

Company number: 386771
Charity number: 214050

SCHRODER CHARITY TRUST

Financial Statements
31 March 2021

SCHRODER CHARITY TRUST

Financial statements for the year ended 31 March 2021

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SCHRODER CHARITY TRUST

Reference and administrative information For the year ended 31 March 2021

Directors and Trustees:

Mrs C B Mallinckrodt
Mrs C L Fitzalan Howard
Mr T B Schroder (Chairman)
Mrs L K E Schroder
Mr J H F Schroder

Company Secretary:

Miss L M Bowman

Registered Office:

81 Rivington Street
London
EC2A 3AY

Solicitors:

Withers
16 Old Bailey
London
EC4M 7EG

Auditor:

BDO LLP
55 Baker Street
Marylebone
London
W1U 7EU

Bankers:

Schroder & Co Limited
1 London Wall Place
London
EC2Y 5AU

CAF Bank Limited
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

Investment Manager:

Cazenove Capital
1 London Wall Place
London
EC2Y 5AU

SCHRODER CHARITY TRUST

Report of the directors for the year ended 31 March 2021

The directors, who are also the Trustees of the Schroder Charity Trust ('the Trust'), present their report and the audited financial statements for the year ended 31 March 2021.

Reference and administrative details

The financial statements comply with the charity's Trust Deed, the Charities Act 2011, the Companies Act 2006 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) (Charities SORP (FRS 102)).

Origin of Trust

The Bruno Schroder Charity Trust was incorporated on the 6 April 1944 as an unlimited company having an authorised share capital of £100. The name was changed to Schroder Charity Trust on the 11 June 1953.

The Trust is a charity registered in England and Wales, charity number 214050.

The Trust is a private unlimited company registered in the United Kingdom, company number 386771.

Directors and their interests in shares

The directors who were in office during the year and their interests in the shares of the company at 1 April 2020 and 31 March 2021, were as follows:

	1 April 2020	31 March 2021
Mrs C B Mallinokrodt	1	1
Mrs C L Fitzalan Howard	1	1
Mr T B Schroder	1	1
Ms L K E Schroder	1	1
Mr J H F Schroder	1	1

One share is also held by the Executors of Mr B L Schroder who are not a director.

People with significant control

After due consideration, and having made enquiries of the Trust's shareholders as listed above, the Trust knows or has reasonable cause to believe that there is no registrable person or registrable relevant legal entity in relation to the Trust.

Structure, governance and management

Constitution

Schroder Charity Trust is an unlimited company registered in the United Kingdom, number 386771. It is charity registered in England and Wales, number 214050, and is governed by its memorandum and articles of association.

Appointment of Directors, induction and Training

The memorandum and articles of association allow for not more than ten and not less than two Directors. New Directors can be appointed by a majority of those shareholders present at a general meeting (quorum: 2) of the members either to fill a vacancy or as an addition to the existing Board.

The induction process for any newly appointed Director comprises an initial meeting with the Chairman to understand powers and responsibilities, the governing document and the strategy of the Trust. This is followed by a meeting with the Company Secretary on the Trust's grant-making process, and internal policies and procedures.

Objects and strategy

Under the Memorandum of Association, the directors may receive donations and pay or apply the income and, if they shall think fit, the capital of the Trust to or for such charitable purposes whatsoever at such times and in such manner as the directors shall from time to time think proper.

The Memorandum of Association authorises the directors to invest without limitation.

SCHRODER CHARITY TRUST

Report of the directors for the year ended 31 March 2021 (continued)

Public Benefit

The directors have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing their aims and objectives and in planning their future activities.

Grant making policy

Applications for funding are considered at bi-annual meetings of the directors. Areas of focus include arts, culture & heritage; education, training and employment; environment & conservation; health & wellbeing; and strengthening communities.

Annual review

During the year 1,422 (2020: 486) applications were received. Donations were made to 113 charities (2020: 98).

The increase in applications correlates to the Covid-19 pandemic and the increased demand on the charitable sector to provide support. In response, the SCT made two donations totalling £75,000 to the National Emergencies Trust in support of its Coronavirus Appeal to help those most affected by the impact of the pandemic.

