

THE ALEXANDER MOSLEY CHARITABLE TRUST

ANNUAL REPORT AND ACCOUNTS

5TH APRIL 2021

PAYNE HICKS BEACH

Solicitors
10 New Square
Lincoln's Inn
London WC2A 3QG

THE ALEXANDER MOSLEY CHARITABLE TRUST

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ADMINISTRATIVE INFORMATION ABOUT THE CHARITY, ITS TRUSTEES AND ADVISERS

<u>FOUNDER</u>	:	Max Rufus Mosley
<u>TRUSTEES</u>	:	Max Rufus Mosley - died on the 24th May 2021 Max Patrick Mosley Emma Maitland Mosley Horatio Edmund Mortimer
<u>PRINCIPAL ADDRESS</u>	:	10 New Square Lincoln's Inn London WC2A 3QG
<u>CHARITY REGISTRATION NO</u>	:	1142898
<u>INDEPENDENT AUDITOR</u>	:	Martin and Company Audit Limited 25 St. Thomas Street Winchester Hampshire SO23 9HJ
<u>BANKERS</u>	:	C. Hoare & Co. 37 Fleet Street London EC4P 4DQ
<u>INVESTMENT MANAGERS</u>	:	Edmond de Rothschild (Suisse) S.A. 18 rue de Hesse 1204 Genève Switzerland
<u>SOLICITORS AND ADMINISTRATORS</u>	:	Payne Hicks Beach 10 New Square Lincoln's Inn London WC2A 3QG

TRUSTEES' REPORT - 5TH APRIL 2021

The trustees present their statutory report together with the accounts of the Alexander Mosley Charitable Trust for the year ended 5th April 2021.

The accounts have been prepared in accordance with the accounting policies set out on pages 14 - 16 of the attached accounts and comply with the Charity's trust deed, applicable laws, applicable United Kingdom accounting standards (United Kingdom Generally Accepted Accounting Practice) and 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 United Kingdom and Republic of Ireland (FRS 102), and Update Bulletin 1 and Update Bulletin 2.

(a) Status and administration

The Charity was established by a Declaration of Charitable Trust dated 30th March 2011 and is registered with the Charity Commission under charity number 1142898. The Charity's governing instrument is its Trust Deed which allows for any activities covered by the Charity's objectives, with no specific restrictions.

(b) Charitable objects

The objects of the Charity are to provide funds for general charitable purposes as the Trustees shall from time to time think fit.

The Charity has established its grant making policy to achieve its objects for the public benefit. The Trustees confirm that they have complied with the duty in Section 17 of the Charities Act 2011 and have referred to the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities and setting the grant making policy for the year.

The Trustees' current grant making policy, application and assessment processes are as follows:

1 Principles

In awarding grants, the Trustees will apply the following principles:

- 1.1 Applications from UK registered charities will be considered in priority to applications from unregistered charities.
- 1.2 All applications from previous recipients of grants or from previously-unsuccessful applicants will be considered by the Trustees on their own merits. Although the Trustees will have regard to the outcome of the previous grant, new applications will not receive preferential or adverse consideration.
- 1.3 The Charity will not normally support applications from large national charities i.e. those with an annual income in excess of £10 million or with >£100 million assets or charities dedicated to issues deemed by the Trustees to be already well-funded within the UK.

2 Exclusions

The Trustees will not normally approve the use of the Charity's funds for purposes for which the UK Government has a statutory responsibility to provide.

3 Assessment process

- 3.1 All grant applications will be subject to initial assessment to ensure they meet the basic criteria for funding. Grants will be considered by the Trustees at each meeting of the Board of Trustees, and the Trustees will aim to write to successful applicants informing them of the outcome of their application for funding within two months of the date of the application. For administrative reasons, the Trustees will only reply to applications which are successful.

TRUSTEES' REPORT - 5TH APRIL 2021**3 Assessment process (Continued)**

- 3.2 Applicants should note that, as with many other charitable trusts, the Charity often receives far more applications than it has funds to support. The Charity may therefore be unable to provide a grant to every applicant.
- 3.3 The trustees will not be obliged to provide an explanation to an applicant should their application be unsuccessful.

