



THE EVELYN TRUST

A COMPANY LIMITED BY GUARANTEE

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
31 MARCH 2022**

Company no 166995
Charity no 232891

THE EVELYN TRUST

ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2022

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THE EVELYN TRUST

CHAIR'S REPORT

For the year ended 31 March 2022


The Evelyn Trust is all about 'Better Health' in Cambridgeshire. We support early-stage medical research and we make grants to assist social care and community health providers in the county. Since the sale of the Evelyn Hospital and the establishment of the foundation 19 years ago, the Trust has awarded 312 grants worth £20.4m before write-backs. In the financial year to 31 March 2022 we made grants totalling £1.26m to 31 different research and wellbeing projects. Net of write-backs reclaimed because money was unspent in previous years, total grant giving comes to £1.09m, slightly down on 2020-2021 where we made additional funding available to help with the Coronavirus pandemic.

It is heartening to report another good year all round. We have moved beyond the hiatus effect of the Coronavirus pandemic, and whilst there is no place for complacency, we are gradually returning to holding meetings and making visits to our charity beneficiaries in person. Importantly, our new Charity Director and management team, Rebecca and Nigel Wood, have completed over a year in post and have successfully installed a new grant management system. We have now completed a total of 196 grants with a total value of £13.4m before write-backs, and have a further 116 grants in process with a value of £7m. We are pleased that our investment portfolio, upon which we depend for our grant-making, continued to grow in value during the year although, as we move into 2022/23, there are serious economic challenges ahead.

Throughout my career, I have seen the benefits of gradual, as opposed to abrupt, changes in board membership and leadership. Will Dawkins' willingness to remain a Trustee after his long stint as Chair is of enormous benefit to the Trust and to me personally. His wisdom, offered without any of the restraint required of a Chair, enables us to balance the experience of what works well with efforts to make us even more effective in the future. Although we said farewell to Julia Squier and Bill Pike as Trustees, we have been delighted to welcome Norest Mararike and we continue to look for one further Trustee.

We are all rightly proud of our National Health Service and stand in admiration of the dedication and care of all its staff. Yet, it is operating under great stress as demand for its services continues to grow when there are severe staff shortages. To say medical and social care is 'under-resourced' is not to make a political point but to state the real context within which all organisations involved with health must operate. The solutions may well require political judgements but in the meantime, The Evelyn Trust has an important role in the county responding to areas of greatest pressure. In the last 24 months, we have seen the need for mental health support grow substantially, particularly for younger people. We are reviewing whether we can be more effective in the medium term if we concentrate our support in any one year towards fewer categories of health, compared to what we have done historically.

We look forward to the delayed celebration of the Trust's 100th birthday with many of our supporters over the coming year.



Jeremy Newsum
Chair

26 September 2022

THE EVELYN TRUST

REPORT OF THE TRUSTEES

For the year ended 31 March 2022

The Trustees (who are Directors for Companies Act purposes) present their report together with the financial statements of The Evelyn Trust for the year ended 31 March 2022 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements have been prepared on the basis of the accounting policies set out on pages 19 to 21 of the financial statements and comply with current statutory requirements, the Memorandum and Articles of Association of the Trust 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) (second edition - October 2019). Since the charity qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

Objectives and activities for the public benefit

The principal aims of the charity are the relief of sickness and the preservation and protection of health for the public benefit and the promotion of medical research and medical education, particularly in Cambridge and the surrounding area. The Trustees confirm that they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission.

The Trust's charitable activities are usually in the form of grants for capital projects, for clinical research projects and fellowships and for staff and teams engaged in specific innovative programmes to provide health/wellbeing support to the public. Grants are distributed at the Trustees' discretion to selected registered charities and institutions and any private or personal benefit accruing to such bodies or their staff is purely incidental. All applications are assessed objectively and fairly and the Trust also uses external advisers including its Medical Advisory Committee to inform the Board of Trustees as to the suitability of a medical application. When selecting successful applications Trustees consider the benefits which should accrue weighed against any identified criteria that might cause detriment or harm. Such benefits are open to all, the ultimate beneficiaries of the Trust's activities being those whose sickness is relieved and health/wellbeing preserved and protected.

The activities undertaken to achieve the Trust's aims are discussed in more detail in the Chair's Report on page 1 of the financial statements and Charitable Activities Review paragraphs below.

Review of achievements, performance for the year and future plans

The Trust is a grant making charity and has awarded 31 grants during the year, totalling £1,264,089, for medical research, treatment and health/wellbeing (2021: 35 grants totalling £1,333,329). Set against this £171,542 has been written back in respect of grants awarded in previous years but not fully taken up (2021: £148,191). Grant expenditure is set out in more detail in note 5 to the financial statements.

Investment income and donations during the year to 31 March 2022 totalled £832,984 (2021: £1,022,566) and gains on investments were £1,963,160 for the year (2021: £6,185,029).

These matters together with a review of future plans are discussed further in the Chair's Report and Charitable Activities Review.

Charitable Activities Review

The Evelyn Trust's grant giving covers medical research and health and wellbeing in Cambridgeshire in the laboratory, clinic and community. This involves early-stage research and health and wellbeing projects, as well as significant capital programmes. During the year to 31st March 2022, 31 grants totalling just over £1.26m were awarded to successful applicants in Cambridgeshire.

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For the year ended 31 March 2022

Our Health and Wellbeing programme has a rolling small grants programme, where applications of between £4k and £10k are reviewed quarterly. We awarded 13 small grants worth £86k.

Our large grants are normally awarded in an annual application programme. Applications are reviewed and recommended to the Board by the Medical Research Grants and Health and Wellbeing Grants Committees. The decision-making on our medical grants is additionally supported by advice given by an independent body of senior experts, our Medical Advisory Committee. All grants are carefully selected and subsequently managed to ensure that they have a high probability of achieving the intended outcomes. Funds are disbursed over the period of the grant, often several years, which is why we have significant balances of unpaid grants. The Evelyn Trust has low support costs, since services are provided by a small team. We increased the hours worked by the Charity Director and Grants Coordinator to allow for development and implementation of our new online grant management system (Flexi-grant, see below), work on refining our values and brand, planning for this year's Centenary event and searching for new Trustees. However, our administrative and governance costs remained low at 0.73% of the inflation-adjusted value of the fund and on budget.

We purchased, developed and implemented Flexi-grant at a cost of £38k. This has made it easier for applicants to store and send information, and as we can see progress on applications in real time, it allows us to be more proactive in helping applicants. It will allow us to extract and use data far more easily in the future.

At the end of the financial year 2021/22, 116 grants were open with a total value of £7 million and with amounts still to be claimed of £3.1 million. An overview of the work of the Trust during 2021/22 follows, including those projects completed during that time and the impact made by them. There is also a summary of grant decisions made for this new financial year, 2022/23.

