

THE MYLNE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021



Caladine

Chartered Certified Accountants

THE MYLNE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

B Daniels
R Davenport
H McConnell
R Picken
G Riggs
I C Sargeant FCA (Chairman)
Rev D Uffindell

Clerk to the Trustees

R Twining

Charity number

208074

Principal address

Goldings
Worldham Hill
East Worldham
Hampshire
GU34 3AT

Independent examiner

John Caladine FCCA CTA FCIE
Caladine Limited
Chantry House
22 Upperton Road
Eastbourne
East Sussex
BN21 1BF

Bankers

National Westminster Bank Plc
39 The Borough
Farnham
Surrey
GU9 7NP

Investment advisors

Investec Wealth & Investment Ltd
Unit 4
The Billings
3 Walnut Tree Close
Guildford
Surrey
GU1 4UL

THE MYLNE TRUST

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THE MYLNE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2021

The Trustees present their report and financial statements for the year ended 5 April 2021.

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 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)" (as amended for accounting periods commencing from 1 January 2016).

Objectives and activities

The charity was created under the Will and Codicil of Jessy Louisa Mylne who died on 3 March 1940. Since 27 April 1970 the charity is governed by a Scheme of Regulation approved by the Chancery Division of the Court of Justice.

The yearly income of the Charity and if thought fit any part, of the capital thereof shall be applied at the discretion of the Trustees for the benefit of such persons of either sex and who are of have been engaged in evangelistic work including retired Missionaries or Missionaries still engaged as such or continuing Christian Workers of any other description as the Trustees in their absolute discretion shall from time to time select and in such shares and proportions and such a manner in all respects as the Trustees in such discretion shall from time to time think fit.

No person shall be eligible for any benefit under this charity unless he or she shall be a Protestant in religion and whole hearted believer in the Deity of Christ and the full inspiration of Scripture.

The Trustees shall have absolute discretion with respect to every person selected as aforesaid either to pay any such income or capital as aforesaid direct to him or her or to apply the same for his or her maintenance and personal support or otherwise for his or her benefit in such manner as the Trustees shall think fit.

In exercising their absolute discretion in the selection of beneficiaries and the deployment of the Trust's income and capital, the Trustees regard the underlying objective of the Trust to be the advancement of Protestant Christianity by the particular means of supporting Protestant Missionaries and Christian Workers.

The direct beneficiaries are selected without unfair discrimination and they, through their evangelistic work and their application of the belief in, and practice of, Christian principles, advance Protestant Christianity to, and for the benefit of, all people, without restriction.

The Trustees believe that the objects of the Trust are met most effectively and its funds are used to maximum benefit by the provision of financial support to needy and able students during their study of the religious teachings and practices of Protestant Christianity in preparation for their subsequent missionary and outreach work.

Public benefit

In exercising their absolute discretion in the selection of beneficiaries and the deployment of the Trust's income and capital, the Trustees regard the underlying objective of the Trust to be the advancement of Protestant Christianity by the particular means of supporting Protestant Missionaries and Christian Workers.

The direct beneficiaries are selected without unfair discrimination and they, through their evangelistic work and their application of the belief in, and practice of, Christian principles, advance Protestant Christianity to, and for the benefit of, all people, without restriction.

In discharging their duties as Trustees of the Mylne Trust they have familiarized themselves with the Charity Commission's guidance on public benefit, particularly that which relates to the advancement of religion, and are satisfied that the Trust's activities continue to qualify it for charitable status.

The Trustees believe that the objects of the Trust are met most effectively and its funds are used to maximum benefit by the provision of financial support to needy and able students during their study of the religious teachings and practices of Protestant Christianity in preparation for their subsequent missionary and outreach work.

THE MYLNE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

Achievements and performance

During 2020-21 the Trustees held 5 Ordinary meetings and an AGM. Due to the Covid-19 worldwide pandemic all the meetings were held virtually via Zoom.

During the year, the Trust received 154 applications for grants requesting grants amounting to a total value of £306,147. The Trustees paid out £90,300 (excluding fees payable to CMS-A) in grants to carefully selected beneficiaries mainly in the UK and Africa.

During 2020-21 the Trustees awarded 107 grants to students who applied through CMS-Africa, which amounted to £50,400 and 18 grants to applicants who applied directly amounting to £25,900.

The Trustees have received a number of applications for grants during the year as a result of their partnerships with YWAM, and The Methodist Mission (MM) The partnerships with these organisations, enable them to recommend potential, eligible beneficiaries whose circumstances and qualities are known to them.

