's assets. In recognition of their general duty of prudence and the need to have proper regard to the suitability of investments and the need to consider diversification, the Directors have adopted the current investment policy to maintain a certain level of income and capital growth while avoiding speculative or hazardous investments such as futures or traded options. The prudent investment of the Foundation's assets continued with a balance of cash and investments providing both income and the potential for capital appreciation. The Directors reviewed the positions of the non-PRI investment portfolio and noted the diversification in terms of asset class, sector, geography, and currency exposure. Additionally, the board noted an investment portfolio XIRR of 12.1% from the period from 14 September 2011 to 31 December 2021 and of 23.4% for calendar year 2021. The Foundation's assets have not diminished in ten years from the starting point of £8.1 million as at the end of 2011, despite a net distribution in grants and programme-related investments of over £8.5 million over the same period. Regarding the Programme Related Investment (PRI) strategy, it is aligned with the charitable mission and objectives of the Foundation. The Foundation's social investments are designed to achieve the financial sustainability and scale of the targeted enterprises, whilst seeking a social return on investment. In 2021, there were no new PRIs and these were worth under £70,000.
Charity Governance Code	The Board have noted the updates to the Charity Governance Code. The charity aims to embody the principles of equality, diversity and inclusion (EDI) through its investment and grant-making, for example by avoiding funding organisations of low integrity and choosing grantees with participatory practices (such as community-led development, representation of the people served by the charity in processes and advisory boards, etc). The Board will also be mindful of EDI when appointing any new directors.
Reserves Policy	The Trustees have determined that MF should maintain 50% of its annual staff and governance costs in reserves. This figure amounts to £96,603 (2020: £131,688), which is sufficiently covered by unrestricted funds totalling £8,014,953 as at 31 December 2021 (2020: £8,439,823). Looking forward, the grant-making activities and the charity's costs are expected to remain at the same level to allow MF to continue its work for the foreseeable future.
Appointment of New Directors	New Directors may be appointed by the shareholders or by the Directors themselves, to fill a vacancy or as an additional Director. In respect of future appointments, the Foundation shall select appropriate Directors and provide to them with the necessary materials and training to acquaint them with the governance and policies of the Foundation as well as with what is expected of them. Additional information is provided to the Directors on an ongoing basis.
Independent Examiners	Moore Kingston Smith LLP have indicated their willingness to continue in office and in accordance with the provisions of the Companies Act, it is proposed that they be re-appointed independent examiners for the ensuing year.

Directors' ANNUAL REPORT cont'd
for the period to 31 December 2021

Statement of Directors' responsibilities

The Directors (who are also directors of the Montpelier Foundation Limited for the purposes of company law) are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice.)

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and 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.

These accounts have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies and in accordance with the Financial Reporting Standards for Smaller Entities (effective April 2008).

Approved by the Directors on:

and signed on their behalf by:

Date:

31/8/22


Richard Brass, Director

Independent Examiner's Report to the Trustees of Montpelier Foundation Limited (the "Company")

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2021

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent Examiner's Statement

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

- 1) accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
- 2) the accounts do not accord with those records; or
- 3) the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
- 4) the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities.

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.

Moore Kingston Smith LLP

Shivani Kothari
(FCCA)

for and on behalf of Moore Kingston Smith LLP
Chartered Accountants
9 Appold Street
London
EC2A 2AP

Date: 1 September 2022

Montpelier Foundation Limited

STATEMENT OF FINANCIAL ACTIVITIES

(including income and expenditure account)
for the year ended 31 December 2021

	Note	Unrestricted Funds	Restricted Funds	2021 Total Funds	2020 Total Funds
		£	£	£	£
INCOME					
Investments	3	82,673	-	82,673	182,799
Grants and donations	4	-	38,922	38,922	97,292
TOTAL INCOMING RESOURCES		<u>82,673</u>	<u>38,922</u>	<u>121,595</u>	<u>280,091</u>
EXPENDITURE					
Generating Funds	5	11,774	-	11,774	10,380
Charitable activities	6	1,690,782	101,565	1,792,347	1,667,599
TOTAL RESOURCES EXPENDED		<u>1,702,556</u>	<u>101,565</u>	<u>1,804,121</u>	<u>1,677,980</u>
NET INCOME/(EXPENDITURE)		(1,619,883)	(62,643)	(1,682,526)	(1,397,888)
NET GAINS/(LOSSES) ON INVESTMENTS					
Realised	11.1	181,003	-	181,003	121,191
Unrealised	11.1	977,501	-	977,501	803,801
		<u>1,158,504</u>	<u>-</u>	<u>1,158,504</u>	<u>924,992</u>
OTHER RECOGNISED GAINS/(LOSSES)					
Gains/(losses) on foreign exchange		36,511	-	36,511	(2,973)
NET MOVEMENT IN FUNDS		<u>(424,868)</u>	<u>(62,643)</u>	<u>(487,511)</u>	<u>(475,869)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward	15	8,439,821	62,643	8,502,464	8,978,333
TOTAL FUNDS CARRIED FORWARD		<u>8,014,953</u>	<u>-</u>	<u>8,014,953</u>	<u>8,502,464</u>