The Impact of COVID-19

The home-based nature of The Evelyn Trust's office continued to protect management and day-to-day operations from being significantly impacted by COVID-19. For most grant administration and governance, we continued to use online meetings with applicants, grant-holders and our committees, although we have managed an in-person Trustee meeting. Medical research projects were still held up as the University of Cambridge and other research facilities only gradually re-opened, and a number of clinical researchers were retained in front-line NHS roles. Ethics approvals were still being delayed, and staff absences caused problems with getting signatures from heads of departments and administrative authorities on grants. Incidentally, this is an area where Flexi-grant will be advantageous – applications can be signed electronically rather than physically. Community charities, which had to switch to delivering their services online, have gradually been returning to in-person meetings. Interestingly, a number of projects appeared to work better and be more successful if conducted virtually; this may have a long-term impact on how some services are delivered. The continued financial impact of COVID-19 on our existing grants has been a slowdown in grant payments for projects that have been delayed. Almost all our grants have terms which restrict payment if funded activity slows or deadlines are deferred.

Medical Research Grants

The Evelyn Trust prefers to support medical research that is at the proof-of-concept stage, or where studies have a clear sight through to new clinical practice. Often, we will support early-stage researchers who are not yet able to obtain grant support from major research funding bodies such as the Medical Research Council ("MRC"), National Institute for Health Research or from other funding charities. We are one of very few grant-givers that specifically fund early-stage clinician scientists, and this is greatly valued by the University of Cambridge's Clinical School. Our Medical Advisory Committee's guidance is pivotal to the decision-making of our Board, alongside our medical Trustees.

Details of the 9 medical research projects and 3 medical research fellowships supported in 2021/22 are given in note 5 to the accounts.

THE EVELYN TRUST

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For the year ended 31 March 2022

For 2021/22, we received 31 medical research outline applications amounting to nearly £3.4 million. Of these, 16 were invited to submit detailed proposals. In the May 2021 Board meeting, 9 were approved for funding, with a total value of £651k. The projects we funded included research into MPZL1 activation and cancer metastasis; the cellular basis of viral innate immunity; non-invasive diagnosis of kidney cancer; generation of nerve-supporting cells from skin cells for future transplantation; models for improving treatment of epilepsy in Rett syndrome; a lifestyle approach to help older people preserve strength, activity and quality of life; the study of mitochondrial DNA damage in the brain; succinate supplementation to reduce traumatic acute injury of the brain; and scalable cultures for liver cell therapy.

The Evelyn Trust normally funds a Research Training Fellowship (“RTF”) every year; this is a vitally important way of supporting clinician scientists at a very early stage in their research careers. The vast majority of our RTFs go on to secure highly prestigious PhD studentships from the MRC or Wellcome. During the pandemic the RTF scheme was suspended, so the Trustees instead agreed to fund two RTFs in 2021/22 with a total value of £142k.

The Fellowship in memory of the late Sir Patrick Sissons, former Regius Professor of Physic, and Chair of the Medical Advisory Committee for The Evelyn Trust for some years, came to a finish. Following consultation with the current Regius and Darwin College, we have agreed to share funding for a further award in Sir Patrick’s name, the Sir Patrick Sissons Evelyn and Cambridge Trusts PhD studentship in medicine. The award, to begin in 2022/23, was given to the outstanding candidate in March 2022.

In 2022/23, we received 38 outline applications, worth nearly £5.3 million, of which 12 were invited to submit full applications. Eight of these, worth £689k, were approved by the Board at its meeting in June 2022. The project applications submitted to us were, as usual, representative of a very wide range of research and uniformly of excellent quality. Trustees were faced with difficult choices from a strong field. Of particular note was that we received applications from collaborations between the Clinical School and the Department of Engineering. We have made efforts to promote our funding for biomedical research beyond the Addenbrooke’s site, and are pleased that this is bearing fruit.

In summary, we believe that our carefully chosen projects increase the pool of medical knowledge and help to make the Cambridge Biomedical Campus one of the most productive in the world in terms of discovery and development.

Health and Wellbeing Grants Programme

We provide grants for health and wellbeing projects across Cambridgeshire, including the Fens and Peterborough, and it has been pleasing to expand our giving to more charities new to The Evelyn Trust over the last year.

Our Health and Wellbeing Grants Programme has two components: annual applications for larger projects (over £10k), and fund for smaller grants in the range £4-10k, which are awarded quarterly. In Cambridgeshire, we are one of the few local funders which will consider grants for projects costing above £10,000. We prefer to fund projects that support development and change, but will also help to protect existing services where we are able, especially in the post-COVID environment.

During 2021/22, we received 15 major applications for the Large Health and Wellbeing Grants Programme worth a total of £1.9m. Of these, we funded five for a total of £300k and one was transferred to our Capital programme (see below). Our Large Grants went to Jimmy’s for mental health support; Myelopathy.org to develop minimum standards for patient education in Degenerative Cervical Myelopathy; Caring Together for an adult carers’ counselling service; Young People’s Counselling Service to develop YPCS services into Fenland; and Cambridge Cyrenians for their Brighter Futures projects.

In our Small Grants Programme, we received a total of 28 small grant applications, totalling £242k. Of these we approved 13, allocating funding of nearly £86k.

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For the year ended 31 March 2022

For the current year (2022/23), we have agreed to support 11 grants totalling £557k through our Large Health and Wellbeing Grants Programme, as well as beginning to agree small grants from our budget of £100k for this new financial year. The large awards have a strong link with mental health, whether in young people, the homeless or young mothers. We have also agreed to fund a project in Anglia Ruskin University to develop and implement good practice guidelines for the social prescription of physical activity among those with sight loss, and a programme to develop tai chi for the long-term management of fibromyalgia in the Physiotherapy Department of Cambridge University Hospitals.

Capital Projects

As well as our grants to Medical Research and to Health and Wellbeing projects, we are also approached to fund major capital projects. Accounting rules require us to book these grants when they are committed, and we usually spread the funding payments over years in order to maintain our regular grant giving capacity.

The current major capital projects which are open in our accounts and being paid over extended periods are as follows:

- ACRC - Evelyn Research Endoscopy Suite (paid until 2024/25): £300,000 still payable of the £1,000,000 committed
- Magpas New Training Facility (paid from when development begins): £500,000 committed (£300,000 of which is expected to be paid in 22/23)

Following an application in November 2020, we formally agreed in May 2021 to donate £250k to the planned Maggie's centre on the Addenbrooke's site, subject to planning permission and the proviso that work begins in 2023 as forecast. Unfortunately, this project ran into major planning issues, and subsequently the offer of funding was withdrawn.

