

THE VAN MESDAG FUND

TRUSTEES' REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

THE VAN MESDAG FUND

**TRUSTEES' REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

CONTENTS

Index	Page
Trustees' report	1 - 3
Independent examiner's report	4
Statement of financial activities	5
Balance sheet	6
Notes to the accounts	7 - 11

TRUSTEES' REPORT

FOR THE YEAR ENDED 30 JUNE 2021

The trustees present their report and accounts for the year ended 30 June 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 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 UK and Republic of Ireland (FRS 102)".

Reference and Administrative Information

Charity Number: 1166453

Principal Office

Flat G/1, 112 Cloch Road, Gourock, Renfrewshire, PA19 1FN.

Trustees

Ewen Hamilton Gilmour
Rozemarijn van Mesdag
Savanna Nuala Katharine van Mesdag
Milo Maarten van Mesdag

Independent Examiner

Julie Mellowes FCCA of
UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London E1W 1YW.

Accountants

UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London E1W 1YW.

Bankers

Metro Bank, One Southampton Row, London WC1B 5HA.

Investment Managers

Close Brothers Asset Management, 10 Crown Place, London EC2A 4FT.

Objectives and Activities

The trustees shall hold the capital and income of the Trust Fund upon trust to apply the income, and all or such part or parts of the capital, at such time or times and in such manner to, or for the benefit of, such exclusively charitable objects and purposes in any part of the world as the Trustees may in their discretion think fit. During the current period grants were made to other organisations that are themselves charitable in nature.

Public Benefit

The trustees have complied with section 17(5) of the 2011 Charities Act, having due regard for the Charity Commission's guidance on public benefit when reviewing the trust's aims and objectives, when setting the grants making policy and in making awards.

Grant Making Policy

The trustees consider grant applications on an individual basis.

TRUSTEES' REPORT

FOR THE YEAR ENDED 30 JUNE 2021

Achievement and Performance

During the year the charity received total income amounting to £213,184 (2020: £131,832). Grants of £219,591 (2020: £153,000) were awarded and paid during the year.

Plans for the Future

The trustees have no immediate plans to modify or radically change any of the objects, activities or policies described above.

Financial Review

The trust utilises its income to provide funds to cover grants, administration costs and to increase reserves. The charity is reliant on the income generated by its investments and further donations.

Investment Policy and Performance

The trustees continue to be satisfied that their current investment portfolio provides the charity with sustainable income from which it is able to make donations to other charities and good causes and expect that their investment income will continue to grow going forward. This investment strategy accords with the Trustees' long term aim of achieving underlying income growth for the charity into the future.

Reserves Policy

The trustees' aim is to maintain free reserves in unrestricted funds at a level that will provide sufficient funds to respond to applications for grants and ensure that there are sufficient funds available to cover governance costs and provide for the continuation of the charity for the foreseeable future. At the year end the unrestricted fund balance amounted to £5,949,366 (2020: £5,385,272).

Structure, Governance and Management

The trust is an unincorporated body, constituted under a trust deed dated 1 September 2015 and is a registered charity, number 1166453. The trust was established by an initial gift of £10 from Rozemarijn van Mesdag. The trust does not actively fundraise and maintains a careful stewardship of its existing resources.

The power of appointing new or additional trustees is exercisable by the existing trustees. The trustees meet at such intervals as they consider appropriate.

The charity has no full time or part time employees or volunteers to assist in the running of the charity, the daily administration being carried out by the trustees themselves.

Risk Management

The trustees have reviewed the major risks that impact on the work of the trust. The systems that have been established enable the trustees to review and take necessary steps to lessen these risks.

TRUSTEES' REPORT

FOR THE YEAR ENDED 30 JUNE 2021

Statement of trustees' responsibilities

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

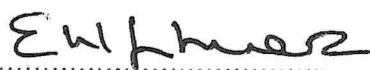
The law applicable to charities in England and Wales requires the trustees to prepare accounts for each financial reporting period which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

In preparing these accounts, the trustees 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 accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 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.

Approved by the trustees on 25 April 2022 and signed on their behalf by:



Ewen Hamilton Gilmour
Trustee

THE VAN MESDAG FUND

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE VAN MESDAG FUND FOR THE YEAR ENDED 30 JUNE 2021

I report to the trustees on my examination of the accounts of The Van Mesdag Fund for the year ended 30 June 2021, which are set out on pages 5 to 11.

This report is made solely to the charity's trustees, as a body, in accordance with section 145 of the Charities Act 2011. My examination has been undertaken so that I might state to the charity'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 charity's trustees as a body, for my examination, for this report, or for the opinions I have formed.

Responsibilities and basis of report

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

I report in respect of my examination of the Trustees' accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable 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 that in any material respect:

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

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



Julie Mellows FCCA
UHY Hacker Young
Quadrant House
4 Thomas More Square
London E1W 1YW

Date: 26 April 2022

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021 Unrestricted funds £	2020 Unrestricted funds £
Income and endowments from:			
Donations and legacies	2	81,204	-
Investment income	3	131,980	131,832
Total income		213,184	131,832
Expenditure on:			
Raising funds (investment management fees)		(43,540)	(42,826)
Charitable activities	4	(225,803)	(163,532)
Total expenditure		(269,343)	(206,358)
Net expenditure before gains/(losses) on investments		(56,159)	(74,526)
Net gains/(losses) on investments	8	620,253	(147,557)
Net movement in funds		564,094	(222,083)
Reconciliation of funds:			
Total funds brought forward		5,385,272	5,607,355
Total funds carried forward		£5,949,366	£5,385,272

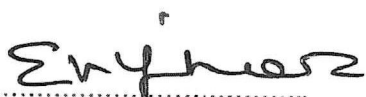
All recognised gains and losses have been included in the Statement of Financial Activities and are derived from the continuing activities of the Charitable Trust.

