

THE CADOGAN CHARITY
Registered Charity No. 247773

ANNUAL REPORT AND ACCOUNTS

YEAR ENDED 5 APRIL 2021

TRUSTEES' ANNUAL REPORT

The trustees present their report, the auditors' report and the accounts of The Cadogan Charity for the year ended 5 April 2021.

REFERENCE AND ADMINISTRATIVE INFORMATION

Trustees	The Rt Hon The Eighth Earl Cadogan KBE DL Countess Cadogan Viscount Chelsea DL Lady Anna Thomson The Hon. William Cadogan
Administrative office	10 Duke of York Square London SW3 4LY
Secretary to trustees	P M Loutit
Bankers	Coutts & Co 440 Strand London WC2R 0QS
Investment Managers	Schroder & Co. 12 Moorgate London EC2R 6DA
Auditors	Dixon Wilson Audit Services LLP 22 Chancery Lane London WC2A 1LS
Charity registration number	247773

STRUCTURE, GOVERNANCE AND MANAGEMENT**Governing document**

The General Permanent Endowment Fund of the charity was created by the Seventh Earl Cadogan under a deed of trust dated 31 March 1966. Subsequently the Seventh Earl Cadogan made further gifts to the charity by way of investments.

In 1985 the charity received a gift from Cadogan Holdings Company (now Cadogan Holdings Limited). In accordance with the direction received from the Seventh Earl Cadogan this gift was used to create the Rectors' Permanent Endowment Fund as described in note 5 to the accounts.

In 1996 the trustees of Viscount Chelsea's Charity resolved to transfer the whole trust fund to the trustees of The Cadogan Charity.

In 2010 the trustees of the 1986 Cadogan Jersey Trust resolved to transfer the whole trust fund to the trustees of The Cadogan Charity.

Trustees

The current trustees are as listed above and, unless otherwise stated, held office throughout the year under review. Only the present trustees of the charity have the power to appoint new trustees.

The appointment and training of new trustees, which involves awareness of the history and approach of the charity and their responsibilities, is performed by present trustees of the charity as they see fit on a case by case basis.

TRUSTEES' ANNUAL REPORT (CONTINUED)**STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)****Organisation**

The board of trustees meets formally once a year to conduct the business of the charity. The secretary to the trustees is responsible for managing the day to day operations of the charity.

Risk management

The trustees have examined the major strategic business and operational risks which the charity faces and confirm that systems have been established to manage those risks. These include the inherent risks of investing on the stock market, valuations of investments held and the availability of dividends and distributions. These risks are managed through ongoing monitoring and through discussion at the trustees' meetings and the use of professional investment managers. The trustees' investment powers and policies are outlined on page 3.

OBJECTS AND ACTIVITIES FOR THE PUBLIC BENEFIT

The general objects of the charity are to make such subscriptions to charitable organisations and bodies and such other applications for charitable purposes as the trustees, using their absolute discretion, may decide upon.

The charity makes a large number of individual donations to registered charities with particular reference to those based, or operating, in London or Scotland.

Public benefit

The trustees, having regard to the Public Benefit guidance published by the Charity Commission in accordance with section 17 of the Charities Act 2011, consider that the purpose and activities of the charity satisfy the requirements of the public benefit test set out in section 4 of the same act.

ACHIEVEMENTS & PERFORMANCE AND FINANCIAL REVIEW

During the year the charity received £2,591,696 (2020 – £2,683,240) in total incoming resources. The principal source of income is the annual dividend received from Cadogan Group Holdings Limited.

The trustees applied these resources to its charitable activities as follows:

a) *General Fund*

The trustees authorised donations to distribute the majority of the current year's income. A full list of beneficiaries of these charitable donations is shown in note 5 to the accounts.

b) *Rectors' Fund*

During the year donations of £12,000 were paid to the rectors of three local churches.

The trustees meet to consider what grants they will make during the year and to plan large future donations.

Although the trustees make some grants with no formal applications, they normally require organisations to submit a request saying how the funds could be used, what would be achieved, and how this would add to public benefit.

Grants are only given to recognised national charities, with particular reference to charities based in London and Scotland.