An application was made for a Small Health and Wellbeing grant from Lives Set in Motion, who requested £10k towards a £14k project. The Trustees agreed to fund the entire £14k from the capital programme. Two of our Small Health and Wellbeing Projects from 2020/21 were also for capital items, and will be fully funded in mid-2022– £5.9k equipment for Brampton's Village Hub and £10k support towards a minibus for Fenland Area Community Enterprise Trust.

Evaluating the Impact of our Giving

An important feature of our continued successful grant programme is that all our projects are subjected to an end of grant evaluation process. The Medical Grants Outcomes Review Panel, chaired by Professor Hill Gaston, carry out the medical research grant evaluations. These include a review and assessment of the project, particularly whether the results were accepted for publication in notable journals or whether further grant funding was received. It should be noted that by its very nature medical research can lead to a negative or a positive result – both of which are useful scientifically – particularly at the early stages.

Four completed medical research projects were reviewed in 2021/22 under the Medical Grants Outcomes Review Panel's scoring system. All were rated very good. There was one review under our programme of follow up two years after projects have completed, and this was rated as satisfactory. These reviews show that our funding is delivering significant benefits.

Five health and wellbeing projects were reviewed by Trustees at the end of the grant period and were evaluated against the objectives of the original project. Sometimes specific targets are set. For other projects (especially mental health), individual outcomes matter. Under the scoring system, one project was rated outstanding, three as very good, and one satisfactory. Our small grants are reviewed through simple reports to the Charity Director, who monitors the projects, as it is not considered practical for us to evaluate each one in a similar way to the larger projects.

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For the year ended 31 March 2022

Future capacity for Evelyn Trust giving

In 2021/22 our income includes donations of £297k, thanks to the continuing generosity of Adrian and Jane Frost and the James Bradfield Memorial Trust and includes the gift aid we have been able to claim on some of these donations.

After the year end we are delighted to anticipate funding from donations of around £267k through the kindness of our benefactors.

Looking forwards

The COVID-19 pandemic, although hopefully over, continues to produce uncertainties. Small local charities have struggled to deliver their services, while trying to survive against a background of increasing need and decreasing funding. Scientists have returned to their laboratories; clinician scientists have been released from the wards to re-start their research. There is a desperate shortage of research assistants and post-graduate research associates, a situation greatly exacerbated by Brexit. What is certain is that demand for grant funding will continue to increase, as the cost-of-living crisis reduces people's ability to donate to charities. High inflation and the Russian invasion of Ukraine produces a risk for our investments. Our investment managers are working hard to protect our funds against these unexpected headwinds, and The Evelyn Trust continues to review the risks. We are pleased to report that the value of our investments rose by 7.3% in the year to 31 March 2022. Since the year end investment markets have been weaker and inflation has moved higher but, whilst there has been an inevitable impact on our portfolio, given our surplus over the inflation adjusted fund and our reserves policy, we are confident we can maintain our grant-giving at our normal rate for the foreseeable future.

In the year after our Centenary, we have identified two potential projects (one medical, one health and wellbeing) related to the current and future health of Cambridgeshire which we hope to fund as a celebration of this milestone. We have set aside £1m of our cash deposit investments to protect value while we consider these projects. The celebration event itself is on 10th November 2022, and will take place in a real venue, face-to-face with our guests. We very much look forward to this.

Financial review

The results for the year ended 31 March 2022 are set out on page 16 of the financial statements.

Investments returned an overall gain for the year of £2,498,652 (2021: gain of £6,649,063) and are comprised of: investment income of £535,492 (2021: £464,034) and gains on investments of £1,963,160 (2021: gains of £6,185,029). During the year there were new grants awarded of £1,264,089 and £171,542 was written back in respect of grants awarded in previous years which resulted in net charitable grants of £1,092,547 (2021: grants awarded were £1,333,329, write backs were £148,191 resulting in net charitable grants of £1,185,138).

The surplus carried forward to reserves for the year ended 31 March 2022 amounted to £1,305,724 compared with £5,709,164 in the previous year. At 31 March 2022 The Trust had total funds of £30,543,589 comprised of unrestricted income funds of £30,559,906 and deficit restricted funds of £16,317. Donors have committed to make donations in future years which are expected to cover the shortfall held in this restricted fund at 31 March 2022 (see note 12 of the financial statements). At 31 March 2022 funds in excess of the initial value of the fund adjusted for the effects of inflation amounted to £4,280,329 (2021: funds were £4,701,566 above the initial value). The Trustees consider that the Trust's assets and funds are available and adequate to fulfil its obligations.

The principal risks faced by the Trust and the management of those risks are discussed further below under 'Structure, Governance and Management'.

THE EVELYN TRUST

REPORT OF THE TRUSTEES

For the year ended 31 March 2022

Reserves policy

The Trustees have reviewed the Trust's needs for reserves in line with the guidance issued by the Charity Commission. At 31 March 2022 the Trust has total funds of £30,543,589. The Trustees seek, in the longer term, to maintain the initial value of the fund (see note 15 of the financial statements) in real terms and believe that reserves at the current level are appropriate to ensure the Trust can run effectively and meet the needs of the current and future beneficiaries. In consultation with the Investment Committee, the Grants Committee and the Audit Committee, the Trustees regularly monitor and review the reserves policy together with the part of the unrestricted income fund that is freely available to spend on the Trust's charitable purposes.

Investment policy and objective

Trustees' powers of investment are governed by the Trustee Act 2000. The charity has funds invested through discretionary agreements with two Investment Managers, Schroder & Co. Limited and Ruffer LLP. These funds are invested with a medium level of risk within a well diversified portfolio and the assets are to be managed for total return.

The Trust's ethical investment policy states that The Trust will not invest directly in a company that generates more than 5% of its total revenue from tobacco, alcohol or gambling; nor will it invest in a managed fund that holds more than 10% of its portfolio in such companies. In addition, the Trustees ask that the investment managers monitor the underlying exposure to such companies to ensure that, in normal circumstance, this exposure does not exceed 3% of the Trust's total portfolio.

The Trust delegates the management of the investment portfolio to its investment managers. The Trustees' current investment objective has been to generate an average annualised real return of 3.0% above the UK Consumer Price Index (CPI), over the longer term, after management fees and expenses.

Grant Making policy

The amount to be applied to grants each year is determined by reference to both the investment funds' performance and the wish to recognise the reserves policy objective of maintaining the initial value of reserves in real terms. This support is usually in the form of grants for capital projects, for clinical research projects and fellowships and for staff and teams engaged in specific innovative programmes to provide health/wellbeing support to the public, as set out in our Objectives above.

Fundraising policy

The Trust does not employ a professional fundraiser nor does the Trust fundraise directly from the public.