All of the charity's activities relate to continuing operations

The charity has no recognised gains and losses other than those shown in the statement of financial activities.

Montpelier Foundation Limited

BALANCE SHEET as at 31 December 2021

	Note	2021 £	2020 £
FIXED ASSETS			
Tangible Assets	10	448	852
Investments:			
Investments	11.1	5,376,695	6,616,841
Programme related investments	11.2	69,563	87,911
		<u>5,446,706</u>	<u>6,705,604</u>
CURRENT ASSETS			
Debtors	12	11,058	13,778
Cash at Bank and in Hand		<u>2,569,137</u>	<u>1,795,763</u>
		<u>2,580,195</u>	<u>1,809,541</u>
LIABILITIES			
Creditors: falling due within one year	13	(11,947)	(12,680)
NET CURRENT ASSETS		<u>2,568,248</u>	<u>1,796,861</u>
TOTAL ASSETS LESS LIABILITIES		<u>8,014,954</u>	<u>8,502,465</u>
CAPITAL AND RESERVES			
Share Capital	14	1	1
Unrestricted reserves	15	8,014,953	8,439,821
Restricted Reserves	15	-	62,643
		<u>8,014,954</u>	<u>8,502,465</u>

For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the Directors and authorised for issue on:

and signed on their behalf by:

Date:

8/8/22

Richard Brass, Director

COMPANIES HOUSE NUMBER: 07462731

The accompanying notes form part of these financial statements.

Montpelier Foundation Limited

CASHFLOW STATEMENT

	Notes	2021 £	2020 £
Cash generated from operating activities:			
Net cash provided by (used in) operating activities	see below	(1,751,754)	(1,560,379)
Cash flows from investing activities:			
Dividends, interest and rents from investments	3	82,673	182,799
Purchase of investments	11.1 & 11.2	(553,652)	(1,574,855)
Proceeds from sale of investments	11.1 & 11.2	2,966,606	3,393,204
(Profit)/Loss on Forex differences		36,511	(2,973)
Investment Management Fees	5	(7,010)	(7,553)
Net cash provided by investment investing activities		2,525,128	1,990,622
Change in cash and cash equivalents in the reporting period		773,374	430,243
Cash and cash equivalents at the beginning of the reporting period		1,795,763	1,365,521
Cash and cash equivalents at the end of the reporting period		2,569,137	1,795,763

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

	Notes	SOFA	2021 £	2020 £
Net income/ (expenditure) (as per the statement of financial activities)			(487,511)	(475,869)
Adjustments for:				
Depreciation charges	10		404	1,043
Dividends, interest and rents from investments	3		(82,673)	(182,799)
Loss/(profit) on Forex differences			(36,511)	2,973
Revaluation of investments	11.1 11.2		(1,154,461)	(911,765)
Investment Management Fees	5		7,010	7,553
(Increase)/decrease in debtors	12		2,720	(650)
Increase/(decrease) in creditors	13		(732)	(1,282)
Net cash provided by (used in) operating activities			(1,751,754)	(1,560,796)

Analysis of cash and cash equivalents

	2021 £	2020 £
Total cash and cash equivalents	2,569,137	1,795,763

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31st December 2021

1. ACCOUNTING POLICIES

(a) Basis of Preparation

Montpelier Foundation Limited is a company limited by shares (Company number 07462731). It's registered office is Third Floor, Old Bailey, London, EC4M 7AN.

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The Charitable Company is a public benefit entity for the purposes of FRS 102 and therefore the Charity also prepared its financial statements in accordance with the 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 (The FRS 102 Charities SORP), the Companies Act 2006 and the Charities Act 2011.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest pound.

