THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

England & Wales · Charity number 209852

Details

Status	Registered
Legal form	Trust
Registered	1965-01-24
Register	View on the Charity Commission register

Contact

Address	S M M T 71 Great Peter Street London SW1P 2BN
Phone	02073449267
Email	companysecretary@smmt.co.uk

Activities

Objects: TO GRANT RELIEF TO POOR PERSONS WHO HAD HELD RESPONSIBLE POSITIONS IN THE MOTOR INDUSTRY TRADE AND THEIR DEPENDANTS. TO GIVE LOANS OR GRANTS TO OTHER CHARITIES WITH SIMILAR OBJECTS.

Activities: To grant relief to poor persons who had held responsible positions in the Motor Trade and their dependents.To make periodical grants for the relief or benefit of any young person or young persons of poor indigent or other circumstance requiring assistance to establish employment within the automotive sector

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations
- **What:** Education/training, The Prevention Or Relief Of Poverty, Economic/community Development/employment
- **Who:** Children/young People, Elderly/old People, Other Charities Or Voluntary Bodies, Other Defined Groups

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Geography

- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£36,129	£62,717	-	-
2023-12-31	£35,926	£127,742	-	-
2022-12-31	£28,500	£77,566	-	-
2021-12-31	£34,812	£140,625	-	-
2020-12-31	£37,683	£45,246	-	-

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Trustees

Name	Role	Appointed
ANTHONY WALKER		2015-01-01
Alexander Smith		2022-01-01
BILL PARFITT		
Darren Morris		2016-04-01
GARETH PHILLIP JONES		2013-02-07
GLENN CRAIG SAINT		2020-09-16
George Gillespie		2016-03-01
JOE GREENWELL		
JOHN MITCHELL NEILL		
Kevin Micheal Flanagan		2020-09-16
LORD GEORGE SIMPSON OF DUNKELD		
Laurence Drake		2022-01-01
MR MIKE BAUNTON CBE		
MR TOD EVANS		
Michael Hague-Morgan		2022-01-01
ROBIN SHAW		2017-03-01
TIM ABBOTT		2011-11-30
TREVOR COURTNAY BONNER		

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THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

England & Wales - Charity number 209852

Accounts

Charity registration number 209852 (England and Wales)

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr M J Baunton, CBE Mr M Hague-Morgan Mr W Parfitt CBE Mr T C Bonner CBE Mr J Greenwell CBE Mr T Abbott Mr T Walker CBE Mr G Gillespie CBE Mr D Morris Mr R Shaw Mr M Flanagan Mr G Saint Mr L Drake Mr T L Evans Mr J M Neill, CBE Mr G P Jones Baron George Simpson of Dunkeld Mr A Smith
Charity number (England and Wales)	209852
Independent examiner	Ensors Accountants LLP Connexions 159 Princes Street Ipswich IP1 1QJ
Bankers	National Westminster Bank plc 38 Strand London WC2N 5JB CCLA Investment Management Ltd Client Service Team COIF Charity Deposit Funds 80 Cheapside London EC2V 6DZ
Investment advisors	HSBC Global Asset Management 78 St James' Street London SW1A 1HL

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

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THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2024

The Trustees have pleasure in presenting their report and accounts for the year ended 31 December 2024.

The accounts have been prepared in accordance with the accounting policies set out in note 2 to the accounts and comply with the Charity's Trust Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)".

Objectives and activities

The Charity's sole purpose was originally to make loans or gifts to any poor person or his dependents who were engaged in a position of responsibility in the motor trade, or who contributed to the encouragement, promotion or protection of the motor trade.

In recent years the purpose of the fund has been expanded to offer assistance:

a) To persons associated with the motor trade who are able to demonstrate poverty or hardship; and

b) To young persons where such assistance would enable them to gain employment in the automotive sector.

The Trust Deed additionally empowers the Trustees to make grants to BEN (BEN – Motor and Allied Trades Benevolent Fund) and the Trustees should ensure that Trust funds are used effectively and in accordance with the Trust objects. An amendment to the scope was agreed in 2010, permitting annual or periodic grants to any charitable fund, association, corporation or similar having as one of its objects the relief or benefit of any young person or persons of poor indigent or other circumstances, requiring assistance to establish meaningful employment within the motor trade.

In November 2022, the SCTF was approached by BEN to support a further initiative in relation to the Cost of Living crisis. BEN anticipated a significant increase in requests for support due to the crisis and asked the SCTF to contribute to enable them to allocate more grants. The grants were allocated between June 2023 and June 2024 with a total of 51 grants being awarded.

In November 2021, due to its success in previous years, the Trustees agreed to continue to support the Working Assets programme through Toyota and the YMCA Derbyshire. The programme was unable to run during 2020-2023 due to the coronavirus pandemic and its continuing effects along with staff shortages, but at the November 2023 meeting the Trustees agreed to carry over the funding from 2020 into 2024 and the programme began at the end of 2024.

The SCTF have supported a local Youth Club, St Andrew's for a number of years. In 2023, the Trust was approached and ask for funding for a new initiative that would allow the young people to convert standard bicycles into electric bikes, enabling the young people to learn new skills that are being used in the automotive industry for future technology. The project began in June 2024 and was ongoing at the end of the year.

Public benefit

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

Achievements and performance

Significant activities and achievements against objectives

The fund's charitable expenditure for the year is £54,980 (2023: £127,742).

The SMMT Charitable Trust Fund also contributed £40,000 (2023: £40,000) towards Mission Automotive, an armed forces engagement initiative for the automotive industry, in partnership with the Royal Foundation and the Prince and Princess of Wales. The initiative aims to assist ex-service personnel and their families to integrate into the Civilian world and to align transferable skills into the automotive industry. 2023 and 2024 saw a significant rise in the level of interest for Armed Forces engagement from within the automotive industry, largely driven by the industry's recruitment needs. James Cameron from Mission Motorsport attended the November 2024 meeting to update Trustees on the programme's progress.

The SMMT CSR staff strategy group launched a financial aid program called "Drive to Thrive." This initiative, developed in collaboration with SCTF and administered by BEN, provides apprentices with grants to cover the cost of driving lessons. The program aims to eliminate a significant financial barrier for apprentices: commuting expenses. A total of £13,500 has been allocated to support apprentices in obtaining their licenses and improving their employment opportunities.

St Andrew's bike conversion – The SMMT Charitable Trust Fund granted £5,000 in 2023 to St Andrew's to enable them to run a project for the members of the Club. The project was still ongoing in 2024.

The charitable trust fund also continued funding IET engineering horizon bursaries for six students at a total cost of £7,700 (2023: £5,500).

Financial review

At the year end, the total reserves available are £1,395,421 (2023: £1,316,685). The Statement of Financial Activities shows that the charity has made a gain of £78,736 (2023: £1,716 deficit) including a gain on investments of £141,453 (2023: £134,069).

Reserves policy
SCTF will always retain a minimum of £1,000,000 in reserves, subject to annual CPI inflationary rises from 2021 onwards.

The Charitable Trust follows a base policy whereby dividend income and profit on sale of assets is made available for suitable charitable activities on an ongoing basis, subject to the reserves policy.

In addition, if an appropriate funding activity presents itself, spend level may be increased on a discretionary basis with the approval and agreement of the Chairman and majority of trustees.

It is the policy of the Charity to maintain the unrestricted charitable funds at a level appropriate to generating investment income to cover the direct charitable expenditure in each year.

The Charity only has unrestricted reserves for use in line with the policies of the Charity at the discretion of the Trustees for the furtherance of the Charity's objects.

Movement in reserves

The reserves and its policy are set out as follows:

	2024 £	2023 £
Fund Balance as at beginning of the year	1,316,685	1,318,401
Restricted Designated Funds:	-	-
Unrestricted Funds	1,316,685	1,318,401
Profit/(Loss) from Investments	141,453	134,069
Admin Expenses	(7,737)	(8,043)
Funding Mission Motorsport	(40,000)	(40,000)
Grants to BEN	-	(61,350)
The Institution of Engineering and Technology Bursaries	(7,700)	(5,500)
Formula 1 in Schools	-	(300)
Drive to Thrive	(5,280)	(13,200)
Toyota Working Assets	(2,000)	-
St Andrews Bike Conversion	-	(5,000)
Grants to Individuals	-	(2,392)
Total Funds at the end of the year	**1,395,421**	**1,316,685**

Investment policy

Investment policy

Since April 2012 HSBC Global Asset Management have acted as custodian trustees of the fund with HSBC Private Bank acting as advisors since 2015.

The Trustees see protection against inflation as important and have required capital growth to ensure that the future stipends expenditure is met. In consultation with HSBC, the Trustees reviewed their investment strategy against the HSBC 'charity investment tree' to assess the appropriate balance between risk and return over the short, medium and long term. The Trustees concluded that the HSBC UK Growth and Income Strategy would be the most appropriate strategy in the circumstances. This should achieve a balance between long term capital growth and income with some protection against inflation. The fund would be well diversified and offer exposure to fixed interest securities (26.9%), equities (60.9%% both UK and global) and alternative investments such as property, private equity, and commodities (12.3%).

The expected return from the asset classes within the fund would be 5.3% per annum over the long term, to which HSBC would aim to add an outperformance of 1.0% to make the long-term investment cycle (5-10 years) portfolio return of 6.3%.

A quarterly investment report on past performance and long-term outlook is issued to the Trustees who meet to review the performance on an annual basis. An annual management fee of 0.45% applies; payable quarterly in arrears (plus VAT) and HSBC do not charge for transaction commissions.

There are no restrictions on the Charity's power to invest.

Major risks

Risk management

An analysis of the risks faced by the Charity in areas of operations, administration and finance was carried out in collaboration with the investment portfolio management. In preparation of both a hard and a soft Brexit, the risks the Charity may face and the need to diversify the portfolio was discussed, and appropriate measures were implemented to mitigate these risks.

Structure, governance and management

The Charity is constituted under a Trust Deed dated 3 August 1932 as amended 25 May 2010 and is a registered charity under number 209852.

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

Mr M J Baunton, CBE
Mr M Hague-Morgan
Mr W Parfitt CBE
Mr T C Bonner CBE
Mr J Greenwell CBE
Mr T Abbott
Mr T Walker CBE
Mr G Gillespie CBE
Mr D Morris
Mr R Shaw
Mr M Flanagan
Mr G Saint
Mr L Drake
Mr T L Evans
Mr J M Neill, CBE
Mr G P Jones
Baron George Simpson of Dunkeld
Mr A Smith

Recruitment and appointment of trustees

The number of Trustees shall not be less than seven and shall consist of the current and past presidents, the current vice-president and honorary treasurer of The Society of Motor Manufacturers and Traders (SMMT) and at least three other persons decided by the Council of the Society.