(c) Governance

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust Deed. The Trustees meet at least twice a year to discuss and implement policy.

(d) Key management

The Trustees comprise the key management personnel of the charity in charge of directing and controlling, running and operating the Trust on a day to day basis. All Trustees give their time freely and no Trustees received any remuneration in the year. Details of Trustees' expenses and remuneration and any related-party transactions are disclosed in note 6 to the accounts.

(e) Financial Review**Review of activities**

The Trustees awarded grants totalling £831,000 (2020 - £14,381,965) during the year in accordance with the Charity's grant-making policy as above. A detailed list of all grants made in the year are included in the Appendix on page 23.

Investment Policy

In line with their agreed investment policy, the Trustees have retained investment advisers (Edmond de Rothschild) to whom the management of a proportion of the Charity's funds has been delegated. This action has been particularly relevant given the impact of COVID-19.

The Charity had an investment portfolio at the year ended 5th April 2021 value £14,276,093 (market value 5th April 2020 - £6,905,482).

Total investment income received in the year amounts to £182,303 (2020 - £362,619), which equates to a yield of 1.25% (based on investments and cash held at the year end).

An investment policy has been determined by the Trustees as follows:

1 Investment Objectives

The Charity seeks to produce the best financial return within an acceptable level of risk. Capital preservation is of importance. The Trustees acknowledge their duty under the Trustee Act 2000 to diversify investments and accordingly the Trustees' investment objective is for capital growth in excess of inflation (RPI) and a stable, growing income stream. The Trustees are prepared to view the investment exercise holistically. Provided the value of the capital is preserved from erosion by inflation, the Trustees are prepared to distribute both the income return and part of any capital appreciation in furtherance of the objects of the Charity.

TRUSTEES' REPORT - 5TH APRIL 2021

2 Risk

- 2.1 Extreme capital volatility cannot be tolerated and assets should be invested to minimise risk and to mitigate long-term inflation risk. Capital and income volatility can be tolerated if consistent with expectations.
- 2.2 A suitable proportion of the Charity's assets should be held in cash or near cash investments denominated in sterling to allow high liquidity in order to service ongoing requests for grants. The remainder of the Charity's assets should be diversified through investment in such manner as the Trustees decided.
- 2.3 The Charity's cash balances should be deposited with institutions with a minimum rating of A- or invested in a diversified money market fund. Deposits should be spread by counterparty, to limit the exposure per institution.

3 Liquidity Requirements

The Charity should choose investment structures which provide a reasonable degree of liquidity, ideally allowing settlement after four business days.

4 Time Horizon

The Charity can adopt a long-term investment horizon.

Results for the year

A summary of the year's results can be found on page 11 of this report and accounts.

During the year ended 5th April 2021, total income amounted to £6,854,137 (2020 - £7,982,592), being income arising from cash deposits and investments of £182,303 and a gift of investments of £6,671,834.

The Trustees awarded grants to institutions totalling £831,000 (2020 - £14,381,965). Investment managers costs of £18,715 (2020 - £42,816), grant administration costs of £23,027 (2020 - £25,225) and governance costs of £1,920 (2020 - £1,920) brought the total expenditure to £874,662 (2020 - £14,451,926).

There were investment and currency gains and losses during the year generating an overall gain of £2,592,865 (2020 - losses £1,374,256).

This resulted in a net increase during the year of £8,572,340 (2020 - decrease £7,843,590) in the funds of the Charity.

Reserves policy and financial position

Reserves policy

The Charity's reserves are in investments and cash and arise from the accumulated surplus of donations over expenditure and grants. They are unrestricted and freely available to support any of the Charity's activities and expenses in furtherance of its purposes.

The Trustees recognise the need to hold sufficient unrestricted reserves to ensure the Charity's activities are protected in the event of income shortfall and economic downturns. The Trustees have set a target for free unrestricted reserves on a risk basis to provide some protection against any unforeseen decrease in the Charity's investment portfolio or failure to achieve sufficient donations in any particular year to meet grant-making demands, and to provide sufficient working capital.

