

THE BRUE FOUNDATION
(A company limited by guarantee)
UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

THE BRUE FOUNDATION
(A company limited by guarantee)

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THE BRUE FOUNDATION
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REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 JANUARY 2021

Trustees

Mr A.A.E. Glenton
Mr S. Gullick
Mr J. Gullick (appointed 3 September 2019)

Company registered number

07928624

Charity registered number

1147054

Registered office

32 Portland Terrace
Newcastle upon Tyne
NE2 1QP

Accountants

Ryecroft Glenton
32 Portland Terrace
Newcastle upon Tyne
NE2 1QP

Bankers

Barclays Bank
71 Grey Street
Newcastle upon Tyne
NE99 1JP

Solicitors

Sintons LLP
The Cube
Arngrove Court
Barrack Road
Newcastle upon Tyne
NE4 6DB

THE BRUE FOUNDATION
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TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JANUARY 2021

The Trustees present their annual report together with the financial statements of the The Brue Foundation for the year 1 February 2020 to 31 January 2021. The Annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the charitable company qualifies as small under section 382 of the Companies Act 2006, the Strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

The principal objects of the charitable company are: -

1. To promote religious harmony for the benefit of the public in particular but not exclusively by:
 - (a) Educating the public in different religious beliefs including an awareness of their distinctive features and their common ground to promote good relations between persons of different faiths;
 - (b) Promoting knowledge and mutual understanding and respect of the beliefs and practices of different religious faiths
2. Such charitable purposes for the public benefit as are exclusively charitable according to the laws of England and Wales as the Trustees may from time to time determine.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit.

The objectives of the charitable company are to enhance the activities of individuals and organisations who are pursuing the objects of this charity.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Strategies for achieving objectives

The objectives of the charitable company will be achieved through making grants. Previously, the charity has prioritised those projects that focus on educating individuals on a variety of religions, creating an understanding of different religions and promoting the harmonisation or integration of different religions. However since 2019 the Trustees have changed the focus of the charity so that it also makes grants to charities that support children's cancer patients and their families, cancer and stroke treatment and research.

c. Grant-making policies

The Trustees will make grants to individuals and organisations to achieve the objectives listed above. Projects that relate specifically to human rights and racial issues are beyond the Charity's charitable objects.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021

Objectives and activities (continued)

d. Main activities undertaken to further the charitable company's purposes for the public benefit

The charity's objectives are to achieve its purposes for the public benefit through the provision of grants to institutions in accordance with its charitable objectives. During the year, one grant totalling £100,000 was made (2020 - £110,000). Further information is set out below regarding the activities undertaken by the charity this year and its intention for future grant distributions.

Achievements and performance

a. Review of activities

In the year to 31 January 2021, the company had incoming resources of £31,736 (2020: £33,042), expenditure of £134,088 (2020: £143,347) and net expenditure of £49,332 (2020: net income £6,475) after accounting for increase in value of investments. At the year end, the charitable company held net assets of £1,499,790 including £220,000 land held and £1,232,673 of listed investments.

Expenditure during the year included a single special grant of £100,000 to The Children's Hospital Society.

b. Investment policy and performance

The Trustees' investment powers permit the purchase of investments, securities or property as may be thought fit. The Charitable Company's investment portfolio is administered by a leading firm of stockbrokers, Cazenove Capital Management. The portfolio value has increased by £53,020 (4%) and generated £15,327 of income. The Trustees consider this to be a good result, given that this year includes the world-wide fall in investment values in March 2020 arising from the Covid pandemic.

c. Covid

The Trustees do not anticipate that the Covid pandemic will significantly alter the ability of the charity to make future grants out of income generated from investments, taking a longer view.

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021

b. Reserves policy

The charity's policy is to hold sufficient reserves to cover anticipated annual grants and other expenditure which is currently estimated at £25,000.

At the year end, the total funds held by the charity were £1,499,990.

In order to meet the special grant made this year of £100,000 and to meet the reserves objective, the Trustees transferred £88,971 from expendable endowment funds to unrestricted income. After this transfer, endowment funds at the year end totalled £1,474,790, and free reserves available for future distribution and to meet charity expenditure were £25,000.

Structure, governance and management

a. Constitution

The charitable company is registered as a charitable company limited by guarantee and was set up by the issuing of Memorandum and Articles of Association on 30 January 2012 as amended by a special resolution registered at Companies House on 24 April 2012. The company was registered with the Charity Commission on 30 April 2012, number 1147054.

b. Methods of appointment or election of Trustees

New Trustees are appointed by the continuing Trustees.

c. Organisational structure and decision-making policies

The Trustees meet at least annually and informal discussions are held throughout the year.

d. Policies adopted for the induction and training of Trustees

New Trustees are provided with access to constitutional and statutory information as well as information regarding the internal workings of the charity. Other training is limited to informal communications between trustees of any matters that they may consider significant.

e. Related party relationships

Mr A.A.E. Glenton, a Trustee of the Foundation, is a partner in the firm of Ryecroft Glenton which is retained as accountant to the Foundation. In the year ending 31 January 2021 accountancy, secretarial and professional fees were charged or accrued amounting to £14,495 (2020: £14,157) plus VAT. There were no outstanding invoiced balances at the year end.

