

THE BURLINGTON MAGAZINE FOUNDATION (CIO)
TRUSTEES' REPORT AND UNAUDITED ACCOUNTS
FOR THE PERIOD ENDED 31 DECEMBER 2020
(10 January 2020 to 31 December 2020)

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

John Nicoll – Chairman
Professor Dawn Ades CBE FBA
Hugo Chapman
Elizabeth Cropper
Dr Gabriele Finalidi
Sir Nicholas Goodison FBA FSA
Sir Nicholas Penny FBA FSA
Andrea Rose CMG OBE
Tim Sanderson
Desmond Shawe-Taylor LVO
Dr Paul Williamson OBE FSA

Charity number

1187286

Principal address

14/16 Duke's Road
London
WC1H 9SZ

Independent examiners

TC Group
The Courtyard
Shoreham Road
Upper Beeding
Steyning
West Sussex
BN44 3TN

Bankers

COIF Charity Funds
Senator House
85 Queen Victoria Street
London
EC4V 4ET

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

LEGAL AND ADMINISTRATIVE INFORMATION

Investment managers

Black Rock Investment Management (UK) Limited
33 King William Street
London
EC4R 9AS

BNY Mellon Asset Management
BNY Mellon Centre
160 Queen Victoria Street
London
EC4V 4LA

CCLA Investment Management Limited
Senator House
85 Queen Victoria Street
London
EC4V 4ET

Schroder Unit Trusts Limited
31 Gresham Street
London
EC2V 7QA

M&G Investments
Laurence Pountney Hill
London
EC4R 0HH

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

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THE BURLINGTON MAGAZINE FOUNDATION (CIO)

TRUSTEES' REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2020

The Trustees present their report and accounts for the period ended 31 December 2020.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity trust deed, the Charities Act 2011 and the Statement of Recommended Practice, "Accounting and Reporting by Charities" (FRS 102).

Structure, governance and management

The Burlington Magazine Foundation CIO is constituted by a Rules of Constitution document, dated 13th February 2020, and is a registered charity, No. 1187286. Its registered office is based at the freehold property owned by the Foundation, situated at 14-16 Duke's Road, London WC1H 9SZ.

The Trustees who served during the period were:

John Nicoll (Chairman)
Professor Dawn Ades CBE FBA
Sir Nicholas Goodison FBA FSA
Sir Nicholas Penny FBA FSA
Dr Paul Williamson OBE FSA
Hugo Chapman
Dr Gabriele Finaldi
Elizabeth Cropper
Andrea Rose CMG OBE
Xavier Salomon (resigned 9 June)
Tim Sanderson
Desmond Shawe-Taylor LVO

By the terms of the Rules of Constitution document, the Trustees are entitled to apply the capital and income of the Trust Fund for the benefit of any of the charitable objects, or they may accumulate the capital or interest as an accretion to the capital of the Trust Fund.

By terms of the Rules of Constitution document, the Trustees may at their discretion invest monies in the purchase of or subscription for stocks, funds, shares or other investments or property including the purchase of freehold property. The Trustees have the full and unrestricted powers of investing and transposing investments of trust monies in all respects as if they were absolute beneficial owners, and in addition the Trustees may invest the whole or part of the Trust Fund in the share of any company without the need for diversification. The Trustees have agreed an investment policy whereby the objective is to preserve the real capital value of the investments in the long term whilst achieving the maximum financial return on the charity's assets through a low to medium risk portfolio.

The Burlington Magazine Foundation CIO acquired by Stock Transfer Form dated 20th February 2020, fifty per cent of Burlington Magazine Publications Limited ("BMPL"), a registered company and registered charity, which itself has a wholly owned subsidiary, The Burlington House Fair Limited ("BHF"). Both of these companies are incorporated in England and Wales and can be contacted via The Burlington Magazine Foundation.

The Trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to manage exposure to the major risks.

Objectives and activities

The purposes for which The Burlington Magazine Foundation CIO was established are the advancement of the education of the public in the field of art history and the contemporary arts, and in particular by supporting (financially or otherwise) The Burlington Magazine; the advancement, promotion and encouragement of research in the field of art history and the contemporary arts and the dissemination of the results of such research; the encouragement of the preservation and restoration of works of art and the promotion of the development and dissemination of preservation and restoration techniques for the benefit of the public.

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

TRUSTEES' REPORT (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2020

The Trustees have had regard to the Charity Commission's guidance and the need to disclose how the Charity is providing benefit to the public.