TRUSTEES' REPORT - 5TH APRIL 2021

Reserves policy (Continued)

The current reserves policy is to maintain reserves at a level that will cover at least two years' ordinary expenditure and grants within the Charity's objects.

(f) Reserves and funding

As is appropriate for a grant-making charity, the Trustees have not generally invited donations from third parties, and it is their policy to review donations from potential new supporters on a bespoke basis to ensure compliance with all legal regulations and obligations.

The Trustees' general intention is to make grants using the majority of funds donated to the Charity each year, in pursuance of the Charity's objects but they may allow reserves to build up where they have identified a need to make larger grants in future years. The Trustees do not intend to undertake any additional fundraising activity at this time.

Total reserves held at the end of the year ended 5th April 2021 amounted to £12,763,858 (2020 - £4,191,518).

(g) Trustees

The Trustees who served during the period were:

Max Rufus Mosley - died on the 24th May 2021
Max Patrick Mosley
Mrs. Emma Maitland Mosley
Horatio Edmund Mortimer

(h) Appointment and induction of Trustees

Following the death of Max Rufus Mosley the power of appointing new trustees vests in the continuing Trustees.

In appointing a new Trustee the Trustees will take into account the benefits of appointing a person who is able by virtue of his or her personal or professional qualifications to make a contribution to the pursuit of the objects or management of the Charity.

(i) Risk management

The Trustees are responsible for the management of the risks faced by the Charity.

The key risks faced by the Charity, as identified by the Trustees, are described below together with the principal ways in which they are mitigated, in reaching this conclusion, the Trustees have considered the impact on the Charity of the COVID-19 pandemic.

The Charity's assets are investments and cash, the investments being subject to stock market fluctuations. Additional holdings in stock market investments were received as donations in the year ended 5th April 2021.

The Charity carries out its objectives by providing grants to institutions that are also UK-registered charities, whose objects comply with the Charity's criteria. There is a risk that a grant provided by the Charity may not reach the intended recipient and/or may be used for purposes not consistent with the Charity's objects. Whilst the Trustees are mindful of their own obligation to ensure that the Charity benefits the public generally, they take some assurance from the fact that recipients of grants are themselves regulated to ensure that they operate for the public benefit.

TRUSTEES' REPORT - 5TH APRIL 2021

(j) Future Plans

The Trustees do not anticipate any significant changes to the Charity or its activities over the next two to five years. The Trustees do not generally invite appeals from charitable objects or institutions, but it is their intention to continue to make grants in furtherance of the objects, in addition to the funds already committed.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and setting the grant making policy, and consider that the Charity's activities are for the benefit of the public generally.

The Trustees have agreed that they would like to give the sum of £4,000 per quarter to the Church where Alexander Mosley (son of the Founder the late Max Mosley and brother of M. Patrick Mosley), is buried.

In response to the COVID-19 outbreak, the Charity is proactively reviewing grant making activities to ensure continued support to beneficiaries.

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales 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 Charity at the year end and of the income and expenditure during the year. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable 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 Charity will continue in operation.

TRUSTEES' REPORT - 5TH APRIL 2021

Statement of Trustees' responsibilities (Continued)

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the accounts comply with the Charities Act 2011, applicable Charity (Accounts and Reports) Regulations and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed as Chairman on behalf of the Board of Trustees:



.....
Emma Maitland Mosley

Approved by the Trustees on:  2022

INDEPENDENT AUDITOR'S REPORT

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF
THE ALEXANDER MOSLEY CHARITABLE TRUST**

Opinion

We have audited the financial statements of The Alexander Mosley Charitable Trust (the 'charity') for the year ended 5th April 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows 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 charity's affairs as at 5th April 2021 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 Charities Act 2011.

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 charity 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 charity'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.

INDEPENDENT AUDITOR'S REPORT

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF
THE ALEXANDER MOSLEY CHARITABLE TRUST**

Other information (Continued)

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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

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.

INDEPENDENT AUDITOR'S REPORT

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF
THE ALEXANDER MOSLEY CHARITABLE TRUST**

Auditor's responsibilities for the audit of the financial statements (Continued)

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.