During the year the Trust used the services of Portland Financial Management Limited (PFM) to procure the continuing services of investment managers, Cazenove Capital Management (CCM) at a discounted rate substantially more favourable than the rates generally available. The amount received by PFM in respect of this engagement was £4,881 plus VAT (2020: £5,027). PFM is wholly owned by Ryecroft Glenton.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021

Structure, governance and management (continued)

f. Financial risk management

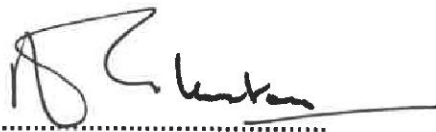
The Trustees have assessed the major risks to which the charitable company is exposed, in particular those related to the operations and finances of the charitable company, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

Plans for future periods

The charity trustees intend to distribute as grants all income that is generated annually by the investments held by the charity. The next trustees meeting will determine the further distributions of grants for this charity.

The charity has applied to the Charity Commission to modify its objects so as to be more clear that the charity Trustees will make grants for any charitable objective as they see fit. This change is a clarification and does not represent a fundamental change in the charity's objects.

Approved by order of the members of the board of Trustees on 7 July 2021 and signed on their behalf by:



.....
Mr A.A.E. Glenton

THE BRUE FOUNDATION
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**INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 JANUARY 2021**

Independent Examiner's Report to the Trustees of The Brue Foundation ('the charitable company')

I report to the charity Trustees on my examination of the accounts of the charitable company for the year ended 31 January 2021.

Responsibilities and Basis of Report

As the Trustees of the charitable company (and 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 charitable 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 the charitable company's accounts 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 charitable 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 [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

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.

This report is made solely to the charitable company's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the charitable company's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charitable company and the charitable company's Trustees as a body, for my work or for this report.

Signed: *D. Reah*

Dated: *22nd July 2021*

Mr Derek Reah FCCA

Reah & McBride
Certified Accountants
Suite 2b, North Sands Business Centre
Liberty Way
Sunderland SR6 0QA

THE BRUE FOUNDATION
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**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 JANUARY 2021**

	Note	Unrestricted funds 2021 £	Endowment funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income and endowments from:					
Investments	3	31,736	-	31,736	33,042
Total income and endowments		31,736	-	31,736	33,042
Expenditure on:					
Raising funds	4	3,239	13,381	16,620	18,678
Charitable activities	6	117,468	-	117,468	124,669
Total expenditure		120,707	13,381	134,088	143,347
Net gains on investments		-	53,020	53,020	116,780
Net (expenditure)/income		(88,971)	39,639	(49,332)	6,475
Transfers between funds	14	88,971	(88,971)	-	-
Net movement in funds		-	(49,332)	(49,332)	6,475
Reconciliation of funds:					
Total funds brought forward		25,000	1,524,122	1,549,122	1,542,647
Net movement in funds		-	(49,332)	(49,332)	6,475
Total funds carried forward		25,000	1,474,790	1,499,790	1,549,122

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 10 to 20 form part of these financial statements.

THE BRUE FOUNDATION
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REGISTERED NUMBER: 07928624

BALANCE SHEET
AS AT 31 JANUARY 2021

	Note	2021 £	2020 £
Fixed assets			
Investments - Listed	11	1,232,673	1,290,394
Investments - Land	10	220,000	220,000
		<u>1,452,673</u>	<u>1,510,394</u>
Current assets			
Cash at bank and in hand		63,524	44,615
		<u>63,524</u>	<u>44,615</u>
Creditors: amounts falling due within one year	12	(16,407)	(5,887)
Net current assets		<u>47,117</u>	<u>38,728</u>
Total assets less current liabilities		<u>1,499,790</u>	<u>1,549,122</u>
Total net assets		<u>1,499,790</u>	<u>1,549,122</u>
Charity funds			
Endowment funds	14	1,474,790	1,524,122
Restricted funds	14	-	-
Unrestricted funds	14	25,000	25,000
Total funds		<u>1,499,790</u>	<u>1,549,122</u>

The charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

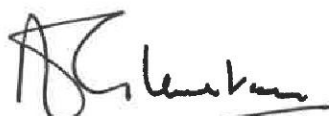
The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

THE BRUE FOUNDATION
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BALANCE SHEET (CONTINUED)
AS AT 31 JANUARY 2021

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees on 07 July 2021 and signed on their behalf by:



Mr A.A.E. Glenton
Chairman

The notes on pages 10 to 20 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

1. General information

The Brue Foundation is a charitable company limited by guarantee. The Company registered number is 07928624 and the Charity registered number is 1147054. The registered office is 32 Portland Terrace, Newcastle upon, NE2 1QP.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Brue Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

2.2 Going concern

The Trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements.

