
STANLEY SMITH (UK) HORTICULTURAL TRUST

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2022

STANLEY SMITH (UK) HORTICULTURAL TRUST

CONTENTS

	Page
Reference and Administrative Details of the Charity, its Trustees and Advisers	1
Trustees' Report	2 - 7
Independent Examiner's Report	8 - 9
Statement of Financial Activities	10
Balance Sheet	11 - 12
Notes to the Financial Statements	13 - 26

STANLEY SMITH (UK) HORTICULTURAL TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 5 APRIL 2022

Trustees	A De Brye P R Sykes E N Reed J David S Knees T Upson J Watkins
Charity registered number	261925
Principal office	Royal Botanic Garden Inverleith Row Edinburgh EH3 5LR
Independent Examiners	Mrs K Bretherick FCA Peters Elworthy & Moore Chartered Accountants Salisbury House Station Road Cambridge CB1 2LA
Bankers	Lloyds Bank PLC 48 High Street Newmarket Suffolk CB8 8LF
Solicitors	Macfarlanes LLP 20 Cursitor Street London EC4A 1LT
Investment Advisors	Rathbone Investment Management 1 Curzon Street London W1J 5FB

STANLEY SMITH (UK) HORTICULTURAL TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 5 APRIL 2022

The Trustees present their annual report together with the financial statements of the Charity for the year 6 April 2021 to 5 April 2022. The Trustees confirm that the Annual Report and the financial statements of the charity comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP), 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 of the Charities SORP (FRS102) October 2019, Effective 1 January 2019).

OBJECTIVE AND ACTIVITIES

a. POLICIES AND OBJECTIVES

The Trustees hold both capital and income upon trust for such charitable objectives for the advancement of education in the science of horticulture in the United Kingdom and, so far as it is charitable, outside the United Kingdom as the Trustees in their absolute discretion think fit.

Objectives

The objectives of the Trust are:

- to promote horticulture;
- to promote the conservation of the physical and natural environment by promoting biological diversity;
- to promote the creation, development, preservation and maintenance of gardens accessible to the public; and
- the advancement of horticultural education.

Grants for projects

The Trust achieves its objectives by making grants to individuals, organisations and institutions carrying out projects of significance to:

- horticulture;
- gardening; or
- botany with a strong horticultural element.

The following is a non-exhaustive list of typical projects:

- gardeners' training schemes run by appropriate organisations;
- restoring gardens of historic interest;
- developing new gardens for public access and enjoyment;
- exhibitions, book publications, research and educational programmes relating to horticulture;
- expeditions to collect and protect plants of scientific and horticultural value; and
- study-visits by horticulturists or botanists with strong horticultural links.

STANLEY SMITH (UK) HORTICULTURAL TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

OBJECTIVE AND ACTIVITIES (continued)

b. GRANT MAKING CYCLE

Grants are normally awarded twice a year with the deadline for applications as follows:

- April Trustees' meeting 15 February
- October Trustees' meeting 15 August

Only one grant is usually made for each project but it is possible for subsequent grants to be made over two or three years. It is a condition of the award of a grant that grants not used within six months (or other agreed period) are to be returned to the Trust. It is also a condition that successful applicants report back to the Trust on the use of the grant.

ACHIEVEMENTS AND PERFORMANCE

a. REVIEW OF ACTIVITIES

The Stanley Smith (UK) Horticultural Trust was set up in 1970 with the express purpose of furthering the development of the art and science of horticulture by means of grants paid out of the dividends from the investment of the initial money provided by the founder (Mrs Barbara de Brye who was the daughter of Stanley Smith). The intention of these grants, as defined by the Founder and the first Director, Sir George Taylor FRS, was to improve the quality of horticulture in all possible ways. Behind this stands the idea of improving horticulture for the public generally, and this was and continues to be the main guiding principle of the Trust's activities.

The Trust's procedures were laid down at the beginning: the Director reviews grant applications received before the two annual deadlines (15 February and 15 August) and presents the details of eligible applications in a report to the Trustees. The Trustees then apportion grants according to the views of the Director (as modified by the Trustees themselves, as appropriate), and the cash available at the time. The Trust also awards two traineeships a year and the procedure for this is that the Director investigates six potential host gardens from which Trustees select two based on the information provided. The Director also deals with the day-to-day running of the Trust, and provides horticultural advice to applicants, potential applicants and members of the public generally.