The main charitable activity is to support financially or otherwise the publication of The Burlington Magazine, primarily by managing the endowment funds and investing the same for the purpose of providing long term financial security for The Burlington Magazine; thereafter to support The Burlington Magazine through grants made to specific requirements of the publication. The principal purpose of The Burlington Magazine is to publish academic research carried out by art historians working in public institutions and universities, and independently. Public access to The Burlington Magazine is provided through libraries, JSTOR and via the website. Substantially reduced-rate subscriptions are provided to academics and students and travel scholarships are awarded to post graduate students for purposes of research.

The Burlington Magazine Foundation CIO owns a freehold property, which it provides rent free to The Burlington Magazine Publications Limited for office accommodation.

The Burlington Magazine Foundation CIO has no paid employees. All its Trustees are unpaid.

Achievements and performance

The Burlington Magazine Foundation CIO ("BMF") had incoming resources for the period ended 31 December 2020 of £86,615, including donations of £4,325. BMF's net expenses were £122,420. BMF's grant to BMPL for 2020 was £100,000. There was also a grant made in the year for scholarship costs of £7,500, and another grant made in the year for The Contemporary Art Writing Prize of £1,000.

The Burlington Magazine Publications Limited produced a surplus for the year of £5,603 (deficit in 2019: £76,743).

The Burlington House Fair Limited ("BHF"), a wholly owned subsidiary of The Burlington Magazine Publications Limited, made a donation of £34,416 (2019: £36,947) under Gift Aid to the Burlington Magazine Publications Limited. The donation was made from proceeds realised through the activities of the organisation, publication and promotion of fine arts events, publications and activities for the year.

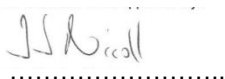
Reserves policy

The charity's reserves policy is such that the charity should hold between 5% - 10% of its asset portfolio in unrestricted cash reserves in the event it is needed to cover cash-flow shortfalls experienced by BMPL. The value of the Foundation's Investment portfolio at year-end was £2,982,753 (see note 11). The charity's free cash reserves at 31 December 2020 were £72,411 (or 2.42%). In addition, The Burlington Magazine Publications Limited acted as Custodian for £841,964 of free cash as at 31 December 2020.

Appointment of trustees

Trustees of BMF are appointed by the Trustees of BMF following recommendation by the Nominations Committee, who receive and solicit recommendations of appropriate candidates based on a number of skill-sets relevant to the Charity's needs. There must be no fewer than three and no more than twelve trustees.

On behalf of the board of Trustees



John Nicoll – Chairman
Trustee

Dated: 30 June 2021

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE BURLINGTON MAGAZINE FOUNDATION

I report to the trustees on my examination of the accounts of The Burlington Magazine Foundation for the period ended 31 December 2020.

Responsibilities and basis of report

As the charity trustees of the Foundation 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 Foundation's 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 Act.

Independent examiner's statement

I have completed my examination. I confirm that no material 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 Foundation 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 contents 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.

TC Group

Mark Cummins FCCA FCIE

On behalf of:

TC Group
The Courtyard
Shoreham Road
Upper Beeding
Steyning
West Sussex
BN44 3TN

Dated: 22 July 2021

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE PERIOD ENDED 31 DECEMBER 2020

		Unrestricted	Restricted	Total
	Notes	funds £	funds £	2020 £
<u>Income from:</u>				
Income from generated funds				
Donations & legacies	3	3,325	1,000	4,325
Investment income	4	77,290	-	77,290
Other income	□	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total income		<u>85,615</u>	<u>1,000</u>	<u>86,615</u>
<u>Expenditure on:</u>				
Charitable activities				
Expenditure in furtherance of the Charity's objectives	5	<u>113,920</u>	<u>8,500</u>	<u>122,420</u>
Total expenditure		<u>113,920</u>	<u>8,500</u>	<u>122,420</u>
Transfer of net assets from BMF	18	3,786,519	11,000	3,797,519
Net gains on investment assets	10	<u>398,714</u>	<u>-</u>	<u>398,714</u>
Net (expenditure) / income		4,156,928	3,500	4,160,428
Fund balances at 10 January 2020		<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at 31 December 2020		<u>4,156,928</u>	<u>3,500</u>	<u>4,160,428</u>

All activities were continued in the period. There are no recognised gains or losses other than those reported on the Statement of Financial Activities.