2.3 Income

All income is recognised once the charitable company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Dividend income is recognised at the point at which dividend declarations are made.

Grants received from the Rural Payments Agency are credited to income when they are received.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

2.4 Expenditure

Expenditure is 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. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. All support costs are allocated to the single grant-making activity.

Expenditure on raising funds includes all expenditure incurred by the charitable company to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

2. Accounting policies (continued)

2.4 Expenditure (continued)

Expenditure on charitable activities is incurred on directly undertaking the activities which further the charitable company's objectives, as well as any associated support costs.

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

All expenditure is inclusive of irrecoverable VAT.

2.5 Company status

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

2.6 Taxation

The charitable company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charitable company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

2.7 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of financial activities.

2.8 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.9 Liabilities

Liabilities 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.

Liabilities are recognised at the amount that the charitable company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

2. Accounting policies (continued)

2.10 Financial instruments

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

2.11 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charitable company and which have not been designated for other purposes.

Endowment funds represent donations gifted to the charitable company to be held for investment from which the income may be applied for the general purposes of the charitable company. The fund is expendable and the Trustees have the power to convert the fund into income at their discretion.

3. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from listed investments	15,327	15,327	17,900
Income from land held	16,205	16,205	14,997
Interest from bank accounts	204	204	145
	<u>31,736</u>	<u>31,736</u>	<u>33,042</u>

Income from land held is derived from the following sources :-

	2021 £	2020 £
Income from grass lettings	4,814	4,836
Rural Farm Agency Single Payment	10,391	10,161
Network Rail access payment	1,000	-
	<u>16,205</u>	<u>14,997</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

4. Investment management costs

	Unrestricted funds 2021 £	Endowment funds 2021 £	Total funds 2021 £
Investment management costs	-	13,381	13,381
Land management costs	3,239	-	3,239
	<u>3,239</u>	<u>13,381</u>	<u>16,620</u>
	<i>Unrestricted funds 2020 £</i>	<i>Endowment funds 2020 £</i>	<i>Total funds 2020 £</i>
Investment management costs	-	13,397	13,397
Land management costs	5,281	-	5,281
	<u>5,281</u>	<u>13,397</u>	<u>18,678</u>

5. Analysis of grants

	Grants to Institutions 2021 £	Total funds 2021 £
Grants paid in the year	<u>100,000</u>	<u>100,000</u>
	<i>Grants to Institutions 2020 £</i>	<i>Total funds 2020 £</i>
Grants paid in the previous year	<u>110,000</u>	<u>110,000</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

Grants paid were as follows:

	2021 £	2020 £
Newcastle University - Faculty of Medical Sciences	-	10,000
The Childrens Hospital Society	100,000	100,000
	<u>100,000</u>	<u>110,000</u>

6. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
All activities	117,468	117,468	124,669

7. Analysis of expenditure by activities

	Grant funding of activities 2021 £	Support costs 2021 £	Total funds 2021 £
All activities	100,000	17,468	117,468

	Grant funding of activities 2020 £	Support costs 2020 £	Total funds 2020 £
All activities	110,000	14,669	124,669

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

7. Analysis of expenditure by activities (continued)

Analysis of support costs

	Allocated to grant activities 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Legal and professional costs	7,150	7,150	9,707
Independent examiners fees	525	525	510
Governance costs	9,793	9,793	4,452
	<u>17,468</u>	<u>17,468</u>	<u>14,669</u>

Governance costs are made up as follows:

	2021 £	<i>2020 £</i>
Accountancy and secretarial costs	9,720	4,450
Bank charges	3	2
	<u>9,723</u>	<u>4,452</u>

8. Independent examiner's remuneration

	2021 £	<i>2020 £</i>
Fees payable to the charitable company's independent examiner for the independent examination of the charitable company's annual accounts	525	510

9. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 January 2021, no Trustee expenses have been incurred (2020 - £NIL).

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

10. Investments - Land

	Freehold investment property £
Valuation	
At 1 February 2020	220,000
At 31 January 2021	<u>220,000</u>

Land is valued by the Trustees at £220,000. The valuation is the fair value of the land based on an open market value for existing use basis. The valuation is unchanged from that first made by Savills (RICS registered valuers) in 2013.