Since 1970 grants amounting to £3,390,821 (grants and traineeships) have been made, mostly to projects in Britain, but some to projects abroad (the September 2021 round included a grant to a British person, paid into his British bank account to attend a botanical conference in Zambia and a grant to a British charity, Fauna and Flora International (FFI)- also paid into a British bank account for a project in Tajikistan). All of these grants and other activities have been made directly for the public benefit. The public generally benefits in terms of improved horticultural facilities and amenities available to them (such as the restoration of historic gardens and the development of new gardens), education (training and employment of personnel) and the publication of research and other information with a direct relevance to horticulture.

This year the activities of the Trust have largely followed the long established pattern described above. The Trustees held two meetings (8 September 2021 and 18 March 2022) to discuss the awarding of grants. At these meetings the Trustees had in mind the advice of the Commission with regard to public benefit. At the September 2021 meeting (Report 101) 23 applications for grants were considered (27 in 2020, Report 99) and 9 grants were made (10 in 2020). At the March 2022 meeting (Report 102) 24 applications were considered (47 in 2021, Report 100) and 13 grants were awarded (15 in 2021). The total value of grants (excluding the traineeship grants) awarded during the year was £71,350 (£65,950 in 2020/2021) making an average award £3,243 (£2,638 in 2020/21). While in the previous year both meetings had been held by Zoom, the September 2021 meeting was held at RHS Garden Wisley and the March 2022 was held at Macfarlanes, London.

STANLEY SMITH (UK) HORTICULTURAL TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

ACHIEVEMENTS AND PERFORMANCE (continued)

Fourteen grants were given for the creation, restoration or development of gardens, five for publications and interpretation, one for travel costs to enable the recipient to attend a conference in Zambia and two for research or conservation. Due to lingering travel restrictions caused by the COVID pandemic there were no grants for plant collecting or fieldwork trips and only the one overseas travel trip mentioned above. Twenty of the grants were for projects in the UK, one was for the conference trip to Zambia and one was for a conservation project in Tajikistan. In both cases the grants were paid into UK bank accounts and therefore no Automatic Exchange of Information (AEOI) application was submitted for the year.

Detailed proposals for traineeship grants were tabled by the Director at the September 2021 meeting and, as usual, six suitable recipient gardens were put forward for the Trustees to select two. The proposed gardens were the University of Bristol Botanic Garden, Working for Gardeners Association (WFGA), Historic and Botanic Gardens Training Programme (HBGTP), Osborne House, Isle of Wight, The Sir Harrold Hillier Gardens, Romsey, Birmingham Botanical Gardens and National Trust for Scotland, Inverewe Garden. After considerable debate and discussion Trustees concluded that all six were worthy of support and decided that two should be offered each year for the next three years as follows: Birmingham and Inverewe for 2022, Bristol and WFGA for 2023 and HBGTP and Hilliers for 2024.

At the March 2022 meeting an investment portfolio presentation was given by Mr Harry Coles and Mr James Mitchell from Rathbones, the Trust's investment managers and a summary of their report can be seen in the minutes of that meeting. Despite continuing concern about the state of the economy and the possibility that income was likely to contract, portfolio performance was not as badly affected as anticipated and, due partly to the Trust's healthy bank deposits, grant-giving was broadly in line with previous years (£71,350 as opposed to £65,950 in 2020/2021 and £80,668 in 2021/2022).

On 14 July 2021 the Trust held an additional meeting where the purpose was to discuss development of a Responsible Investment Policy and the appointment of a new Trustee. The Trust adopted its Environmental, Social and Governance Policy on 1 February 2022 and at the September 2021 meeting Mr John Watkins was welcomed as a new Trustee.

A major initiative for the year was the launch of a new website just before Christmas. As well as making the Trust appear more professional it contains helpful information on the sorts of project the Trust supports, how to apply, examples of good applications and examples of good post project reports. It has been very helpful in supporting applicants and it has been well received. By including examples of good applications and reports it has undoubtedly raised the quality of applications and deterred unsuitable applications.