Financial position

The capital of the Trust is principally shares in Schroders plc.

During the period the Trust received income of £525,391 (2020: £534,605). The directors made grants totalling £515,900 (2020: £418,249).

After taking into consideration net gains on investments for the year of £3,967,815 (2020: losses of £931,381) the net increase in funds for the year, as shown in the Statement of Financial Activities, amounted to £3,930,991 (2020: decrease of £860,265).

The Trust's net assets increased to £15,575,993 from £11,645,002 due to the unrealised gains on the revaluation of investments.

Investment policy

The current policy is to maintain the Trust's investment in the shares of Schroders plc, with the balance of the assets invested at the discretion of the directors' appointed Investment Manager. Performance is reviewed at each board meeting and the investment policy remains under annual review.

Investment performance

At 31 March 2021, 87.8% of the value of the investment portfolio were held in Schroders plc shares. Until August 2020, the shares were held in certificated form by the Trust. Since that point custody has been provided by Schroder & Co. Ltd as part of their service. The allocation of investments for the remaining 12.2% is delegated to the Investment Manager who provides progress reports to directors at Board meetings. The directors also regularly review current strategy thereby ensuring the careful stewardship of Schroder Charity Trust funds.

The investment manager is tasked with maintaining or increasing the value of the portfolio, while ensuring there are sufficient funds to meet all commitments in full. On 31 March 2021, the market value of the settled funds stood at £15,234,589 (2020: £11,234,240). During the year ended 31 March 2021, net gains on investments were £3,967,815 (2020: net losses of £931,381).

Future plans

The directors will continue to receive and distribute charitable funds in accordance with their policies.

The unrestricted funds are being managed to ensure that current levels of charitable donations are maintained for the foreseeable future.

SCHRODER CHARITY TRUST

Report of the directors for the year ended 31 March 2021 (continued)

Reserves policy

The directors are aware of the general legal duty to apply charitable funds within a reasonable time of receiving them. Accordingly, they intend to continue to:

1. Donate in excess of 65% of the net budgeted income arising each year from its unrestricted funds.
2. Retain the balance of such income in order to allow the directors to respond to specific appeals by making larger donations as the directors may from time to time consider to be appropriate.
3. Review the level of the reserves twice a year.
4. Review this policy once a year.

At the year end, total unrestricted reserves were £15,575,993 (2020: £11,645,002).

Risks

The directors have carried out a review of the major risks facing the charity. They have constructed a risk register which prioritises these risks and identifies the mitigating factors, systems and controls in relation to each risk. The directors also ensure that there is a comprehensive monitoring and review process in place to capture new risks as they may arise and that systems are in place to manage these.

The major risk to which the charity is exposed is that of incurring significant losses in the investment portfolio. General performance targets are set by the directors in relation to the investment portfolio, and the investment performance is kept under review by the directors.

In particular, the directors have reviewed the charity's risks in response to the impact of the Covid-19 pandemic. This includes the potential impact on income and its ability to continue its charitable activities, i.e. grant-making. This process has confirmed that there is sufficient income for the year ahead to maintain its charitable activities. The income derived from dividends from shares in Schroders plc is allocated to grant-making activities each year, and the level of expenditure is based on available funds which reduces the risk of overspending.

Interests

The directors maintain a 'Register of Interests' as a measure of good practice and also to ensure that no conflicts occur. This register is updated and reviewed on an annual basis.

Statement of directors' responsibilities

The directors (who are also the trustees of the Schroder Charity Trust for the purposes of charity law) are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including FRS 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

SCHRODER CHARITY TRUST

Report of the directors for the year ended 31 March 2021 (continued)

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and 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 Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the directors are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the directors have taken all steps they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under part 15 of the Companies Act 2006.