THE EVELYN TRUST**REPORT OF THE TRUSTEES**For the year ended 31 March 2022

Reference and administrative details

Charity name: The Evelyn Trust

Company Registration Number: 166995

Charity Registration Number: 232891

Registered Office: 50 -60 Station Road, Cambridge CB1 2JH

Principal address: PO Box 1436, Cambridgeshire, CB24 5YX

Directors and Trustees

For the purpose of company law the Trustees are the Directors of the Company. The Trustees and officers serving during the year and since the year end were as follows:

Mr J H M Newsum (Chair)

Ms A E Agnew (re-elected 28 October 2021)

Dr T P Baglin (re-elected 28 October 2021)

Mr W M R Dawkins

Professor R C Fitzgerald, OBE

Mr A C Frost (Vice Chair)

Ms N Marariki (appointed 28 October 2021)

Mr J W Pemberton (re-elected 28 October 2021)

Mr W Pike (retired 28 October 2021)

Mrs J E O Squier (retired 28 October 2021)

Mrs C P Thomas (re-elected 28 October 2021)

All Trustees served throughout the year except Mrs N Marariki, Mr W Pike and Mrs J E O Squier. Mr W M R Dawkins, Dr R C Fitzgerald and Mr A C Frost retire by rotation at the next Annual General Meeting and being eligible offer themselves for re-election and in accordance with the Articles of Association members will be asked to confirm the appointment of Mrs N Marariki.

Company Secretary: Mrs R A Wood

Charity Director: Mrs R A Wood

President Mr M H J Agnew

Advisers

Bankers: Barclays Bank Plc, PO Box 885, Mortlock House, Vision Park, Histon Cambridge, CB4 9DE

Solicitors: HCR Hewitsons, 50 -60 Station Road, Cambridge CB1 2JH

Investment Managers: Schroder & Co. Limited, 31 Gresham Street, London, EC2V 7QA

Ruffer LLP, 80 Victoria Street, London, SW1E 5JL

Auditors: Peters Elworthy & Moore, Registered Auditors,
Chartered Accountants, Salisbury House, Station Road, Cambridge
CB1 2LA

THE EVELYN TRUST

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For the year ended 31 March 2022

Structure, Governance and Management

Constitution

The Evelyn Trust is a registered charity, Charity Registration No 232891, established in 1920. The charity is constituted as a company limited by guarantee and is a public benefit entity. In the event of the charitable limited company being wound up during the period of membership or within the year following, company members are required to contribute an amount not exceeding £1.

Board of Trustees

The Articles of Association stipulate that unless otherwise determined at a General Meeting the number of members of the Board of Trustees shall not be less than four nor more than twelve.

The Trust has introduced formal Board of Trustee effectiveness reviews and the requirements of the Trust in terms of the time and skills required of the Trustees is regularly reviewed by the Nominations Committee and the Board. If new Trustees are to be appointed candidates are widely sought and invited to interview by Trustees. If successful they are asked to join a meeting of the Board as a prospective Trustee to help them more fully understand the workings of the Trust, after which a formal invitation is made to join the Board as a Trustee.

The Trust has a formal induction process for new Trustees and all Trustees are encouraged to attend appropriate external training courses to keep their skills up to date.

Committees and key management personnel

The activities of the Trust are supported by a committee structure which is headed up by the Board of Trustees to which the following five sub-committees report: The Medical Research Grants Sub-Committee (chaired by Dr T P Baglin), The Health and Wellbeing Grants Sub-Committee (chaired by Mrs C P Thomas), The Investment Sub-Committee (chaired by Mr A C Frost), The Audit Sub-Committee (chaired by Mr A C Frost) and The Nominations Committee (chaired by Mr J H M Newsum). The Medical Advisory Committee is a committee of medical specialists, none of whom are Trustees, which advises the Medical Research Grants Sub-Committee.

The Board of Trustees delegate the day-to-day management of the charity to the Charity Director, Mrs R A Wood. Fees paid to Mrs Wood for her services as Charity Director are paid to Wood Professional Services and Support Ltd (see note 4 of the financial statements). The remuneration is set by the Board of Trustees.

Risk management

The Trustees are responsible for the management of the risks faced by the Charity. Trustees have examined the major business and operational risks which the charity faces and confirm that systems have been established to manage those risks which include a review at Board meetings.

The principal risks faced by the Trust lie in the performance of investments, operational risks from ineffective grant making and governance risks associated with the capacity of the Trust to secure its longer term future.

The charity uses various financial instruments the main purpose of which is to generate funds for charitable purposes. The main risks arising from the charity's financial instruments are market risk, credit risk, liquidity risk and the risk of capital impairment. The Trustees review and agree policies for managing each of these risks which are summarised below.

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For the year ended 31 March 2022

The charity holds investments which are subject to market and capital impairment risks. An Investment Policy is in place (see page 7) and The Trust uses the services of Investment Managers with whom the Investment Committee and Board of Trustees meet regularly. The Trustees believe that their long-term return objectives are achievable but demanding, particularly in current market circumstances. They acknowledge that the portfolio will be invested in assets and strategies whose values will fluctuate. Risk is considered in the context of the overall portfolio. The Trustees ask that the portfolio should be suitably diversified so as to give reasonable assurance that the investment objectives are achieved over the medium term. The Trustees' perspective is long term and they have a reasonable tolerance of short term volatility. As part of the more detailed risk management of the Trust's investments, the Investment Committee provide risk parameters to the Investment Managers covering asset allocation, eligible assets, currency, limitations on asset classes, liquidity risk, credit risk and the maturity, duration and concentration of investments.

Recognising the return objectives and time horizons, it is accepted that the portfolio may be invested in certain assets and strategies whose value cannot be readily realised. However, risk parameters are adopted to limit the extent of liquidity risk with an objective that at least 75% of the portfolio should be held in assets that can be realised, in normal market conditions, within 10 business days; and all the portfolio, with the exception of structured products, should be held in assets that can normally be expected to be realised within twelve months unless otherwise agreed. The charity seeks to manage liquidity risk by having sufficient facilities available to meet up to six months of anticipated grant payments and running costs.

In respect of credit risk management the charity's risk parameters require that investments in debt instruments, including debt funds, should generally be made in instruments or securities of issuers with a credit rating of at least investment grade.

The Trust carries out regular Board of Trustee effectiveness reviews and the Nominations Committee regularly reviews the time and skills required of the Trustees. The Trust carries out end of grant reviews and uses external advisers including its Medical Advisory Committee which advises as to the suitability of medical grant applications. Strategy Review meetings are held periodically contributing to mitigation of longer term governance risks.

Trustees' responsibilities for the financial statements

The Trustees (who are also Directors of The Evelyn Trust for the purposes of company law) 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).