(b) Going concern

The directors have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The directors have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the directors have considered the charity's forecasts and projections and have taken account of pressures on donation and investment income in light of the impact of the COVID-19 pandemic on the charitable company's activities. The charitable company has a significant unrestricted investment portfolio from which capital could be drawn upon if necessary to support these. After making enquiries the directors have concluded that there is a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

(c) Fund Structure

Unrestricted Funds comprise those funds which the directors are free to use in accordance with the charitable objects.

Restricted funds - these are funds that have restrictions imposed by donors and can only be applied for the particular purposes specified by donors.

(d) Incoming Resources

All income is recognised when there is entitlement to the funds, the receipt is probable and the amount can be measured reliably. The following accounting policies are applied to different categories of income:

Grants and Donations Receivable

Grants and donations are recognised in the SOFA when conditions for receipt have been complied with.

Investment Income

Investment income is accounted for when receivable and is stated gross of any reclaimable taxation relief.

(e) Resources Expended

Liabilities are recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. All expenditure is accounted for on the accruals basis and has been classified under headings that aggregate all costs related to the category.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31st December 2021

1. ACCOUNTING POLICIES (CONTINUED)

(f) Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, bank loans and preference shares that are classified as debt, are initially recognised at the transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest rate method.

(g) Fixed Asset Investments

Investments are stated at market value at the balance sheet date and are primarily held to provide an investment return. The SOFA includes the net gains and losses on revaluation and disposals throughout the year.

Programme Related investments are included at the value of the loans advanced to beneficiaries less any provision against those deemed irrecoverable.

(h) Realised and Unrealised Gains and Losses

All gains and losses are taken to the SOFA as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or purchase date if later).

(i) Tangible fixed assets

Tangible fixed assets are included at cost less accumulated depreciation. Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost less estimated residual value of each asset on a straight line basis over its expected useful economic life. The rates are as follows:

Computer equipment and machinery	straight line over 3 years
Factory equipment and machinery	straight line over 5 years

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31st December 2021

1. ACCOUNTING POLICIES (CONTINUED)

(j) Foreign Exchange

Assets and liabilities expressed in foreign currency are translated into sterling at appropriate rates of exchange ruling at the end of the financial year. Differences on exchange arising during the year are taken through the Statement of Financial Activities.

(k) Critical accounting estimates and areas of judgement

In preparing financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements. The following judgements and estimates are considered by the trustees to have most significant effect on amounts recognised in the financial statements:

The fair value estimations of Level 2 and Level 3 financial instruments.

The year end valuation of the Programme Related Investments, which are made on the basis of assessment of the performance of investments.

2. REMUNERATION OF TRUSTEES

In the financial period ended 31 December 2021, none of the trustees received any remuneration or had expenses reimbursed by the charity (2020: none).

3. INVESTMENT INCOME

Year to 31 December 2021

	Unrestricted £	Restricted £	Total £
Income from Investments	73,486	-	73,486
Interest on cash deposits	9,187	-	9,187
	<u>82,673</u>	<u>-</u>	<u>82,673</u>

Year to 31 December 2020

	Unrestricted £	Restricted £	Total £
Income from Investments	66,445	-	66,445
Investment Management Fee Rebates	440	-	440
Interest on cash deposits	115,914	-	115,914
	<u>182,799</u>	<u>-</u>	<u>182,799</u>

4. GRANTS AND DONATIONS

Year to 31 December 2021

	Unrestricted £	Restricted £	Total £
Peru Covid Relief Programme	-	37,000	37,000
Support Lao Children Fund	-	1,922	1,922
	<u>-</u>	<u>38,922</u>	<u>38,922</u>

Year to 31 December 2020

	Unrestricted £	Restricted £	Total £
Montpelier Asset Management	19,477	-	19,477
Peru Covid Relief Programme	-	60,000	60,000
Support Lao Children Fund	-	17,815	17,815
	<u>19,477</u>	<u>77,815</u>	<u>97,292</u>

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31st December 2021

5. COST OF GENERATING FUNDS

Year to 31 December 2021

	Unrestricted £	Restricted £	Total £
Travel & Entertainment	56	-	56
Subscriptions	4,255	-	4,255
Bank Charges	453	-	453
Investment Management Fees	7,010	-	7,010
	<u>11,774</u>	<u>-</u>	<u>11,774</u>