At their investment portfolio presentation mentioned above Rathbones valued the portfolio at £4,080,759 and estimated annual income to be £134,729 for the end of year 2021/22. In the year ahead the Trust will continue to support two rounds of grants amounting to about £30,000 each and two traineeships of £15,000 each. As is customary the Trust will restrict the number and amount of grants given to match income already received. It is possible that applications for foreign travel will start rising again as COVID restrictions are lifted but, apart from that, the Trust anticipates the types of grant given to be much the same as in previous years.

The Trustees have reviewed the financial position of the Trust and have a reasonable expectation that the Trust has adequate resources to continue in operational existence for the future. Accordingly, the financial statements continue to be prepared on the going concern basis.

Overall the Trust's accounts show a positive net movement in funds of £125,927 in the year (2021: £610,470). This has resulted from an increase in the value of the investment portfolio (net of investment management fees) of £148,170 (2021: £644,832). Grants totalling £96,350 awarded in the prior year (2021: £87,957) were paid from the relevant designated funds set aside for this purpose.

A surplus of £4,306,204 (2021: £4,180,277) remains on the general fund.

STANLEY SMITH (UK) HORTICULTURAL TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

FINANCIAL REVIEW

a. GOING CONCERN

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

b. RESERVE POLICY

Details of the Trust's reserves are given in note 14 to the financial statements. The Capital Fund provides income to fulfil the Trust's charitable objectives which are to provide for future grants and traineeships. Funds are designated to a Traineeship Fund and an Approved Grants Fund (if deemed appropriate) in respect of traineeships, training awards and grants to be paid in the current year or subsequent years. The Trustees' policy is to allocate all income generated each year by way of charitable expenditure. To this end twice yearly projections of available income are prepared to establish available resources for charitable expenditure. On occasions, approved grant applications may result in a temporary deficit of general income resources. Larger grant requirements have been supported by a release of capital funds. The Trustees aim to maintain free reserves equivalent to approximately six months of unrestricted charitable expenditure, which the Trustees consider is a level that will provide sufficient funds to respond to applications for grants and ensure that support and governance costs are covered. This equates to approximately £80,000. At the year end the Trust had general reserves of £61,741 (2021: £106,206), which is slightly below the target level of free reserves but is after provision has been made to a designated reserve for the approved traineeships payable for the financial years ended 5 April 2023, 2023 and 2024. Therefore, the general reserves balance is sufficient to enable the Trustees to cover any shortfall in investment income and to continue to make further designations for traineeships or exceptional grant awards in the future.

STANLEY SMITH (UK) HORTICULTURAL TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

a. CONSTITUTION

Stanley Smith (UK) Horticultural Trust is an unincorporated charity and was established by deed on 7 October 1970 in memory of Stanley Smith (1907-1968), an Australian businessman with a keen interest in gardening, cultivating orchids and supporting horticultural projects across the world.

b. METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES

The Trustees are responsible for the operation of the Trust, the election of the Trustees and they decide whether to award grants to applicants. The board of Trustees endeavour to appoint Trustees that will provide valuable and practical skills for the Trust.

The following were Trustees during the financial year:

A De Brye
P R Sykes
E N Reed
J David
S Knees
T Upson
J Watkins (Appointed 18 June 2021)

c. ORGANISATIONAL STRUCTURE AND DECISION MAKING

Day to day management is ordinarily delegated to the Director, who is Dr David Rae OBE FRSE SHM. The day to day affairs include a wide range of activities of which the following are the most important:

- Advising potential applicants about the eligibility and presentation of their applications, which involves considerable correspondence and may result in suggesting that the applicant applies to other, more relevant grant-giving bodies or modifies the application to suit grant criteria.
- Monitoring previously awarded grants to ensure that they have been used for the purposes intended by the Trustees.
- Reporting to Trustees with his recommendations for grant applications received by the Trust.
- Providing advisory assistance as appropriate.

d. POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF TRUSTEES

Potential and new Trustees are advised of the Charity's objectives, its activities and the public benefit requirement and support is available to them from fellow Trustees. Other information regarding their duties as Trustees is available from the Charity Commission.

STANLEY SMITH (UK) HORTICULTURAL TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2022

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 & 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 its incoming resources and application of resources, including its income and expenditure, 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 SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the 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.

Approved by order of the members of the board of Trustees and signed on their behalf by:



E N Reed

Date: 20/12/22

STANLEY SMITH (UK) HORTICULTURAL TRUST

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 5 APRIL 2022

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF STANLEY SMITH (UK) HORTICULTURAL TRUST ('the Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 5 April 2022.