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

BALANCE SHEET

AS AT 31 DECEMBER 2020

	Notes	31 December 2020	
		£	£
Fixed assets			
Tangible assets	9	244,934	
Investments	10	2,982,753	
		<u>3,227,687</u>	
Current assets			
Debtors	11	870,230	
Cash at bank and in hand		<u>72,411</u>	
		942,641	
Creditors: amounts falling due within one year	12	<u>(9,900)</u>	
			<u>932,741</u>
			<u>4,160,428</u>
Income funds			
Restricted funds	13	3,500	
Unrestricted funds		<u>4,156,928</u>	
		<u>4,160,428</u>	

The accounts were approved by the Trustees on 30 June 2021



.....
John Nicoll - Chairman
Trustee



.....
Tim Sanderson - Treasurer
Trustee

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

CASH FLOW STATEMENT

FOR THE PERIOD ENDED 31 DECEMBER 2020

		31 December 2020	
	Notes	£	£
Net cash used in operating activities	17		(4,879)
Cashflows from investing activities			
Investment income		<u>77,290</u>	
Cash provided by investing activities			<u>77,290</u>
Increase in cash			72,411
Cash and cash equivalents at the beginning of the period			<u>-</u>
Cash and cash equivalents at the end of the period			<u>72,411</u>

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

NOTES TO THE ACCOUNTS

FOR THE PERIOD ENDED 31 DECEMBER 2020

1 Statutory information

The Burlington Magazine Foundation is a charity, registered in England and Wales. The charity's registered number and principal office address can be found in the Trustees' Report.

2 Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

2.1 Basis of preparation

The accounts have been prepared in accordance with Accounting & 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) – (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The Burlington Magazine Foundation meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s). These financial statements reflect the transfer of net assets on 1 April 2020 from The Burlington Magazine Foundation (old charity).

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

2.2 Income

Grants and donations received are recognised in the Statement of Financial Activities in accordance with the terms attached to the grants or donations.

Investment income is accounted for using the accruals basis of accounting.

2.3 Expenditure

All expenditure is accounted for on an accruals basis, and where incurred directly to further the Foundation's charitable objectives, is shown under the heading of direct charitable expenditure.

2.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Freehold buildings	100 years straight line
Fixtures and fittings	3 years straight line

2.5 Investments

Investments are valued at fair value at the balance sheet date.

2.6 Foreign currency translation

Transactions denominated in foreign currencies are translated into sterling at the rate of exchange ruling at the beginning of the month in which the transaction takes place.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Foreign exchange differences arising on transactions and on year-end translation are taken to the statement of financial activities in the year in which they arise.

2.7 Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2020

2.8 Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments. The trustees seek to use short and medium term deposits where possible to maximise the return on monies held at the bank and to manage cash flow.

2.9 Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in a transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

2.10 Accumulated funds

Unrestricted funds comprise funds which can be used in accordance with the charitable objects at the discretion of the Trustees.

Restricted funds comprise funds which have been specified by funders for specific projects.

2.11 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised.

The trustees do not consider that there are any critical estimates or areas of judgement that need to be brought to the attention of the readers of the financial statements.

3 Donations & legacies

	Unrestricted funds	Restricted funds	Total 2020
	£	£	£
Donations and grants	<u>3,325</u>	<u>1,000</u>	<u>4,325</u>
Restricted funds:			
Other grants – see note 14			1,000
			<u>1,000</u>

4 Investment income

	2020 £
Investment income from cash and investments	<u>77,290</u>

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2020

5 Total expenditure

	Depreciation	Other costs	Grant funding	Total 2020
	£	£	£	£
Charitable activities				
Activities undertaken directly	3,495	10,425	-	13,920
Grant funding of activities	-	-	108,500	108,500
Total	<u>3,495</u>	<u>10,425</u>	<u>108,500</u>	<u>122,420</u>

Charitable activity costs include governance costs for independent examination fees of £3,400.

6 Grants payable

	Total 2020
	£
BMPL	100,000
Scholarship	7,500
Contemporary Art Writing Prize	<u>1,000</u>
	<u>108,500</u>

7 Employees

There were no employees during the period.

8 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or expenses during the period.

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2020

9 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Total
	£	£	£
Cost			
At 10 January 2020	-	-	-
Transfer	316,546	118,689	435,235
At 31 December 2020	316,546	118,689	-
Depreciation			
At 10 January 2020	-	-	-
Charge for the period	2,374	1,121	3,495
Transfer	70,418	116,388	186,806
At 31 December 2020	72,792	117,509	190,301
Net book value			
At 31 December 2020	243,754	1,180	244,934
At 10 January 2020	-	-	-

The Burlington Magazine Foundation CIO holds for its own and related companies' use a four storey building built around 1820 in good structural and decorative repair. The purchase price of the property including fixtures and fittings was £316,546. Having taken independent professional advice, the Trustees are of the opinion that the open market value of the property is not less than £750,000. No revaluation has been reflected in these accounts.

The Burlington Magazine Foundation CIO owns fixtures and fittings, some of which now have little market value. For insurance purposes these are insured at replacement costs.