Company and charity law 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 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 Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities Statement of Recommended Practice;
- 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;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements

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For the year ended 31 March 2022

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.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website.

So far as each of the Trustees is aware at the time the report is approved:

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

Auditors

Peters Elworthy & Moore offer themselves for reappointment as auditors of the company and a resolution proposing their reappointment will be put to the Annual General Meeting.

FOR AND ON BEHALF OF THE BOARD OF TRUSTEES

Adrian Frost

Adrian Frost
Vice Chair

26 September 2022

THE EVELYN TRUST**INDEPENDENT AUDITOR'S REPORT**

For the year ended 31 March 2022

Opinion

We have audited the financial statements of The Evelyn Trust (the 'Trust') for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, 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).

In our opinion the financial statements:

- give a true and fair view of the state of the Trust's affairs as at 31 March 2022 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.

Basis of 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 Auditors' 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 that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 relating 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 Trust'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 other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Annual Report. 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,

THE EVELYN TRUST

INDEPENDENT AUDITOR'S REPORT

For the year ended 31 March 2022

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.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the Trust and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which 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 Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

Responsibilities of Trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also 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 determine 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 Trustees are responsible for assessing the Trust'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 Trust or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

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 Auditors' 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

THE EVELYN TRUST

INDEPENDENT AUDITOR'S REPORT

For the year ended 31 March 2022

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.

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:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the Trust, including the Companies Act 2006, Charities Act 2011, taxation legislation and data protection legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the Trust's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we;

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions; and
- we evaluated the assumptions and judgements used by management within significant accounting estimates and assessed whether these indicated evidence of management bias.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation; and
- enquiring of management as to actual and potential litigation and claims.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

THE EVELYN TRUST

INDEPENDENT AUDITOR'S REPORT

For the year ended 31 March 2022

Use of our report

This report is made solely to the Trust'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 Trust's members those matters we are required to state to them in an Auditors' 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 Trust and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



Jayne Rowe (Senior Statutory Auditor)

for and on behalf of

PETERS ELWORTHY & MOORE

Statutory Auditor

Salisbury House, Station Road, Cambridge, CB1 2LA

29 September 2022

THE EVELYN TRUST**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)**

For the year ended 31 March 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Income:							
Investment income	3	535,492	-	535,492	464,034	-	464,034
Donations	12	250,010	47,482	297,492	412,515	146,017	558,532
Total income		785,502	47,482	832,984	876,549	146,017	1,022,566
Expenditure:							
Raising funds							
Investment management costs		(21,804)	-	(21,804)	(105,810)	-	(105,810)
Charitable activities							
Grant giving	5	(1,291,651)	(3,999)	(1,295,650)	(1,095,411)	(226,540)	(1,321,951)
Total expenditure		(1,313,455)	(3,999)	(1,317,454)	(1,201,221)	(226,540)	(1,427,761)
Gains and losses on investments:							
Gains / (losses) on investments		1,962,623	537	1,963,160	6,183,598	1,431	6,185,029
Investment management costs		(172,966)	-	(172,966)	(70,670)	-	(70,670)
Net gains / (losses) on investments		1,789,657	537	1,790,194	6,112,928	1,431	6,114,359
Net income / (expenditure) and net movement in funds	2	1,261,704	44,020	1,305,724	5,788,256	(79,092)	5,709,164
Reconciliation of Funds	12						
Total funds brought forward		29,298,202	(60,337)	29,237,865	23,509,946	18,755	23,528,701
Total funds carried forward		30,559,906	(16,317)	30,543,589	29,298,202	(60,337)	29,237,865

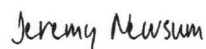
There are no recognised gains or losses other than the results for the year as set out above.

THE EVELYN TRUST**BALANCE SHEET AT 31 MARCH 2022**

Company no 166995

	Note	2022 £	2021 £
Fixed assets			
Investments	6	<u>32,822,060</u>	<u>31,514,602</u>
Current assets			
Debtors	7	91,809	103,102
Cash at bank and in hand	8	<u>843,336</u>	<u>685,421</u>
Total current assets		935,145	788,523
Liabilities			
Creditors: amounts falling due within one year	9	<u>(2,378,216)</u>	<u>(1,788,452)</u>
Net current liabilities		<u>(1,443,071)</u>	<u>(999,929)</u>
Total assets less current liabilities		31,378,989	30,514,673
Creditors: amounts falling due after more than one year	10	<u>(835,400)</u>	<u>(1,276,808)</u>
Net assets	13	<u>30,543,589</u>	<u>29,237,865</u>
The funds of the charity	12		
Unrestricted income funds		30,559,906	29,298,202
Restricted income funds		<u>(16,317)</u>	<u>(60,337)</u>
Total charity funds	15	<u>30,543,589</u>	<u>29,237,865</u>

The financial statements were approved and authorised for issue by the Board of Trustees on 26 September 2022.



Jeremy Newsum
Chair

26 September 2022

The accompanying accounting policies and notes form an integral part of these financial statements.

THE EVELYN TRUST**STATEMENT OF CASH FLOWS**

For the year ended 31 March 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Cash flows from operating activities:							
Net cash (used in) / provided by operating activities	14	(898,304)	38,211	(860,093)	(980,366)	81,266	(899,100)
Cash flows from investing activities:							
Dividends and interest from investments		535,492	-	535,492	464,034	-	464,034
Purchase of investments		(16,275,257)	-	(16,275,257)	(7,525,296)	-	(7,525,296)
(Purchase) / disposal of cash investments		(751,943)	-	(751,943)	254,187	-	254,187
Proceeds from disposal of investments		17,587,390	24,519	17,611,909	7,929,553	-	7,929,553
Investment management costs		(102,193)	-	(102,193)	(129,220)	-	(129,220)
Net cash provided by investing activities		993,489	24,519	1,018,008	993,258	-	993,258
Change in cash in the year		95,185	62,730	157,915	12,892	81,266	94,158
Cash at the beginning of the year	8	585,400	100,021	685,421	572,508	18,755	591,263
Cash at the end of the year	8	680,585	162,751	843,336	585,400	100,021	685,421

The accompanying accounting policies and notes form an integral part of these financial statements.

THE EVELYN TRUST

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

1 ACCOUNTING POLICIES

a) Basis of preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared 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) (second edition - October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

The Trust constitutes a public benefit entity as defined by FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The most significant areas of judgement and key assumptions that affect items in the accounts are to do with assessing the liability for grants payable where settlement is expected after more than one year from the date of the award (see (g) below for more information). With respect to the next reporting period, 2022-23, the most significant area of uncertainty that affects the carrying value of assets held by the Trust is the performance of investments and investment markets (see the investment policy and risk management sections of the Trustees' report for more information).