RESPONSIBILITIES AND BASIS OF REPORT

As the Trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

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

INDEPENDENT EXAMINER'S STATEMENT

Your attention is drawn to the fact that the Charity has prepared the accounts in accordance with 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

I understand that this has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

1. accounting records were not kept in respect of the Charity as required by section 130 of the 2011 Act; or
2. the 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.

STANLEY SMITH (UK) HORTICULTURAL TRUST

**INDEPENDENT EXAMINER'S REPORT (CONTINUED)
FOR THE YEAR ENDED 5 APRIL 2022**

This report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an Independent Examiner's Report 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 or for this report.

R. Bretherick

24 January 2023

Signed:

Dated:

MRS K BRETHERICK FCA

PETERS ELWORTHY & MOORE

Chartered Accountants

Salisbury House

Station Road

Cambridge

CB1 2LA

STANLEY SMITH (UK) HORTICULTURAL TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2022**

	Note	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
INCOME FROM:				
Donations and legacies	2	31,457	31,457	14,970
Charitable activities	4	454	454	405
Investments	3	138,524	138,524	119,993
TOTAL INCOME		170,435	170,435	135,368
EXPENDITURE ON:				
Raising funds	5	30,492	30,492	28,108
Charitable activities	6	162,186	162,186	141,622
TOTAL EXPENDITURE		192,678	192,678	169,730
Net gains on investments		148,170	148,170	644,832
NET MOVEMENT IN FUNDS		125,927	125,927	610,470
RECONCILIATION OF FUNDS:				
Total funds brought forward		4,180,277	4,180,277	3,569,807
Net movement in funds		125,927	125,927	610,470
TOTAL FUNDS CARRIED FORWARD		4,306,204	4,306,204	4,180,277

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 13 to 26 form part of these financial statements.

STANLEY SMITH (UK) HORTICULTURAL TRUST

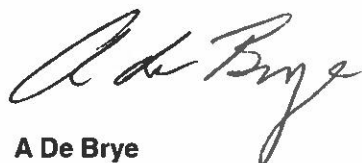
**BALANCE SHEET
AS AT 5 APRIL 2022**

	Note	2022 £	2021 £
FIXED ASSETS			
Investments	11	4,097,718	3,993,100
		<u>4,097,718</u>	<u>3,993,100</u>
CURRENT ASSETS			
Investments	12	112,762	106,975
Cash at bank and in hand		149,920	102,531
		<u>262,682</u>	<u>209,506</u>
Creditors: amounts falling due within one year	13	(54,196)	(22,329)
NET CURRENT ASSETS		<u>208,486</u>	<u>187,177</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,306,204</u>	<u>4,180,277</u>
NET ASSETS EXCLUDING PENSION ASSET		<u>4,306,204</u>	<u>4,180,277</u>
TOTAL NET ASSETS		<u><u>4,306,204</u></u>	<u><u>4,180,277</u></u>
CHARITY FUNDS			
Restricted funds	14	-	-
Unrestricted funds	14	4,306,204	4,180,277
TOTAL FUNDS		<u><u>4,306,204</u></u>	<u><u>4,180,277</u></u>

STANLEY SMITH (UK) HORTICULTURAL TRUST

BALANCE SHEET (CONTINUED)
AS AT 5 APRIL 2022

The financial statements were approved and authorised for issue by the Trustees on and signed on their behalf by:



A De Brye



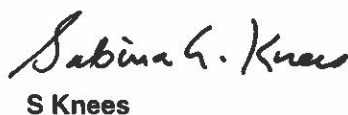
P R Sykes



E N Reed



J David



S Knees



T Upson



J Watkins

The notes on pages 13 to 26 form part of these financial statements.

STANLEY SMITH (UK) HORTICULTURAL TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2022

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Stanley Smith (UK) Horticultural Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

There were no significant estimates or judgements made by management in preparing these financial statements except the valuation of investments as calculated by Rathbone Investment Management.

1.2 GOING CONCERN

The Trustees have reviewed the financial position of the Trust, including the impact of Covid-19 and the current macro-economic climate, and have a reasonable expectation that the Trust has adequate resources to continue in operational existence for the future. Accordingly, the financial statements continue to be prepared on the going concern basis.

