

THE WORSHIPFUL COMPANY OF GLOVERS

OF LONDON CHARITABLE ENDOWMENT

Registered Charity Number 1142506

**ANNUAL REPORT OF THE TRUSTEE AND ACCOUNTS
FOR THE YEAR ENDED 5 APRIL 2021**

THE WORSHIPFUL COMPANY OF GLOVERS OF LONDON CHARITABLE ENDOWMENT

ANNUAL REPORT OF THE TRUSTEE AND ACCOUNTS FOR THE YEAR ENDED 5 APRIL 2021

The Trustee presents the annual report and the accounts of the charity for the year ended 5 April 2021 which have been prepared in accordance with current statutory requirements, the accounting policies set out in Notes 1 and 2 to the accounts, the charity's governing document and the Statement of Recommended Practice - Accounting and Reporting by Charities (Charities SORP FRS 102).

ADMINISTRATIVE INFORMATION

The charity is registered with the Charity Commission and numbered 1142506.

Its Trustee and principal advisers are :-

Trustee:	The Worshipful Company of Glovers of London	
Registered Address:	65 Leadenhall Street London EC3A 2AD	
Bankers:	Barclays Bank plc 128 Moorgate London EC2M 6SX	
Independent Examiner:	Greg Stevenson FCA Knox Cropper LLP 65 Leadenhall Street London EC3A 2AD	
Investment Advisers:	Ruffer LLP 80 Victoria Street London SW1E 5JL	Cazenove Capital Management 100 Wood Street London EC2V 7ER

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity was established by a Deed of Trust dated 8 February 2011.

The Master and Wardens of the Worshipful Company of Glovers of London have appointed that Company as a corporate trustee of the Charitable Endowment.

By decision of the Company's Court, a Charitable Trust Board has been appointed to act with full delegated powers to manage the charity. The Court retains the power to appoint and remove members of the Charitable Trust Board. During the year, and since, the members of the Board were:

AJC Collett (Chair)
D Cave (appointed 3 November 2020)
R De Courcey (retired 3 November 2020)
TR Morris
AD Seth-Smith
CA Smith (appointed 25 November 2020)
SCN Somerville
D Stone (retired 16 September 2020)
AJ Wadsworth (retired 27 May 2021)

RISK POLICY

The Trustee has considered the risks faced by the charity and identified the major risks to which it is exposed. It has reviewed those risks and satisfied itself that there are controls in place to mitigate their potential effect.

THE WORSHIPFUL COMPANY OF GLOVERS OF LONDON CHARITABLE ENDOWMENT

ANNUAL REPORT OF THE TRUSTEE FOR THE YEAR ENDED 5 APRIL 2021

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

The objects of the charity have remained unchanged since its establishment and are to raise funds and to make charitable grants for the furtherance of such charitable objects and purposes for the public benefit or such charitable institutions or charitable foundations in such manner and in such proportions as the Trustee shall in its absolute discretion think fit.

The charity was specifically established to build up a long term source of future charitable funding.

The Trustee may, in its discretion, for the period of 21 years from the date of establishment of the charity, instead of applying the income in any year, accumulate all or any part of the income by investing it and the resulting income.

The Trustee confirms that it has referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities, specifically in respect of consideration of future recipients of charitable grants.

ACHIEVEMENTS AND FINANCIAL REVIEW

Donations received in the year totalled £28,187 (2019-20 £25,923). This sum included a grant of £26,000 (2019-20 £25,000) paid from the unrestricted funds of the Company's related charity, the Worshipful Company of Glovers of London Charitable Trust.

The grant paid from the Charitable Trust represent the value of donations made for the specific purpose of growing the Company's charitable funds. The Trustee considers that they are most appropriately held within the Charitable Endowment.

The charity duly received the legacy accounted for last year from the estate of Ralph Waggett, a former liveryman, of £30,000 to be applied for educational purposes. Consideration is being given to a suitable project.

The charity's investment policy is to maximise the monetary value of its funds. There are no restrictions on investment. The charity's unrestricted assets are managed by Ruffer LLP, who are required to ensure that the portfolio provides a spread between risk and balance. The assets held in the Ralph Waggett restricted fund are managed by Cazenove with a view to providing an income. Both investment managers adhere to ESG principles.

Invested assets at the end of the financial year had grown to a total of £458,308 from £330,804 at the start.

The Trustee considers that the financial state of the charity is satisfactory and adequate to continue to fulfil its objectives.

The Trustee has kept under review the policy on the level of reserves maintained and this is set out on page 3 of this report.

THE WORSHIPFUL COMPANY OF GLOVERS OF LONDON CHARITABLE ENDOWMENT

ANNUAL REPORT OF THE TRUSTEE FOR THE YEAR ENDED 5 APRIL 2021

GOING CONCERN AND COVID-19

The Trustee considers there to be no material uncertainties over the charity's ability to continue as a going concern with its annual funding from a part of the charitable donations from members of the Company intended to enable it to grow its capital funds.