The current SMMT president and vice-presidents of SMMT or honorary treasurer and all past presidents of SMMT are automatically Trustees of the Charity; this has been the case since 1932. In addition, anyone chosen to be a Trustee by the other Trustees (collectively referred to as Management Trustees) may be appointed. The Trusteeship must maintain a figure of at least seven and a quorum of at least five at all decision making meetings.

On appointment, all Management Trustees are provided with a comprehensive pack of information setting out the history of the fund, the duties, responsibilities and powers of the Trustees, criteria for assessing applications to the fund, the specific roles of the Chairman of the Trustees and the honorary treasurer, the role of the Charity Commission, detail of the Charity's current Auditors, the Charity's Fund Managers and details of all current Trustees.

The Charity's current policy concerning the payment of trade creditors is to:

- settle the terms of payment with suppliers when agreeing the terms of each transaction;
- ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and
- pay in accordance with the company's contractual and other legal obligations.

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

Gareth P Jones

Gareth P Jones (Jul 21, 2025 20:27 GMT+1)

Mr G P Jones

Chairman of the Trustees

Date: 21/07/2025

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2024

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

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;

- observe the methods and principles in the Charities SORP;

- make judgements and estimates that are reasonable and prudent;

- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that year.

In preparing these financial statements, the Trustees are required to:
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

I report to the Trustees on my examination of the financial statements of The Society of Motor Manufacturers and Traders Charitable Trust Fund (the Charity) for the year ended 31 December 2024.

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.

I report in respect of my examination of the Charity's financial statements carried out under section 145 of the Charities Act 2011. In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the Charities Act 2011.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared the financial statements in accordance with the relevant version of the Statement of Recommended Practice applicable to charities preparing their financial statements 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 the financial statements to provide a true and fair view in accordance with UK Generally Accepted Accounting Practice.

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 Charities Act 2011.

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 financial statements set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the financial statements 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.

Malcolm McGready

Malcolm McGready FCA
Independent Examiner

Connexions
159 Princes Street
Ipswich
IP1 1QJ

Dated: 22/07/2025

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Income from:			
Investments	**3**	36,129	35,926
Expenditure on:			
Raising funds	**4**	5,237	5,679
Charitable activities	**5**	57,480	130,106
Total resources expended		62,717	135,785
Net gains/(losses) on investments	**11**	105,324	98,143
Net movement in funds		78,736	(1,716)
Fund balances at 1 January 2024		1,316,685	1,318,401
Fund balances at 31 December 2024		1,395,421	1,316,685

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

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

BALANCE SHEET

AS AT 31 DECEMBER 2024

	Notes	2024 £	2024 £	2023 £	2023 £
Fixed assets					
Investments	**12**		1,440,548		1,555,165
Current assets					
Cash at bank and in hand		23,914		22,748	
Creditors: amounts falling due within one year	**14**	(69,041)		(261,228)	
Net current liabilities			(45,127)		(238,480)
Total assets less current liabilities			1,395,421		1,316,685
Income funds					
Unrestricted funds			1,395,421		1,316,685
			1,395,421		1,316,685

The accounts were approved by the Trustees on 21/07/2025

Gareth P Jones

Gareth P Jones (Jul 21, 2025 20:27 GMT+1)

Mr G P Jones

Chairman of the Trustees

1 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.

2 Accounting policies

Charity information

The Society of Motor Manufacturers and Traders Charitable Trust Fund is constituted under a Trust Deed dated 3 August 1932 as amended 25 May 2010 and is a registered charity under number 209852.

2.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's Trust Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). 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 applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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, modified to include the revaluation of certain fixed assets. The principal accounting policies adopted are set out below.

2.2 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.

2.3 Charitable funds

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

2.4 Incoming resources

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.

2.5 Resources expended

Expenditure is included on an accruals basis and allocated to the appropriate heading in the accounts.

2 Accounting policies **(Continued)**

Charitable activities
Expenditure to meet the charity's aims and objectives. This includes grants to BEN during the year and expenditure of an indirect nature necessary to support the activity.

Governance costs
Those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

2.6 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.

Realised and unrealised gains and losses on investments are added to or deducted from the general unrestricted funds. Realised gains and losses in the year represent the difference between disposal proceeds and the market value at the point of disposal.

2.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, cash in transit, 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.

3 Investments

	2024	2023
	£	£
Income from listed investments	34,704	34,075
Interest receivable	1,425	1,851
	36,129	35,926

4 Raising funds

	2024	2023
	£	£
Investment management costs	5,237	5,679
	5,237	5,679

All costs above are allocated to the unrestricted fund.

5 Charitable activities

	2024	2023
	£	£
Grant funding of activities (see note 6)	54,980	127,742
Share of governance costs (see note 8)	2,500	2,364
	57,480	130,106

6 Grants payable

	Grants payable 2024 £	Grants payable 2023 £
Grants to institutions:		
Mission Motorsport	40,000	40,000
The Institution of Engineering and Technology	7,700	5,500
St Andrews	-	5,000
Drive to Thrive	5,280	13,200
BEN	-	61,350
North London Collegiate School	-	300
Toyota Working Assets	2,000	-
	54,980	125,350
Grants to individuals	-	2,392
	54,980	127,742

7 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year. Any expenses incurred by the Trustees were reimbursed by The Society of Motor Manufacturers and Traders Limited.

8 Support costs

	2024 £	2023 £
Audit fees	2,500	2,364
	2,500	2,364
Analysed between		
Charitable activities	2,500	2,364

9 Employees

There were no employees during the year.

10 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

11 Net gains/(losses) on investments

	2024	2023
	£	£
Revaluation of investments	77,476	126,388
Gain on sale of investments	27,848	(28,245)
	105,324	98,143

12 Fixed asset investments

	Listed investments	Cash in portfolio	Total
	£	£	£
Cost or valuation			
At 1 January 2024	1,528,900	26,265	1,555,165
Additions	686,923	(686,923)	-
Valuation changes	105,111	29,939	135,050
Transfer from current account	-	(249,667)	(249,667)
Disposals	(896,335)	896,335	-
At 31 December 2024	1,424,599	15,949	1,440,548
Carrying amount			
At 31 December 2024	1,424,599	15,949	1,440,548
At 31 December 2023	1,528,900	26,265	1,555,165

Fixed asset investments revalued

Listed investments are included at their respective market values at each reporting date, these market values are based on the quoted mid point price of each investment held. The historical cost of the investments held at the balance sheet date is £1,212,879 (2023: £1,422,921).

13 Financial instruments

	2024	2023
	£	£
Carrying amount of financial assets		
Equity instruments measured at cost less impairment	1,440,548	1,555,165
Carrying amount of financial liabilities		
Measured at amortised cost	69,041	261,228

14 Creditors: amounts falling due within one year

	2024	2023
	£	£
Other creditors	47,364	249,667
Accruals and deferred income	21,677	11,561
	69,041	261,228

15 Unrestricted funds

	At 1 January 2024	Incoming resources	Resources expended	Gains and losses	At 31 December 2024
	£	£	£	£	£
General funds	1,316,685	36,129	(62,717)	105,324	1,395,421

Previous year:	At 1 January 2023	Incoming resources	Resources expended	Gains and losses	At 31 December 2023
	£	£	£	£	£
General funds	1,318,401	35,926	(135,785)	98,143	1,316,685

16 Related party transactions

There were no related party transactions during the current or previous financial years that require disclosure.

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

England & Wales - Charity number 209852

Accounts

Charity registration number 209852

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr M J Baunton, CBE Mr M Hague-Morgan Mr W Parfitt CBE Mr T C Bonner CBE Mr J Greenwell CBE Mr T Abbott Mr T Walker CBE Mr G Gillespie CBE Mr D Morris Mr R Shaw Mr M Flanagan Mr G Saint Mr L Drake Mr T L Evans Mr J M Neill, CBE Mr G P Jones Baron George Simpson of Dunkeld Mr A Smith
Charity number	209852
Independent examiner	Ensors Accountants LLP Connexions 159 Princes Street Ipswich IP1 1QJ
Bankers	National Westminster Bank plc 38 Strand London WC2N 5JB CCLA Investment Management Ltd Client Service Team COIF Charity Deposit Funds 80 Cheapside London EC2V 6DZ
Investment advisors	HSBC Global Asset Management 78 St James' Street London SW1A 1HL

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

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THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2023

The Trustees have pleasure in presenting their report and accounts for the year ended 31 December 2023.

The accounts have been prepared in accordance with the accounting policies set out in note 2 to the accounts and comply with the Charity's Trust Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)".

Objectives and activities

The Charity's sole purpose was originally to make loans or gifts to any poor person or his dependents who were engaged in a position of responsibility in the motor trade, or who contributed to the encouragement, promotion or protection of the motor trade.

In recent years the purpose of the fund has been expanded to offer assistance:

a) To persons associated with the motor trade who are able to demonstrate poverty or hardship; and

b) To young persons where such assistance would enable them to gain employment in the automotive sector.

The Trust Deed additionally empowers the Trustees to make grants to BEN (BEN – Motor and Allied Trades Benevolent Fund) and the Trustees should ensure that Trust funds are used effectively and in accordance with the Trust objects. An amendment to the scope was agreed in 2010, permitting annual or periodic grants to any charitable fund, association, corporation or similar having as one of its objects the relief or benefit of any young person or persons of poor indigent or other circumstances, requiring assistance to establish meaningful employment within the motor trade.

At the end of 2020, the SCTF was approached by BEN and asked for a grant to support the delivery of a 12 month fast-track project aiming to double the number of individuals supported through BEN's digital platform, SilverCloud. This is a mental health support platform that has been able to reach and support individuals on a wide range of mental health issues that was needed even more due to the pandemic. This was very successful, and the platform is outperforming, reaching more people than planned. A further grant was awarded to fund the SilverCloud platform for 2021, 2022 and again in 2023, and there were over 1,000 sign-ups for the platform through the year.

In November 2022, the SCTF was approached by BEN to support a further initiative in relation to the Cost of Living crisis. BEN anticipated a significant increase in requests for support due to the crisis and asked the SCTF to contribute to enable them to allocate more grants.

In November 2021, due to its success in previous years, the Trustees agreed to continue to support the Working Assets programme through Toyota and the YMCA Derbyshire. The programme was unable to run during 2020-2023 due to the coronavirus pandemic and its continuing effects along with staff shortages, but at the November 2023 meeting the Trustees agreed to carry over the funding from 2020 into 2024 and it has been confirmed that it will go ahead in 2024.

The SCTF have supported a local Youth Club, St Andrew's for a number of years. In 2023, the Trust was approached and ask for funding for a new initiative that would allow the young people to convert standard bicycles into electric bikes, enabling the young people to learn new skills that are being used in the automotive industry for future technology.