Year to 31 December 2020

	Unrestricted £	Restricted £	Total £
Travel & Entertainment	684	-	684
Subscriptions	1,716	-	1,716
Bank Charges	427	-	427
Investment Management Fees	7,553	-	7,553
	<u>10,380</u>	<u>-</u>	<u>10,380</u>

6. CHARITABLE ACTIVITIES

Year to 31 December 2021

	Unrestricted £	Restricted £	Total £
Analysis of donations and grants			
Raspberry Pi Foundation	15,000	-	15,000
BOMA	109,369	-	109,369
Sheffield Futures	7,500	-	7,500
ClientEarth	350,000	-	350,000
Support Lao Children	50,658	4,565	55,223
Helping Hands Bolivia	79,737	-	79,737
Global Greengrants Fund UK	143,771	-	143,771
Resurgo Trust	100,000	-	100,000
Gecko Projects Investigations Ltd	15,000	-	15,000
Right to Succeed	152,000	-	152,000
Drive Forward Foundation	75,000	-	75,000
Depaul UK	55,000	-	55,000
Proximity Designs	73,137	-	73,137
Bridges to Prosperity	54,789	-	54,789
Amal Academy	95,078	-	95,078
Peru Covid Relief Programme	109,453	97,000	206,453
	<u>1,485,492</u>	<u>101,565</u>	<u>1,587,057</u>
Staff costs (see note 9)	188,212	-	188,212
Support costs (see note 7)	4,994	-	4,994
Governance Costs	12,084	-	12,084
Total Charitable activities	<u>1,690,782</u>	<u>101,565</u>	<u>1,792,347</u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31st December 2021

6. CHARITABLE ACTIVITIES (CONTINUED)

Year to 31 December 2020

	Unrestricted £	Restricted £	Total £
Analysis of donations and grants			
Action Tutoring	75,000	-	75,000
BOMA	113,054	-	113,054
La Différence DRC	15,000	-	15,000
YMCA North Stafford	20,000	-	20,000
Support Lao Children	55,033	18,585	73,618
Helping Hands Bolivia	47,233	99	47,332
Educate Girls	112,444	-	112,444
Resurgo Trust	102,500	-	102,500
Medha	56,222	-	56,222
Right to Succeed	150,000	-	150,000
National Emergencies Trust	200,000	-	200,000
Drive Forward Foundation	50,000	-	50,000
Depaul UK	50,000	-	50,000
Proximity Designs	75,791	-	75,791
Bridges to Prosperity	58,050	-	58,050
Amal Academy	56,925	-	56,925
Peru Covid Relief Programme	128,096	-	128,096
	<u>1,365,348</u>	<u>18,684</u>	<u>1,384,032</u>
Staff costs (see note 9)	240,872	-	240,872
Support costs (see note 7)	22,505	-	22,505
Governance Costs	20,191	-	20,191
Total Charitable activities	<u>1,648,916</u>	<u>18,684</u>	<u>1,667,600</u>

7. ALLOCATION OF SUPPORT COSTS

Year to 31 December 2021

	Generating Funds £	Charitable Activities £	Total £
Office Use re-charge	2,668	-	2,668
Computer Support	344	-	344
Depreciation	404	-	404
Postage	26	-	26
Supplies	22	-	22
Insurance	1,266	-	1,266
Couriers	110	-	110
Telephone	154	-	154
	<u>4,994</u>	<u>-</u>	<u>4,994</u>
Governance Costs	12,084	-	12,084
	<u>17,078</u>	<u>-</u>	<u>17,078</u>

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31st December 2021

7. ALLOCATION OF SUPPORT COSTS (CONTINUED)

Year to 31 December 2020

	Generating Funds £	Charitable Activities £	Total £
Office Use re-charge	19,477	-	19,477
Computer Support	422	-	422
Depreciation	1,043	-	1,043
Postage	10	-	10
Supplies	60	-	60
Insurance	1,118	-	1,118
Telephone	375	-	375
	<u>22,505</u>	<u>-</u>	<u>22,505</u>
Governance Costs	20,191	-	20,191
	<u>42,696</u>	<u>-</u>	<u>42,696</u>

8. ANALYSIS OF GOVERNANCE COSTS

	2021 £	2020 £
Accountancy		
Auditor's fee	2,220	14,772
Independent Examiner's fee	6,000	-
Overseas Auditor's fee	-	4,107
Legal and professional fees	3,864	1,312
	<u>12,084</u>	<u>20,191</u>

9. STAFF COSTS

	2021 £	2020 £
Gross salaries	155,926	200,861
Social security costs	16,532	21,105
Private Health Insurance	6,637	6,913
Pension Contributions (Scottish Widows Workplace Pension Scheme)	9,117	11,993
	<u>188,212</u>	<u>240,872</u>

The average number of staff employed by the Foundation for the year was 2.13 (2020:3.13). During the year one employee received remuneration greater than £80,000 (2020: one employee received remuneration greater than £70,000 and one employee received remuneration greater than £80,000).