Covid-19 is not expected to have any detrimental impact either on its income or activities, while its plans remain aimed at growth in its capital value over the period allowed in its trust deed.

RESERVES

The charity has no current commitments while it seeks to accumulate a long term source of charitable funding. It has no other requirement to maintain free reserves other than retaining a small bank balance to meet the expenditure necessary to deal with its administration.

At 5 April 2021, the charity's total reserves were £460,244 (2020 - £361,442). Its uninvested reserves totalled £1,936 (2020 - £30,638).

PLANS FOR FUTURE YEARS

The Trustee has considered plans for the future development of the charity. It aims to grow the capital value by accumulating donations and investing these and the resulting income over the period of 21 years permitted in its trust deed.

On behalf of the Trustee

TR Morris

Master

22 September 2021

THE WORSHIPFUL COMPANY OF GLOVERS OF LONDON CHARITABLE ENDOWMENT

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 5 APRIL 2021

	Notes	2021 £ Unrestricted Funds	2021 £ Restricted Funds	2021 £ Total Funds	2020 £ Total Funds
INCOME					
Donations	3	28,187	-	28,187	25,923
Legacy		-	-	-	30,000
Investment income		-	269	269	-
TOTAL INCOME		28,187	269	28,456	55,923
EXPENDITURE					
Charitable activities	5	888	-	888	864
Raising funds:					
Investment management costs		-	14	14	-
TOTAL EXPENDITURE		888	14	902	864
NET INCOME BEFORE GAINS ON INVESTMENTS		27,299	255	27,554	55,059
Gain on revaluation of investments	6	70,247	1,001	71,248	11,423
NET MOVEMENT IN FUNDS		97,546	1,256	98,802	66,482
Reconciliation of funds					
FUNDS AT 6 APRIL 2020		331,442	30,000	361,442	294,960
FUNDS AT 5 APRIL 2021		428,988	31,256	460,244	361,442

The statement includes all gains and losses recognised during the year.
All activities are regarded as continuing.

THE WORSHIPFUL COMPANY OF GLOVERS OF LONDON CHARITABLE ENDOWMENT

BALANCE SHEET

5 APRIL 2021

	Notes	2021		2020	
		£	£	£	£
FIXED ASSETS					
Investments	6		458,308		330,804
CURRENT ASSETS					
Debtors	7	87		30,025	
Cash at bank		<u>2,737</u>		<u>1,477</u>	
		2,824		31,502	
CREDITORS DUE WITHIN ONE YEAR	8	<u>888</u>		<u>864</u>	
NET CURRENT ASSETS			1,936		30,638
NET ASSETS			<u>460,244</u>		<u>361,442</u>
UNRESTRICTED FUNDS			428,988		331,442
RESTRICTED FUNDS	9		<u>31,256</u>		<u>30,000</u>
			<u>460,244</u>		<u>361,442</u>

Approved on behalf of the Trustee:

TR Morris

Master

AJC Collett

Chairman of the Charitable Trust Board

22 September 2021

THE WORSHIPFUL COMPANY OF GLOVERS OF LONDON CHARITABLE ENDOWMENT

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 5 APRIL 2021

1 BASIS OF PREPARATION

1.1 BASIS OF PREPARATION OF ACCOUNTS

The financial statements of the charity 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)' and the Charities Act 2011.

1.2 GOING CONCERN

The Trustee considers that there are no material uncertainties over the charity's ability to continue as a going concern. The charity aims to grow its capital value by accumulating donations over the period of 21 years permitted in its trust deed.

1.3 PUBLIC BENEFIT

The charity meets the definition of a public benefit entity as defined by FRS 102.

2 ACCOUNTING POLICIES

2.1 INCOME

Donations are recognised on receipt. Gift Aid is recognised when the income to which it relates is received. Legacies are accounted for once the charity has evidence of probability of receipt and the value of the legacy can be reliably measured. Investment income is accounted for when receivable.

2.2 EXPENDITURE AND LIABILITIES

Liabilities are recognised once there is a legal or constructive obligation to pay and settlement is probable and quantifiable.

2.3 INVESTMENTS

Investments are stated at market value. Unrealised gains and losses on revaluation are included in the Statement of Financial Activities.

2.4 CASH AT BANK

Cash at bank comprises bank deposits repayable upon demand.

2.5 RESTRICTED FUNDS

These are funds that 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.

3 DONATIONS

The amount of £28,187 (2019-20 - £25,923) credited in the year includes £26,000 (2019-20 - £25,000) paid over from a related charity, the Worshipful Company of Glovers of London Charitable Trust. This sum represented the value of donations made to that charity during 2019-20 but intended by the donors to be held to grow the Company's charitable funds. Accordingly, the Trustee considered it appropriate that they be paid to the Charitable Endowment.

