

Charity registration number 207512

JOHNSTON FAMILY TRUST - P ACCOUNT
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

JOHNSTON FAMILY TRUST - P ACCOUNT

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	William Johnston Family Company Limited	(Appointed 15 July 2022)
Charity number	207512	
Principal address	c/o Port of Liverpool Building Pier Head Liverpool L3 1NW	
Independent examiner	John Duffy BA (HONS) ATT TEP FCCA Rathbone Trust Company Limited Port of Liverpool Building Pier Head Liverpool L3 1NW	
Solicitors	Brabners LLP Horton House Exchange Flags Liverpool L2 3YL	
Investment advisors	Investec 100 Old Hall Street Liverpool L3 9AB	

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TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their annual report and financial statements for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Settlement 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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The Charity's objects are to grant pensions to relieve and assist members of the upper and middle classes of society who through no fault of their own have fallen into impoverished circumstances, and widows and daughters of such persons. No male person under 50 years of age and no female person under 40 years of age shall be eligible for benefit.

All applications for grants should be made to the board of directors at the registered address for their consideration.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

Financial review

Review of the activities of the Charity:

Total incoming resources were £25,525 (£24,695 in 2021), realised losses £14,895 (gains £358 in 2021), with unrealised gains of £12,734 (gains of £58,666 in 2021). The costs of generating funds was £15,961 (£15,255 in 2021). Commitments to charitable donations totalled £16,500 (£17,000 in 2021). This resulted in an overall negative movement in funds of £9,097 (positive of £51,464 in 2021).

Risk management

The reduction in income streams which was evident during the onset of the pandemic in 2020 is gradually easing with an upturn seen in 2022. The trustees are mindful of the continuing effects of the pandemic and will continue to give careful consideration to how this impacts on the charity's ability to make donations.

Grants

Payments were made to nine grantees during the year totalling £16,500.

Investments

Most of the Trustees' capital is invested on the stock market. The value of the Trust's portfolio as at 31 December 2022 totalled £534,522, a decrease from £552,271 as at 31 December 2021. The Trustees review the portfolio on a regular basis to discuss its performance.

Taxation Status

The Johnston Family Trust, P Account is a registered charity and its income and activities allow it exemption from Corporation Tax, Income Tax, Capital Gains Tax and Inheritance Tax.

As there are no specific restrictions of investment powers under the governing deed, the Trustees have full discretion over the investments. The Trustees have appointed Investec Wealth & Investment Limited to manage the investments on an advisory basis. The Trustees have in place a Policy Statement. In accordance with the Trustee Act 2000, the Trustees continue to regularly review the policies and their conclusions are detailed below.

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

The Trustees are satisfied that their current policies are sufficient to meet their objectives and do not feel that these will be amended in the foreseeable future. They will continue to review the position.

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TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Structure, governance and management

The trustees who served during the year and up to the date of signature of the financial statements were:

Johnston Family Trust Limited (Retired 14 September 2022)

William Johnston Family Company Limited (Appointed 15 July 2022)

The individuals who were directors of The William Johnston Family Company Limited were:

Mr William Stewart Johnston

Mr James Basil Stewart Parsons-Smith

Mr John Kendall Putt

Mr Alexander Richmond

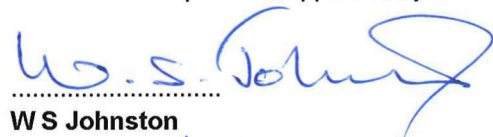
Mr Neil Andrew Mullins

The Johnston Family Trust limited - P Account is a registered charity of a Settlement Deed dated 23 May 1914. Its governing body is The William Johnston Family Company Limited. New Trustees are elected by a majority of existing Trustees.

The Trustees ensure that they are operating within current guidelines by discussing all issues arising as advised by the Charity Commission and Rathbone Trust Company Limited during their meetings.

The Trustees meet annually to review performance, the general list of charitable organisations and any other matters arising. All trustees attend the meetings and play an active role in the administration of the Trust, including researching possible donees and visiting charities and events where applicable.

The trustees' report was approved by the Board of Trustees.



W S Johnston

Trustee

Dated: 27/2/2023

JOHNSTON FAMILY TRUST - P ACCOUNT

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF JOHNSTON FAMILY TRUST - P ACCOUNT

I report to the trustees on my examination of the financial statements of Johnston Family Trust - P Account (the charity) for the year ended 31 December 2022.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. 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

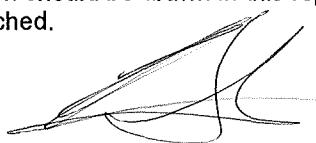
Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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 charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements to be reached.