1.3 FUND ACCOUNTING

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

STANLEY SMITH (UK) HORTICULTURAL TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2022

1. ACCOUNTING POLICIES (CONTINUED)

1.4 INCOME

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donated services or facilities are recognised when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the charity of the item is probable and that economic benefit can be measured reliably.

On receipt, donated professional services and facilities are recognised on the basis of the value of the gift to the charity which is the amount it would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income from funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

STANLEY SMITH (UK) HORTICULTURAL TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2022

1. ACCOUNTING POLICIES (CONTINUED)

1.5 EXPENDITURE

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

Support costs are those costs incurred directly in support of expenditure on the objectives of the charity, being the awarding of grants and traineeships. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of raising funds represent investment management costs charged by Rathbone Investment Management.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

Traineeships are recognised in the year in which the training opportunity commences, which is usually in September. If funds have been designated for this purpose in anticipation of an award being made, the expenditure is met from those designated funds.

All expenditure is inclusive of irrecoverable VAT.

1.6 INVESTMENTS

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of Financial Activities.

Current asset investments represent cash held on deposit with a maturity date of less than one year which is being held for investment purposes rather than to meet short term cash commitments as they fall due.

1.7 CASH AT BANK AND AT HAND

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

STANLEY SMITH (UK) HORTICULTURAL TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2022

1. ACCOUNTING POLICIES (CONTINUED)

1.8 LIABILITIES AND PROVISIONS

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

1.9 FINANCIAL INSTRUMENTS

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.10 PENSIONS

The Charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Charity to the fund in respect of the year.

2. INCOME FROM DONATIONS

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Donations	31,457	31,457	14,970
	<hr/>	<hr/>	<hr/>
Total 2021	14,970	14,970	
	<hr/>	<hr/>	

STANLEY SMITH (UK) HORTICULTURAL TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022

3. INVESTMENT INCOME

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Investment income - UK Unit Trusts & Treasury Stock	126,464	126,464	100,786
Investment income - Bank deposit interest	6	6	15
Investment income - Other interest	12,054	12,054	19,192
	<u>138,524</u>	<u>138,524</u>	<u>119,993</u>
Total 2021	<u>119,993</u>	<u>119,993</u>	

4. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Publication income	454	454	405
	<u>405</u>	<u>405</u>	
Total 2021	<u>405</u>	<u>405</u>	

5. INVESTMENT MANAGEMENT COSTS

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Investment management fees	30,492	30,492	28,108
	<u>28,108</u>	<u>28,108</u>	
Total 2021	<u>28,108</u>	<u>28,108</u>	

STANLEY SMITH (UK) HORTICULTURAL TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022**

6. CHARITABLE ACTIVITIES

	2022 £	2021 £
Traineeships (see note 7)	25,000	25,000
Grants (see note 8)	71,350	62,957
Support and Governance (see note 9)	65,836	53,665
	162,186	141,622

7. DESIGNATED TRAINEESHIP FUND

	2022 £	2021 £
Cambridge University Botanic Garden	12,500	-
Professional Gardener's Trust	12,500	-
Historic and Botanic Gardens Trainee Programme at Aberglasney House	-	12,500
Chelsea Physic Garden	-	12,500
	25,000	25,000

STANLEY SMITH (UK) HORTICULTURAL TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022**