Public benefit

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

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Achievements and performance

Significant activities and achievements against objectives

The fund's charitable expenditure for the year is £127,742 (2022: £77,566).

SCTF significantly supported BEN's efforts in 2023 by donating a total of £61,350 (2022: £35,000). This included £36,350 to fund BEN's mental health platform, SilverCloud, which has been instrumental in providing critical support to a wider range of people. These programs primarily addressed anxiety, depression, and body image concerns, and achieved a high customer satisfaction rate of 97%. SCTF's funding has demonstrably increased the number of people BEN can assist with critical mental health support. Additionally, SCTF recognised the challenges of the cost of living crisis and provided a separate grant of £25,000 to enable BEN to support more grants.

The SMMT Charitable Trust Fund also contributed £40,000 (2022: £40,000) towards Mission Automotive, an armed forces engagement initiative for the automotive industry, in partnership with the Royal Foundation and the Prince and Princess of Wales. The initiative aims to assist ex-service personnel and their families to integrate into the Civilian world and to align transferable skills into the automotive industry. 2022 and 2023 saw a significant rise in the level of interest for Armed Forces engagement from within the automotive industry, largely driven by the industry's recruitment needs. James Cameron from Mission Motorsport attended the November 2023 meeting to update Trustees on the programme's progress.

The SMMT CSR staff strategy group launched a financial aid program called "Drive to Thrive." This initiative, developed in collaboration with SCTF and administered by BEN, provides apprentices with grants to cover the cost of driving lessons. The program aims to eliminate a significant financial barrier for apprentices: commuting expenses. A total of £13,500 has been allocated to support apprentices in obtaining their licenses and improving their employment opportunities.

St Andrew's bike conversion – The SMMT Charitable Trust Fund granted £5,000 to St Andrew's to enable them to run a project for the members of the Club.

The charitable trust fund also continued funding IET engineering horizon bursaries for six students at a total cost of £5,500 (2022: £6,600). From the 2019 cohort, two have now graduated and one is in their final year. Note that an underspent amount of £4,034 was returned to the fund relating to the 2021 Apprentice Support Programme.

Financial review

At the year end, the total reserves available are £1,316,685 (2022: £1,318,401). The Statement of Financial Activities shows that the charity has made a deficit of £1,716 (2022: £186,789 deficit) including a gain on investments of £134,069 (2022: £100,634 loss).

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Reserves policy

Reserves policy

SCTF will always retain a minimum of £1,000,000 in reserves, subject to annual CPI inflationary rises from 2021 onwards.

The Charitable Trust follows a base policy whereby dividend income and profit on sale of assets is made available for suitable charitable activities on an ongoing basis, subject to the reserves policy.

In addition, if an appropriate funding activity presents itself, spend level may be increased on a discretionary basis with the approval and agreement of the Chairman and majority of trustees.

It is the policy of the Charity to maintain the unrestricted charitable funds at a level appropriate to generating investment income to cover the direct charitable expenditure in each year.

The Charity only has unrestricted reserves for use in line with the policies of the Charity at the discretion of the Trustees for the furtherance of the Charity's objects.

Movement in reserves

The reserves and its policy are set out as follows:

	2023 £	2022 £
Fund Balance as at beginning of the year	1,318,401	1,505,190
Restricted Designated Funds:	-	-
Unrestricted Funds	1,318,401	1,505,190
Profit/(Loss) from Investments	134,069	(100,634)
Admin Expenses	(8,043)	(8,589)
Funding Mission Motorsport	(40,000)	(40,000)
Grants to BEN	(61,350)	(35,000)
The Institution of Engineering and Technology Bursaries	(5,500)	(6,600)
Formula 1 in Schools	(300)	-
Drive to Thrive	(13,200)	-
Apprenticeship Grant	-	4,034
St Andrews Bike Conversion	(5,000)	-
Grants to Individuals	(2,392)	-
Total Funds at the end of the year	**1,316,685**	**1,318,401**

Investment policy

Investment policy

Since April 2012 HSBC Global Asset Management have acted as custodian trustees of the fund with HSBC Private Bank acting as advisors since 2015.

The Trustees see protection against inflation as important and have required capital growth to ensure that the future stipends expenditure is met. In consultation with HSBC, the Trustees reviewed their investment strategy against the HSBC 'charity investment tree' to assess the appropriate balance between risk and return over the short, medium and long term. The Trustees concluded that the HSBC UK Growth and Income Strategy would be the most appropriate strategy in the circumstances. This should achieve a balance between long term capital growth and income with some protection against inflation. The fund would be well diversified and offer exposure to fixed interest securities (26.9%), equities (60.9%% both UK and global) and alternative investments such as property, private equity, and commodities (12.3%).

The expected return from the asset classes within the fund would be 5.3% per annum over the long term, to which HSBC would aim to add an outperformance of 1.0% to make the long-term investment cycle (5-10 years) portfolio return of 6.3%.

A quarterly investment report on past performance and long-term outlook is issued to the Trustees who meet to review the performance on an annual basis. An annual management fee of 0.45% applies; payable quarterly in arrears (plus VAT) and HSBC do not charge for transaction commissions.

There are no restrictions on the Charity's power to invest.

Major risks

Risk management

An analysis of the risks faced by the Charity in areas of operations, administration and finance was carried out in collaboration with the investment portfolio management. In preparation of both a hard and a soft Brexit, the risks the Charity may face and the need to diversify the portfolio was discussed, and appropriate measures were implemented to mitigate these risks.

Structure, governance and management

The Charity is constituted under a Trust Deed dated 3 August 1932 as amended 25 May 2010 and is a registered charity under number 209852.

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

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

Mr M J Baunton, CBE
Mr M Hague-Morgan
Mr W Parfitt CBE
Mr T C Bonner CBE
Mr D N Reilly CBE (Resigned 12 October 2023)
Mr J Greenwell CBE
Mr T Abbott
Mr T Walker CBE
Mr G Gillespie CBE
Mr D Morris
Mr R Shaw
Mr M Flanagan
Mr G Saint
Mr L Drake
Mr T L Evans
Mr J M Neill, CBE
Mr G P Jones
Baron George Simpson of Dunkeld
Mr A Smith

Recruitment and appointment of trustees

The number of Trustees shall not be less than seven and shall consist of the current and past presidents, the current vice-president and honorary treasurer of The Society of Motor Manufacturers and Traders (SMMT) and at least three other persons decided by the Council of the Society.

The current SMMT president and vice-presidents of SMMT or honorary treasurer and all past presidents of SMMT are automatically Trustees of the Charity; this has been the case since 1932. In addition, anyone chosen to be a Trustee by the other Trustees (collectively referred to as Management Trustees) may be appointed. The Trusteeship must maintain a figure of at least seven and a quorum of at least five at all decision making meetings.

On appointment, all Management Trustees are provided with a comprehensive pack of information setting out the history of the fund, the duties, responsibilities and powers of the Trustees, criteria for assessing applications to the fund, the specific roles of the Chairman of the Trustees and the honorary treasurer, the role of the Charity Commission, detail of the Charity's current Auditors, the Charity's Fund Managers and details of all current Trustees.

The Charity's current policy concerning the payment of trade creditors is to:

- settle the terms of payment with suppliers when agreeing the terms of each transaction;
- ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and
- pay in accordance with the company's contractual and other legal obligations.

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

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

Gareth P Jones

Gareth P Jones (Jun 20, 2024 16:43 GMT+1)

.....

Mr G P Jones

Chairman of the Trustees

Date: 20/06/2024

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2023

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

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;

- observe the methods and principles in the Charities SORP;

- make judgements and estimates that are reasonable and prudent;

- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

I report to the Trustees on my examination of the financial statements of The Society of Motor Manufacturers and Traders Charitable Trust Fund (the Charity) for the year ended 31 December 2023.

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.

Malcolm McGready

Malcolm McGready
Independent Examiner

Connexions
159 Princes Street
Ipswich
IP1 1QJ

Dated: 24/06/2024

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Income from:			
Investments	**3**	35,926	28,500
Expenditure on:			
Raising funds	**4**	5,679	6,585
Charitable activities	**5**	130,106	79,570
Total resources expended		135,785	86,155
Net gains/(losses) on investments	**11**	98,143	(129,134)
Net movement in funds		(1,716)	(186,789)
Fund balances at 1 January 2023		1,318,401	1,505,190
Fund balances at 31 December 2023		1,316,685	1,318,401

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

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

BALANCE SHEET

AS AT 31 DECEMBER 2023

	Notes	2023 £	2023 £	2022 £	2022 £
Fixed assets					
Investments	**12**		1,555,165		1,427,730
Current assets					
Cash at bank and in hand		22,748		21,793	
Creditors: amounts falling due within one year	**14**	(261,228)		(131,122)	
Net current liabilities			(238,480)		(109,329)
Total assets less current liabilities			1,316,685		1,318,401
Income funds					
Unrestricted funds			1,316,685		1,318,401
			1,316,685		1,318,401

The accounts were approved by the Trustees on 20/06/2024

Gareth P Jones

Gareth P Jones (Jun 20, 2024 16:43 GMT+1)

.....

Mr G P Jones

Chairman of the Trustees

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2023

1 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.

2 Accounting policies

Charity information

The Society of Motor Manufacturers and Traders Charitable Trust Fund is constituted under a Trust Deed dated 3 August 1932 as amended 25 May 2010 and is a registered charity under number 209852.

2.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's Trust Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). 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 applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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, modified to include the revaluation of certain fixed assets. The principal accounting policies adopted are set out below.

2.2 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.

2.3 Charitable funds

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

2.4 Incoming resources

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.

2.5 Resources expended

Expenditure is included on an accruals basis and allocated to the appropriate heading in the accounts.

2 Accounting policies **(Continued)**

Charitable activities
Expenditure to meet the charity's aims and objectives. This includes grants to BEN during the year and expenditure of an indirect nature necessary to support the activity.

Governance costs
Those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

2.6 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.

Realised and unrealised gains and losses on investments are added to or deducted from the general unrestricted funds. Realised gains and losses in the year represent the difference between disposal proceeds and the market value at the point of disposal.

2.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, cash in transit, 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.

3 Investments

	2023	2022
	£	£
Income from listed investments	34,075	28,289
Interest receivable	1,851	211
	35,926	28,500

4 Raising funds

	2023	2022
	£	£
Investment management costs	5,679	6,585
	5,679	6,585

All costs above are allocated to the unrestricted fund.