BALANCE SHEET

AS AT 30 JUNE 2021

	Note	2021		2020	
		£	£	£	£
Fixed assets					
Investments at market value	8		5,767,648		5,258,626
Current assets					
Cash and cash equivalents	9	198,645		142,335	
Current liabilities					
Creditors falling due within one year	10	<u>(16,927)</u>		<u>(15,689)</u>	
Net current assets			181,718		126,646
Net assets			<u>£5,949,366</u>		<u>£5,385,272</u>
The funds of the charity					
Unrestricted funds (page 5)			<u>£5,949,366</u>		<u>£5,385,272</u>

The financial statements on pages 5 to 11 were approved by the Trustees on **25** April 2022 and are signed on their behalf by:



Ewen Hamilton Gilmour
Trustee

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

1 Accounting policies**Charity information**

The Van Mesdag Fund is a Charitable Trust established by Rozemarijn Van Mesdag pursuant to a trust deed dated 1 September 2015.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's trust deed, the Charities Act 2011 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 UK and Republic of Ireland (FRS 102)". The charity is a Public Benefit Entity as defined by FRS 102.

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

These accounts have been prepared under the historical cost convention, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the accounts, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

1.3 Charitable funds

All funds are unrestricted. Both the capital and income of the charity can therefore be applied at the discretion of the trustees in furtherance of the charitable objectives of the trust.

1.4 Income recognition

All income is recognised once the charity has entitlement to the income, there is sufficient certainty of receipt (so it is probable that the income will be received) and the amount of income receivable can be measured reliably.

1.5 Expenditure recognition

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. These financial statements include a provision for the cost of their preparation and independent examination.

Grants payable are payments made to third parties in the furtherance of the charitable objectives of the trust. The grants are accounted for where either the trustees have agreed to pay the grant without condition and the recipient has a reasonable expectation that they will receive a grant, or any condition attaching to the grant is outside the control of the trust.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

1 Accounting policies (continued)**1.6 Irrecoverable VAT**

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

1.7 Charitable activities

The expenditure on charitable activities includes grants and governance costs.

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice, including all management and administrative costs.

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

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

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors 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. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors, are initially recognised at 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. Financial liabilities classified as payable within one year are not amortised.

1.10 Investments

Investments are stated at market value as at the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

1 Accounting policies (continued)

1.11 Gains and losses on investments

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and their opening carrying value or their acquisition cost if acquired during the current financial period. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

2 Donations and legacies

During the current year, total cash donations of £81,204 were received from a family trust. No donations or legacies were received during the previous year.

3 Investment income	2021	2020
	£	£
Dividends	118,857	119,768
Interest from investments	13,123	11,516
Interest on cash deposits	-	548
	<u>£131,980</u>	<u>£131,832</u>

4 Expenditure on charitable activities	2021	2020
	£	£
Grants awarded (see note 5)	219,591	153,000
Governance costs (see note 6)	6,212	10,532
	<u>£225,803</u>	<u>£163,532</u>

5 Analysis of grants

The charity undertook no direct charitable activities but awarded grants to a number of institutions in furtherance of its charitable activities.

Grants awarded during the year:	2021	2020
	£	£
Health & Disability	69,322	44,000
General	57,269	33,000
Prevention Or Relief of Poverty	50,000	33,000
Education	23,000	25,000
Animal Welfare	20,000	18,000
	<u>£219,591</u>	<u>£153,000</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

6 Governance costs	2021	2020
	£	£
Management and administration		
Accountancy fees	4,890	9,468
Independent examiner's fees	1,080	1,020
Bank charges	242	44
	<u>£6,212</u>	<u>£10,532</u>
7 Staff costs		
No staff were employed by the charity during the year, the daily administration of the charity being carried out by the trustees.		
8 Fixed asset investments	2021	2020
	£	£
Opening market value	5,258,626	5,075,984
Additions at cost	2,879,907	1,642,938
Disposal proceeds	(2,991,138)	(1,312,739)
Realised (loss)/gain on disposal of investments	(5,075)	(41,831)
Unrealised gain / (loss) on revaluation of investments	625,328	(105,726)
Closing market value	<u>£5,767,648</u>	<u>£5,258,626</u>
9 Analysis of current assets	2021	2020
	£	£
Cash and cash equivalents		
Close Brothers Asset Management		
- Capital account	105,535	74,898
Metro Bank		
- Current account	93,110	67,437
Total	<u>£198,645</u>	<u>£142,335</u>
10 Analysis of liabilities	2021	2020
	£	£
Creditors falling due within one year		
Investment management fees	11,437	10,469
Accountancy fees	4,410	4,200
Independent examiner's fees	1,080	1,020
Total liabilities	<u>£16,927</u>	<u>£15,689</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

11 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

12 Related party transactions

During the year donations of £81,204 (2020: £Nil) were received from a trust established by a member of the Van Mesdag family.