8. GRANTS

	2022 £	2021 £
Approved March 2022:		
The Royal National College for the Blind	2,000	-
New Horatio's Garden, University Hospital, Llandough	5,000	-
Cambo Heritage Trust, Fife	4,000	-
'Engaging with Nature', Selly Manor Museum Garden, Bournville,	2,000	-
Bannockburn House Trust, Stirling	2,500	-
Hadlow College, Kent, Physic Garden Development Project	4,000	-
Bloomin' Marvellous Rectory Park, Houghton-le-Spring	2,000	-
Evesham Abbey Trust	4,000	-
Cluny House Gardens, Perthshire	5,000	-
Food Behand Bars, HMP Swinfen Hall, Lichfield, Staffordshire	3,000	-
Minehead Museum Celebrating Minehead's Environmental Heritage	350	-
Atlantic Flowers, New Arcadian Journal	1,000	-
Determination of the ancestral species of the "albiflora" group of Tradescantia cultivars	4,000	-
Approved September 2021:		
Garden Organic, Coventry	2,000	-
Belsay Awakes, Belsay Garden Restoration Project, Morpeth	5,000	-
Arbeia Herb Garden Restoration, South Shields	3,500	-
Painshill, Cobham, Surrey, Restoration of fruit bays in large garden wall	2,000	-
Jonathan Hutchinson, AETFAT Conference Livingstone Zambia 2022	1,500	-
Publication of Napoleon's Garden Island: Lost and old gardens of St Helena	5,000	-
Chelsea Physic Garden, History Beds Interpretation Project	5,000	-
RHS Wisley, Interpretation in Old Laboratory	5,000	-
Fauna and Flora International, Cambridge, Conserving Threatened Fruit and Nut Trees, Tajikistan	3,500	-
Approved March 2021:		
Winterbourne House & Garden, University of Birmingham	-	3,000
Museum of North Craven Life, Settle, North Yorkshire	-	1,000
Shree Swaminarayan Mandir Oldham	-	2,500
Turner's House Trust, London	-	4,000
Deep Green Space, Dumfries	-	1,600
Liverpool Cathedral	-	3,000
Tagsa Uibhist, Isle of Benbecula	-	1,500
Westonbirt Gardens Revealed, Gloucestershire	-	4,000
Fourth Reserve Foundation, Brockley, London	-	1,100
Castle Bromwich Historic Gardens, Birmingham	-	3,000
Glasgow Seed Library	-	1,500
Rise:61, Salisbury, Community Garden project	-	750
Young Propagator's Society	-	2,500

STANLEY SMITH (UK) HORTICULTURAL TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022**

Publication of 'Complete Guide to Ginkgo biloba and cultivars'	-	2,500
PlantNetwork Online 2021	-	3,000
Approved September 2020: Horatio's Garden, London	-	4,000
New Wellbeing Garden at RHS Garden Wisley	-	5,000
Howes Primary School Coventry, new Japanese Peace Garden	-	1,000
Lemon Tree Trust, creation of community garden in the Duhok's Zakho region of Iraq	-	3,000
Backhouse Rossie, Fife, development of historic daffodil collection	-	3,000
Marble Hill Revived, Flower Bed Planting, Richmond	-	3,000
Arduaine, near Oban, restoration & replacement of wind shelter planting	-	4,000
Chiltern Open Air Museum, Chalfont St Giles	-	1,000
Dr Philip Cribb, reintroduction of <i>Cypripedium calceolus</i> into the Swiss Jura Mountains using horticultural expertise	-	3,000
Horticultural practice to conserve threatened fruit & nut trees in Tajikistan	-	4,000
Helsinki University	-	(2,993)
	71,350	62,957

9. SUPPORT AND GOVERNANCE COSTS

	Support Costs	Governance Costs	Total funds	Total funds
	£	£	£	£
Office Rent	1,500	-	1,500	750
Legal fees	-	22,206	22,206	14,970
Website, IT Support and Photocopying Costs	4,560	-	4,560	750
Directors' remuneration and pension	31,295	-	31,295	31,305
Insurance	623	-	623	623
Independent examiner's accountancy and payroll fees	-	4,698	4,698	4,424
Independent examiner's fee	-	551	551	515
Sundry expenses	-	327	327	181
Postage and stationery	-	76	76	147
Total 2022	37,978	27,858	65,836	53,665
Total 2021	33,428	20,237	53,665	

STANLEY SMITH (UK) HORTICULTURAL TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022**

10. STAFF COSTS

	2022	2021
	£	£
Wages and salaries	28,137	28,000
Social security costs	2,643	2,652
Contribution to defined contribution pension schemes	515	653
	31,295	31,305

The average number of persons employed by the Charity during the year was as follows:

	2022	2021
	No.	No.
Director	1	1

No employee received remuneration amounting to more than £60,000 in either year.

The charity considers its key management personnel to be the Trustees and the Director, Dr David Rae.

During the year, the Director received remuneration (comprising gross salary, employers' national insurance and employers' pension contribution) totalling £31,358 (2021: £31,305).

The Trustees all give their time and expertise without any form of remuneration or other benefit in kind. (2021 - £NIL).

During the year, no Trustees received any reimbursement of expenses or had expenses paid directly to a third party (2021 - £NIL).