We obtained an understanding of the legal and regulatory framework applicable to the charity via discussions with the trustees and our previous knowledge of the charity. This identified that the most significant laws and regulations relate to the form and content of the financial statements such as the Charities Act 2011, the Charities SORP (FRS 102) and Financial Reporting Standard 102. The charity complies with these laws and regulations by using appropriately qualified professionals to prepare the financial statements.

As part of our planning process, we assessed susceptibility of the charity's financial statements to material misstatements, including how fraud might occur by making an assessment of the key risks. The key risk identified in respect of The Alexander Mosley Charitable Trust is revenue recognition. The trustees confirmed no actual, suspected or alleged cases of fraud.

Based on this assessment we designed our audit procedures to address the key risk areas with an emphasis on testing the incoming resources.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Martin and Company Audit Limited
Chartered Accountants and Statutory Auditors
25 St. Thomas Street
Winchester
Hampshire SO23 9HJ

Martin & Company Audit Limited

Date *31st January 2022*

Martin and Company Audit Limited is eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006.

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 5TH APRIL 2021

Total Unrestricted Fund		Notes	Total Unrestricted Fund
2020			2021
£			£
	INCOME FROM:		
7,619,973	Donations	1	6,671,834
361,085	Investment income	2	182,303
1,534	Interest receivable	3	-
7,982,592	TOTAL INCOME		6,854,137
	EXPENDITURE ON		
	Raising Funds		
42,816	Investment management costs		18,715
	Charitable activities		
14,409,110	Promoting and enhancing charitable work	4	855,947
14,451,926			874,662
	NET INCOME BEFORE INVESTMENT LOSSES		5,979,475
	Investment gains/(losses):		
360,534	Realised	8	577,584
(1,730,787)	Unrealised	8	2,015,848
	Currency gains/(losses):		
(4,021)	Realised		383
18	Unrealised		(950)
(7,843,590)	NET (EXPENDITURE)/INCOME AND NET MOVEMENT IN FUNDS		8,572,340
	RECONCILIATION OF FUNDS		
12,035,108	Total funds brought forward at 6th April 2020		4,191,518
4,191,518	Total funds carried forward at 5th April 2021		12,763,858

All recognised gains and losses are included in the above statement of financial activities.

All of the Charity's activities derived from continuing operations during the above two financial years.

BALANCE SHEET - 5TH APRIL 2021

2020		Notes	2021
£			£
	<u>FIXED ASSETS</u>		
	Investments		
6,905,482	Listed Investments	8	14,276,093
	<u>CURRENT ASSETS</u>		
5,798	Debtors	9	7,166
229,172	Cash at bank and in hand	10	253,556
			<u>260,722</u>
<u>7,140,452</u>	Total current assets		<u>14,536,815</u>
	<u>LIABILITIES:</u>		
(1,503,934)	Creditors: Amounts falling due within one year	11	(1,772,957)
<u>5,636,518</u>	TOTAL CURRENT ASSETS		<u>12,763,858</u>
(1,445,000)	Creditors: Amounts falling due after one year	12	-
<u>4,191,518</u>	<u>NET ASSETS</u>		<u>12,763,858</u>
	<u>TOTAL FUNDS OF THE CHARITY</u>		
<u>4,191,518</u>	Unrestricted Income Funds		
	General Fund		<u>12,763,858</u>

Emma Mosley

Emma Maitland Mosley
(on behalf of the Board of Trustees)

Approved by the Trustees on: *26 January* 2022

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 5TH APRIL 2021

Prior Year Funds 2020 £		Notes	Total Funds 2021 £
(15,056,787)	Cash flows from operating activities:		
	Net cash used in operating activities	15	(2,052,007)
	Cash flows from investing activities:		
362,619	Dividends, interest and rents from Investments		182,303
20,066,344	Proceeds from sale of investments		1,924,655
(6,659,426)	Purchase of investments		(30,000)
(4,003)	Net Currency losses		(567)
13,765,534	Net cash provided by investing activities		2,076,391
(1,291,253)	Change in cash and cash equivalents in the reporting period		24,384
1,520,425	Cash and cash equivalents at the beginning of the reporting period		229,172
229,172	Cash and cash equivalents at the end of the reporting period	10	253,556

THE PRINCIPAL ACCOUNTING POLICIES - 5TH APRIL 2021

The principal accounting policies adopted, judgements and key sources of estimation and uncertainty in the preparation of the accounts are laid out below.