All of the above fixed assets are held for the Charity's own use, for direct charitable activities. All of the above fixed assets were transferred to The Burlington Magazine Foundation (CIO) on 1 April 2020 from The Burlington Magazine Foundation (Charity Registration number: 295019).

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2020

10 Fixed asset investments	2020
	Listed
	£
Fair value at 10 January 2020	-
Dividend income reinvested	41,451
Change in value in the period	398,714
Transfer	<u>2,542,588</u>
Fair value at 31 March 2020	<u>2,982,753</u>
The investments consist of:-	
Black Rock - Common Investment Fund	825,550
Black Rock – Charishare	285,086
M & G Investments – Charifund	344,494
Newton	354,009
Cazenove	337,220
COIF Global Equity Fund	496,340
COIF Investment Fund	<u>340,054</u>
	<u>2,982,753</u>

Other fixed asset investment

The Burlington Magazine Foundation CIO acquired fifty per cent of The Burlington Magazine Publications Limited ("BMPL"), by Stock Transfer Form dated 20 February 2020, a registered company and registered charity, which itself has a wholly owned subsidiary, The Burlington House Fair Limited ("BHF").

In view of the nature of the acquisition of the shareholding in BMPL, no value has been ascribed to this investment in these accounts. During the year ended 31 December 2020, BMPL (including its subsidiary BHF) had total incoming resources of £1,039,573 (2019: £995,606). After resources expended of £1,033,970 (2019: £1,072,349) it had an overall net increase in funds of £5,603 (2019: decrease in funds £76,743). At 31 December 2020 BMPL had aggregate net assets of £60,881 (2019: net assets of £55,278).

BHF achieved a turnover of £47,664 (2019: £66,944) and a net profit of £Nil (2019: £Nil). The 2020 operating profit of £34,416 (2019: £36,947) was donated to The Burlington Magazine Publications Limited. At 31 December 2020 BHF had net assets of £2 (2019: £2).

All of the above investments were transferred to the charity on 1 April 2020 from The Burlington Magazine Foundation (Charity Registration number: 295019).

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2020

11 Debtors	2020
	£
Due from BMF Inc	28,266
Due from BMPL	841,964
	870,230

12 Creditors: amounts falling due within one year	2020
	£
Accruals	9,900
	9,900

13 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 10 January 2020	Movement in funds			Balance at 31 December 2020
	£	Incoming resources	Resources expended	Transfers	£
Scholarship for the study of French 18 th Century fine and decorative art	-	-	(7,500)	10,000	2,500
Contemporary Writing Prize	-	1,000	(1,000)	1,000	1,000
	-	1,000	(8,500)	11,000	3,500

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2020

Restricted funds (continued)

The Scholarship for the study of French 18th Century fine and decorative art is an annual award open to applicants studying or intending to study for MA, PhD, post-doctoral or independent research.

The Contemporary Writing Prize funding relates to donations received specifically to fund the prize.

14 Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total £
31 December 2020			
Fund balances are represented by:			
Tangible fixed assets	244,934	-	244,934
Investments	2,982,753	-	2,982,753
Current assets	939,041	3,500	942,641
Creditors: amounts falling due within one year	(9,900)	-	(9,900)
	<u>4,156,928</u>	<u>3,500</u>	<u>4,160,428</u>

15 Control

No one person or entity has control over the charity. The entity is governed by its trustees.

THE BURLINGTON MAGAZINE FOUNDATION (CIO)

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2020

16 Related parties

The Burlington Magazine Foundation CIO controls The Burlington Magazine Publications Limited, a company with charitable status incorporated in England and Wales, by virtue of the 50 'A' shares that it owns which carry 75% of the total voting rights.

At the balance sheet date £841,964 was due from The Burlington Magazine Publications Limited and £28,266 was due from Burlington Magazine Foundation Inc. These amounts were transferred from The Burlington Magazine Foundation (Charity number: 295019) on 1 April 2020.

The charity had no employees in the year. Instead it utilised the services of Burlington Magazine Publications Limited. A total of £Nil has been charged by Burlington Magazine Publications Limited to reflect these services.

17 Net cash used in operating activities	2020
Net (expenditure) / income	4,160,428
Depreciation of tangible fixed assets	3,495
Transfer of tangible fixed assets	(248,429)
Increase/(decrease) in creditors	9,900
(Increase)/decrease in debtors	(870,230)
Decrease / (increase) in investments	(2,982,753)
Investment income	(77,290)
	<u>(4,879)</u>

18 Transfer of net assets

On the 1 April 2020 the assets and liabilities of The Burlington Magazine Foundation (Charity Registration number 295019) were transferred to the charity, who also took over the activities of the charity.

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