

**THE ARTHUR TOWNROW
PENSIONS FUND
REPORT AND ACCOUNTS
FOR THE YEAR ENDED
31 MARCH 2021**

THE ARTHUR TOWNROW PENSIONS FUND
REPORT AND ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021
CHARITY COMMISSION REFERENCE NUMBER: 252256

CONTENTS

Page

1 - 3	Trustees' Report
4	Independent Examiner's Report
5	Statement of Financial Activities
6	Balance Sheet
7 - 9	Notes to the Accounts
10 - 12	Schedule of Investments

THE ARTHUR TOWNROW PENSIONS FUND

TRUSTEES' REPORT

The trustees submit their report and the accounts for the year ended 31 March 2021.

ADMINISTRATIVE DETAILS

Trustees

Trustees, who also comprise the Committee of Management, are appointed in accordance with the regulations contained in the Declaration of Trust and are currently as follows:

Successor of Margaret Warner dec'd	E J Froggatt (formerly E J Agulnik) (chairperson)
The Mayor of the Borough of Chesterfield	Cllr G Falconer
The Vicar of the Parish of Chesterfield	None currently nominated
The Superintendent Minister of the Chesterfield Methodist Circuit	Revd S Adair
Nominated representatives of:	
Chesterfield Borough Council	None currently nominated
Bolsover District Council	Cllr J Wilson & Cllr P Clough
North East Derbyshire District Council	None currently nominated
South Yorkshire Community Foundation Limited	None currently nominated
Sheffield City Council	None currently nominated
National Council for Voluntary Organisations	I Newby-Milton-Scott
Co-opted trustees	A N Hay (vice-chairperson)
Former Mayor of Chesterfield	Cllr S Brunt

Bankers	The Co-operative Bank plc 15 Elder Way, Chesterfield
Accountants	Shorts Chartered Accountants 2 Ashgate Road, Chesterfield
Solicitor	Banner Jones 24 Glumangate, Chesterfield
Investment advisers	J M Finn & Co Salisbury House, London Wall, London
Registered address	P O Box 48 Chesterfield, S40 1XT
Charity number	252256
Secretary	S Dunwell

GOVERNING INSTRUMENT

The Charity is regulated by a Declaration of Trust dated 31 December 1966, modified by a Scheme of 20 February 1975, and approved by the Board of Charity Commissioners for England and Wales.

THE ARTHUR TOWNROW PENSIONS FUND

TRUSTEES' REPORT - continued

OBJECTIVES

The objectives of the Arthur Townrow Pensions Fund are to provide financial benefit, by the granting of annuities, to certain women of limited means.

The declaration of trust of 31 December 1966 distinguishes between annuitants who reside within the Principal Area of Benefit (being the District Council Areas of Chesterfield, Bolsover and North East Derbyshire) and those who reside elsewhere in England.

In order to be eligible for an annuity within the Principal Area of Benefit all persons:

- a. shall have already attained the age of forty years and either have never been married or are widows without children, or
- b. irrespective of age, are widows with children.

However, a person who is resident outside the Principal Area of Benefit may only be granted an annuity if she has attained the age of forty years and has never been married.

Furthermore, no person shall be granted an annuity unless she is:

- a. a member of the Church of England and an adherent to the doctrine of that church, or
- b. a member of a Protestant Church which acknowledges the Holy Trinity as taught in the Church of England.

POLICIES ADOPTED TO FURTHER THE OBJECTIVES

In order to try and achieve these objectives the trustees have had leaflets printed and circulated including publications in Church of England and Protestant magazines/newsletters which explain the principles of the fund. They are also in continual contact with other charitable and caring organisations throughout England for prospective annuitants. In this day and age the annuities paid are predominantly to elderly women and the trustees remain vigilant in their efforts to secure further awards to those of limited means who fulfil the conditions of this charity.

There have been no material changes in these policies since the last report.

REVIEW OF THE ACTIVITIES AND ACHIEVEMENTS DURING THE YEAR

In planning the trust's activities the trustees keep in mind at all times the Charity Commission's guidance on public benefit as well as the specific objectives of the Fund.

There were 141 annuitants at 31 March 2021 (2020: 150) and payments this year totalled £101,940 (2020: £108,600). Annuity payments remained at £60 per month throughout the year making a total of £720 per annum to existing annuitants, as in the previous year.