Basis of preparation

These accounts have been prepared for the year to 5th April 2021.

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant accounting policies below or the notes to these accounts.

The accounts have been prepared in accordance with 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 issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and the Charities Act 2011.

The Charity constitutes a public benefit entity as defined by FRS 102.

The accounts are presented in sterling and are rounded to the nearest pound.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16th July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1st April 2005 which has since been removed.

Critical accounting estimates and areas of judgement

Preparation of the accounts requires the Trustees to make significant judgements and estimates.

The items in the accounts where these judgements and estimates have been made include:

- estimating the liability for multi-year grant commitments.
- estimating future income and expenditure flows with a view to assessing going concern.

Assessment of going concern

The Trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The Trustees have made this assessment in respect of a period of one year from the date of approval of these accounts.

The Trustees are of the opinion that the Charity will have sufficient resources to meet its liabilities as they fall due and therefore, there are no concerns regarding the Charity's ability to continued as a going concern. The most significant areas of judgement that affect items in the accounts are detailed above. With regard to the next accounting period, the year ending 5th April 2022, the most significant areas that affect the carrying value of the assets held by the Charity are the levels of interest rates and investment returns.

THE PRINCIPAL ACCOUNTING POLICIES - 5TH APRIL 2021

Income recognition

Income is recognised in the period in which the charity has entitlement to the income, the amount of income can be measured reliably and it is probable that the income will be received.

Income comprises interest from deposits.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the bank.

Donations are recognised when the Charity has been notified in writing of both the amount donated and the settlement date.

Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to make a payment to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligations can be measured reliably.

All expenditure is accounted for on an accruals basis. Expenditure comprises direct costs and support costs. All expenses, including support costs, are allocated or apportioned to the applicable expenditure headings. The classification between the activities is as follows:

- (a) Expenditure on raising funds includes all expenditure associated with raising funds for the charity.
- (b) Expenditure on charitable activities includes all costs associated with furthering the charitable purposes of the charity through the provision of its charitable activities. Such costs include charitable grants payable in promoting and enhancing charitable work carried out by other charitable organisations, and related support costs including the cost of administering the activities of the charity and governance costs.

Grants payable are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the donation and has satisfied all related conditions. Grants approved but not paid at the end of the financial year are accrued for. Grants where the beneficiary has not been informed or has to meet certain conditions before the grant is released are not accrued for but are noted as financial commitments in the notes to the accounts.

All expenditure is stated inclusive of irrecoverable VAT.

Allocation of support and governance costs

Support costs represent indirect charitable expenditure. In order to carry out the primary purposes of the Charity it is necessary to provide support in the form of administration services. Governance costs comprise the costs involving the public accountability of the Charity (including audit costs) and costs in respect of its compliance with regulation and good practice.

Support costs and governance costs are apportioned directly to the one charitable activity.

Fixed assets investments

Fixed asset investments are included on the balance sheet at their market value at the end of the financial period. Realised and unrealised gains (or losses) are credited (or debited) to the statement of financial activities in the year in which they arise.

THE PRINCIPAL ACCOUNTING POLICIES - 5TH APRIL 2021

Fixed assets investments (Continued)

Listed investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price.

The Charity does not acquire put options, derivatives or other complex financial instruments.

Realised gains (or losses) on investment assets are calculated as the difference between disposal proceeds and their opening carrying value or their purchase value is acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value at that date. Realised and unrealised investment gains (or losses) are credited (or debited) in the statement of financial activities in the year in which they arise.

Debtors

Debtors are recognised at their settlement amount, less any provision for non-recoverability. They have been discounted to the present value of the future cash receipt where such discounting is material.

Cash at bank and in hand

Cash at bank and in hand represents such accounts and instruments that are available on demand or have fixed maturity dates.