TRUSTEES' ANNUAL REPORT (CONTINUED)**ACHIEVEMENTS & PERFORMANCE AND FINANCIAL REVIEW (continued)****Investment powers and policy**

Under the trust deed the trustees have wide powers of investment and are not subject to the imposition of any restrictions. The trustees have the power to retain shares in Cadogan Group Holdings Limited and are not under any duty to diversify to the extent that the trust fund comprises those shares.

However, the trustees have also noted the statutory duty of care required by the Trustees Act 2000, in relation to their holding suitable investments and the need for diversification of investments so far as it is appropriate to the circumstances of the trust. The trustees receive the benefit of investment advice from Schroder & Co. Investment performance was satisfactory for the current year, although the current market value of investments reflected an unrealised loss of £10.7m in the year primarily from the Charity's investment in Cadogan Group Holdings Limited.

A detailed schedule of the investment portfolio at 5 April 2021 and details of the movement in revaluation during the year are given in note 6 to the accounts.

Reserves policy

It is the policy of the charity to maintain unrestricted income funds sufficient to cover management and administration expenses and to respond to emergency requests for donations for the relief of distress and suffering.

PLANS FOR FUTURE PERIODS

It is the intention of the trustees to continue making subscriptions to charitable organisations for the foreseeable future. The trustees have already agreed to make donations out of future income to certain named charities on the basis that the charity future funds being available, although these future payments remain at the absolute discretion of the trustees. Details of the quantum of these potential donations have been set out in note 11 to the accounts.

Impact of COVID-19

The trustees have considered the continued impact that COVID-19 has had on the operations of the charity and its ability to meet its objectives over the foreseeable future. The trustees have concluded that the impact to the charity is minimal and they expect that the charity will continue to receive investment income to enable the continued making of grants to charitable organisations.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Trustees' annual report and the accounts in accordance with applicable law and United Kingdom Accounting Standards. The law applicable to charities in England and Wales requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these accounts, the trustees are required to:

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

TRUSTEES' ANNUAL REPORT (CONTINUED)

STATEMENT OF TRUSTEES' RESPONSIBILITIES (continued)

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

ACCOUNTS

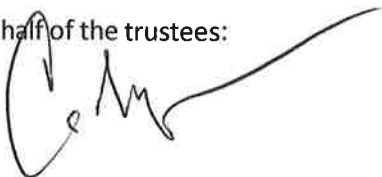
The accounts have been drawn up in compliance with relevant provisions of The Charities Act 2011, the trust deed and the 'Accounting and Reporting by Charities': Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

STATEMENT AS TO DISCLOSURE TO OUR AUDITORS

In so far as the trustees are aware at the time of approving our trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the auditor is unaware;
- the trustees have each taken all steps that he/she is obliged to take as a trustee in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

On behalf of the trustees:



The Earl Cadogan KBE DL

20 January 2022

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE CADOGAN CHARITY**Opinion**

We have audited the financial statements of The Cadogan Charity (the 'charity') for the year ended 5 April 2021 which comprise the statement of financial activities, balance sheet, statement of cashflows 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).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2021 and of its incoming resources and application of resources 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 Charities Act 2011.

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 charity in accordance with the ethical requirements that are 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 relating to going concern

In auditing the financial statements, we have concluded that the trustee's 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 charity'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 auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE CADOGAN CHARITY (continued)**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 3, the trustees 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 charity'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 charity 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 section 144 of the Charities Act 2011 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 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:

We gained an understanding of the legal and regulatory framework applicable to the charity by considering, amongst other things, the sector in which it operates, and considered the risk of acts by the charity that were contrary to applicable laws and regulations, including fraud. We designed audit procedures to respond to the assessed level of risk, but recognised 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 or intentional misrepresentations, or through collusion.

We focused on laws and regulations which could give rise to a material misstatement in the financial statements, including, but not limited to Charities Act 2011.

Our tests included agreeing the financial statement disclosures to underlying supporting documentation, enquiries with management and enquiries of third parties.

As in all our audits, we also addressed the risk of management override of internal controls, including testing journals and evaluating whether there was evidence of bias by management that represented a risk of material misstatement due to fraud.

