

THE MYLNE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022



Caladine

Chartered Certified Accountants

THE MYLNE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	B Daniels H McConnell R Picken G Riggs I C Sargeant FCA (Chairman) Rev D Uffindell A Noakes (Appointed 26 October 2021)
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 Connaught House Alexandra Terrace Guildford Surrey GU1 3DA

THE MYLNE TRUST

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THE MYLNE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2022

The Trustees present their annual report and financial statements for the year ended 5 April 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 [governing document], 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)" (effective 1 January 2019).

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 or 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 2022

Achievements and performance

During 2021-22 the Trustees held 4 Ordinary meetings and an AGM. Due to the Covid-19 worldwide pandemic all the meetings were held virtually via Zoom.

Roy Davenport resigned as a Trustee with effect from the October 2021 Trustees meeting. The Trustees thanked Roy Davenport for his commitment, advice and time freely given to pursuing the aims of the Trust. The Trustees welcomed Alison Noakes who became a Trustee at the October 2021 meeting.

During the year, the Trust received 162 applications for grants requesting grants amounting to a total value of £303,514. The Trustees paid out £92,175 (excluding fees payable to CMS-A) in grants to carefully selected beneficiaries mainly in the UK and Africa.

During 2021-22 the Trustees awarded 119 grants to students who applied through CMS-Africa, which amounted to £55,675 and 11 grants to applicants who applied directly amounting to £19,500 and an ex-gratia payment of £1500.

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 8 grants amounting to £17,000.

The partnership with OCMS was originally for 3 years. Both parties have agreed to continue with the relationship.

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 and are now beginning to re-open

Financial review

There was an operating surplus of £3,094 for the year. There were realised gains on investments sold in the year of £62,636, with unrealised gains of £24,756 at 5th April 2022. 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.

Structure, governance and management

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 MYLNE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

Trustees

The Trustees who served during the year were:

B Daniels	
R Davenport	(Resigned 26 October 2021)
H McConnell	
R Picken	
G Riggs	
I C Sargeant FCA (Chairman)	
Rev D Uffindell	
A Noakes	(Appointed 26 October 2021)

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 Trustees when setting the budget for 2022-2023, have budgeted for a continued reduction in the income that it normally received from the investment portfolio prior to the start of the Covid-19 pandemic.

THE MYLNE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2022

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: 5 July 2022

THE MYLNE TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 5 APRIL 2022

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 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 Caladine FCCA CTA FCIE

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

Dated: 5 July 2022

THE MYLNE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income from:</u>			
Investments	3	40,739	45,094
<u>Expenditure on:</u>			
Charitable activities	4	125,037	115,570
Net gains/(losses) on investments	8	87,392	477,057
Net movement in funds		3,094	406,581
Fund balances at 6 April 2021		2,263,743	1,857,162
Fund balances at 5 April 2022		2,266,837	2,263,743

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 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Investments	9		2,199,722		2,192,869
Current assets					
Money market investment		50,000		50,000	
Cash at bank and in hand		19,664		23,291	
		<u>69,664</u>		<u>73,291</u>	
Current liabilities	11	(2,549)		(2,417)	
Net current assets			67,115		70,874
Total assets less current liabilities			<u>2,266,837</u>		<u>2,263,743</u>
Income funds					
Unrestricted funds			2,266,837		2,263,743
			<u>2,266,837</u>		<u>2,263,743</u>

The financial statements were approved by the Trustees on 5 July 2022

I C Sargeant FCA (Chairman)
Trustee

R Picken
Trustee

THE MYLNE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2022

1 Accounting policies

Charity information

The Mylne Trust is a charitable trust governed by trust deed and has a principal 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.

THE MYLNE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 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 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.

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.

THE MYLNE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 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	28,514	30,054
Interest receivable	12,225	15,040
	<u>40,739</u>	<u>45,094</u>

4 Charitable activities

	Charitable Expenditure	Charitable Expenditure
	2022 £	2021 £
Grants	95,750	87,050
CMS fees	5,454	6,032
	<u>101,204</u>	<u>93,082</u>
Share of support costs (see note 5)	22,153	20,928
Share of governance costs (see note 5)	1,680	1,560
	<u>125,037</u>	<u>115,570</u>

THE MYLNE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

5 Support costs

	Support costs £	Governance costs £	Total 2022 £	Support costs £	Governance costs £	Total 2021 £
Management fees	3,477	-	3,477	3,430	-	3,430
Brokers' charge	18,196	-	18,196	17,392	-	17,392
Sundry expenses and bank charges	480	-	480	106	-	106
Accountancy	-	1,260	1,260	-	1,200	1,200
Independent examination	-	420	420	-	360	360
	22,153	1,680	23,833	20,928	1,560	22,488
<u>Analysed between</u>						
Charitable activities	22,153	1,680	23,833	20,928	1,560	22,488

6 Trustees

None of the Trustees (or any persons connected with them) received any remuneration in 2021/22 (2020/21: £nil).

7 Employees

There were no employees during the year.

	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	24,756	495,924
Gain/(loss) on sale of investments	62,636	(18,867)
	87,392	477,057

THE MYLNE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

9 Fixed asset investments

	Listed investments £
Cost or valuation	
At 6 April 2021	2,192,869
Additions	400,028
Valuation changes	24,756
Disposals	(417,931)
	<hr/>
At 5 April 2022	2,199,722
	<hr/>
Carrying amount	
At 05 April 2022	2,199,722
	<hr/>
At 05 April 2021	2,192,869
	<hr/>

10 Financial instruments	2022 £	2021 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	2,199,722	2,192,869
	<hr/>	<hr/>

11 Current liabilities	2022 £	2021 £
Creditors and Accruals	2,549	2,417
	<hr/>	<hr/>

12 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).