Trustees have assessed whether material uncertainties exist that could cast significant doubt on the Trust's ability to continue as a going concern together with possible mitigations against such uncertainties. The Trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

The continued financial impact of COVID-19 control measures on our existing grants has been a slowdown in grant payments for projects that have been delayed and the impact of COVID-19 control measures operating during the year are discussed further in the Charitable Activities Review (page 3).

b) Income

Investment income

Investment income, including associated income tax recoveries, is recognised when there is evidence of entitlement, when receivable and the amount can be measured reliably by the Trust. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due which is normally upon notification by the Trust's investment manager.

Donations and gifts

All monetary donations and gifts are included in full in the statement of financial activities when there is evidence of entitlement, receipt is probable, the amount can be measured reliably and provided that there are no donor-imposed restrictions as to the timing of any related expenditure, in which case recognition is deferred until the pre-condition has been met. Any associated gift aid is accounted for when receivable.

c) Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to the expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is recognised on an accruals basis and has been classified under headings that aggregate all costs related to the category.

THE EVELYN TRUST**NOTES TO THE FINANCIAL STATEMENTS**For the year ended 31 March 2022

ACCOUNTING POLICIES (continued)**Investment management costs**

The costs of raising funds, as shown in the Statement of Financial Activities, consist of investment management fees relating to investment income. In the same statement, those investment management fees that relate to gains / (losses) on investments are shown deducted from those gains / (losses). The total investment management fees are allocated between these two categories with reference to the return targets for investment managers at the start of the year.

Costs associated with acquiring and disposing of investments, such as commissions, form part of the acquisition cost of the investment or reduce the return on disposals. These costs are therefore not part of investment management costs.

Grants

Grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and Trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and any condition attaching to the grant is outside the control of the Trust.

Discounting to present value

Grants payable after more than one year are accounted for at present value where the effect of discounting is material.

Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice.

Allocation of support costs

Support costs are allocated between governance costs and other support costs. Where possible, expenditure is allocated directly to the relevant cost category. Where items of expenditure / support costs relate to more than one cost category the costs are allocated on the basis of time spent in respect of each cost category.

Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

d) Fund accounting

Unrestricted funds are available for expenditure on the general objects of the charity. Restricted funds are held as a result of donations received/ receivable for specified areas of the Trust's work.

e) Investments and gains and losses on 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 the closing quoted market price.

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their opening carrying value. Realised and unrealised gains and losses are combined in the Statement of Financial Activities.

THE EVELYN TRUST**NOTES TO THE FINANCIAL STATEMENTS**For the year ended 31 March 2022

ACCOUNTING POLICIES (continued)**f) Current assets / liabilities**

Financial instruments included in current assets and liabilities are all basic financial instruments and are initially recognised at transaction value and subsequently measured at settlement value.

Cash at bank and in hand

Cash at bank and in hand includes cash, deposits repayable on demand and short term deposits.

Prepayments

Prepayments are valued at the amount prepaid net of any trade discounts due.

Trade creditors and accruals

Trade creditors and accruals are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Trade creditors and accruals are normally recognised at their settlement amount after allowing for any trade discounts due.

Grants payable

Grants payable are funding commitments to third parties in the furtherance of the charitable objectives of the Trust.

g) Grants payable: amounts falling due after more than one year

Grants payable are funding commitments recognised at present value where settlement is due over more than one year from the date of the award and the effect of discounting is material.

2 INCOME AND NET INCOME / EXPENDITURE

The income of the Trust is attributable to activities for the relief of sickness and the preservation and protection of health for the public benefit and the promotion of medical research and medical education, particularly in Cambridge and the surrounding area. Net income / (expenditure) is stated after charging:

	2022	2021
	£	£
Auditors' remuneration:		
Audit services	9,528	8,904

THE EVELYN TRUST**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 March 2022

3 INVESTMENT INCOME

	2022	2021
	£	£
Investment income comprises income from:		
Dividends - listed UK equities and bonds	129,320	118,721
Dividends – overseas equities and bonds	147,591	126,660
Interest from UK cash deposits	455	4,701
Other interest	817	357
Income from other UK investments	234,835	198,023
Income from other overseas investments	22,474	15,572
	<u>535,492</u>	<u>464,034</u>

4 PAYMENTS TO TRUSTEES, SENIOR MANAGEMENT PERSONNEL AND CONNECTED PARTIES

The following remuneration was paid during the year to Trustees, senior management personnel and connected parties:

	2022	2021
	£	£
Fees paid to The Gimach Partnership for the services of the Charity Director and Grants Co-ordinator	-	55,600
Fees paid to Wood Professional Services and Support Ltd.	90,987	52,506
	<u>90,987</u>	<u>108,106</u>

Wood Professional Services and Support Ltd is controlled by R A Wood together with members of her close family and the fees paid during the year were for the services of the Charity Director and Grants Co-ordinator; and in the year to 31 March 2021 for these services from 1 February 2021 and prior to that for the services of the Charity Director Designate and Grants Co-ordinator Designate.

The fees paid to The Gimach Partnership were paid under the legal authority of provisions set out in the Trust's Memorandum of Association. The Gimach Partnership is controlled by W Pike together with members of his close family.

W Pike retired as Charity Director on 31 January 2021 and R A Wood was appointed Charity Director on 1 February 2021.

Expense reimbursements made to Wood Professional Services and Support Ltd, The Gimach Partnership and one other Trustee were as follows:

	2022	2021
	£	£
Travel expenses for the Gimach Partnership	-	163
Office expenses:		
The Gimach Partnership	-	1,942
One other Trustee	225	-
Wood Professional Services and Support Ltd	3,086	3,338
	<u>3,311</u>	<u>5,443</u>

No other Trustee received remuneration or payments for expenses during the years to 31 March 2022 and 31 March 2021.

Further information concerning the remuneration of key management personnel is set out on page 9 of these financial statements.

THE EVELYN TRUST**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 March 2022

5 CHARITABLE ACTIVITIES

	2022 £	2021 £
Grant giving may be summarised as follows:		
Grants to Institutions:		
Medical research grants and fellowships	863,944	1,054,482
Medical treatment, health/wellbeing and training grants	386,145	262,947
Grants for buildings, facilities and equipment for medical treatment and health / wellbeing	14,000	15,900
	1,264,089	1,333,329
Grant funding credited to expenditure in respect of earlier years' grants	(171,542)	(148,191)
Total Grants to Institutions	1,092,547	1,185,138
Discount to present value on grants payable after more than one year	11,500	(31,000)
Governance costs	49,629	52,042
Other support costs	141,974	115,771
	1,295,650	1,321,951

Governance and other support costs include professional fees of £141k and computing costs of £40k.