Creditors and provisions

Creditors and provisions are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Creditors and provisions are recognised at the amount the Charity anticipates it will pay to settle the debt. They have been discounted to the present value of the future cash payment where such discounting is material.

Fund accounting

The general fund represents funds available for the general charitable purposes of the Charity which may be applied at the discretion of the Trustees.

NOTES TO THE ACCOUNTS - 5TH APRIL 2021**1 DONATIONS**

Total Unrestricted Fund		Total Unrestricted Fund
<u>2020</u>		<u>2021</u>
£		£
7,619,973	Donations and grants	6,671,834
	Investments donated	

2 INVESTMENT INCOME

Total Unrestricted Fund		Total Unrestricted Fund
<u>2020</u>		<u>2021</u>
£		£
296,050	UK equity and unit trusts	148,666
1,101	UK Bond	-
17,537	Property funds	6,840
45,032	Overseas equities	26,797
1,365	Overseas interest	-
361,085		182,303

Total Unrestricted Fund		Total Unrestricted Fund
<u>2020</u>		<u>2021</u>
£		£
1,534	3 INTEREST RECEIVABLE	-

NOTES TO THE ACCOUNTS - 5TH APRIL 2021**4 PROMOTING AND ENHANCING CHARITABLE WORK**

Total Unrestricted Fund		Total Unrestricted Fund
2020		2021
£		£
14,381,965	Grants payable to institutions	831,000
25,225	Grant administration costs	23,027
1,920	Governance costs (Note 5)	1,920
<u>14,409,110</u>	2021 Total Funds	<u>855,947</u>

A detailed list of the grants paid to charities is given in the Appendix (page 23) to these accounts.

A reconciliation of the grants payable and grant commitments figures shown in these accounts is as follows:

Total Unrestricted Fund		Total Unrestricted Fund
2020		2021
£		£
3,545,000	Grant commitments at 6th April 2020	2,945,000
14,381,965	Grants agreed during the year	831,000
17,926,965	Grants payable	3,776,000
(14,981,965)	Grants paid during the year	(2,006,000)
<u>2,945,000</u>	Grant commitments at 5th April 2021	<u>1,770,000</u>

5 GOVERNANCE COSTS

Total Unrestricted Fund		Total Unrestricted Fund
2020		2021
£		£
1,920	Statutory audit fee	1,920

NOTES TO THE ACCOUNTS - 5TH APRIL 2021**6 STAFF COSTS AND TRUSTEES' REMUNERATION**

The Charity employed no staff during the year (2020 - None).

No Trustee received any remuneration in respect of their services during the year (2020 - £nil).

The key management personnel of the Charity in charge of directing and controlling the Charity comprise the Trustees.

The total remuneration (including taxable benefits but excluding employer's pension contributions) of the key management personnel for the year was £nil (2020 - £nil).

7 TAXATION

The Alexander Mosley Charitable Trust is a registered charity and, therefore, is not liable to income tax or corporation tax on income or gains derived from its charitable activities as they fall within the exemptions available to registered charities.

8 INVESTMENTS

**Total
Unrestricted
Fund**
2020
£

**Total
Unrestricted
Fund**
2021
£

LISTED INVESTMENTS

Movements in listed investments during the year were as follows:

14,062,680	Investments at market value 6th April 2020	6,905,482
7,619,973	Additions at market value	6,671,834
6,659,426	Purchases at cost	30,000
		<u>6,701,834</u>
(19,705,810)	Disposals at 6th April 2020 market value	(1,347,071)
(1,730,787)	Net unrealised gains/(losses)	2,015,848
		<u>14,276,093</u>
<u>6,905,482</u>	Market value at 5th April 2021	
<u>8,461,776</u>	Cost of listed investments 5th April 2021	<u>13,799,094</u>

NOTES TO THE ACCOUNTS - 5TH APRIL 2021**8 INVESTMENTS (Continued)**

2020 £		2021 £
	Listed investments held at 5th April 2021 comprise the following investments all listed on a UK stock exchange:	
3,701,536	UK equities and unit trusts	5,066,487
3,008,398	Overseas equities	8,942,998
195,548	Property funds	266,608
<hr/> 6,905,482		<hr/> 14,276,093