5 Charitable activities

	2023	2022
	£	£
Grant funding of activities (see note 6)	127,742	77,566
Share of governance costs (see note 8)	2,364	2,004
	130,106	79,570

6 Grants payable

	Grants payable 2023 £	Grants payable 2022 £
Grants to institutions:		
Mission Motorsport	40,000	40,000
The Institution of Engineering and Technology	5,500	6,600
St Andrews	5,000	-
Drive to Thrive	13,200	-
BEN	61,350	35,000
Apprenticeship Grant	-	(4,034)
North London Collegiate School	300	-
	125,350	77,566
Grants to individuals	2,392	-
	127,742	77,566

7 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year. Any expenses incurred by the Trustees were reimbursed by The Society of Motor Manufacturers and Traders Limited.

8 Support costs

	2023 £	2022 £
Audit fees	2,364	2,004
	2,364	2,004
Analysed between		
Charitable activities	2,364	2,004

9 Employees

There were no employees during the year.

10 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

11 Net gains/(losses) on investments

	2023	2022
	£	£
Revaluation of investments	126,388	(111,546)
Gain on sale of investments	(28,245)	(17,588)
	98,143	(129,134)

12 Fixed asset investments

	Listed investments	Cash in portfolio	Total
	£	£	£
Cost or valuation			
At 1 January 2023	1,409,638	18,092	1,427,730
Additions	769,456	-	769,456
At 31 December 2023	2,179,094	18,092	2,197,186
Impairment			
At 1 January 2023	-	-	-
Disposals	748,336	-	748,336
At 31 December 2023	748,336	-	748,336
Carrying amount			
At 31 December 2023	1,430,758	18,092	1,448,850
At 31 December 2022	1,409,638	18,092	1,427,730

Fixed asset investments revalued

Listed investments are included at their respective market values at each reporting date, these market values are based on the quoted mid point price of each investment held. The historical cost of the investments held at the balance sheet date is £1,422,291 (2022: £1,401,172).

13 Financial instruments

	2023	2022
	£	£
Carrying amount of financial assets		
Equity instruments measured at cost less impairment	1,555,165	1,427,730
Carrying amount of financial liabilities		
Measured at amortised cost	261,228	131,122

14 Creditors: amounts falling due within one year

	2023	2022
	£	£
Other creditors	249,667	84,717
Accruals and deferred income	11,561	46,405
	261,228	131,122

15 Unrestricted funds

	At 1 January 2023	Incoming resources	Resources expended	Gains and losses	At 31 December 2023
	£	£	£	£	£
General funds	1,318,401	35,926	(135,785)	98,143	1,316,685

Previous year:	At 1 January 2022	Incoming resources	Resources expended	Gains and losses	At 31 December 2022
	£	£	£	£	£
General funds	1,505,190	28,500	(86,155)	(129,134)	1,318,401

16 Related party transactions

There were no related party transactions during the current or previous financial years that require disclosure.

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

England & Wales - Charity number 209852

Accounts

Charity registration number 209852

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr M J Baunton, CBE	
	Mr M Hague-Morgan	(Appointed 1 January 2022)
	Mr W Parfitt CBE	
	Mr T C Bonner CBE	
	Mr D N Reilly CBE	
	Mr J Greenwell CBE	
	Mr T Abbott	
	Mr T Walker CBE	
	Mr G Gillespie CBE	
	Mr D Morris	
	Mr R Shaw	
	Mr M Flanagan	
	Mr G Saint	
	Mr L Drake	(Appointed 1 January 2022)
	Mr T L Evans	
	Mr J M Neill, CBE	
	Mr G P Jones	
	Baron George Simpson of Dunkeld	
	Mr A Smith	(Appointed 1 January 2022)
Charity number	209852	
Independent examiner	Ensors Accountants LLP Connexions 159 Princes Street Ipswich IP1 1QJ	
Bankers	National Westminster Bank plc 38 Strand London WC2N 5JB	
	CCLA Investment Management Ltd Client Service Team COIF Charity Deposit Funds 80 Cheapside London EC2V 6DZ	
Investment advisors	HSBC Global Asset Management 78 St James' Street London SW1A 1HL	

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

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THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

The Trustees have pleasure in presenting their report and accounts for the year ended 31 December 2022.

The accounts have been prepared in accordance with the accounting policies set out in note 2 to the accounts and comply with the Charity's Trust Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)"

Objectives and activities

The Charity's sole purpose was originally to make loans or gifts to any poor person or his dependents who were engaged in a position of responsibility in the motor trade, or who contributed to the encouragement, promotion or protection of the motor trade.

In recent years the purpose of the fund has been expanded to offer assistance:

a) To persons associated with the motor trade who are able to demonstrate poverty or hardship; and

b) To young persons where such assistance would enable them to gain employment in the automotive sector.

The Trust Deed additionally empowers the Trustees to make grants to BEN (BEN – Motor and Allied Trades Benevolent Fund) and the Trustees should ensure that Trust funds are used effectively and in accordance with the Trust objects. An amendment to the scope was agreed in 2010, permitting annual or periodic grants to any charitable fund, association, corporation or similar having as one of its objects the relief or benefit of any young person or persons of poor indigent or other circumstances, requiring assistance to establish meaningful employment within the motor trade.

At the end of 2020, the SCTF was approached by BEN and asked for a grant to support the delivery of a 12 month fast-track project aiming to double the number of individuals supported through BEN's digital platform, SilverCloud. This is a mental health support platform that has been able to reach and support individuals on a wide range of mental health issues that was needed even more due to the pandemic. This was very successful and the platform is outperforming, reaching more people than planned. A further grant was awarded to fund the SilverCloud platform for 2021 and again in 2022, and there were over 1,000 sign-ups for the platform through the year.

In November 2021, due to its success in previous years, the Trustees agreed to continue to support the Working Assets programme through Toyota and the YMCA Derbyshire. The programme was unable to run during 2020-2022 due to the coronavirus pandemic and its continuing effects, but at the November 2022 meeting the Trustees agreed to carry over the funding from 2020 into 2023.

During 2021, due to the pandemic, concerns were raised about the risk of apprentices losing their positions and the impact that would have on skills within the industry. In September 2020, the Trustees approved a fund to contribute towards the cost of apprentice salaries for struggling SMMT SME Members. Due to the extension of the furlough scheme, there weren't sufficient applications (and none which were successful) and therefore it was decided to re-launch the initiative in 2021. The scheme was re-launched in October 2021 and one successful applicant was awarded a grant to cover salary costs. The sponsored apprentice completed their apprenticeship late in 2022 and their continued employment is now secure.

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

Achievements and performance

The fund's charitable expenditure for the year is £77,566 (2021: £140,625).

The charity contributed £35,000 towards BEN's digital and mental health wellbeing platform. BEN supports those connected to the automotive industry and the SCTF funding has helped to increase the number of people they are able to help. There were over 1,000 sign-ups to the SilverCloud platform during 2022, with around 80% of those activating a SilverCloud programme. The majority of those programmes related to anxiety, depression and body image. BEN achieved a 95% customer satisfaction rate from individuals who were supported through their chosen programme by a BEN Mental Health Supporter.

The SMMT Charitable Trust Fund also contributed £40,000 (2021: £40,000) towards Mission Automotive, an armed forces engagement initiative for the automotive industry, in partnership with the Royal Foundation and the Prince and Princess of Wales. The initiative aims to assist ex-service personnel and their families to integrate into the Civilian world and to align transferable skills into the automotive industry. 2022 saw a significant rise in the level of interest for Armed Forces engagement from within the automotive industry, largely driven by the industry's recruitment needs. James Cameron from Mission Motorsport attended the November 2022 meeting to update Trustees on the programme's progress.

The SMMT Charitable Trust Fund actioned the grant of £37,140 provided in 2021 to fund a publication – A Guide to Careers in the Automotive Industry in collaboration with the Worshipful Company of Coachmakers. The publication was officially launched on 7 November 2022 and will be used to inform students about the careers possible within the automotive industry, to attract a more diverse pool of candidates and address the skills gap within the industry.

The charitable trust fund also continued funding IET engineering horizon bursaries for six students at a total cost of £6,600 (2021: £6,600). From the 2019 cohort, two have now graduated and one is in their final year. Note that an underspent amount of £4,034 was returned to the fund relating to the 2021 Apprentice Support Programme.

Financial review

At the year end, the total reserves available are £1,318,401 (2021: £1,505,190). The Statement of Financial Activities shows that the charity has made a deficit of £186,789 (2021: £11,945 surplus) including a loss on investments of £100,845 (2021: £161,101 gain).

Reserves policy
SCTF will always retain a minimum of £1,000,000 in reserves, subject to annual CPI inflationary rises from 2021 onwards.

The Charitable Trust follows a base policy whereby dividend income and profit on sale of assets is made available for suitable charitable activities on an ongoing basis, subject to the reserves policy.

In addition, if an appropriate funding activity presents itself, spend level may be increased on a discretionary basis with the approval and agreement of the Chairman and majority of trustees.

It is the policy of the Charity to maintain the unrestricted charitable funds at a level appropriate to generating investment income to cover the direct charitable expenditure in each year.

The Charity only has unrestricted reserves for use in line with the policies of the Charity at the discretion of the Trustees for the furtherance of the Charity's objects.

Movement in reserves

The reserves and its policy are set out as follows:

	2022 £	2021 £
Fund Balance as at beginning of the year	1,505,190	1,493,245
Restricted Designated Funds:	-	-
Unrestricted Funds	1,505,190	1,493,245
Profit/(Loss) from Investments	(100,845)	161,101
Admin Expenses	(8,378)	(8,531)
Donation to London collegiate team	-	(300)
Funding Mission Motorsport	(40,000)	(40,000)
Grants to BEN	(35,000)	(35,000)
Funding Enthuse	-	-
The Institution of Engineering and Technology Bursaries	(6,600)	(6,600)
Immediate Network Limited	-	(37,140)
Apprenticeship Grant	4,034	(21,585)
Funding YMCA Derbyshire (Toyota Working Assets Programme)	-	-
Total Funds at the end of the year	**1,318,401**	**1,505,190**

Investment policy
Since April 2012 HSBC Global Asset Management have acted as custodian trustees of the fund with HSBC Private Bank acting as advisors since 2015.

The Trustees see protection against inflation as important and have required capital growth to ensure that the future stipends expenditure is met. In consultation with HSBC, the Trustees reviewed their investment strategy against the HSBC 'charity investment tree' to assess the appropriate balance between risk and return over the short, medium and long term. The Trustees concluded that the HSBC UK Growth and Income Strategy would be the most appropriate strategy in the circumstances. This should achieve a balance between long term capital growth and income with some protection against inflation. The fund would be well diversified and offer exposure to fixed interest securities (28.8%), equities (58.9%% both UK and global) and alternative investments such as property, private equity and commodities (12.3%).

The expected return from the asset classes within the fund would be 5.3% per annum over the long term, to which HSBC would aim to add an outperformance of 1.0% to make the long-term investment cycle (5-10 years) portfolio return of 6.3%.