	2022 £	2021 £
Grants to Institutions were awarded as follows:		
<u>Medical research grants and fellowships:</u>		
The University of Cambridge		
Research into the role of the MPZL1 gene in cancer metastasis	25,731	-
Using a nasal challenge model to research viral innate immunity	75,000	-
DNA methylation-based diagnostics for renal cancer	42,015	-
Preserving muscle and exercise tolerance in multi-morbid older people	23,069	-
Research into cell-based therapy to augment nerve regeneration	58,050	-
Research into mitochondrial DNA mutations in the brain	114,954	-
Treatment of traumatic acute brain injury with succinate supplements	46,743	-
Development of hepatocyte cultures for use in liver cell therapy	42,841	-
Research using cerebral organoids to test new drug treatments for epilepsy in Rett syndrome	222,146	-
Research training fellowship to investigate the role of senescent lung cancer cells in patients before, during and after treatment	73,000	-
Research training fellowship to research cellular immune responses	69,145	-
Modelling obesity associated liver disease using stem cell derived hepatic organoids	-	20,000
Research into the stem cells used for cell-based cartilage therapy	-	93,160
Use of Deuterium Metabolic Imaging to improve dementia diagnosis	-	62,826
Research into inflammatory pathways in autoimmune disease	-	168,458
Research to improve speech perception for people with cochlear implants	-	51,979
Research into the role of specialised pro-resolving mediators in COPD	-	147,624
Development of treatments using MesEncymal cells to moderate excessive immune responses in patients with COVID-19 pneumonitis	-	60,000
Research into the immune pathways operating in patients with COVID-19 infections	-	240,000
Research to improve the diagnosis of neonatal seizures and epilepsy	-	210,435
Grant funding credited to expenditure in respect of grants made in earlier years	(162,060)	(126,886)
	630,634	927,596

THE EVELYN TRUST**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 March 2022

CHARITABLE ACTIVITIES (continued)

	2022 £	2021 £
<u>Medical research grants and fellowship(continued):</u>		
Darwin College		
PhD Studentship in Medicine	71,250	-
<u>Medical treatment, health/wellbeing and training grants:</u>		
Cambridge Cyrenians Ltd		
Brighter Futures project	87,000	-
Cambridge Ethnic Community Forum		
Improving refugee and migrant women's health and well-being through mobile arts	-	50,000
Caring Together Charity		
Adult Carers' Counselling Service	50,000	-
Jimmy's Cambridge		
Mental health support	20,690	-
Myelopathy.org		
Developing minimum standards for patient education in Degenerative Cervical Myelopathy	22,740	-
20Twenty Productions CIC		
Family learning project to increase social mobility	-	27,000
Versus Arthritis		
Living Well with Arthritis project	-	11,400
Young People's Counselling Service		
Development of YPCS services into Fenland	120,000	-
Other institutional grants awarded for £10,000 or less:		
Thirteen awards during the year to 31 March 2022	85,715	-
Twenty one awards during the year to 31 March 2021	-	174,547
	85,715	174,547
<u>Grants for buildings, facilities and equipment for medical treatment and health / wellbeing:</u>		
Lives Set in Motion CIC		
Provision of a power-chair	14,000	-
Institutional grants awarded for £10,000 or less:		
Two awards during the year to 31 March 2021	-	15,900
<u>Grant funding credited to expenditure in respect of grants made in earlier years:</u>		
Addenbrooke's Charitable Trust	(9,482)	-
Arthur Rank Hospice Charity	-	(21,305)
Total institutional grants	1,092,547	1,185,138

THE EVELYN TRUST**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 March 2022

6 INVESTMENTS

	Listed UK equities and bonds £	Overseas equities and bonds £	Other UK, overseas and multi- asset investments £	UK cash deposits £	Total £
Market value at 1 April 2021	3,680,541	14,470,110	12,737,170	626,781	31,514,602
Acquisitions at cost	2,250,889	5,966,644	8,079,308	-	16,296,841
Sales proceeds from disposals	(3,309,076)	(6,185,895)	(8,116,938)	-	(17,611,909)
Movement in cash deposits	-	-	-	751,943	751,943
Net gain / (loss) on disposal and revaluation*	121,660	327,906	1,421,017	-	1,870,583
Market value at 31 March 2022	<u>2,744,014</u>	<u>14,578,765</u>	<u>14,120,557</u>	<u>1,378,724</u>	<u>32,822,060</u>
Historical cost at 31 March 2022	<u>2,685,012</u>	<u>12,355,837</u>	<u>11,842,170</u>	<u>1,378,724</u>	<u>28,261,743</u>

The asset allocation of investments at 31 March 2022 is as follows: Equities 46%, Bonds 7%, Multi-Asset Funds 26%, Property 6%, Private Equity 5%, Cash deposits 4% and Others 6%.

At 31 March 2022 52% of assets are held in pounds sterling, 15% in US dollars and 33% in other currencies.

The main risks for the Trust arising from exposure to these investments are considered in the Trustees' Report, in particular in the sections on Financial review and Risk management.

* net of management fees of £92,577.

7 DEBTORS

	2022 £	2021 £
Prepayments and accrued income	<u>91,809</u>	<u>103,102</u>

THE EVELYN TRUST**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 March 2022

8 ANALYSIS OF CASH AND CHANGES IN NET DEBT

	Unrestricted funds £	Restricted funds £	Total £
Cash at 1 April 2021	585,400	100,021	685,421
Cash flows	95,185	62,730	157,915
Cash at 31 March 2022	<u>680,585</u>	<u>162,751</u>	<u>843,336</u>

9 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade creditors	18,412	11,587
Other creditors and accruals	54,866	58,307
Grants payable	<u>2,304,938</u>	<u>1,718,558</u>
	<u>2,378,216</u>	<u>1,788,452</u>

Included in other creditors is £nil (2021 £4,398) received in 2019 and held by the Trust acting as agent. During the year to 31 March 2022 £4,398 (2021 £10,602) of the funds received as agent were dispersed in accordance with the agency agreement.