Approval

Approved by the Board of Directors on 9 Nov 2021 and signed on its behalf by:

SCHRODER CHARITY TRUST

Independent auditor's report to the members of Schroder Charity Trust

Opinion on the financial statements

In our opinion, the financial statements:

- give a true and fair view of the state of the Charitable Company's affairs as at 31 March 2021 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements of Schroder Charity Trust ("the Charitable Company") for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance sheet, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charitable Company in accordance with the ethical requirements relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions related to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charitable Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The other information comprises: Report of the Directors. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

SCHRODER CHARITY TRUST

Independent auditor's report to the members of Schroder Charity Trust (continued)

Other Companies Act 2006 reporting

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report prepared for the purposes of Company Law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the Charitable Company and its environment obtained in the course of the audit, we have not identified material misstatement in the Directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion;

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.
- the directors were entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the directors' report.

Responsibilities of directors

As explained more fully in the Directors' responsibilities statement, the Directors of the charitable company for the purposes of company law are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the Directors are responsible for assessing the Charitable Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Charitable Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under the Companies Act 2006 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Extent to which the audit was capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Charity and the sector within which it operates. This included but was not limited to compliance with the Companies Act, Charities Act 2011, United Kingdom Accounting Standards, and tax legislation;

- We held discussions with management, including consideration of known or suspected instances of non-compliance with laws and regulations and fraud;

SCHRODER CHARITY TRUST

Independent auditor's report to the members of Schroder Charity Trust (continued)

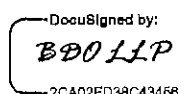
- We requested and reviewed any regulatory correspondence, in particular compliance with the Charity Commission, and details of legal expenses;
- We addressed the risk of management override, in particular by testing any journal entries containing material or round sum amounts, and any irregular journals;
- We have considered the control environment at both entity level and financial statement level to consider the ability to detect and prevent fraud; and
- We reviewed the financial statement disclosures and tested to supporting documentation to assess compliance with relevant laws and regulations that have a direct effect on the financial statements.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

A further description of our responsibilities for the audit of the financial statements is located at the Financial Reporting Council's ("FRC's") website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Charitable Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Charitable Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charitable Company and the Charitable Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:

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Richard Willis (Senior Statutory Auditor)
 For and on behalf of BDO LLP, statutory auditor

55 Baker Street
 London
 W1U 7EU

Date 15 November 2021

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

SCHRODER CHARITY TRUST

Statement of financial activities (incorporating an income and expenditure account) for the year ended 31 March 2021

	Notes	Restricted £	Unrestricted £	2021 Total funds £	2020 Total funds £
Income from:					
Investments	3	-	525,391	525,391	534,605
Total		-	525,391	525,391	534,605
Expenditure on:					
Raising funds – investment manager fees	4	-	2,078	2,078	2,028
Charitable activities	5	-	560,137	560,137	461,461
Total		-	562,215	562,215	463,489
Net (expenditure)/income before gains and losses on investments		-	(36,824)	(36,824)	71,116
Net gains/(losses) on investments	7	-	3,967,815	3,967,815	(931,381)
Net income/(expenditure) and movement in funds	8	-	3,930,991	3,930,991	(860,265)
Fund balances brought forward		-	11,645,002	11,645,002	12,505,267
Fund balances carried forward		-	15,575,993	15,575,993	11,645,002

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above and therefore those stated above represent total comprehensive income.

The notes on page 11 to 19 form part of these financial statements.

SCHRODER CHARITY TRUST

Balance sheet as at 31 March 2021

	Notes	2021 £	2020 £
Fixed assets			
Investments	9	<u>15,234,569</u>	<u>11,234,240</u>
Current assets			
Debtors	10	<u>324,706</u>	<u>324,654</u>
Cash at bank and in hand		<u>55,755</u>	<u>125,620</u>
		380,461	450,274
Creditors: amounts due within 1 year	11	<u>(39,031)</u>	<u>(39,506)</u>
Net current assets		<u>341,430</u>	<u>410,768</u>
Net assets		<u><u>15,575,999</u></u>	<u><u>11,645,008</u></u>
Financed by:			
Share capital	12	6	6
Funds			
Unrestricted funds		<u>15,575,993</u>	<u>11,645,002</u>
Total funds	13	<u><u>15,575,999</u></u>	<u><u>11,645,008</u></u>

These financial statements have been prepared in accordance with the special provisions for small companies under part 15 of the Companies Act 2006.