There are inherent limitations in the audit procedures described above 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 would become aware of it. We did not identify any key audit matters relating to irregularities, including fraud.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE CADOGAN CHARITY (continued)

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 auditor's report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with regulations made under section 154 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Dixon Wilson Audit Services LLP

.....
Dixon Wilson Audit Services LLP, Statutory Auditor
22 Chancery Lane
London
WC2A 1LS

24 January 2022
Date:.....

Dixon Wilson Audit Services LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

STATEMENT OF FINANCIAL ACTIVITIES

for the year ended 5 April 2021

		Unrestricted Income Fund	Rector's Restricted Income Fund	General Permanent Endowment Fund	Rectors' Permanent Endowment Fund	Total 2021	Total 2020
	Note	£	£	£	£	£	£
Income and Endowments from:							
Donations and legacies	2	810,616	-	-	-	810,616	937,658
Investment income	3	1,780,738	342	-	-	1,781,080	1,745,582
Total incoming resources		2,591,354	342	-	-	2,591,696	2,683,240
Expenditure on:							
Raising funds	4	-	-	26,822	-	26,822	26,796
Charitable activities	5	2,480,881	12,000	-	-	2,492,881	2,496,901
Total expenditure		2,480,881	12,000	26,822	-	2,519,703	2,523,697
Gains/(losses) on investments:							
Realised		-	-	301,162	4,693	305,855	(35,790)
Unrealised	6	-	-	(10,740,776)	-	(10,740,776)	(6,021,578)
Net income/(expenditure)		110,473	(11,658)	(10,466,436)	4,693	(10,362,928)	(5,897,825)
Transfer between funds		(11,000)	11,000	-	-	-	-
Net movement in funds		99,473	(658)	(10,466,436)	4,693	(10,362,928)	(5,897,825)
Fund balances brought forward	8	619,062	1,767	64,562,511	60,202	65,243,542	71,141,367
Fund balances carried forward		£718,535	£1,109	£54,096,075	£64,895	£54,880,614	£65,243,542

The notes on pages 11 to 22 form part of these accounts.

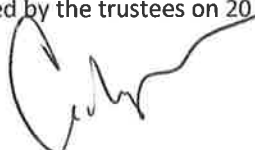
BALANCE SHEET

at 5 April 2021

	Note	2021 £	2020 £
Fixed assets			
Investments	6	<u>53,906,900</u>	<u>64,456,204</u>
Current assets			
Cash at bank	7	<u>979,714</u>	<u>793,338</u>
Current liabilities - amounts falling due within one year			
Accrued expenses		<u>6,000</u>	<u>6,000</u>
Net current assets		973,714	787,338
Total assets less current liabilities	9	<u>£54,880,614</u>	<u>£65,243,542</u>
Funds			
UNRESTRICTED FUND			
General Fund - income	9	718,535	619,062
RESTRICTED FUND			
Rectors' Fund - income	9	1,109	1767
ENDOWMENT FUNDS			
General Permanent Fund	9	54,096,075	64,562,510
Rectors' Permanent Fund	9	64,895	60,202
		<u>£54,880,614</u>	<u>£65,243,542</u>

The notes on pages 11 to 22 form part of these accounts.

Approved by the trustees on 20 January 2022 and signed on their behalf by:



The Earl Cadogan KBE DL – Trustee

CASH FLOW STATEMENT

for the year ended 5 April 2021

		2021	2020
		£	£
	Note		
Net income		(10,362,928)	(5,897,825)
Add net losses gains on investments		10,434,921	6,057,368
Deduct interest income shown in investing activities		(2,342)	(22,474)
Deduct dividend income shown in investing activities		(1,778,738)	(1,723,108)
Decrease in creditors		-	-
Net cash used in operating activities		(1,709,087)	(1,586,039)
Cash flows from investing activities			
Dividends received		1,778,738	1,723,108
Interest received		2,342	22,474
Proceeds from sales of investments		1,980,510	1,226,849
Purchase of investments		(1,866,127)	(1,271,642)
Net cash provided by investing activities		1,895,463	1,700,789
Change in cash and cash equivalents in the year		186,376	114,750
Cash at bank and cash equivalents brought forward	7	793,338	678,588
Cash at bank and cash equivalents carried forward	7	£979,714	£793,338

The notes on pages 11 to 22
form part of these accounts.