10 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022 £	2021 £
Grants payable	<u>835,400</u>	<u>1,276,808</u>

11 RECONCILIATION OF MOVEMENTS IN GRANTS PAYABLE

	£
Grants payable at 1 April 2021	2,995,366
Grants in the year	1,264,089
Grant funding unused and written back	(171,542)
Discount to present value on grants payable after more than one year	11,500
Grants paid in the year	<u>(959,075)</u>
Grants payable at 31 March 2022	<u>3,140,338</u>

THE EVELYN TRUST**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 March 2022

12 ANALYSIS OF CHARITABLE FUNDS

For the year ended 31 March 2022:	Funds at 1 April £	Income £	Expenditure £	Net gains / (losses) on investments £	Funds at 31 March £
Unrestricted funds	29,298,202	785,502	(1,313,455)	1,789,657	30,559,906
Restricted funds: James Bradfield Memorial Award	(60,337)	47,482	(3,999)	537	(16,317)
Total charitable funds	29,237,865	832,984	(1,317,454)	1,790,194	30,543,589

For the year ended 31 March 2021:	Funds at 1 April £	Income £	Expenditure £	Net gains / (losses) on investments £	Funds at 31 March £
Unrestricted funds	23,509,946	876,549	(1,201,221)	6,112,928	29,298,202
Restricted funds: Mental health support	18,755	-	(18,755)	-	-
James Bradfield Memorial Award	-	146,017	(207,785)	1,431	(60,337)
Total charitable funds	23,528,701	1,022,566	(1,427,761)	6,114,359	29,237,865

During the years to 31 March 2022 and 31 March 2021 donations were received for the James Bradfield Memorial Award to support research to improve the diagnosis of neonatal seizures and epilepsy. Donors have committed to make donations in future years which are expected to cover the shortfall held in this restricted fund at 31 March 2022.

In the year to 31 March 2019 a donation was received which established a restricted fund for £18,755 to be used for grants to support mental health. During the year to 31 March 2021 these funds were fully utilised to support two grants: one to Little Miracles to support their mental health services to families with disabled children; and one to the Cambridge Acorn project to support their therapeutic work with children and families.

13 ANALYSIS OF NET ASSETS BETWEEN FUNDS

At 31 March 2022:	Fixed assets £	Current assets £	Liabilities falling due within one year £	Liabilities falling due after more than one year £	Total £
Unrestricted funds	32,801,113	751,573	(2,239,954)	(752,826)	30,559,906
Restricted funds	20,947	183,572	(138,262)	(82,574)	(16,317)
Total	32,822,060	935,145	(2,378,216)	(835,400)	30,543,589

THE EVELYN TRUST**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 March 2022

ANALYSIS OF NET ASSETS BETWEEN FUNDS (continued)

At 31 March 2021:	Fixed assets £	Current assets £	Liabilities falling due within one year £	Liabilities falling due after more than one year £	Total £
Unrestricted funds	31,491,257	646,415	(1,744,176)	(1,095,294)	29,298,202
Restricted funds	23,345	142,108	(44,276)	(181,514)	(60,337)
Total	31,514,602	788,523	(1,788,452)	(1,276,808)	29,237,865

14 RECONCILIATION OF NET INCOME / (EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Net income / (expenditure) for the year	1,261,704	44,020	1,305,724	5,788,256	(79,092)	5,709,164
Adjustments for:						
(Gains) / losses on investments	(1,962,623)	(537)	(1,963,160)	(6,183,598)	(1,431)	(6,185,029)
Donated investments	-	(21,584)	(21,584)	-	(21,914)	(21,914)
Dividends and interest from investments	(535,492)	-	(535,492)	(464,034)	-	(464,034)
Investment management costs	194,770	-	194,770	176,480	-	176,480
(Increase) / decrease in debtors	(9,973)	21,266	11,293	(44,333)	(42,087)	(86,420)
(Decrease) / increase in creditors	3,133	251	3,384	(15,225)	600	(14,625)
Increase / (decrease) in grants payable	150,177	(5,205)	144,972	(237,912)	225,190	(12,722)
Net cash used in operating activities	(898,304)	38,211	(860,093)	(980,366)	81,266	(899,100)

THE EVELYN TRUST**NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 March 2022

15 INITIAL VALUE OF THE FUND

The Trustees seek to maintain the initial value of the fund in real terms (refer to the Reserves Policy on page 7). Trustees have determined the value of the indexed initial fund and the funds in excess of this value at 31 March as follows:

	2022 £	2021 £
Initial value of the fund as at 31 March 2003	16,875,980	16,875,980
Protection of the fund for the effects of inflation		
Previous years	7,660,319	7,480,894
Current year	1,726,961	179,425
Initial value adjusted for the effects of inflation	26,263,260	24,536,299
Funds in excess / (below) of the adjusted initial value	4,280,329	4,701,566
Total charity funds at 31 March	30,543,589	29,237,865

The values of the Consumer Price Index at 31 March were: 2003: **75.3** 2021: **109.4** 2022: **117.1**

Since the year end the Consumer Prices Index has increased further and markets are weaker. The net effect has been that the surplus excess of the inflation adjusted value of the fund has reduced.
At 30 June 2022 funds in excess of the adjusted initial value were £1.2m.

16 CONTINGENT LIABILITIES

There were no contingent liabilities at 31 March 2022 or 31 March 2021.

17 RELATED PARTY TRANSACTIONS

During the year The Evelyn Trust was invoiced £94,073 (2021: £55,844) by Wood Professional Services and Support Ltd, an entity controlled by Mrs R A Wood and her close family, in respect of the services supplied by Mrs Wood in her role as the Charity Director and in the year to 31 March 2021 also as Charity Director Designate.

During the year to 31 March 2021 The Evelyn Trust made a grant of £10,000 to Tom's Trust for whom Mrs Wood acts as Chief Executive Officer. £5,000 of this grant commitment was paid during the year and £5,000 remains outstanding at 31 March 2022.

During the year to 31 March 2021 The Evelyn Trust also made a grant of £8,255 to Stars Children's Bereavement Support Service for whom Mrs Wood has acted as trustee during the year. £7,621 of this commitment was paid during the year and £634 remains outstanding at 31 March 2022.

Mrs Wood was appointed as a trustee of Ormiston Families on 11 March 2022 a charity with whom The Evelyn Trust has an outstanding grant commitment of £2,726 as at 31 March 2022.

During the year The Evelyn Trust was invoiced £nil (2021: £57,705) by The Gimach Partnership, an entity controlled by Mr W Pike and his close family, in respect of the services supplied by Mr Pike in his role as the Charity Director. Mr Pike served as a Trustee throughout the year to 31 March 2021 and as Charity Director from 1 April to 31 January 2021.

Note 4 on page 22 sets out in more detail the payments to Wood Professional Services and Support Ltd. and The Gimach Partnership. At the year-end there was a balance owing to Wood Professional Services and Support Ltd £8,449 (2021: £5,883)

THE EVELYN TRUST

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

RELATED PARTY TRANSACTIONS (continued)

In the year to 31 March 2021 Mrs C P Thomas, a Trustee, donated £69,066 to the Trust as one of the donors to The James Bradfield Memorial Award (see note 12 above).

Other donations from Trustees in the year were £250,000 (2021: £250,000).

18 CONTROLLING PARTIES

The Board of Trustees is the controlling party of the charity, meaning the Trustees have control of day to day decision-making for the Trust.