A quarterly investment report on past performance and long-term outlook is issued to the Trustees who meet to review the performance on an annual basis. An annual management fee of 0.45% applies; payable quarterly in arrears (plus VAT) and HSBC do not charge for transaction commissions.

There are no restrictions on the Charity's power to invest.

Risk management
An analysis of the risks faced by the Charity in areas of operations, administration and finance was carried out in collaboration with the investment portfolio management. In preparation of both a hard and a soft Brexit, the risks the Charity may face and the need to diversify the portfolio was discussed, and appropriate measures were implemented to mitigate these risks.

Structure, governance and management
The Charity is constituted under a Trust Deed dated 3 August 1932 as amended 25 May 2010 and is a registered charity under number 209852.

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

Mr M J Baunton, CBE	
Mr M Hague-Morgan	(Appointed 1 January 2022)
Mr W Parfitt CBE	
Mr T C Bonner CBE	
Mr D N Reilly CBE	
Mr J Greenwell CBE	
Mr T Abbott	
Mr T Walker CBE	
Mr G Gillespie CBE	
Mr D Morris	
Mr R Shaw	
Mr M Flanagan	
Mr G Saint	
Mr L Drake	(Appointed 1 January 2022)
Sir I G McAllister CBE	(Resigned 29 November 2022)
Mr R G Smith OBE	(Resigned 29 November 2022)
Mr T L Evans	
Mr J M Neill, CBE	
Mr G P Jones	
Baron George Simpson of Dunkeld	
Mr A Smith	(Appointed 1 January 2022)

The number of Trustees shall not be less than seven and shall consist of the current and past presidents, the current vice-president and honorary treasurer of The Society of Motor Manufacturers and Traders (SMMT) and at least three other persons decided by the Council of the Society.

The current SMMT president and vice-presidents of SMMT or honorary treasurer and all past presidents of SMMT are automatically Trustees of the Charity; this has been the case since 1932. In addition, anyone chosen to be a Trustee by the other Trustees (collectively referred to as Management Trustees) may be appointed. The Trusteeship must maintain a figure of at least seven and a quorum of at least five at all decision making meetings.

On appointment, all Management Trustees are provided with a comprehensive pack of information setting out the history of the fund, the duties, responsibilities and powers of the Trustees, criteria for assessing applications to the fund, the specific roles of the Chairman of the Trustees and the honorary treasurer, the role of the Charity Commission, detail of the Charity's current Auditors, the Charity's Fund Managers and details of all current Trustees.

The Charity's current policy concerning the payment of trade creditors is to:

- settle the terms of payment with suppliers when agreeing the terms of each transaction;
- ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and
- pay in accordance with the company's contractual and other legal obligations.

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Coronavirus impact on 2022 activities

There has been a substantial impact on the SCTF programme of activities since the first lockdown in March 2020, on account of the associated social distancing restrictions and general concern and measures to mitigate the risks of infection. Many of the planned projects would ordinarily involve social mixing, and so had to be deferred. This disruption continued into the early part of 2022, though projects began to operate more effectively once we headed into the Spring and Summer months.

St Andrew's, the Youth Club that benefitted from working with the Trust on the Greenpower project was closed for several months during 2021 and early 2022, but the project was able to begin in June this year and will carry on into 2023.

The Toyota Working Assets programme was impeded as the customary format of working with a group of young people to assist them to develop skills required in the workplace could not run as intended. The programme had been planned to commence in May 2022, but was unable to run due to staff absences and resource issues. The Trustees agreed to carry over funding for the programme to 2023.

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

Gareth P Jones
Gareth P Jones (Jun 28, 2023 22:25 GMT+1)

.....
Mr G P Jones
Chairman of the Trustees

Date: Jun 28, 2023

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2022

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

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;

- observe the methods and principles in the Charities SORP;

- make judgements and estimates that are reasonable and prudent;

- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

I report to the Trustees on my examination of the financial statements of The Society of Motor Manufacturers and Traders Charitable Trust Fund (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.

Malcolm McGready

Ensors Accountants LLP

Connexions
159 Princes Street
Ipswich
IP1 1QJ

Dated: Jul 3, 2023

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Income from:			
Investments	**3**	28,500	34,812
Expenditure on:			
Raising funds	**4**	6,585	6,659
Charitable activities	**5**	79,570	142,545
Total resources expended		86,155	149,204
Net gains/(losses) on investments	**11**	(129,134)	126,337
Net movement in funds		(186,789)	11,945
Fund balances at 1 January 2022		1,505,190	1,493,245
Fund balances at 31 December 2022		1,318,401	1,505,190

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

All income and expenditure derive from continuing activities.

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	2022 £	2021 £	2021 £
Fixed assets					
Investments	**12**		1,427,730		1,535,159
Current assets					
Cash at bank and in hand		21,793		21,583	
Creditors: amounts falling due within one year	**14**	(131,122)		(51,552)	
Net current liabilities			(109,329)		(29,969)
Total assets less current liabilities			1,318,401		1,505,190
Income funds					
Unrestricted funds			1,318,401		1,505,190
			1,318,401		1,505,190

Jun 28, 2023

The accounts were approved by the Trustees on .....

Gareth P Jones

Gareth P Jones (Jun 28, 2023 22:25 GMT+1)

.....

Mr G P Jones

Chairman of the Trustees

1 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.

2 Accounting policies

Charity information

The Society of Motor Manufacturers and Traders Charitable Trust Fund is constituted under a Trust Deed dated 3 August 1932 as amended 25 May 2010 and is a registered charity under number 209852.

2.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's Trust Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). 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 applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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, modified to include the revaluation of certain fixed assets. The principal accounting policies adopted are set out below.

2.2 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.

2.3 Charitable funds

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

2.4 Incoming resources

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.

2.5 Resources expended

Expenditure is included on an accruals basis and allocated to the appropriate heading in the accounts.

2 Accounting policies **(Continued)**

Charitable activities
Expenditure to meet the charity's aims and objectives. This includes grants to BEN during the year and expenditure of an indirect nature necessary to support the activity.

Governance costs
Those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

2.6 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.

Realised and unrealised gains and losses on investments are added to or deducted from the general unrestricted funds. Realised gains and losses in the year represent the difference between disposal proceeds and the market value at the point of disposal.

2.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, cash in transit, 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.

3 Investments

	2022	2021
	£	£
Income from listed investments	28,289	34,764
Interest receivable	211	48
	28,500	34,812

4 Raising funds

	2022	2021
	£	£
Investment management costs	6,585	6,659
	6,585	6,659

All costs above are allocated to the unrestricted fund.

5 Charitable activities

	2022	2021
	£	£
Grant funding of activities (see note 6)	77,566	140,625
Share of governance costs (see note 8)	2,004	1,920
	79,570	142,545

6 Grants payable

	Grants payable 2022 £	Grants payable 2021 £
Grants to institutions:		
Mission Motorsport	40,000	40,000
The Institution of Engineering and Technology	6,600	6,600
Immediate Network Limited	-	37,140
BEN	35,000	35,000
Apprenticeship Grant	(4,034)	21,585
North London Collegiate School	-	300
	77,566	140,625

7 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year. Any expenses incurred by the Trustees were reimbursed by The Society of Motor Manufacturers and Traders Limited.

8 Support costs

	2022 £	2021 £
Audit fees	2,004	1,920
	2,004	1,920
Analysed between		
Charitable activities	2,004	1,920

9 Employees

There were no employees during the year.

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxationof Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

11 Net gains/(losses) on investments

	2022	2021
	£	£
Revaluation of investments	(111,546)	2,204
Gain on sale of investments	(17,588)	124,133
	(129,134)	126,337

12 Fixed asset investments

	Listed investments	Cash in portfolio	Total
	£		£
Cost or valuation			
At 1 January 2022 & 31 December 2022	1,466,387	68,772	1,535,159
Carrying amount			
At 31 December 2022	1,466,387	68,772	1,535,159
At 31 December 2021	1,466,387	68,772	1,535,159

Fixed asset investments revalued

Listed investments are included at their respective market values at each reporting date, these market values are based on the quoted mid point price of each investment held. The historical cost of the investments held at the balance sheet date is £1,401,172 (2021: £1,328,802).

13 Financial instruments

	2022	2021
	£	£
Carrying amount of financial assets		
Equity instruments measured at cost less impairment	1,427,730	1,535,159
Carrying amount of financial liabilities		
Measured at amortised cost	131,122	51,552

14 Creditors: amounts falling due within one year

	2022	2021
	£	£
Other creditors	84,717	40,016
Accruals and deferred income	46,405	11,536
	131,122	51,552

15 Related party transactions

There were no related party transactions during the current or previous financial years that require disclosure.

3.2 Draft Accounts 2022 for signing (002)

Final Audit Report 2023-07-03

Created:	2023-06-28
By:	rhea bavaria (rbavaria@smmt.co.uk)
Status:	Signed
Transaction ID:	CBJCHBCAABAAMlL1kG8iQ5cDYzVgwdEOcrA5VGQsfqHF

"3.2 Draft Accounts 2022 for signing (002)" History

Document created by rhea bavaria (rbavaria@smmt.co.uk)
2023-06-28 - 3:52:57 PM GMT

Document emailed to gareth.jones@pritex.co.uk for signature
2023-06-28 - 4:03:32 PM GMT

Email viewed by gareth.jones@pritex.co.uk
2023-06-28 - 9:17:27 PM GMT

Signer gareth.jones@pritex.co.uk entered name at signing as Gareth P Jones
2023-06-28 - 9:25:26 PM GMT

Document e-signed by Gareth P Jones (gareth.jones@pritex.co.uk)
Signature Date: 2023-06-28 - 9:25:28 PM GMT - Time Source: server

Document emailed to Malcolm McGready (malcolm.mcgready@ensors.co.uk) for signature
2023-06-28 - 9:25:29 PM GMT

Email viewed by Malcolm McGready (malcolm.mcgready@ensors.co.uk)
2023-07-03 - 7:46:28 AM GMT

Document e-signed by Malcolm McGready (malcolm.mcgready@ensors.co.uk)
Signature Date: 2023-07-03 - 7:47:03 AM GMT - Time Source: server

Agreement completed.
2023-07-03 - 7:47:03 AM GMT

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

England & Wales - Charity number 209852

Accounts

Charity registration number 209852

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr M J Baunton, CBE Mr R G Smith, OBE Mr T L Evans Sir I G McAllister, CBE Mr W Parfitt, CBE Baron George Simpson of Dunkeld Mr T C Bonner, CBE Mr D N Reilly, CBE Mr J Greenwell, CBE Mr J M Neill, CBE Mr T Abbott Mr G P Jones Mr T Walker, CBE Mr G Gillespie, OBE Mr D Morris Mr R Shaw Mr M Flanagan Mr G Saint Mr M Hague-Morgan (appointed 1 January 2022) Mr A Smith (appointed 1 January 2022) Mr L Drake (appointed 1 January 2022)
Charity number	209852
Registered office	71 Great Peter Street London SW1P 2BN
Auditors	Ensors Accountants LLP Connexions 159 Princes Street Ipswich IP1 1QJ
Bankers	National Westminster Bank plc 38 Strand London WC2N 5JB CCLA Investment Management Ltd COIF Charity Funds 80 Cheapside London EC2V 6DZ
Investment advisors	HSBC Global Asset Management 78 St James' Street London SW1A 1HL

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

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Independent examiner's report	10
Statement of financial activities	11
Balance sheet	12
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THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees have pleasure in presenting their report and accounts for the year ended 31 December 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's Trust Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)"

Objectives and activities

The Charity's sole purpose was originally to make loans or gifts to any poor person or his dependents who were engaged in a position of responsibility in the motor trade, or who contributed to the encouragement, promotion or protection of the motor trade.