The investment strategy is designed to maximise income with a broad spread of investments to minimise risk and the portfolio is managed by J M Finn & Co., one of the country's leading investment manager companies.

FINANCIAL REVIEW

Investment income totalled £120,776 this year, compared to £140,250 in the previous year. This represents a 4.31% return on the current cost of the investments compared to 5.49% last year.

Expenditure other than annuity payments totalled £44,807 for the year compared to £45,776 in 2020.

Overall net income/(loss) before gains or losses on investments was a loss of £25,804 leaving the Unrestricted Income Fund with a balance of £247,998 to be carried forward at the year end.

The market value of the Fund's investment portfolio has increased by 20.25% from an opening value of £3,655,996 to a closing value at the year end of £4,396,345.

THE ARTHUR TOWNROW PENSIONS FUND

TRUSTEES' REPORT - continued

RISK REVIEW

The Committee of Management has conducted a review of the major risks to which the charity is exposed and systems have been established to mitigate these risks.

The trustees consider that the major risk the charity faces is that its investment income will be insufficient to meet its objectives. This risk is controlled by a regular review, aided by professional investment managers, of the charity's investments portfolio. The risk profile of the investment portfolio is medium risk with no minimum percentage of low risk investments.

RESERVES

The trustees deem it prudent to maintain reserves equal to approximately three years' projected expenditure. The trustees consider that at 31 March 2021 the charity's resources are adequate to enable it to fulfil its obligations in the foreseeable future.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that 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 in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

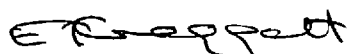
The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, 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

INDEPENDENT EXAMINER

H K Freeman has expressed his willingness to continue in office and a resolution to reappoint him as independent examiner will be put to the trustees at the annual general meeting.

Approved by the Trustees on 4 October 2021 and signed on their behalf by:

E J Froggatt
Chairperson



THE ARTHUR TOWNROW PENSIONS FUND
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2021

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 March 2021, which are set out on pages 5 to 9.

This report is made solely to the charity's trustees, as a body, in accordance with the Charities Act 2011. My examination has been undertaken so that I might state to the charity's trustees those matters which I am required to state to them and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees, as a body, for my work, for this report, or for the opinions that I have formed.

Respective responsibilities of trustees and examiner

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act'). The trustees consider that an audit is not required for this year under section 144(2) of the Act and that an independent examination is needed.

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

H K Freeman

H K Freeman BSc FCA
Chartered Accountant

4 October 2021

2 Ashgate Road
Chesterfield
Derbyshire
S40 4AA

THE ARTHUR TOWNROW PENSIONS FUND

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted income fund £	Permanent endowment fund £	Total funds 2021 £	Total funds 2020 £
Income					
Investment income:					
Income from UK listed investments		120,776	-	120,776	140,250
Bank interest		167	-	167	202
Interest on overdue tax		-	-	-	9
Total Income		120,943	-	120,943	140,461
Expenditure					
Raising funds:					
Investment management charges		20,468	-	20,468	20,964
Charitable activities:					
Annuities		101,940	-	101,940	108,600
Administration costs	2	24,339	-	24,339	24,812
Total Expenditure		146,747	-	146,747	154,376
Net income/(expenditure) before gains and losses on investments		(25,804)	-	(25,804)	(13,915)
Other Recognised Gains/(Losses)					
Gains/(Losses) on investments:					
Realised		-	6,752	6,752	(311,714)
Unrealised		-	585,125	585,125	(39,368)
Net Movement in Funds		(25,804)	591,877	566,073	(364,997)
Reconciliation of Funds					
Funds brought forward at 1 April 2020		273,802	3,754,669	4,028,471	4,393,468
Funds carried forward at 31 March 2021		247,998	4,346,546	4,594,544	4,028,471