NOTES TO THE ACCOUNTS

for the year ended 5 April 2021

1 ACCOUNTING POLICIES

The principle accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the accounts are as follows:

Key judgements and sources of estimation uncertainty

The valuation of unlisted shares is considered to be the key area of estimation uncertainty. The unlisted shares are valued at the trustees' estimate of their market value, using the net asset value method with a 65% adjustment to reflect deferred tax, lack of marketability and lack of control. The value of these investments at the year-end was £49,380,000 (2020 - £60,760,000).

Basis of preparation

The accounts are prepared under the historical cost convention modified to include the revaluation of investments. The accounts are in accordance with the 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) – Charities SORP (FRS 102) – effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

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

Income

Dividends and interest are recorded in the statement of financial activities when they are due to the charity.

Voluntary income is recognised in the statement of financial activities when there is evidence of entitlement to the receipt and the receipt is probable and the amount can be measured reliably. This includes taxation recoverable deducted from distributions.

Expenditure

All expenses are included in the statement of financial activities on the accruals basis.

Grants

Grants are included in the statement of financial activities at the time they are approved by the trustees. Where grants are subject to conditions, they are recognised when those conditions are met. No provision is made for intended grants which are subject to funds being available.

Fund accounting

Unrestricted income funds are available to spend on activities that further any purposes of the charity.

Restricted income funds are solely used for the particular purposes of the charity's work, specified by the donor.

Permanent endowment funds require that the trustees invest the capital in perpetuity.

Investments

Investments are a form of basic financial instrument and are measured at their fair value through the SOFA. Listed investments have been valued at mid-market value on 5 April 2021. Unlisted investments have been valued at the trustees' estimate of their market value, using the net asset value method with a 65% adjustment to reflect deferred tax, lack of marketability and lack of control.

NOTES TO THE ACCOUNTS

for the year ended 5 April 2021

1 ACCOUNTING POLICIES (CONTINUED)*Cash at bank and brokers deposits*

Cash in the balance sheet comprises cash at bank and is stated net of any bank overdrafts.

Brokers deposits are also included in cash at bank.

Creditors

Creditors are recognised where the charity has a present obligation resulting in the transfer of funds to a third party.

2 VOLUNTARY INCOME

	2021	2020
	£	£
Distribution from Lady Cadogan 1983 settlement	797,174	927,273
Distribution from the Cadogan Pension Trust	13,442	10,385
	£810,616	£937,658

The distributions were made without any reservation of benefit.

The Rt Hon The Eighth Earl Cadogan KBE DL, a trustee of The Cadogan Charity, is also a trustee of the Lady Cadogan 1983 Settlement and the Cadogan Pension Trust.

The Viscount Chelsea DL, a trustee of The Cadogan Charity, is also a trustee of the Cadogan Pension Trust.

3 INVESTMENT INCOME

	2021	2020
	£	£
Dividends from quoted investments	59,546	85,788
Gross interest from quoted investments	1,135	20,872
Dividends from unquoted investments	1,719,192	1,637,320
Gross interest from unquoted investments	-	390
Bank deposit interest	1,207	338
	£1,781,080	£1,745,582

4 RAISING FUNDS

In 2021 and 2020 the full cost of raising funds related to investment manager fees.

NOTES TO THE ACCOUNTS
for the year ended 5 April 2021

5 CHARITABLE ACTIVITIES

GRANTS

	2021	2020
	£	£
To charities supporting social and welfare aspects within the community:		
Ardington Church	10,000	-
Braemar Community Limited & the Raising the Standard Project	5,000	-
Brompton Oratory	2,000	2,000
Cardinal Hume Centre	10,000	10,000
Chelsea Physic Garden	200,000	-
Christ the King Parish in Brora	4,000	-
East Sutherland Rescue Association	237,980	-
Erskine (Caring for Scottish veterans)	2,000	-
Farms for City Children	-	2,000
Glass Door	100,000	100,000
London Playing Fields Foundation	75,000	140,000
Natural History Museum	250,000	250,000
Royal Trinity Hospice	10,000	-
Prince's Trust	25,000	20,000
Samaritans	15,000	10,000
Scottish Mountain Rescue	5,000	5,000
See Saw	-	5,000
St Mary's Church Birnam	10,000	15,000
St Paul's Cathedral - Equal Access Project	-	250,000
St Patrick's Catholic Church	-	10,000
Stable Family Home Trust	5,000	5,000
Ulysses Trust	10,000	-
Wellbeing of Women	25,000	-
Total charities supporting social and welfare aspects within the community	£1,000,980	£824,000