Key management personnel (eg Trustees, Chief Exec etc) include 2 Trustees. The total employee benefits of the charity's key management personnel was £0 (2020:£0)

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31st December 2021

10. FIXED ASSETS

Tangible Assets

Computer
equipment

£

Cost or market value

At 1 January 2020

7,805

Additions

-

At 31 December 2020

7,805

Depreciation

At 1 January 2021

6,953

Charge for the year

404

At 31 December 2021

7,357

Net book value

At 31 December 2021

448

At 31 December 2020

852

11.1. FIXED ASSET INVESTMENTS

Listed Investments

**Quoted
Investments
2021
£**

**Quoted
Investments
2020
£**

Balance brought forward

6,616,840

7,475,187

Acquisitions at cost

553,652

1,574,855

Less: disposal proceeds

(2,952,302)

(3,358,194)

Net Realised (Losses)/gains on disposals

181,004

121,191

Net Unrealised gain on revaluation

977,501

803,801

Market Value Carried Forward

5,376,695

6,616,840

Historical Cost

2,672,942

4,044,277

Geographical Analysis

United Kingdom investments

2,395,678

2,910,136

Overseas investments

2,981,017

3,706,704

5,376,695

6,616,841

The following investments comprise in excess of 5% of the value of the portfolio:

Quoted Investments

Value as at 31 Dec 2021

SPDR S&P 500 ETF TRUST

£ 1,876,273

iShares III PLC MSCI World UCITA (GBP)

£ 1,548,360

Vanguard Information Technology ETF

£ 659,700

Empiric Student Property Plc

£ 479,511

Quoted Investments

Value as at 31 Dec 2020

SPDR S&P 500 ETF TRUST

£ 1,640,664

iShares III PLC MSCI World UCITA (GBP)

£ 1,252,316

7.875% Lloyds Bank 2014 without fixed maturity

£ 1,240,200

Arisaig Global Emerging Markets Consumer Fund Limited

£ 664,219

Vanguard Information Technology ETF

£ 621,002

Empiric Student Property Plc

£ 417,621

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31st December 2021

11.1. FIXED ASSET INVESTMENTS (continued)

Fair value determination

The fair value of financial instruments has been estimated using the following fair value hierarchy:

Level 1	The unadjusted quoted price in an active market for identical assets or liabilities that the entity can assess at the measurement date.
Level 2	Inputs other than quoted prices included in level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.
Level 3	Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

The Scheme's investment assets have been fair valued using the above hierarchy categories as follows:

As at 31 December 2021	Level 1	Level 2	Level 3	Total
Managed funds	5,376,695	-	-	5,376,695
Programme related investments	-	-	69,563	69,563
Total	5,376,695	-	69,563	5,446,258
As at 31 December 2020	Level 1	Level 2	Level 3	Total
Managed funds	6,616,841	-	-	6,616,841
Programme related investments	-	-	87,911	87,911
Total	6,616,841	-	87,911	6,704,752

11.2. FIXED ASSET PROGRAMME RELATED INVESTMENTS

	Programme related Investments	Total
	2021	2020
	£	£
Balance brought forward	87,911	136,150
Capital Repayments	(14,304)	(35,010)
FX Revaluation	(4,044)	(13,228)
Market Value Carried Forward	69,563	87,911
	2021	2020
Programme Related Investments	Total	Total
Talent Fund Peru	18,204	36,552
FutureShapers(Sheffield)*	325	325
Ingabo Plant Health	41,362	41,362
Rumbuka Seeds	9,672	9,672
	69,563	87,911

Talent Fund Peru continued to repay MF in 2021 and in 2022 despite Peru's political and economic crisis. This Fund provides flexible student loans to university students in Peru. The investment is denominated in PEN, a currency that has been subject to significant depreciation.

FutureShapers is a past investment into a Social Impact Bond led by youth charity Sheffield Futures to improve the educational attainment of at-risk secondary school pupils. The project is now complete but MF retains £325 in equity until the dormant holding company can be liquidated.