The fund exists to offer assistance:

a. To persons associated with the motor trade who are able to demonstrate poverty or hardship; and

b. To young persons where such assistance would enable them to gain employment in the automotive sector.

The Trust Deed additionally empowers the Trustees to make grants to BEN (BEN – Motor and Allied Trades Benevolent Fund) and the Trustees should ensure that Trust funds are used effectively and in accordance with the Trust objects.

At the end of 2020, the SCTF were approached by BEN and asked for a grant to support the delivery of a 12 month fast-track project aiming to double the number of individuals supported through Ben's digital platform, SilverCloud. This is a mental health support platform that has been able to reach and support individuals on a wide range of mental health issues that was needed even more due to the pandemic.

An amendment to the scope was agreed in 2010, permitting annual or periodic grants to any charitable fund, association, corporation or similar having as one of its objects the relief or benefit of any young person or persons of poor indigent or other circumstances, requiring assistance to establish meaningful employment within the motor trade.

In November 2019, due to its success in previous years, the Trustees agreed to continue to support the Working Assets programme through Toyota and the YMCA Derbyshire. The national lockdown and subsequent restrictions meant that the project was unfortunately unable to run in 2020, however the Trustees agreed to carry over funding into 2021. Again, due to the pandemic, the project was unable to run, and the Trustees agreed to carry over funding to 2022.

During 2021, due to the global Coronavirus pandemic, concerns were raised about the risk of apprentices losing their positions and the impact that would have on skills within the industry. In September 2020, in time for the Government's furlough scheme due to end, the Trustees approved a fund to contribute towards the cost of apprentice salaries for struggling SMMT SME Members. Due to the extension of the furlough scheme, there wasn't sufficient applications (and none successful) and therefore it was decided to re-launch the initiative in 2021. The scheme was re-launched in October 2021 and one successful applicant was awarded a grant to cover salary costs.

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

Coronavirus impact on 2021 activities

There has been a substantial impact on the SCTF programme of activities since the first lockdown in March 2020, on account of the associated social distancing restrictions and general concern and measures to mitigate the risks of infection. Many of the planned projects would ordinarily involve social mixing, and so had to be deferred. This continued into 2021 and two of the projects planned were unable to run and it was agreed for funding to be carried over into 2022.

St Andrew's, the Youth Club that benefitted from working with the Trust on the Greenpower project was closed for several months meaning that they were unable to work together to build an electric car; and in any event, Greenpower were unable to hold any race days due to social distancing restrictions.

The Toyota Working Assets programme was impeded as the customary format of working with a group of young people to assist them to develop skills required in the workplace could not run as intended. The programme consists of many site visits which Toyota were simply unable to accommodate due to the distancing restrictions. The Trustees have kept each grant under review to ensure that where relevant, the activity may resume or be undertaken in accordance with the original scope agreed, once government restrictions are lifted and circumstances permit.

Achievements and performance

The fund's charitable expenditure for the year is £140,625 (2020: £45,246). The SMMT Charitable Trust Fund launched the SMMT Apprentice Support Programme and announced the investment of £100,000, designed to help safeguard the jobs of apprentices currently working within the automotive industry. During the year, the charity committed to £21,585 towards apprenticeship.

The charity contributed £35,000 towards BEN's digital and mental health wellbeing platform. Ben supports those connected to the automotive industry and the SCTF funding has helped to increase the number of people they are able to help.

The SMMT Charitable Trust Fund also contributed £40,000 (2020: £40,000) towards Mission Motorsport, an armed forces engagement initiative for the automotive industry, in partnership with the Royal Foundation and the Duke and Duchess of Cambridge. The initiative aims to assist ex-service personnel and their families to integrate into the Civilian world and to align transferable skills into the automotive industry.

The SMMT Charitable Trust Fund agreed to provide a grant of £37,140 to fund a publication – A Guide to Careers in the Automotive Industry in collaboration with the Worshipful Company of Coachmakers. The publication will be used to inform students about the careers possible within the automotive industry to attract a more diverse pool of candidates and to try to address the skills gap within the industry.

The charitable trust fund also funded IET engineering horizon bursaries for six students at a total cost of £6,600 (2020: £3,300).

Financial review

At the year end, the total reserves available are £1,505,190 (2020: £1,493,245). The Statement of Financial Activities shows that the charity has made a surplus of £11,945 (2020: £49,942 deficit) including a gain on investments of £126,337 (2021: £34,221 loss).

Reserves policy
SCTF will retain a minimum of £1,000,000 in reserves at all times, subject to annual CPI inflationary rises from 2021 onwards.

The Charitable Trust follows a base policy whereby dividend income and profit on sale of assets is made available for suitable charitable activities on an ongoing basis, subject to the reserves policy.

In addition, if an appropriate funding activity presents itself, spend level may be increased on a discretionary basis with the approval and agreement of the Chairman and majority of trustees

It is the policy of the Charity to maintain the unrestricted charitable funds at a level appropriate to generating investment income to cover the direct charitable expenditure in each year.

The Charity only has unrestricted reserves for use in line with the policies of the Charity at the discretion of the Trustees for the furtherance of the Charity's objects.

Movement in reserves

The reserves and its policy are set out as follows:

	2021 £	2020 £
Fund Balance as at beginning of the year	1,493,245	1,543,187
Restricted Designated Funds:	-	-
Unrestricted Funds	1,493,245	1,543,187
Profit/(Loss) from Investments	161,101	3,462
Admin Expenses	(8,531)	(8,158)
Donation to London collegiate team	(300)	-
Funding Mission Motorsport	(40,000)	(40,000)
Grants to Individuals (BEN)	(35,000)	2,654
Funding Enthuse	-	(2,600)
The Institution of Engineering and Technology Bursaries	(6,600)	(3,300)
Immediate Network Limited	(37,140)	-
Apprenticeship grant	(21,585)	-
Funding YMCA Derbyshire (Toyota Working Assets Programme)	-	(2,000)
Total Funds at the end of the year	**1,505,190**	**1,493,245**

Investment policy
Since April 2012 HSBC Global Asset Management have acted as custodian trustees of the fund with HSBC Private Bank acting as advisors since 2015.

The Trustees see protection against inflation as important and have required capital growth to ensure that the future stipends expenditure is met. In consultation with HSBC, the Trustees reviewed their investment strategy against the HSBC 'charity investment tree' to assess the appropriate balance between risk and return over the short, medium and long term. The Trustees concluded that the HSBC UK Growth and Income Strategy would be the most appropriate strategy in the circumstances. This should achieve a balance between long term capital growth and income with some protection against inflation. The fund would be well diversified and offer exposure to fixed interest securities (24.7%), equities (61.9% both UK and global) and alternative investments such as property, private equity and commodities (13.4%).

The expected return from the asset classes within the fund would be 5.3% per annum over the long term, to which HSBC would aim to add an outperformance of 1.0% to make the long-term investment cycle (5-10 years) portfolio return of 6.3%.

A quarterly investment report on past performance and long-term outlook is issued to the Trustees who meet to review the performance on an annual basis. An annual management fee of 0.45% applies; payable quarterly in arrears (plus VAT) and HSBC do not charge for transaction commissions.

There are no restrictions on the Charity's power to invest.

Risk management
An analysis of the risks faced by the Charity in areas of operations, administration and finance was carried out in collaboration with the investment portfolio management. In preparation of both a hard and a soft Brexit, the risks the Charity may face and the need to diversify the portfolio was discussed, and appropriate measures were implemented to mitigate these risks.

Structure, governance and management
The Charity is constituted under a Trust Deed dated 3 August 1932 as amended 25 May 2010 and is a registered charity under number 209852.

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

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

Mr M J Baunton, CBE	
Mr R G Smith, OBE	
Mr T L Evans	
Sir I G McAllister, CBE	
Mr W Parfitt, CBE	
Baron George Simpson of Dunkeld	
Mr T C Bonner, CBE	
Mr D N Reilly, CBE	
Mr J Greenwell, CBE	
Mr J M Neill, CBE	
Mr T Abbott	
Mr G P Jones	
Mr T Walker, CBE	
Mr G Gillespie, OBE	
Mr D Morris	
Mr A J Barratt	(resigned 6 September 2021)
Dr S Hoffman	(resigned 26 August 2021)
Mr R Shaw	
Mr M Flanagan	
Mr G Saint	
Mr M Hague-Morgan	(appointed 1 January 2022)
Mr A Smith	(appointed 1 January 2022)
Mr L Drake	(appointed 1 January 2022)

The number of Trustees shall not be less than seven and shall consist of the current and past presidents, the current vice-president and honorary treasurer of The Society of Motor Manufacturers and Traders (SMMT) and at least three other persons decided by the Council of the Society.

The current SMMT president and vice-presidents of SMMT or honorary treasurer and all past presidents of SMMT are automatically Trustees of the Charity; this has been the case since 1932. In addition, anyone chosen to be a Trustee by the other Trustees (collectively referred to as Management Trustees) may be appointed. The Trusteeship must maintain a figure of at least seven and a quorum of at least five at all decision making meetings.

On appointment, all Management Trustees are provided with a comprehensive pack of information setting out the history of the fund, the duties, responsibilities and powers of the Trustees, criteria for assessing applications to the fund, the specific roles of the Chairman of the Trustees and the honorary treasurer, the role of the Charity Commission, detail of the Charity's current Auditors, the Charity's Fund Managers and details of all current Trustees.

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

The Charity's current policy concerning the payment of trade creditors is to:

- settle the terms of payment with suppliers when agreeing the terms of each transaction;
- ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and
- pay in accordance with the company's contractual and other legal obligations.