The Trustees have received a number of applications for grants during the year as a result of their partnership with OCMS (Oxford Centre for Mission Studies) and during the course of the year provided 7 grants amounting to £14,000.

The Trust partnership with (CMS-A) has continued to develop and improve. In April 2019, the Memorandum of Understanding between both parties was renewed for a further period of 3 years.

The pandemic has had little effect on the operational efficiency of the Trust. Working practices were altered, and all grant applications and references were received and processed by email.

Although Colleges and Universities in Kenya have been mainly closed throughout the year, with little face to face tuition, they have successfully migrated to deliver on-line teaching.

Financial review

There was an operating surplus of £406,581 for the year. There were realised losses on investments sold in the year of £18,867, with unrealised gains of £495,924 at 5th April 2021. These sums are adjusted in the fund balance carried forward.

The Trustees are resolved to ensure that income is expended upon the objects of the charity, taking one year with another.

THE MYLNE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

Structure, governance and management

The charity was created under the Will and Codicil of Jessie Louisa Mylne who died on 3 March 1940. Since 27 April 1970 the charity is governed by a Scheme of Regulation approved by the Chancery Division of the Court of Justice.

Trustees

The Trustees who served during the year were:

B Daniels
R Davenport
H McConnell
R Picken
G Riggs
I C Sargeant FCA (Chairman)
Rev D Uffindell

Trustees are appointed by a majority vote of the existing trustees.

The Trustees of the charity shall be one ex officio Trustee - the Rector for the time being of the Parish of Farnham - and not more than six co-optative Trustees being persons resident within a radius of fifty miles of Farnham in the County of Surrey. The Trustees may by resolution from time to time appoint new or additional co-optative Trustees provided that the total number of co-optative Trustees shall not at any time exceed six.

The Trustees meet several times a year, as necessary, to make strategic decisions and oversee the work of the trust.

The administration of the trust was managed in accordance with the Trustees' directions by Robin Twining as Clerk to the Trustees.

An item on the Agenda for every Trustees meeting is to review the regulatory and legislative requirements on Charities

The investments are managed under a discretionary agreement with Investec Wealth & Investment Ltd

The Trust's financial affairs are monitored by Mr J Caladine, as Independent Examiner.

Since 2008 the Trustees have employed the services of the Church Missionary Society Africa (CMSA) to distribute the payments which have been awarded to beneficiaries in Africa.

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.

Investment powers/review

The Trust's only source of funds is its investment portfolio.

Under the governing document the charity has the power to make any investment which the trustees see fit. The trustees have given the investment advisors discretion to manage the portfolio within an agreed risk profile. During 2007/8 the trustees instructed their investment advisors to dispose of any investments in companies whose main activities related to tobacco or gambling and not to invest in such companies in the future.

This policy was reviewed during 2019 and it was agreed that the portfolio managers, should have no constraints imposed on where they can invest the portfolio and that they should be released from the restrictions not to invest in tobacco and gambling shares.

THE MYLNE TRUST

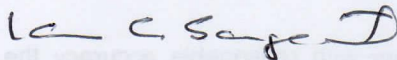
TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

The pandemic initially had a major impact on the overall portfolio performance of the portfolio. Prior to the start to the financial year, it had suffered a large fall in its value which had resulted in a significant overall reduction in the value of the portfolio over the previous financial year 2019-20. During 2020-21 the portfolio has more than recovered all off its losses.

The Trustees when setting the budget for 2021-2022, has budgeted for a reduction in the income that it normally receives from the investment portfolio.

The Trustees preferred stance is to keep the level of grant distribution at the same level as in previous years and to accept that this will mean that there will be an excess of expenditure over the dividend income received. The excess will be met by realising a small proportion of the capital.

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



I C Sargeant FCA (Chairman)

Trustee

Dated: 12 July 2021

THE MYLNE TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 5 APRIL 2021

Law applicable to charities in England and Wales requires the Trustees to prepare accounts for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year (unless the charity is entitled to prepare accounts on the alternative receipts and payments basis).

In preparing accounts giving a true and fair view, the Trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the accounts;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ensure that the accounts comply with the applicable law. 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.

THE MYLNE TRUST

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE MYLNE TRUST

I report to the Trustees on my examination of the financial statements of The Mylne Trust (the charity) for the year ended 5 April 2021.