Approved by the directors and authorised for issue on 9 Nov 2021 and signed on their behalf by:

SCHRODER CHARITY TRUST

Statement of cash flows for the year ended 31 March 2021

	Notes	2021 £	2020 £	
Cash flows from operating activities:				
Net cash used in operating activities	(a)	(562,742)	(465,709)	
Cash flows from Investing activities:				
Dividends, interest and rents from investments		490,998	517,784	
Proceeds from sale of investments		8,327	20,297	
Purchase of investments		(6,445)	(16,400)	
Change in investment cash		(3)	33	
Net cash provided by Investing activities		492,877	521,714	
Change in cash and cash equivalents in the reporting period		(69,865)	56,005	
Cash and cash equivalents at the beginning of the reporting period	(b)	125,620	69,615	
Cash and cash equivalents at the end of the reporting period	(b)	55,755	125,620	
(a) Reconciliation of net income to net cash flows from operating activities				
Net income/(expenditure) for the reporting period		3,930,991	(860,265)	
Adjustments for:				
(Gains)/losses on investments		(3,967,815)	931,381	
Dividends and interest from investments		(525,391)	(534,805)	
Increase in debtors		(52)	(8,787)	
(Decrease)/increase in creditors		(475)	6,587	
Net cash used in operating activities		(562,742)	(465,709)	
(b) Analysis of cash and cash equivalents				
Cash in hand		55,755	125,620	
Total cash and cash equivalents		55,755	125,620	
(c) Analysis of changes in net debt:				
	1 April 2020 £	Cash flows £	Non-cash movement £	31 March 2021 £
Cash and cash equivalents	125,620	(69,865)	-	55,755

The notes on page 11 to 19 form part of these financial statements.

SCHRODER CHARITY TRUST

Notes to the financial statements for the year ended 31 March 2021

1. General information

The Schroder Charity Trust is a charitable company registered in England and Wales (company number 386771 and charity number 214050), governed by its Memorandum of Association. The registered office is 81 Rivington Street, London, EC2A 3AY. The annual statements are prepared in sterling, being the functional currency of the entity, and have been rounded to the nearest pound.

2. Principal accounting policies

a) Basis of accounting and going concern

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of fixed asset investments, and in accordance with the Statement of Recommended Practice: 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) (effective 1 January 2019) (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and the Companies Act 2006.

The Trust constitutes a public benefit entity as defined by FRS 102.

The preparation of the financial statements requires the directors to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the date of the financial statements. If in the future such estimates and assumptions, which are based on the directors' best judgement at the date of the financial statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the year in which the circumstances change. The directors consider that there are no key sources of estimation uncertainty.

The directors have reviewed the Trust's investments and operations in response to the ongoing impact of the Covid-19 pandemic. The budget for charitable activities in 2021-22 is, at this time, unaffected and there is sufficient cash available for the year ahead. The directors consider that there are no material uncertainties over the Trust's ability to continue as a going concern for the foreseeable future, being a period of at least 12 months from the date of signing the financial statements.

b) Income

Income is stated on a receivable basis.

Income received by way of donations and gift aid is included in full in the Statement of Financial Activities when receivable. Income receivable from Gift Aid claims is recognised when the claim had been submitted.

Investment income is credited gross to the Statement of Financial Activities on the date it becomes payable.

c) Expenditure

Expenditure is recognised in the period in which they are incurred. Expenditure includes attributable VAT which cannot be recovered.

Expenditure on raising funds includes investment manager fees which are calculated quarterly by Schroder & Co Ltd (the investment manager) and included in investment manager fees on a payable basis.

Expenditure on charitable activities includes charitable donations, administration costs and governance costs.

Charitable donations are charged to the Statement of Financial Activities when approved by the directors and any conditions placed on the recipient have been met. Other expenditure is provided on an accruals basis.