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

Gareth P Jones
Gareth P Jones (Jun 21, 2022 14:30 GMT+1)

Mr G P Jones
Chairman of the Trustees
Dated: Jun 21, 2022

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2021

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

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;

- observe the methods and principles in the Charities SORP;

- make judgements and estimates that are reasonable and prudent;

- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

I report to the Trustees on my examination of the financial statements of The Society of Motor Manufacturers and Traders Charitable Trust Fund (the Charity) for the year ended 31 December 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.

Malcom McGready FCA

Malcom McGready FCA (Jun 21, 2022 15:06 GMT+1)

Ensors Accountants LLP

Connexions
159 Princes Street
Ipswich
Suffolk
IP1 1QJ

Dated: Jun 21, 2022

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Income from:			
Investments	**3**	34,812	37,683
Expenditure on:			
Raising funds	**4**	6,659	5,878
Charitable activities	**5**	142,545	47,526
Total resources expended		149,204	53,404
Net gains/(losses) on investments	**10**	126,337	(34,221)
Net movement in funds		11,945	(49,942)
Fund balances at 1 January 2021		1,493,245	1,543,187
Fund balances at 31 December 2021		1,505,190	1,493,245

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

All income and expenditure derive from continuing activities.

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	2021 £	2020 £	2020 £
Fixed assets					
Investments	**11**		1,535,159		1,315,699
Current assets					
Debtors	**13**	-		102,530	
Cash at bank and in hand		21,583		86,553	
		21,583		189,083	
Creditors: amounts falling due within one year	**14**	(51,552)		(11,537)	
Net current (liabilities)/assets			(29,969)		177,546
Total assets less current liabilities			1,505,190		1,493,245
Income funds					
Unrestricted funds			1,505,190		1,493,245
			1,505,190		1,493,245

The accounts were approved by the Trustees on .....

Gareth P Jones
Gareth P Jones (Jun 21, 2022 14:30 GMT+1)

Mr G P Jones
Chairman of the Trustees
Jun 21, 2022

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

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1 Accounting policies

Charity information

The Society of Motor Manufacturers and Traders Charitable Trust Fund is constituted under a Trust Deed dated 3 August 1932 as amended 25 May 2010 and is a registered charity under number 209852.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's Trust Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). 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 applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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, modified to include the revaluation of certain fixed assets. 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.

1.4 Incoming resources

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.

1.5 Resources expended

Expenditure is included on an accruals basis and allocated to the appropriate heading in the accounts.

Charitable activities

Expenditure to meet the charity's aims and objectives. This includes grants to BEN during the year and expenditure of an indirect nature necessary to support the activity.

Governance costs

Those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

1 Accounting policies **(Continued)**

1.6 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.

Realised and unrealised gains and losses on investments are added to or deducted from the general unrestricted funds. Realised gains and losses in the year represent the difference between disposal proceeds and the market value at the point of disposal.

1.7 Cash and cash equivalents

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

1.8 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments.

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

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

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors 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.

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

	2021 £	2020 £
Income from listed investments	34,764	37,626
Interest receivable	48	57
	34,812	37,683

4 Raising funds

	2021 £	2020 £
Investment management costs	6,659	5,878
	6,659	5,878

All costs above are allocated to the unrestricted fund.

5 Charitable activities

	2021 £	2020 £
Grant funding of activities (see note 6)	140,625	45,246
Share of governance costs (see note 7)	1,920	2,280
	142,545	47,526

6 Grants payable

	2021	2020
	£	£
Grants to institutions:		
Mission Motorsport	40,000	40,000
The Institution of Engineering and Technology	6,600	3,300
YMCA Derbyshire	-	2,000
Immediate Network Limited	37,140	2,600
	83,740	47,900
Grants to individuals	56,885	(2,654)
	140,625	45,246

7 Support costs

	2021	2020
	£	£
Audit fees	1,920	2,220
Bank charges	-	60
	1,920	2,280
Analysed between		
Charitable activities	1,920	2,280

8 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year. Any expenses incurred by the Trustees were reimbursed by The Society of Motor Manufacturers and Traders Limited.

9 Employees

There were no employees during the year.

10 Net gains/(losses) on investments

	2021	2020
	£	£
Revaluation of investments	2,204	(65,988)
Gain on sale of investments	124,133	31,767
	126,337	(34,221)

11 Fixed asset investments

	Listed investments	Cash in portfolio	Total
	£		£
Cost or valuation			
At 1 January 2021	1,298,829	16,870	1,315,699
Additions	1,466,077	(1,466,077)	-
Valuation changes	2,204	28,105	30,309
Transfer from current account	-	65,018	65,018
Disposals	(1,300,723)	1,424,856	124,133
At 31 December 2021	1,466,387	68,772	1,535,159
Carrying amount			
At 31 December 2021	1,466,387	68,772	1,535,159
At 31 December 2020	1,298,829	16,870	1,315,699

Fixed asset investments revalued

Listed investments are included at their respective market values at each reporting date, these market values are based on the quoted mid point price of each investment held. The historical cost of the investments held at the balance sheet date is £1,328,802 (2020: £1,225,168).

12 Financial instruments

	2021	2020
	£	£
Carrying amount of financial assets		
Debt instruments measured at amortised cost	-	102,530
Equity instruments measured at cost less impairment	1,535,159	1,315,699
Carrying amount of financial liabilities		
Measured at amortised cost	51,552	11,537

13 Debtors

	2021	2020
Amounts falling due within one year:	**£**	**£**
Other debtors	-	102,530

14 Creditors: amounts falling due within one year

	2021	2020
	£	**£**
Other creditors	40,016	-
Accruals and deferred income	11,536	11,537
	51,552	11,537

15 Related party transactions

There were no related party transactions during the current or previous financial years that require disclosure.

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

England & Wales - Charity number 209852

Accounts

Charity Registration No. 209852

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr M J Baunton, CBE Mr R G Smith, OBE Mr T L Evans Sir I G McAllister, CBE Mr W Parfitt, CBE Baron George Simpson of Dunkeld Mr T C Bonner, CBE Mr D N Reilly, CBE Mr J Greenwell, CBE Mr J M Neill, CBE Mr T Abbott Mr G P Jones Mr T Walker, CBE Mr G Gillespie, OBE Mr D Morris Mr A J Barratt Dr S Hoffmann Mr R Shaw Mr M Flanagan (appointed 16 September 2020) Mr G Saint (appointed 16 September 2020)
Charity number	209852
Registered office	71 Great Peter Street London SW1P 2BN
Auditors	Ensors Accountants LLP Cardinal House 46 St Nicholas Street Ipswich IP1 1TT
Bankers	National Westminster Bank plc 38 Strand London WC2N 5JB CCLA Investment Management Ltd COIF Charity Funds 80 Cheapside London EC2V 6DZ
Investment advisors	HSBC Global Asset Management 78 St James' Street London SW1A 1HL

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

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THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees have pleasure in presenting their report and accounts for the year 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'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) (effective 1 January 2015)"

Objectives and activities

The Charity's sole purpose was originally to make loans or gifts to any poor person or his dependents who were engaged in a position of responsibility in the motor trade, or who contributed to the encouragement, promotion or protection of the motor trade.

The fund exists to offer assistance:

a. To persons associated with the motor trade who are able to demonstrate poverty or hardship; and

b. To young persons where such assistance would enable them to gain employment in the automotive sector.

The Trust Deed additionally empowers the Trustees to make grants to BEN (BEN – Motor and Allied Trades Benevolent Fund) and the Trustees should ensure that Trust funds are used effectively and in accordance with the Trust objects.

Since 1990, under an informal arrangement, BEN had assisted in the administration of Trust beneficiaries' income payments. In 2019 BEN changed their objectives and this arrangement ended, and although BEN would no longer process regular payments, they were invited to attend trustee meetings and make suitable one-off grant proposals when necessary.

An amendment to the scope was agreed in 2010, permitting annual or periodic grants to any charitable fund, association, corporation or similar having as one of its objects the relief or benefit of any young person or persons of poor indigent or other circumstances, requiring assistance to establish meaningful employment within the motor trade.

In November 2019, due to its success in previous years, the Trustees agreed to continue to support the Working Assets programme through Toyota and the YMCA Derbyshire. The national lockdown and subsequent restrictions meant that the project was unfortunately unable to run in 2020, however the Trustees agreed to carry over funding into 2021.

During 2020, due to the global Coronavirus pandemic, concerns were raised about the risk of apprentices losing their positions and the impact that would have on skills within the industry. In September 2020, in time for the Government's furlough scheme due to end, the Trustees approved a fund to contribute towards the cost of apprentice salaries for struggling SMMT SME Members. Due to the extension of the furlough scheme, there wasn't sufficient applications (and none successful) so it was decided to re-launch the initiative in 2021.

The Trustees also agreed a process for approving lower-value ad hoc grant requests received between meetings, to ensure that critical funds can be made available for eligible individuals without delay.

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

Coronavirus impact on 2020 activities

There has been a substantial impact on the SCTF programme of activities since the first lockdown in March, on account of the associated social distancing restrictions and general concern and measures to mitigate the risks of infection. Many of the planned projects would ordinarily involve social mixing, and so had to be deferred.

St Andrew's, the Youth Club that benefitted from working with the Trust on the Greenpower project was closed for a number of months meaning that they were unable to work together to build an electric car; and in any event, Greenpower were unable to hold any race days due to social distancing restrictions.

The Toyota Working Assets programme was impeded as the customary format of working with a group of young people to assist them to develop skills required in the workplace could not run as intended. The programme consists of many site visits which Toyota were simply unable to accommodate due to the distancing restrictions. The Trustees have kept each grant under review to ensure that where relevant, the activity may resume or be undertaken in accordance with the original scope agreed, once government restrictions are lifted and circumstances permit.

Achievements and performance

The fund's charitable expenditure for the year is £45,246 (2019: £17,394). Due to Coronavirus restrictions, no donations have been made to St Andrew's Club for The Green Power Project (2019: £7,430), a project dedicated to promoting engineering and technology to young people aged 9 – 25, although the Trustees agreed to carry over the funding for the project to run in 2021.

During the year, the charity also contributed £40,000 towards Mission Motorsport, an armed forces engagement initiative for the automotive industry, in partnership with the Royal Foundation and the Duke and Duchess of Cambridge. The initiative aims to assist ex-service personnel and their families to integrate into the Civilian world and in particular to align transferable skills into the automotive industry.

In collaboration with YMCA Derbyshire, SMMT continued to support the Toyota Working Assets programme in 2020 and contributed £2,000 (2019: £2,000).

The charitable trust fund also funded IET engineering horizon bursaries for three students at a total cost of £3,300 (2019: £3,300).

Financial review

At the year end, the total reserves available are £1,493,245 (2019: £1,543,187). The Statement of Financial Activities shows that the charity has made a deficit of £49,942 (2019: £180,001 surplus) including a loss on investments of £34,221 (2019: £162,859 gain).