NOTES TO THE ACCOUNTS

for the year ended 5 April 2021

5 CHARITABLE ACTIVITIES (CONTINUED)

GRANTS (CONTINUED)

	2021	2020
	£	£
To charities supporting medical research:		
Alzheimer's Research UK	10,000	10,000
Barts Charity	50,000	-
Blue Cross	-	25,000
Breast Cancer Haven	-	5,000
Children's Trust	50,000	30,000
Cystic Fibrosis	-	5,000
Downs Syndrome Association	-	5,000
Institute of Cancer Research	-	20,000
JDRF	50,000	50,000
London Air Ambulance	50,000	50,000
Moghissi Laser Trust Fund	25,000	25,000
Parkinson's UK	5,000	5,000
Royal Brompton & Harefield Hospitals	10,000	
Royal College of Surgeons	100,000	100,000
Royal Hospital for Neuro-disability	10,000	-
Scotland's Charity Air Ambulance (SCAA)	10,000	5,000
St John of Jerusalem Eye Hospital Group	5,000	5,000
St Luke's Healthcare for the Clergy	3,000	-
The Champion Cancer Trust	-	6,000
Tommy's	2,000	-
Versus Arthritis	-	5,000
World Sight Foundation	-	2,000
Total charities supporting medical research	£380,000	£308,000

NOTES TO THE ACCOUNTS

for the year ended 5 April 2021

5 CHARITABLE ACTIVITIES (CONTINUED)

GRANTS (CONTINUED)

	2021	2020
	£	£
To military charities:		
ABF the Soldiers Charity	25,000	-
Battle of Britain Memorial Trust	-	5,000
Black Stork Charity	250,000	500,000
Coldstream Guards	10,000	10,000
D-Day 75 Garden	-	10,000
F.A.N.Y	15,000	15,000
Guild Air Pilots Trust	10,500	10,500
Royal Hospital Chelsea - In-House Mobility Fund	150,000	150,000
Taigh Mor Foundation	-	10,000
Walking with the Wounded	-	10,000
Total military charities	£460,500	£720,500
	2021	2020
	£	£
To charities supporting conservation and the environment:		
Blue Highlands Raptor Rescue & Avian Conservation Centre	15,000	-
Bumblebee Conservation Trust	-	5,000
Innovation for Agriculture	-	100,000
Missing Salmon Alliance	50,000	50,000
The Game and Wildlife Trust	-	150,000
Total charities supporting conservation and the environment	£65,000	£305,000

NOTES TO THE ACCOUNTS
for the year ended 5 April 2021

5 CHARITABLE ACTIVITIES (CONTINUED)

GRANTS (CONTINUED)

	2021	2020
	£	£
To educational charities:		
Coram	45,000	50,000
Countryside Learning Scotland	10,000	10,000
Heathfield School	100,000	-
Royal Masonic School for Girls - Cadogan Hardship Fund	44,000	43,000
Royal Masonic School for Girls - Cadogan Rose Bursary	62,000	71,000
SRUC Oatridge Campus	10,000	10,000
Tall Ships Youth Trust	2,000	2,000
Total educational charities	£273,000	£186,000
	2021	2020
	£	£
To animal welfare charities:		
Battersea Cats & Dogs Home	-	10,000
Brooke Action for working horses & donkeys	20,000	-
Canine Partners in Scotland	10,000	10,000
Dogs Trust	1,000	1,000
Red Squirrel Survival Trust	-	10,000
Royal Veterinary College	100,000	100,000
WWF-UK	5,000	5,000
Total animal welfare charities	£296,000	£136,000
TOTAL DONATIONS	£2,475,480	£2,479,500

RECTORS' FUND

Under the designation dated 3 December 1985 the Seventh Earl Cadogan directed that the income arising on the gift from Cadogan Holdings Company (now Cadogan Holdings Limited) should be paid to one or more of the rectors of Holy Trinity Church, Sloane Street, St Luke's Church, Christchurch Church and Chelsea Old Church, as the trustees may from time to time decide in reimbursement of the rector's or the rectors' parochial working expenses. Any surplus income arising shall be applied in such manner as the trustees may decide. During the year £12,000 (2020 - £12,000) was paid to the rectors.