At 5th April 2021 the following holding was considered of material value:

	% of Portfolio	Value £
Baillie Gifford American Fund 'B'	5	701,364
Michelin Euro 2 Shares	38	5,491,958

Liquidity risk to the Charity from investments is anticipated to be low as the investments held are in listed companies and are traded in markets with good liquidity and high trading volumes. The commitment to intervention by central banks and market regulators has continued to provide for orderly trading in the markets and so the ability to buy and sell quoted equities and stock is anticipated to continue. The Charity has no material investment holdings in markets subject to exchange controls or trading restrictions.

The Charity does not make use of derivatives and similar complex financial instruments.

Reference is made to the Risk Management section of the Trustees' report on page 5.

9 DEBTORS

Total Unrestricted Fund 2020 £		Total Unrestricted Fund 2021 £
<hr/> 5,798	Tax repayment	<hr/> 7,166

NOTES TO THE ACCOUNTS - 5TH APRIL 2021

10 CASH AT BANK AND IN HAND

Total Unrestricted Fund <u>2020</u> £		Total Unrestricted Fund <u>2021</u> £
206,565	C. Hoare & Co.	175,102
22,607	Edmond De Rothschild	78,454
<u>229,172</u>		<u>253,556</u>

11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Total Unrestricted Fund <u>2020</u> £		Total Unrestricted Fund <u>2021</u> £
1,704	Legal and professional fee	1,037
310	Edmond De Rothschild	-
1,920	Statutory audit fee	1,920
	Donations	
1,000,000	Independent Press Regulations Trust	1,000,000
	Imperial College of Science	
200,000	- Centre for Neuropsychopharmacology	145,000
300,000	Downforce Trust	600,000
-	Justice	25,000
<u>1,503,934</u>		<u>1,772,957</u>

12 CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR

Total Unrestricted Fund <u>2020</u> £		Total Unrestricted Fund <u>2021</u> £
	Donations	
	Imperial College of Science	
145,000	- Centre for Neuropsychopharmacology	-
1,000,000	Independent Press Regulations Trust	-
300,000	Downforce Trust	-
<u>1,445,000</u>		<u>-</u>

NOTES TO THE ACCOUNTS - 5TH APRIL 2021**13 STATEMENT OF FUNDS**

	Balance at 6th April 2020	Income	Expenditure	Investment gains/(losses)	Balance at 5th April 2021
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Unrestricted Funds	4,191,518	6,854,137	(874,662)	2,592,865	12,763,858

14 CONNECTED PARTY NOTE

The investments donated in the year with a value of £6,671,834 (2020 - £7,619,973) were from the late Max Rufus Mosley, who was a Trustee.

During the year, the Alexander Mosley Charitable Trust made a donation of £200,000 (2020 - £1,120,000) to GlobalNCAP, which the late Max Rufus Mosley, who was a Trustee of, who also a trustee of.

15 RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

Prior Year 2020 £		Current Year 2021 £
(7,843,590)	Net income/(expenditure) for the reporting period (as per the statement of financial activities)	8,572,340
(7,619,973)	Deduct donations received	(6,671,834)
	Adjust for:	
1,374,256	Losses/(gains) on investments	(2,592,865)
(362,619)	Dividends, interest and rents from investments	(182,303)
(2,893)	(Increase)/decrease in debtors	(1,368)
(601,968)	Increase/(decrease) in creditors	(1,175,977)
<u>(15,056,787)</u>	Net cash provided by (used in) operating activities	<u>(2,052,007)</u>

APPENDIX: GRANTS PAYABLE

<u>GRANTS PAYABLE:</u>	<u>Amount</u>
Institutions	£
Alive and Kicking	15,000
Asthall Swinbrook & Widford Church	16,000
Eastern Alliance for Safe and Sustainable Transport	400,000
GlobalNCAP	200,000
Imperial College of Science Technology and Medicine	100,000
Justice	50,000
Lady Margaret Hall Oxford	50,000
	<hr/>
	831,000
	<hr/>

Total grants and donations made to institutions during 2020 amounted to £14,381,965.