Reserves policy
SCTF will retain a minimum of £1,000,000 in reserves at all times, subject to annual CPI inflationary rises from 2020 onwards.

The Charitable Trust follows a base policy whereby dividend income and profit on sale of assets is made available for suitable charitable activities on an ongoing basis, subject to the reserves policy.
In addition, if an appropriate funding activity presents itself, spend level may be increased on a discretionary basis with the approval and agreement of the Chairman and majority of trustees.

It is the policy of the Charity to maintain the unrestricted charitable funds at a level appropriate to generating investment income to cover the direct charitable expenditure in each year.

The Charity only has unrestricted reserves for use in line with the policies of the Charity at the discretion of the Trustees for the furtherance of the Charity's objects.

Movement in reserves

The reserves and its policy are set out as follows:

	2020 £	2019 £
Fund Balance as at beginning of the year	1,543,187	1,363,186
Restricted Designated Funds:	-	-
Unrestricted Funds	1,543,187	1,363,186
Profit/(Loss) from Investments	3,462	207,623
Admin Expenses	(8,158)	(10,228)
Funding Mission Motorsport	(40,000)	-
Grants to Individuals (BEN)	2,654	(4,664)
Funding Enthuse	(2,600)	-
The Institution of Engineering and Technology Bursaries	(3,300)	(3,300)
Funding YMCA Derbyshire (Toyota Working Assets Programme)	(2,000)	(2,000)
Funding Green Power Project	-	(7,430)
Total Funds at the end of the year	**1,493,245**	**1,543,187**

Investment policy
Since April 2012 HSBC Global Asset Management have acted as custodian trustees of the fund with HSBC Private Bank acting as advisors since 2015.

The Trustees see protection against inflation as important and have required capital growth to ensure that the future stipends expenditure is met. In consultation with HSBC, the Trustees reviewed their investment strategy against the HSBC 'charity investment tree' to assess the appropriate balance between risk and return over the short, medium and long term. The Trustees concluded that the HSBC UK Growth and Income Strategy would be the most appropriate strategy in the circumstances. This should achieve a balance between long term capital growth and income with some protection against inflation. The fund would be well diversified and offer exposure to fixed interest securities (27.4%), equities (62.2%% both UK and global) and alternative investments such as property, private equity and commodities (10.4%).

The expected return from the asset classes within the fund would be 5.3% per annum over the long term, to which HSBC would aim to add an outperformance of 1.0% to make the long-term investment cycle (5-10 years) portfolio return of 6.3%.

A quarterly investment report on past performance and long-term outlook is issued to the Trustees who meet to review the performance on an annual basis. An annual management fee of 0.45% applies; payable quarterly in arrears (plus VAT) and HSBC do not charge for transaction commissions.

There are no restrictions on the Charity's power to invest.

Risk management
An analysis of the risks faced by the Charity in areas of operations, administration and finance was carried out in collaboration with the investment portfolio management. In preparation of both a hard and a soft Brexit, the risks the Charity may face and the need to diversify the portfolio was discussed, and appropriate measures were implemented to mitigate these risks.

Structure, governance and management
The Charity is constituted under a Trust Deed dated 3 August 1932 as amended 25 May 2010 and is a registered charity under number 209852.

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

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

Mr M J Baunton, CBE	
Mr R G Smith, OBE	
Mr T L Evans	
Sir I G McAllister, CBE	
Mr W Parfitt, CBE	
Baron George Simpson of Dunkeld	
Mr T C Bonner, CBE	
Mr D N Reilly, CBE	
Mr J Greenwell, CBE	
Mr J M Neill, CBE	
Mr T Abbott	
Mr G P Jones	
Mr T Walker, CBE	
Mr G Gillespie, OBE	
Mr D Morris	
Mr A J Barratt	
Dr S Hoffman	
Mr R Shaw	
Mr M Flanagan	(appointed 16 September 2020)
Mr G Saint	(appointed 16 September 2020)

The number of Trustees shall not be less than seven and shall consist of the current and past presidents, the current vice-president and honorary treasurer of The Society of Motor Manufacturers and Traders (SMMT) and at least three other persons decided by the Council of the Society.

The current SMMT president and vice-presidents of SMMT or honorary treasurer and all past presidents of SMMT are automatically Trustees of the Charity; this has been the case since 1932. In addition, anyone chosen to be a Trustee by the other Trustees (collectively referred to as Management Trustees) may be appointed. The Trusteeship must maintain a figure of at least seven and a quorum of at least five at all decision making meetings.

On appointment, all Management Trustees are provided with a comprehensive pack of information setting out the history of the fund, the duties, responsibilities and powers of the Trustees, criteria for assessing applications to the fund, the specific roles of the Chairman of the Trustees and the honorary treasurer, the role of the Charity Commission, detail of the Charity's current Auditors, the Charity's Fund Managers and details of all current Trustees.

The Charity's current policy concerning the payment of trade creditors is to:

- settle the terms of payment with suppliers when agreeing the terms of each transaction;
- ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and
- pay in accordance with the company's contractual and other legal obligations.

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

Gareth P Jones
Gareth P Jones (May 28, 2021 11:28 GMT+1)

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Mr G P Jones
Chairman of the Trustees
Dated: May 28, 2021

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2020

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

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;

- observe the methods and principles in the Charities SORP;

- make judgements and estimates that are reasonable and prudent;

- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

I report to the Trustees on my examination of the financial statements of The Society of Motor Manufacturers and Traders Charitable Trust Fund (the Charity) for the year ended 31 December 2020.

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.

Malcolm McGready
Malcolm McGready (May 28, 2021 11:17 GMT+1)

Ensors Accountants LLP

Cardinal House
46 St Nicholas Street
Ipswich
Suffolk
IP1 1TT

Dated: May 28, 2021

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted funds 2020 £	Unrestricted funds 2019 £
Income from:			
Investments	**3**	37,683	44,764
Expenditure on:			
Raising funds	**4**	5,878	7,858
Charitable activities	**5**	47,526	19,764
Total resources expended		53,404	27,622
Net gains/(losses) on investments	**10**	(34,221)	162,859
Net movement in funds		(49,942)	180,001
Fund balances at 1 January 2020		1,543,187	1,363,186
Fund balances at 31 December 2020		1,493,245	1,543,187

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

All income and expenditure derive from continuing activities.

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

BALANCE SHEET

AS AT 31 DECEMBER 2020

	Notes	2020 £	2020 £	2019 £	2019 £
Fixed assets					
Investments	**11**		1,315,699		1,465,702
Current assets					
Debtors	**13**	102,530		2,465	
Cash at bank and in hand		86,553		86,556	
		189,083		89,021	
Creditors: amounts falling due within one year	**14**	(11,537)		(11,536)	
Net current assets			177,546		77,485
Total assets less current liabilities			1,493,245		1,543,187
Income funds					
Unrestricted funds			1,493,245		1,543,187
			1,493,245		1,543,187

The accounts were approved by the Trustees on 28th May 2021

Gareth P Jones
Gareth P Jones (May 28, 2021 11:28 GMT+1)

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Mr G P Jones

Chairman of the Trustees

THE SOCIETY OF MOTOR MANUFACTURERS AND TRADERS CHARITABLE TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Charity information

The Society of Motor Manufacturers and Traders Charitable Trust Fund is constituted under a Trust Deed dated 3 August 1932 as amended 25 May 2010 and is a registered charity under number 209852.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's [Trust Deed], the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). 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 applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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, modified to include the revaluation of certain fixed assets. 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.

1.4 Incoming resources

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.

1.5 Resources expended

Expenditure is included on an accruals basis and allocated to the appropriate heading in the accounts.

Charitable activities

Expenditure to meet the charity's aims and objectives. This includes grants to BEN during the year and expenditure of an indirect nature necessary to support the activity.

Governance costs

Those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

1 Accounting policies **(Continued)**

1.6 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.

Realised and unrealised gains and losses on investments are added to or deducted from the general unrestricted funds. Realised gains and losses in the year represent the difference between disposal proceeds and the market value at the point of disposal.

1.7 Cash and cash equivalents

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

1.8 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments.

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

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

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors 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.

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

	2020	2019
	£	£
Income from listed investments	37,626	44,643
Interest receivable	57	121
	37,683	44,764

4 Raising funds

	2020	2019
	£	£
Investment management costs	5,878	7,858
	5,878	7,858

All costs above are allocated to the unrestricted fund.

5 Charitable activities

	2020	2019
	£	£
Grant funding of activities (see note 6)	45,246	17,394
Share of governance costs (see note 7)	2,280	2,370
	47,526	19,764

6 Grants payable

	2020 £	2019 £
Grants to institutions:		
Greenpower Project	-	7,430
Mission Motorsport	40,000	-
The Institution of Engineering and Technology	3,300	3,300
YMCA Derbyshire	2,000	2,000
Enthuse	2,600	-
	47,900	12,730
Grants to individuals	(2,654)	4,664
	45,246	17,394

7 Support costs

	2020 £	2019 £
Audit fees	2,220	2,310
Bank charges	60	60
	2,280	2,370
Analysed between		
Charitable activities	2,280	2,370

8 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year. Any expenses incurred by the Trustees were reimbursed by The Society of Motor Manufacturers and Traders Limited.

9 Employees

There were no employees during the year.

10 Net gains/(losses) on investments

	2020	2019
	£	£
Revaluation of investments	(65,988)	97,795
Gain on sale of investments	31,767	65,064
	(34,221)	162,859

11 Fixed asset investments

	Listed investments	Cash in portfolio	Total
	£	£	£
Cost or valuation			
At 31 December 2020	1,437,962	27,740	1,465,702
Additions	924,439	(924,439)	-
Valuation changes	(65,988)	31,748	(34,240)
Disposals	(997,584)	881,821	(115,763)
At 31 December 2020	1,298,829	16,870	1,315,699
Carrying amount			
At 31 December 2020	1,298,829	16,870	1,315,699
At 31 December 2019	1,437,962	27,740	1,465,702

Fixed asset investments revalued

Listed investments are included at their respective market values at each reporting date, these market values are based on the quoted mid point price of each investment held. The historical cost of the investments held at the balance sheet date is £1,225,168 (2019: £1,301,612).

12 Financial instruments

	2020	2019
	£	£
Carrying amount of financial assets		
Debt instruments measured at amortised cost	102,530	2,465
Equity instruments measured at cost less impairment	1,315,699	1,465,702
Carrying amount of financial liabilities		
Measured at amortised cost	11,537	11,536

13 Debtors

	2020	2019
Amounts falling due within one year:	**£**	**£**
Other debtors	102,530	2,465

14 Creditors: amounts falling due within one year

	2020	2019
	£	**£**
Accruals and deferred income	11,537	11,536

15 Related party transactions

There were no related party transactions during the current or previous financial years that require disclosure.