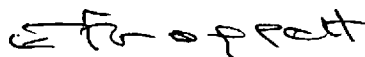
THE ARTHUR TOWNROW PENSIONS FUND

BALANCE SHEET AT 31 MARCH 2021

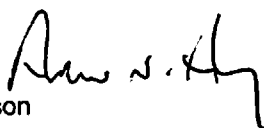
	Notes	2021 £	2020 £
Fixed Assets			
Investments	3	4,396,345	3,655,996
Current Assets			
Debtors	4	68,345	235,628
Cash at bank	5	138,434	146,687
		<u>206,779</u>	<u>382,315</u>
Creditors:			
Amounts falling due within one year	6	8,580	9,840
Net Current Assets		<u>198,199</u>	<u>372,475</u>
Net Assets		<u><u>4,594,544</u></u>	<u><u>4,028,471</u></u>
Funds	7		
Unrestricted income fund		247,998	273,802
Permanent endowment fund		4,346,546	3,754,669
		<u><u>4,594,544</u></u>	<u><u>4,028,471</u></u>

Approved by the Trustees on 4 October 2021 and signed on their behalf by:

E J Froggatt
Chairperson



A N Hay
Vice-chairperson



THE ARTHUR TOWNROW PENSIONS FUND

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

1 ACCOUNTING POLICIES

Basis of Accounting

The financial statements are prepared under the historical cost convention, as modified by the revaluation of investments. 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) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Cash Flow Statement

Advantage has been taken of the exemption granted to small entities from the requirement to present a cash flow statement.

Investments

Investments are stated at the market value at the year end. The surplus or deficiency on revaluation is taken to the Statement of Financial Activities.

Incoming Resources

Voluntary income is brought into account when received. Investment income is included in the financial statements on an accruals basis.

Resources Expended

Annuities paid and administration costs are charged on an accruals basis.

Fund Accounting

Unrestricted funds comprise the accumulated surplus or deficit on the income and expenditure account. They are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. The permanent endowment fund represents funds where the capital is held until the objectives of the charity are satisfied.

2 ADMINISTRATION COSTS

	2021 £	2020 £
Secretarial services	15,250	14,875
Independent examiner's remuneration:		
Fees for independent examination	7,400	7,640
Other services	1,000	1,000
Costs of trustees' meetings and other expenses	-	140
Printing, stationery, and postage	689	1,157
	<u>24,339</u>	<u>24,812</u>

Included above is reimbursement of expenses for NIL trustees totalling £NIL (2020: £100 for 1 trustee) which usually comprises attending trustees' meetings and travel and accommodation for meetings with the Fund's investment advisers.

Other than as mentioned above, no trustee or connected person received any remuneration or benefit from the funds of the charity in either this or the preceding year. There are no other related party transactions that require disclosure.

THE ARTHUR TOWNROW PENSIONS FUND

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021 *(continued)*

	2021	2020
	£	£
3 FIXED ASSET INVESTMENTS		
UK listed investments:		
Market Value 1 April 2020	3,655,996	4,102,363
Additions	261,164	811,120
Disposals	(105,942)	(945,772)
Net unrealised investment gains/(losses)	585,127	(311,715)
	<u>4,396,345</u>	<u>3,655,996</u>
Market Value 31 March 2021	<u>4,396,345</u>	<u>3,655,996</u>
Historical Cost 31 March 2021	<u>2,781,556</u>	<u>2,556,215</u>
4 DEBTORS		
Accrued investment income	2,679	1,899
Income tax recoverable	-	-
Funds in hands of the stockbroker	65,666	233,729
	<u>68,345</u>	<u>235,628</u>
5 CASH AT BANK		
Deposit accounts	47,610	47,445
Current accounts	90,824	99,242
	<u>138,434</u>	<u>146,687</u>
6 CREDITORS: Amounts falling due within one year		
Annuities for March 2021	180	1,440
Accruals	8,400	8,400
	<u>8,580</u>	<u>9,840</u>

THE ARTHUR TOWNROW PENSIONS FUND

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021 *(continued)*

7 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Investments	Net current assets	Total 2021
	£	£	£
Unrestricted Income Fund	115,465	132,533	247,998
Permanent Endowment Fund	4,280,880	65,666	4,346,546
	<u>4,396,345</u>	<u>198,199</u>	<u>4,594,544</u>

	Investments	Net current assets	Total 2020
	£	£	£
Unrestricted Income Fund	135,056	138,746	273,802
Permanent Endowment Fund	3,520,940	233,729	3,754,669
	<u>3,655,996</u>	<u>372,475</u>	<u>4,028,471</u>

8 TAXATION

As the Fund is a registered charity it is exempt from taxation on its income and capital gains. The charity has borne value added tax on its expenditure where appropriate.