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

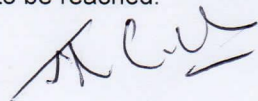
Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting 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 Caladine FCCA CTA FCIE

Caladine Limited
Chantry House
22 Upperton Road
Eastbourne
East Sussex
BN21 1BF

Dated: 12 July 2021

THE MYLNE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2021

	Notes	Unrestricted funds 2021 £	Unrestricted funds 2020 £
<u>Income from:</u>			
Investments	3	45,094	63,021
<u>Expenditure on:</u>			
Charitable activities	4	115,570	113,108
Net gains/(losses) on investments	8	477,057	(269,108)
Net movement in funds		406,581	(319,195)
Fund balances at 6 April 2020		1,857,162	2,176,357
Fund balances at 5 April 2021		<u>2,263,743</u>	<u>1,857,162</u>

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

All income and expenditure derive from continuing activities.

THE MYLNE TRUST

STATEMENT OF FINANCIAL POSITION

AS AT 5 APRIL 2021

	Notes	2021 £	2020 £
Fixed assets			
Investments	9	2,192,869	1,815,405
Current assets			
Money market investment		50,000	-
Cash at bank and in hand		23,291	44,153
		73,291	44,153
Current liabilities	11	(2,417)	(2,396)
Net current assets		70,874	41,757
Total assets less current liabilities		2,263,743	1,857,162
Income funds			
Unrestricted funds		2,263,743	1,857,162
		2,263,743	1,857,162

The financial statements were approved by the Trustees on 12 July 2021

I C Sargeant FCA (Chairman)
Trustee

I C Sargeant

R Picken
Trustee

Roy Picken

THE MYLNE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

1 Accounting policies

Charity information

The Mylne Trust is a charitable trust governed by trust deed and has a principle address of Goldings, Worldham Hill, East Worldham, Hampshire, GU34 3AT.

1.1 Accounting convention

The accounts have been prepared under the historical cost convention.

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 accounts have been prepared under the historical cost convention. 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.

1.5 Non-current 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.

THE MYLNE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

1 Accounting policies (Continued)

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 trade and other receivables 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 trade and other payables 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 payables 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 payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.7 Funds

The Trust operates the one general fund which is unrestricted.

1.8 Taxation

The Trust has charitable status and is exempt from corporation tax on the income it has received.

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.

THE MYLNE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

3 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Income from listed investments	30,054	46,720
Interest receivable	15,040	16,301
	<u>45,094</u>	<u>63,021</u>

4 Charitable activities

	Charitable Expenditure	Charitable Expenditure
	2021	2020
	£	£
Grants (including CMS and OCMS)	93,082	90,311
Share of support costs (see note 5)	20,928	21,237
Share of governance costs (see note 5)	1,560	1,560
	<u>115,570</u>	<u>113,108</u>

5 Support costs

	Support costs	Governance costs	Total 2021	Support costs	Governance costs	Total 2020
	£	£	£	£	£	£
Management fees	3,430	-	3,430	3,345	-	3,345
Brokers' charge	17,392	-	17,392	17,511	-	17,511
Sundry expenses and bank charges	106	-	106	381	-	381
Accountancy	-	1,200	1,200	-	1,200	1,200
Independent examination	-	360	360	-	360	360
	<u>20,928</u>	<u>1,560</u>	<u>22,488</u>	<u>21,237</u>	<u>1,560</u>	<u>22,797</u>
<u>Analysed between</u>						
<u>Charitable activities</u>	<u>20,928</u>	<u>1,560</u>	<u>22,488</u>	<u>21,237</u>	<u>1,560</u>	<u>22,797</u>

THE MYLNE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2021

6 Trustees

None of the Trustees (or any persons connected with them) received any remuneration in 2020/21 (2019/20: £nil).

7 Employees

There were no employees during the year.

	2021 Number	2020 Number
Total	-	-

8 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Revaluation of investments	495,924	(320,243)
Gain/(loss) on sale of investments	(18,867)	51,135
	477,057	(269,108)

9 Fixed asset investments

	Listed investments £
Cost or valuation	
At 6 April 2020	1,815,405
Additions	412,289
Valuation changes	495,924
Disposals	(530,749)
At 5 April 2021	2,192,869
Carrying amount	
At 05 April 2021	2,192,869
At 05 April 2020	1,815,405

THE MYLNE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2021

10 Financial instruments	2021 £	2020 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	2,192,869	1,815,405

11 Current liabilities	2021 £	2020 £
Creditors and Accruals	2,417	2,396

12 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).

13 Grant commitments

The Trust had further commitments pledged subject to certain conditions being met of £3,250.