THE WORSHIPFUL COMPANY OF GLOVERS OF LONDON CHARITABLE ENDOWMENT

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 5 APRIL 2021

4 TRANSACTIONS WITH TRUSTEE

The Trustee received no remuneration for services (2019-20 - £0). No expenses have been reimbursed to the Trustee or members of the Charitable Trust Board (2019-20 - £0).

5 EXPENDITURE ON CHARITABLE ACTIVITIES

	2021	2020
	£	£
SUPPORT COSTS		
Governance cost - Independent examiner's fee	888	864

6 INVESTMENTS

Market value at 6 April 2020	330,804	293,381
Additions	55,959	26,000
Unrealised gain on revaluation	71,248	11,423
Market value at 5 April 2021	458,011	330,804
Cash deposits	297	-
	<u>458,308</u>	<u>330,804</u>

The charity's investments comprise:

	Market Value	Cost
	£	£
Unrestricted funds		
79,086.63 Ruffer Total Return		
C Accumulation Units	427,052	345,692
Restricted funds		
53,899 Cazenove Charity Multi-Asset Fund		
Class S units	30,959	29,958
Cash deposits	297	297
	<u>31,256</u>	<u>30,255</u>

7 DEBTORS

	2021	2020
	£	£
Legacy	-	30,000
Gift Aid	87	25
	<u>87</u>	<u>30,025</u>

8 CREDITORS DUE WITHIN ONE YEAR

Accruals	888	864
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9 RESTRICTED FUND

Ralph Waggett Education Fund

Balance at 6 April 2020	30,000	-
Net movement in year	1,256	30,000
Balance at 5 April 2021	<u>31,256</u>	<u>30,000</u>

In 2019-20, the charity accounted for a legacy from the estate of Ralph Waggett, a former liveryman, to be applied for educational purposes. This was received during 2020-21.

THE WORSHIPFUL COMPANY OF GLOVERS OF LONDON CHARITABLE ENDOWMENT

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 5 APRIL 2021

10 RELATED PARTY TRANSACTIONS

The charity and its related charity, The Worshipful Company of Glovers of London Charitable Trust, are under the common control of the Worshipful Company of Glovers. During the year £26,000 (2019-20 £25,000) was paid to the charity by the Charitable Trust, representing the value of donations made to that charity during 2019-20 but intended by the donors to be held for the long term to grow the Company's charitable funds.

11 STATEMENT OF FINANCIAL ACTIVITIES FOR 2019-20 SHOWING TOTAL FUNDS SPLIT BY FUND DESIGNATION

	£ Unrestricted Funds	£ Restricted Funds	£ Total Funds
INCOME			
Donations	25,923	-	25,923
Legacy	-	30,000	30,000
	<u>25,923</u>	<u>30,000</u>	<u>55,923</u>
EXPENDITURE			
Charitable activities	<u>864</u>	<u>-</u>	<u>864</u>
NET INCOME BEFORE GAINS ON INVESTMENTS	25,059	30,000	55,059
Gain on revaluation of investments	<u>11,423</u>	<u>-</u>	<u>11,423</u>
NET MOVEMENT IN FUNDS	36,482	30,000	66,482
Reconciliation of funds			
FUNDS AT 6 APRIL 2019	<u>294,960</u>	<u>-</u>	<u>294,960</u>
FUNDS AT 5 APRIL 2020	<u>331,442</u>	<u>30,000</u>	<u>361,442</u>

THE WORSHIPFUL COMPANY OF GLOVERS OF LONDON CHARITABLE ENDOWMENT

Independent Examiner's report to the Worshipful Company of Glovers of London Charitable Endowment for the year ended 5 April 2021

I report on the accounts of the Charity for the year ended 5 April 2021, which comprise the Statement of Financial Activities, the Balance Sheet and related notes.

This report is made to the Trustee in accordance with the terms of my engagement. My work has been undertaken so that I might carry out an Independent Examination of the financial statements in accordance with the General Directions given by the Charity Commissioners. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustee for my examination, for this report or for the opinions I have formed.

RESPECTIVE RESPONSIBILITIES OF THE TRUSTEE AND EXAMINER

The Charity's Trustee is responsible for the preparation of the financial statements. The Charity's Trustee considers that an audit is not required for this year (under section 145 of the Charities Act 2011 (the Act) and that an independent examination is needed. It is my responsibility to examine the financial statements (under section 145(1)(a) of the Act), to follow procedures laid down in the General Directions given by the Charity Commissioners under section 145(5)(b) of the Act and to state whether particular matters have come to my attention.

BASIS OF INDEPENDENT EXAMINER'S REPORT

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from you as Trustee concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

INDEPENDENT EXAMINER'S STATEMENT

In connection with my examination, no material matters have come to my attention which give me cause to believe that in any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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 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.

Greg Stevenson FCA
Knox Cropper LLP
Chartered Accountants
65 Leadenhall Street
London EC3A 2AD

22 September 2021