THE ARTHUR TOWNROW PENSIONS FUND

SCHEDULE OF INVESTMENTS AND INVESTMENT INCOME FOR THE YEAR ENDED 31 MARCH 2021

Summary	Market value at 31.3.20 £	Acquisitions during year £	Realisations during year £	Realised gains (losses) £	Unrealised gains (losses) £	Market value at 31.3.21 £	Cost at 31.3.21 £	Income 2021 £	Income 2020 £
Equity Shares	3,084,880	261,185	(112,694)	8,752	573,592	3,813,705	2,232,886	105,172	126,124
Government Securities	250,852	-	-	-	(3,452)	247,200	253,606	2,929	5,122
Investment Companies	320,454	-	-	-	14,987	335,441	295,055	12,675	9,004
	3,655,996	261,185	(112,694)	8,752	585,127	4,396,346	2,781,557	120,776	140,250

Equity Shares	Market value at 31.3.20 £	Acquisitions during year £	Realisations during year £	Realised gains (losses) £	Unrealised gains (losses) £	Market value at 31.3.21 £	Cost at 31.3.21 £	Income 2021 £	Income 2020 £
Amazon 100 Com Stock US\$0.01	157,102	-	-	-	67,330	224,432	43,997	-	-
Aviva 20,000 Ordinary Shares of £0.25	-	-	-	-	-	-	-	-	4,150
BB Healthcare Trust 75,000 Ordinary Shares of £0.01	92,250	-	-	-	49,875	142,125	75,470	3,694	1,819
BHP Billiton 4,000 Ordinary Shares of US\$0.50	50,080	-	-	-	33,700	83,780	38,770	4,604	4,507
BP 15,000 Ordinary Shares of US\$0.25	51,630	-	-	-	(7,432)	44,198	85,866	3,011	4,859
BT Group 30,000 Ordinary Shares of £0.05	-	-	-	-	-	-	-	-	4,620
Croda International 2,827 Ordinary Shares of £0.10609756	120,769	-	-	-	58,689	179,458	7,751	2,544	5,868
Decura Pharmaceuticals 2,000 Ordinary Shares of £0.01	47,040	-	-	-	21,560	68,600	50,511	686	632
Diageo 5,000 Ordinary Shares of £0.28935185	129,325	-	-	-	20,150	149,475	1,463	3,494	3,429
Essity AB SerB'ngv 3,750 Ordinary Shares	93,423	-	-	-	(7,497)	85,926	68,042	2,892	1,244
GlaxoSmithKline 7,000 Ordinary Shares of £0.25	106,022	-	-	-	(15,862)	90,160	66,988	5,600	5,600
Halma 7,500 (2020: 10,000) Ordinary Shares of £0.10	182,100	-	(62,007)	13,882	33,975	178,050	12,030	1,683	1,854
HSBC Holdings 12,750 Ordinary Shares of US\$0.50	57,917	-	(50,667)	(7,230)	-	-	-	-	5,049
Impax Environmental 35,000 Ordinary Shares of £0.10	93,800	-	-	-	59,325	153,125	108,727	1,855	-
Jardine Matheson Holdings Ltd 2,400 Ordinary Shares of US\$0.25	96,692	-	-	-	17,143	113,835	72,784	3,319	3,203
Legal & General Group 35,000 Ordinary Shares of £0.025	67,848	-	-	-	29,837	97,685	53,398	6,150	5,863
Lloyds Banking Group 58,329 Ordinary Shares of £0.10	-	-	-	-	-	-	-	-	1,902
carried forward	1,355,996	-	(112,694)	8,752	360,793	1,610,848	685,607	39,532	54,599

THE ARTHUR TOWNROW PENSIONS FUND

SCHEDULE OF INVESTMENTS AND INVESTMENT INCOME FOR THE YEAR ENDED 31 MARCH 2021 (continued)