John Duffy BA(Hons) ATT TEP FCCA

Rathbone Trust Company Limited
Port of Liverpool Building
Pier Head
Liverpool
L3 1NW

Dated: 27/2/2023

JOHNSTON FAMILY TRUST - P ACCOUNT

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income from:</u>			
Investments	3	25,525	24,695
<u>Expenditure on:</u>			
Raising funds	4	3,999	3,808
Charitable activities		28,462	28,447
Total expenditure		32,461	32,255
Net gains/(losses) on investments	8	(2,161)	59,024
Net movement in funds		(9,097)	51,464
Fund balances at 1 January 2022		560,566	509,102
Fund balances at 31 December 2022		551,469	560,566

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

JOHNSTON FAMILY TRUST - P ACCOUNT

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Investments	11		534,522		552,271
Current assets					
Cash at bank and in hand		22,377		12,175	
Creditors: amounts falling due within one year	12	(5,430)		(3,880)	
Net current assets			16,947		8,295
Total assets less current liabilities			551,469		560,566
Income funds					
Unrestricted funds			551,469		560,566
			551,469		560,566

The financial statements were approved by the Trustees on 23/2/2023

WS Johnston
Trustee

JOHNSTON FAMILY TRUST - P ACCOUNT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

Johnston Family Trust - P Account is a registered charity which is registered with the Charity Commission of England and Wales.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements 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 the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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 £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and 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 financial statements, 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 financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

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 shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.5 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.6 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.

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 and bank loans 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.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

2 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 where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Income from listed investments	25,481	24,695
Stockbroker interest	44	-
	<u>25,525</u>	<u>24,695</u>

4 Raising funds

	Unrestricted funds	Total
	2022	2021
	£	£
Investec Investment Management fees	3,999	3,808
	<u>3,999</u>	<u>3,808</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

5 Donations made during the year

	2022 £	2021 £
Mrs J M Appleby	1,200	1,200
Mrs J L Baker		500
Mrs S Banks	1,900	1,900
Mrs V L Davidson	1,300	1,300
Ms H Jones	4,700	4,700
Mrs R Jones	2,600	2,600
Mrs Morse	1,000	1,000
Mrs H McBain	1,100	1,100
Mrs Parry	1,200	1,200
Mrs H K Shaw	1,500	1,500
	<u>16,500</u>	<u>17,000</u>

6 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year, but a Director of the Johnston Family Trust Limited was reimbursed a total of £24 stationary and postage expenses.

The Johnston Family Trust Limited is a Trustee of the Charity. Payments for professional services provided by the Trust were as follows:

£2,854 for management services

7 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Total	-	-

There were no employees whose annual remuneration was more than £60,000.

8 Net gains/(losses) on investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Revaluation of investments	12,734	58,666
Gain/(loss) on sale of investments	(14,895)	358
	<u>(2,161)</u>	<u>59,024</u>

JOHNSTON FAMILY TRUST - P ACCOUNT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

9 Support costs

	Support costs	Governance costs	2022	2021
	£	£	£	£
Service contracts	-	600	600	-
Secretarial and Accountancy fees	-	5,850	5,850	5,850
Trustee expenses	-	24	24	16
JFT Management fee	-	2,854	2,854	5,151
Bank charges	-	48	48	-
Independent Examiners Fees	-	430	430	430
Legal and professional	-	2,156	2,156	-
	-	11,962	11,962	11,447
Analysed between				
Charitable activities	-	11,962	11,962	11,447

10 Financial instruments

	2022	2021
	£	£
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	534,522	552,271

JOHNSTON FAMILY TRUST - P ACCOUNT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

11 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 January 2022	552,271
Additions	115,699
Valuation changes	12,734
Disposals	(146,182)
At 31 December 2022	534,522
Carrying amount	
At 31 December 2022	534,522
At 31 December 2021	552,271

12 Creditors: amounts falling due within one year

	2022 £	2021 £
Secretarial and accountancy fees	3,880	3,880
Amounts owed for contract services	600	-
Outstanding grants payable	950	-
	5,430	3,880

13 Related party transactions

Transactions with related parties

The Trustees have considered personal or other interests in which as a result of a decision made where an individual may benefit financially or otherwise, either directly or indirectly. In order to comply with their duties, the trustees confirm the person affected does not take part in any discussions relating to the issue concerned other than to clarify facts.