Ingabo Plant Health and Rumbuka Seeds are social businesses operating in Rwanda to serve smallholder farmers. MF hold equity positions. Ingabo doubled sales in 2021 but is not yet profitable, while Rumbuka turned a profit in 2020 and in 2021.

12. ANALYSIS OF ASSETS

Debtors falling due within one year

	2021 Total £	2020 Total £
Accrued Interest	5,495	6,768
Prepayments	5,563	7,010
	11,058	13,778

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31st December 2021

13. ANALYSIS OF LIABILITIES

Creditors falling due within one year

	2021 Total £	2020 Total £
Accruals	10,468	12,690
Other creditors	1,479	(10)
	11,947	12,680

14. SHARE CAPITAL

	Authorised £	Allocated, Called Up and Fully Paid £
Ordinary shares of £1 each at 1 January and 31 December 2021	1	1

15. MOVEMENT OF RESERVES

	1st January 2021 £	Incoming Resources £	Outgoing Resources £	Gains & (Losses) £	Fund Transfers £	31st December 2021 £
Restricted Funds:						
Support Lao Children Fund	2,643	1,922	(4,565)	-	-	-
Peru Covid Relief Programme	60,000	37,000	(97,000)	-	-	-
Helping Hands Fund	-	-	-	-	-	-
Total Restricted Funds	62,643	38,922	(101,565)	-	-	-
Unrestricted Funds:						
Unrestricted general funds	8,439,821	82,673	(1,702,556)	1,195,015	-	8,014,953
Total Funds	8,502,464	121,595	(1,804,121)	1,195,015	-	8,014,953

Restricted Funds

The aim of the Support Lao Children Fund is to provide support for local schools in Northern Laos, to improve facilities and services for their children and to fund additional education and scholarship programmes for school leavers. The Foundation received donations on behalf of Support Lao Children up until July 2021. The donations were sent to the charity.

The aim of the Peru Covid-19 Relief programme is to bring assistance to the most deprived communities in Peru in the face of the Covid-19 pandemic and its health and economic consequences. A donation of £37,000 (\$52,000) was received to add to the Foundation's own commitment of US\$ 150,000 for 2021, which was the last year of the programme.

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Year to 31 December 2021

	Unrestricted Funds £	Restricted Funds £	Total 2021 £
Fixed assets and investments	5,446,706	-	5,446,706
Current assets	2,580,195	-	2,580,195
Creditors	(11,947)	-	(11,947)
	8,014,954	-	8,014,954

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31st December 2021

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS (CONTINUED)

Year to 31 December 2020

	Unrestricted Funds £	Restricted Funds £	Total 2020 £
Fixed assets and investments	6,705,604	-	6,705,604
Current assets	1,746,898	62,643	1,809,541
Creditors	(12,680)	-	(12,680)
	<u>8,439,822</u>	<u>62,643</u>	<u>8,502,465</u>

17. CAPITAL COMMITMENTS

As at 31 December 2021, in GBP: the Foundation had a balance in grants owed to Resurgo Trust, Drive Forward Foundation, Green Alliance, and Climate 2025 totalling £1,025,000.

In USD: the Foundation had a remaining balance in grants owed to Bridges to Prosperity and Support Lao Children, totalling US\$ 145,000.

18. POST BALANCE SHEET EVENTS

As of 31 May 2022, the Foundation had made additional commitments in GBP totalling £400,000, and in USD totalling \$525,000.

19. RELATED PARTY TRANSACTIONS

Directors' Interests:

Nicholas Cournoyer, a Director of the Foundation, is also a Director of Hampshire Foundation Incorporated, a charity registered in the USA. Agathe Bourgon, a senior member of staff, is also a Director of Hampshire Foundation Incorporated.

The registers of interests for each Director were updated in July 2022. Additionally, nothing of concern was found in the disqualification searches which were carried out in January 2022 on the Directors and on David Rooney (who has sole online access to the Foundation's C. Hoare & Co. bank account and who can make payments for invoices and payroll by himself).

Donations from Directors: Nicholas Cournoyer in a personal capacity donated £37,000 in May 2021 to the Foundation in order to augment the Foundation's Covid-19 relief small grants programme in Peru, which exceeded £200,000 in total for the year.

Shareholder: the sole share of Montpelier Foundation was transferred from Pieter Olthof to David Rooney, who is neither an employee nor a director of the foundation, but who prepares the Foundation's financial statements.