Equity Shares (continued)	Market value at 31.3.20 £	Acquisitions during year £	Realisations during year £	Realised gains (losses) £	Unrealised gains (losses) £	Market value at 31.3.21 £	Cost at 31.3.21 £	Income 2021 £	Income 2020 £
brought forward	1,355,998	-	(112,694)	6,752	360,793	1,810,849	685,807	39,532	54,599
LXI REIT									
128,551 (2020: 113,460) Ordinary Shares of £0.01	123,444	18,288			19,712	159,454	138,285	6,272	5,836
M&G Plc									
35,000 Ordinary shares of £0.05	39,410				33,180	72,560	85,361	7,620	-
Microsoft Corp									
1,000 shares \$0.001	127,078				43,939	171,017	87,336	1,383	1,299
National Grid									
13,970 Ordinary Shares of £0.12431289	132,240				(11,539)	120,701	54,381	6,845	6,682
Nestle									
1,250 CHF0.10	104,185				(2,982)	101,203	63,749	1,809	1,512
Pennon Group									
10,000 Ordinary Shares of £0.407	108,550				(11,050)	97,500	51,881	3,688	4,188
Polar Capital Funds Global Insurance									
20,000 Shares	97,422				19,708	117,130	105,537	1,784	1,372
Rio Tinto									
1,500 Ordinary Shares of £0.10	55,778				27,472	83,250	18,185	4,458	7,390
RIT Capital Partners									
6,000 Ordinary Shares of £1.00	108,360				35,640	144,000	102,581	2,100	2,040
Royal Dutch Shell									
7,600 "B" Ordinary Shares of £0.07	101,885				(1,860)	100,125	85,462	3,691	12,643
Siemens AG NPV (REGD)									
1000 ordinary shares	-	99,689			19,433	119,122	99,689	2,258	-
Siemens Energy AG NPV									
500 ordinary shares	-	10,003			3,071	13,074	10,003	-	-
Shares Income									
35,000 Ordinary Shares of £0.50	-				-	-	-	-	2,520
Smith & Nephew									
10,000 Ordinary Shares of US\$0.20	143,450				(5,650)	137,800	53,449	2,973	2,818
Smith (DS)									
25,454 Ordinary Share of £0.10	70,100				33,676	103,776	67,968	-	4,124
Syncona Limited									
40,000 Ordinary shares	83,200				18,400	101,600	107,847	-	920
TP ICAP									
49,000 (2020: 35,000) Ordinary Shares of £0.25	118,440	19,600			(18,750)	119,290	126,981	5,898	4,210
Unilever									
3,000 Ordinary Shares of £0.31111	122,285				(585)	121,680	1,192	4,445	4,283
Verizon Communications									
2,500 Common Stock of US\$0.10	108,235				(2,786)	105,449	52,023	4,047	4,046
Visa Inc									
750 Class 'A' Shares of USD\$0.001	-	115,575			(390)	115,185	115,575	343	-
Vodafone Group									
75,000 Ord Shares of US\$0.2095238	84,750				14,160	98,910	121,643	6,046	5,642
As per summary	3,084,860	261,185	(112,694)	6,752	573,592	3,813,705	2,232,868	105,172	126,124

THE ARTHUR TOWNROW PENSIONS FUND

SCHEDULE OF INVESTMENTS AND INVESTMENT INCOME FOR THE YEAR ENDED 31 MARCH 2021 (continued)

	Market value at 31.3.20 £	Acquisitions during year £	Realisations during year £	Realised gains (losses) £	Unrealised gains (losses) £	Market value at 31.3.21 £	Cost at 31.3.21 £	Income 2021 £	Income 2020 £
Government Securities									
£70,000 2½% Index-Linked Treasury Stock 2024	-	-	-	-	-	-	-	-	5,122
£120,000 1.25% Index-Linked Treasury Stock 2032	250,852	-	-	-	(3,452)	247,200	253,606	2,929	-
As per summary	250,852	-	-	-	(3,452)	247,200	253,606	2,929	5,122

	Market value at 31.3.20 £	Acquisitions during year £	Realisations during year £	Realised gains (losses) £	Unrealised gains (losses) £	Market value at 31.3.21 £	Cost at 31.3.21 £	Income 2021 £	Income 2020 £
Investment Companies									
International Public Partnerships Ltd 82,285 Ordinary Shares of £0.0001	128,333	-	-	-	10,037	138,370	93,808	5,981	3,217
Jupiter Unit Trust Managers Strategic Bond 289,955.47 Z shares	192,121	-	-	-	4,950	197,071	201,247	6,684	6,183
Standard Life Investment Properties Income Trust 53,885 Ordinary Shares of £0.01	-	-	-	-	-	-	-	-	(396)
As per summary	320,454	-	-	-	14,987	335,441	295,055	12,675	9,004