NOTES TO THE ACCOUNTS

for the year ended 5 April 2021

5 CHARITABLE ACTIVITIES (CONTINUED)

GOVERNANCE COSTS

	2021 £	2020 £
General fund income:		
Audit fee	5,401	5,401
	£5,401	£5,401

The trustees received no remuneration or expenses during the year (2020 - nil).

6 INVESTMENTS

GENERAL PERMANENT ENDOWMENT FUND

LISTED	Cost £	Market Value at 5 April 2021 £
121,324 1.25% UK Treasury Stock	132,571	119,977
90 Allianz China	60,288	150,123
752 Ashmore Emerging Markets	99,360	87,948
588 Atlas Global Infrastructure Fund	67,233	69,252
79,994 Blackrock Euro Dynamic	117,611	194,304
80,000 Citi £10.28% FTSE100	80,000	86,040
1,413 Findlay Park American Fund	77,607	171,476
18,826 GAM UK Equity Income	180,000	173,381
56,263 HSBC FTSE All World	88,095	109,939
16,957 iShares China CNY Bond UCITS ETF	68,656	65,628
6,066 iShares Physical Metals PLC	122,399	148,101
7,577 iShares USD Treasury Bond 20+yr	43,659	36,959
114,111 JPM Emerging Markets Income Fund	82,514	82,639
61,332 JPMorgan US Equity Income Fund	156,958	229,075
768 Lumyna Sandbar Global Equity	77,123	79,549
73,866 Majedie UK Equity Fund	111,527	108,849
2,751 Morgan Stanley Global Asset Backed	68,878	68,146
1,840 MU Lyxor Core US	184,663	204,194
58,090 Ninety One III Global	95,668	90,196
13,089 Polar Global Insurance Fund	69,566	75,987
2,146 Robeco BP Global Premium Equities	238,485	271,748
1,392 RWC Global Emerging Markets Fund	174,860	169,245
110,000 Schroder Asian Alpha Plus Fund	99,369	147,290
Balance carried forward	2,497,090	2,940,046

NOTES TO THE ACCOUNTS

for the year ended 5 April 2020

6 INVESTMENTS (CONTINUED)

		<i>Cost</i>	<i>Market Value at 5 April 2021</i>
		£	£
	Balance brought forward	2,497,090	2,940,046
1,638	Schroder Diversified Alternative Assets	170,636	169,976
6,361	Spyglass US Growth Fund (UCITS)	80,000	102,640
12,692	T Rowe Asian Opportunities Equity	132,928	130,735
7,347	T Rowe Global Technology Equity Fund	66,782	89,359
150,000	Trojan Income Fund Class S Investments	276,353	264,045
2,500	Vanguard FTSE JAPAN ETF	57,084	65,834
816	Veritas Global Equity Income Fund	123,874	165,842
1,275	Vontobel 24	129,668	131,733
18,522	Wellington Global Healthcare Equity Fund	147,144	171,824
792	William Blair U.S Small Mid-Cap Growth Fund	90,392	133,542
17,119	Wisdom Tree Hedged Metal Sec Ltd	177,862	161,325
		<u>£3,949,812</u>	<u>£4,526,901</u>
		<i>Cost</i>	<i>Market Value at 5 April 2021</i>
		£	£
UNLISTED			
Cadogan Group Holdings Limited:			
4,982,083	Ordinary £1 shares	60,000	48,170,000
Cadogan Hotels Group Limited:			
3,923,390	Ordinary £1 shares	-	1,210,000
		<u>£60,000</u>	<u>£49,380,000</u>

The holding of ordinary shares in Cadogan Group Holdings Limited and Cadogan Hotels Group Limited comprises 4.15% of the allotted shares of each company. Viscount Chelsea DL, a trustee of the charity, is a director of both companies.

During the year the charity received income of £1,719,192 (2020 - £1,637,320) from Cadogan Group Holdings Limited.