SCHRODER CHARITY TRUST

Notes to the financial statements for the year ended 31 March 2021

2. **Principal accounting policies continued**

c) **Expenditure (continued)**

Administration costs consist of the day-to-day administration of the Trust's affairs as carried out by staff employed by The Schroder Foundation. The costs are recharged to the Trust based on the levels of activity of the charity.

Governance costs charged in these financial statements include auditor's remuneration and other compliance costs imposed by the requirements of charities legislation.

d) **Gains/losses on investment assets**

All gains and losses are taken to the Statement of Financial Activities as they arise. Unrealised gains and losses on investment assets represent the difference between their fair value at the end of the year and their fair value at the beginning of the year, or transaction value if acquired during the year. Realised gains and losses on disposal of investment assets represent the difference between the sale proceeds and the fair value at the beginning of the year, or transaction value if acquired during the year.

e) **Taxation**

The Trust is a registered company and charity and therefore is not liable for income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

f) **Financial instruments**

The Trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

g) **Investments**

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using their closing quoted market price. Realised and unrealised gains and losses are shown in the statement of financial activities together as net gains on revaluation and disposals of investment assets. Investments held in the cash liquidity funds are classified within current assets.

The Trust does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the Trust is that of volatility in the investment markets due to wider economic conditions, the attitude of investors to investment risk and changes in sentiment concerning equities and within particular sectors of sub-sectors.

h) **Debtors**

Debtors are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses.

i) **Cash at bank and in hand**

Cash and cash equivalents consist of cash on hand and balances with banks, and investments in money market instruments which are readily convertible, being those with original maturities of three months or less.

j) **Creditors**

Creditors are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method.

k) **Restricted funds**

Any restricted funds would be used for the specific purposes laid down by the donor. Expenditure which meets their criteria is charged to the fund together with a fair allocation of management and support costs.

SCHRODER CHARITY TRUST

Notes to the financial statements for the year ended 31 March 2021

2. Principal accounting policies continued

i) Unrestricted funds

Unrestricted funds are donations, investment income and other incoming resources receivable or generated for the objects of the charity. The general fund therefore comprises those monies which may be used towards meeting the charitable objectives of the Trust at the discretion of the directors.

3. Investment Income	2021 £	2020 £
Dividends	525,390	534,098
Bank interest	1	507
	<u>525,391</u>	<u>534,605</u>

No restricted investment income was received in the year (2020: £Nil).

4. Raising funds - costs	2021 £	2020 £
Investment management costs	2,078	2,028
	<u>2,078</u>	<u>2,028</u>

All costs incurred in both 2021 and 2020 were in respect of unrestricted funds.

5. Charitable activities	2021 £	2020 £
Charitable donations (note 6)	515,900	418,249
Administration	33,887	36,132
Governance	10,350	7,080
	<u>560,137</u>	<u>461,461</u>

All costs incurred in both 2021 and 2020 were in respect of unrestricted funds.

SCHRODER CHARITY TRUST

Notes to the financial statements for the year ended 31 March 2021

6. Charitable donations

2021
£

Made to institutions:

Access Project, The	4,000
Age UK Plymouth / Plymouth Age Concern	5,000
Age UK Bath and N East Somerset Limited	4,000
Amphibian and Reptile Conservation Trust	3,000
Ampney Crucis Church	1,000
Andover Mind	4,000
Arts 4 Dementia	5,000
Arts Taunton	5,000
Attend	4,000
Auditory Verbal UK	5,000
Blind in Business Trust	3,500
Blood Bikes Scotland	4,000
Blyth Star Enterprises Limited	4,000
Book Clubs in Schools	5,000
Breaking Barriers	5,000
Bridge (East Midlands), The	4,000
Bridges for Communities	3,000
Bromley Homeless	5,000
Bromsgrove and Redditch Network	2,500
Bumblebee Conservation Trust	5,000
Bury Metropolitan Arts Association	3,000
Cambridge House and Talbot	5,000
Care for the Carers	5,000
Care Network Cambridgeshire	3,000
Charnwood 20:20	4,000
Chelsea Old Church	1,000
Child and Family Connect	3,000
Children on the Edge	3,000
Children's Literacy Charity, The	4,000
Clay Foundation, The	5,000
Clean Rivers Trust	4,000
Compassionate Friends, The	3,000
Connecting Communities in Berkshire	4,000
Cove Park	4,000
Different Strokes (Trustees) Limited	4,000
Domestic Abuse Volunteer Support Services	5,000
Drunken Chorus	2,800
Durham Wildlife Trust Limited	5,000
Dyspraxia Foundation	5,000
Earth Trust	3,000
Educate & Celebrate	2,000
Emmaus Gloucestershire	5,000
Excel Women's Association	4,000
Exposure Organisation Limited	2,000
FareShare	5,000
Fatima Women's Association	4,000
Foundling Museum, The	4,000
Future Trees Trust	3,000
Giving World	5,000
Good Morning Service	5,000
Gosport Voluntary Action	4,000
Green Team, The	3,000
Gynaecology Cancer Research Fund (The Eve Appeal)	5,000
Half Moon Young People's Theatre	4,000
HALOW (Birmingham)	4,000
Helen Bamber Foundation	5,000
Helix Arts	4,000
Home for Good	5,000
Hourglass (Safer Ageing)	3,000
ICUSteps	2,000

Carried forward

234,800

SCHRODER CHARITY TRUST

Notes to the financial statements for the year ended 31 March 2021

6. Charitable donations (continued)	2021 £
Brought forward	234,800
Independent Provider of Special Education Advice	4,000
Kaalmo Youth Development Limited	3,000
Katherine Low Settlement Limited	4,000
Leeds International Pianoforte Competition	5,000
Listening Books	4,000
London Youth Choir	5,000
Macular Disease Society, The	4,000
Marine Conservation Society	5,000
Medair UK	4,000
Music in Detention	3,000
Mwazi Foundation, The	4,000
National Excema Society	2,500
National Emergencies Trust	75,000
New Deal of the Mind	3,000
North East Youth Limited	3,500
New Brewery Arts Limited	2,200
Older Citizens Advocacy York	4,000
One25 Limited	5,000
Our Time	4,000
Penrith District Red Squirrel Group	2,000
Peterborough Asylum and Refugee Community Association	5,000
Positive East	3,000
Prisoners' Advice Service	5,000
Prostate Cancer Research	4,000
Reach Volunteering	4,000
Read Easy UK	4,000
Reading Mencap	3,000
Redthread Youth Limited	5,000
Re-Engage Limited	4,000
Refuge	10,000
Royal Chapel Windsor	400
Scottish Families Affected by Alcohol and Drugs	4,000
Separated Child Foundation, The	4,000
Shooting Star Children's Hospices	5,000
Sight Support Hull and East Yorkshire	5,000
Single Homeless Project, The	5,000
Sixteen, The	5,000
Snowdrop Project, The	3,000
Solicitors Pro Bono Group – Law Works	5,000
St Andrew's Church (Currey Rivel)	1,000
St Andrew's Club	5,000
St Jude's Church	500
Stay Up Late	4,000
Sudden Productions	2,500
Sunderland Women's Centre	2,500
Surfers Against Sewage	5,000
Talking Money	4,000
TB Alert	5,000
Together Collective	4,000
Tourettes Syndrome (UK) Association	5,000
Unseen UK	5,000
Vietnamese Mental Health Services	4,000
Working Rite	4,000
2021 total	515,900
2020 total	418,249

SCHRODER CHARITY TRUST

Notes to the financial statements for the year ended 31 March 2021

7.	Net investment gains/(losses)	2021	2020
		£	£
	Realised gains	1,359	708,057
	Unrealised gains/(losses)	3,966,456	(1,639,438)
		<u>3,967,815</u>	<u>(931,381)</u>

8. Net movement in funds

Net movement in funds is stated after charging:

	2021	2020
	£	£
Directors' remuneration	-	-
Auditor's remuneration		
- as auditor	9,600	5,400
- for accountancy services	-	1,500
	<u>9,600</u>	<u>6,900</u>

The directors consider themselves and the company secretary as comprising the key management personnel of the Trust. There are 5 employees (the directors). The directors and company secretary received no remuneration or benefits in kind (2020: £Nil) and received no reimbursement of expenses (2020: £Nil).