11. Fixed asset investments

	Listed investments £	Cash deposits with investment manager £	Total £
Cost or valuation			
At 1 February 2020	1,266,461	23,933	1,290,394
Additions	279,409	383,365	662,774
Disposals	(394,045)	(379,469)	(773,514)
Revaluations	53,020	-	53,020
At 31 January 2021	<u>1,204,845</u>	<u>27,829</u>	<u>1,232,674</u>
Net book value			
At 31 January 2021	<u>1,204,845</u>	<u>27,829</u>	<u>1,232,674</u>
<i>At 31 January 2020</i>	<u>1,266,461</u>	<u>23,933</u>	<u>1,290,394</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

Investments which are all held in the UK at market value comprise:

	2021 £	2020 £
Investment in shares	1,204,846	1,266,461
Cash deposits held by investment manager	27,828	23,933
Total market value	1,232,674	1,290,394

Valuation

All investments are stated at their market values as at 31 January 2021. Of the total gains of £53,020, a loss of £31,407 was realised during the year and £84,427 was an unrealised gain.

Material investments

	2021 £	2020 £
Material investments are deemed to be those with a fair value greater of 5% of the total value of fixed asset investment and are set out below:		
Majedie UK equity Fund	-	66,863
Merian UK Alpha Fund	-	63,925
0.125% UK Treasury Stock	60,918	60,512
MU Lyxor Core US	65,973	61,200
JPMorgan America Equirt Fund C USD	68,678	59,459
Findlay Park American Fund USD	-	60,219
	195,569	372,178

12. Creditors: Amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	16,407	5,887

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

13. Financial instruments

	2021 £	2020 £
Financial assets		
Financial assets measured at fair value through income and expenditure	<u>1,204,846</u>	<u>1,266,461</u>
	2021 £	2020 £
Financial liabilities		
Financial liabilities measured at amortised cost	<u>15,207</u>	<u>5,887</u>

Financial assets measured at fair value through income and expenditure comprise listed investments.

Financial liabilities measured at amortised cost comprise accruals.

14. Statement of funds

Statement of funds - current year

	Balance at 1 February 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 January 2021 £
Unrestricted funds						
General Funds	<u>25,000</u>	<u>31,736</u>	<u>(120,707)</u>	<u>88,971</u>	<u>-</u>	<u>25,000</u>
Endowment funds						
Endowment Fund	<u>1,524,122</u>	<u>-</u>	<u>(13,381)</u>	<u>(88,971)</u>	<u>53,020</u>	<u>1,474,790</u>
Total of funds	<u>1,549,122</u>	<u>31,736</u>	<u>(134,088)</u>	<u>-</u>	<u>53,020</u>	<u>1,499,790</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

14. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 February 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers in/out £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 January 2020 £</i>
Unrestricted funds						
General Funds	82,467	33,042	(129,950)	39,441	-	25,000
Endowment funds						
Endowment Fund	1,460,180	-	(13,397)	(39,441)	116,780	1,524,122
Total of funds	1,542,647	33,042	(143,347)	-	116,780	1,549,122

Endowment funds are expendable and the Trustees have the power to convert the fund into income at their discretion. The transfer from expendable endowment funds, in both years, to unrestricted funds out of the realisation of land proceeds were to ensure that the charity has the adequate funds to meet anticipated future grant and other charity expenditure commitments.

15. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 2021 £	Endowment funds 2021 £	Total funds 2021 £
Fixed asset investments	-	1,232,673	1,232,673
Investments - land	-	220,000	220,000
Current assets	41,407	22,117	63,524
Creditors due within one year	(16,407)	-	(16,407)
Total	25,000	1,474,790	1,499,790

THE BRUE FOUNDATION
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

15. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior period

	<i>Unrestricted funds 2020 £</i>	<i>Endowment funds 2020 £</i>	<i>Total funds 2020 £</i>
Fixed asset investments	-	1,290,394	1,290,394
Investments - land	-	220,000	220,000
Current assets	30,887	13,728	44,615
Creditors due within one year	(5,887)	-	(5,887)
Total	25,000	1,524,122	1,549,122

16. Related party transactions

Mr A.A.E. Glenton, a Trustee of the Foundation, is a partner in the firm of Ryecroft Glenton which is retained as accountants to the Foundation. In the year ending 31 January 2021 accountancy, secretarial and professional fees were charged and accrued through the financial statements amounting to £14,495 plus VAT (2020: £14,157). There were no outstanding invoiced balances at the year end.

During the year the Trust used the services of Portland Financial Management Limited (PFM) to procure the continuing services of investment managers, Cazenove Capital Management (CCM) at a discounted rate substantially more favourable than the rates generally available. The amount received by PFM in respect of this engagement was £4,881 plus VAT (2020: £5,027). PFM is wholly owned by Ryecroft Glenton.