NOTES TO THE ACCOUNTS

for the year ended 5 April 2021

6 INVESTMENTS (CONTINUED)

Investment movements in the year were as follows:

	UK investments listed on a recognised exchange	Unlisted investments	Total
	£	£	£
Market value at 5 April 2020	3,696,204	60,760,000	64,456,204
Additions	1,866,127	-	1,866,127
Disposals	(1,674,655)	-	(1,674,655)
Net gain/(loss) on revaluation	639,224	(11,380,000)	(10,740,776)
Market value at 5 April 2021	£4,526,900	£49,380,000	£53,906,900
Historical cost at 5 April 2021	£3,950,135	£60,000	£4,010,135

7 CASH AND CASH EQUIVALENTS RECONCILIATION

	2021 £	2020 £
Cash in bank	708,858	610,043
Brokers deposit	270,856	183,295
Total cash and cash equivalents	£979,714	£793,338

NOTES TO THE ACCOUNTS

for the year ended 5 April 2021

8 ANALYSIS OF PRINCIPAL STATEMENT OF FINANCIAL ACTIVITIES COMPONENTS

For the year ended 5 April 2020

	Note	Unrestricted Income Fund £	Rector's Restricted Income Fund £	General Permanent Endowment Fund £	Rectors' Permanent Endowment Fund £	Total £
Income and Endowments from:						
Donations and legacies	2	937,658	-	-	-	937,658
Investment income	3	1,741,668	3,914	-	-	1,745,582
Total incoming resources		2,679,326	3,914	-	-	2,683,240
Expenditure on:						
Raising funds	4	-	-	26,327	469	26,796
Charitable activities	5	2,484,901	12,000	-	-	2,496,901
Total expenditure		2,484,901	12,000	26,327	469	2,523,697
Gains/(losses) on investments:						
Realised		-	-	(26,270)	(9,520)	(35,790)
Unrealised	6	-	-	(6,016,137)	(5,441)	(6,021,578)
Net income/(expenditure)		194,425	(8,086)	(6,068,734)	(15,430)	(5,897,825)
Transfer between funds		(9,000)	9,000	-	-	-
Net movement in funds		185,425	914	(6,068,734)	(15,430)	(5,897,825)
Fund balances brought forward	8	433,637	853	70,631,245	75,632	71,141,367
Fund balances carried forward		£619,062	£1,767	£64,562,511	£60,202	£65,243,542

NOTES TO THE ACCOUNTS

for the year ended 5 April 2021

9 ANALYSIS OF NET ASSETS BETWEEN FUNDS

At 5 April 2021

	Investments £	Bank balances £	Creditors £	Total £
Unrestricted General Fund	-	724,535	(6,000)	718,535
Restricted Rectors' Fund	-	1,109	-	1,109
Endowment Funds:				
General Permanent Fund	53,842,005	254,070	-	54,096,075
Rectors' Permanent Fund	64,895	-	-	64,895
	£53,906,900	£979,714	£(6,000)	£54,880,614

At 5 April 2020

	Investments £	Bank balances £	Creditors £	Total £
Unrestricted General Fund	-	625,062	(6,000)	619,062
Restricted Rectors' Fund	-	1,767	-	1,767
Endowment Funds:				
General Permanent Fund	64,396,002	166,509	-	63,562,511
Rectors' Permanent Fund	60,202	-	-	60,202
	£64,456,204	£793,338	£(6,000)	£65,243,542

10 TAXATION

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

NOTES TO THE ACCOUNTS

for the year ended 5 April 2021

11 FUTURE DONATIONS

The trustees have resolved that significant donations to certain charities will be paid out of future income. The position relating to these intentions is as follows:

	£
Payable in the year to 5 April 2022	1,300,000
Payable in the year to 5 April 2023	1,000,000
Payable in the periods post 5 April 2023	900,000
	£3,200,000

No provision has been made in the accounts for intended donations, as these are subject to future funds being available and payments are at the discretion of the trustees.

12 FINANCIAL ASSETS AND LIABILITIES

The following are financial liabilities that qualify as basic financial instruments and are initially recognised at transaction value and subsequently measured at their amortised cost:

	2021	2020
	£	£
Creditors	£6,000	£6,000

The following are financial assets that qualify as basic financial instruments and are initially recognised at transaction value and subsequently measured at their fair values at the balance sheet date using the closing quoted market price:

	2021	2020
	£	£
Fixed asset investments	£53,906,900	£64,456,204