There were no employees who received remuneration exceeding £60,000

9.	Investments	2021	2020
		£	£
	Market value brought forward	11,234,240	12,152,697
	Additions at cost	40,838	1,557,050
	Disposals proceeds	(8,327)	(1,544,126)
	Net gains / (losses) on disposals and revaluations	3,967,815	(931,381)
		<u>15,234,566</u>	<u>11,234,240</u>

Portfolio cash held by investment manager

3	-
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Market value carried forward

15,234,569	11,234,240
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Historic cost carried forward

13,056,518	13,017,149
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Investments comprise the following:

	2021	2020
	£	£
Equities (listed)	15,184,366	11,178,982
Private equity	50,200	55,258
	<u>15,234,566</u>	<u>11,234,240</u>

10. Debtors

	2021	2020
	£	£
Dividends receivable	324,706	324,654
	<u>324,706</u>	<u>324,654</u>

SCHRODER CHARITY TRUST

Notes to the financial statements for the year ended 31 March 2021

11.	Creditors: amounts falling due within one year	2021 £	2020 £
	Accruals:		
	Investment manager's charges	539	491
	Administration of the Trust	28,142	32,115
	Auditor's remuneration	9,600	6,900
	Accountancy fee	750	-
		<u>39,031</u>	<u>39,506</u>

12.	Share capital	Authorised £	Allotted, called up and fully paid £
	Ordinary shares of £1 each	<u>100</u>	<u>6</u>

The ordinary shareholders have no rights over the funds of the Trust.

13.	Analysis of net assets between funds - 2021	Share capital £	Restricted funds £	Unrestricted funds £	Total funds £
	Investments	-	-	15,234,569	15,234,569
	Net current assets	6	-	341,424	341,430
	Net assets at the end of the year	<u>6</u>	<u>-</u>	<u>15,575,993</u>	<u>15,575,999</u>

All funds held at 31 March 2021 were unrestricted funds and all transactions in the year ended 31 March 2021 were within unrestricted funds.

	Analysis of net assets between funds - 2020	Share capital £	Restricted funds £	Unrestricted funds £	Total funds £
	Investments	-	-	11,234,240	11,234,240
	Net current assets	6	-	410,762	410,768
	Net assets at the end of the year	<u>6</u>	<u>-</u>	<u>11,645,002</u>	<u>11,645,008</u>

SCHRODER CHARITY TRUST

Notes to the financial statements for the year ended 31 March 2021

14. Related party transactions

Cazenove Capital acts as investment manager for the charity. Ms L K E Schroder and Mrs Claire L Fitzalan Howard are non-executive directors of Schroders plc, the ultimate parent company of Schroder & Co Limited. Mrs Claire L Fitzalan Howard was appointed a non-executive director of Schroders plc from 30 April 2020. In addition, the charity holds 338,832 ordinary voting shares and 61,000 ordinary non-voting shares in Schroders plc. At the year end, the total value of these shares was £13,378,020 (2020: £9,709,787) representing 87.8% (2020: 86.4%) of the total value of the Schroder Charity Trust investment portfolio.

Schroder & Co Limited act as bankers for the charity. Ms L K E Schroder and Mrs Claire L Fitzalan are non-executive directors of Schroders plc, the ultimate parent company of Schroders & Co Limited. Mr P S A Mallinckrodt was a non-executive director of Schroders plc until 30 April 2020. Mrs Claire L Fitzalan Howard became a non-executive director of Schroders plc from 30 April 2020.

Three of the directors, Mrs C B Mallinckrodt, Mrs C L Fitzalan Howard and Ms L K E Schroder, are also trustees of The Schroder Foundation. During the year The Schroder Foundation made a charge to the charity of £28,142 (2020: £32,115) in respect of administration services provided during the year. An amount of £28,142 (2020: £32,115) is due to The Schroder Foundation at the year end.