STANLEY SMITH (UK) HORTICULTURAL TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022**

11. FIXED ASSET INVESTMENTS

	Rathbone Investments £
COST OR VALUATION	
At 6 April 2021	3,993,100
Additions	1,385,117
Disposals	(1,387,844)
Revaluations	107,345
AT 5 APRIL 2022	<u>4,097,718</u>
 Net book value	
AT 5 APRIL 2022	<u>4,097,718</u>
 At 5 April 2021	<u>3,993,100</u>

All the fixed asset investments are held in the UK.

All investments are carried at their fair value. Investment in equities and fixed interest securities are all traded in quoted public markets, primarily the London Stock Exchange. Holdings in common investment funds, unit trusts and open-ended investment companies are at the bid price. The basis of fair value for quoted investments is equivalent to the market value, using the bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

The Trustees delegated the management of their investments to Rathbones during the year. The charity is operating an investment policy that provides for a degree of diversification of holdings within different unit trust investments. The charity has invested in a number of unit trusts in order to protect the charity's exposure to volatility in the market and seek low risk investments wherever possible.

The charity does not make use of derivatives and similar complex financial instruments as it takes the view that investments are held for their longer term growth and annual income.

The charity has no material investment holdings in markets subject to exchange controls or trading restrictions.

STANLEY SMITH (UK) HORTICULTURAL TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022**

12. CURRENT ASSET INVESTMENTS

	2022	2021
	£	£
Cash held on deposit	112,762	106,975

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Other taxation and social security	845	835
Pension fund loan payable	127	127
Accruals and deferred income	53,224	21,367
	54,196	22,329

STANLEY SMITH (UK) HORTICULTURAL TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022

14. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 6 April 2021 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 5 April 2022 £
DESIGNATED FUNDS						
Capital Fund	4,044,071	-	-	(37,778)	148,170	4,154,463
Traineeship Fund	30,000	-	(25,000)	85,000	-	90,000
	<u>4,074,071</u>	<u>-</u>	<u>(25,000)</u>	<u>47,222</u>	<u>148,170</u>	<u>4,244,463</u>
GENERAL FUNDS						
General Funds	<u>106,206</u>	<u>170,435</u>	<u>(167,678)</u>	<u>(47,222)</u>	<u>-</u>	<u>61,741</u>
Total Unrestricted funds	<u>4,180,277</u>	<u>170,435</u>	<u>(192,678)</u>	<u>-</u>	<u>148,170</u>	<u>4,306,204</u>

The Capital Fund is represented by investments, whilst the Traineeship Fund and General Fund are represented by tangible fixed assets and net current assets.

The Designated funds are those funds designated at the discretion of the Trustees for particular purposes.

The Designated Capital Fund represents the designation of the original settlement together with the subsequent capital appreciation and gains/(losses), less capital applied in the making of grants, as a fund to provide income for fulfillment of the objectives of the Trust in the future. A transfer between funds is made periodically in order to carry forward the same fund balance as the value of the Rathbones investment portfolio, which also includes an element of cash that has been disclosed in current assets.

The Designated Traineeship Fund represents monies due to be paid by the Trust for traineeships. These are paid in September each year.

From time to time the Trustees also utilise a Designated Approved Grants Fund, which represents monies due to be paid by the trust for grants awarded during the year and earlier.

STANLEY SMITH (UK) HORTICULTURAL TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022**

14. STATEMENT OF FUNDS (CONTINUED)

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 April 2020 £	As restated Income £	As restated Expenditure £	As restated Transfers in/out £	As restated Gains/ (Losses) £	Balance at 5 April 2021 £
DESIGNATED FUNDS						
Capital Fund	3,444,635	-	-	(45,396)	644,832	4,044,071
Traineeship Fund	25,000	-	(25,000)	30,000	-	30,000
	<u>3,469,635</u>	<u>-</u>	<u>(25,000)</u>	<u>(15,396)</u>	<u>644,832</u>	<u>4,074,071</u>
	Balance at 1 April 2020 £	As restated Income £	As restated Expenditure £	As restated Transfers in/out £	As restated Gains/ (Losses) £	Balance at 5 April 2021 £
GENERAL FUNDS						
General Funds - all funds	<u>100,172</u>	<u>135,368</u>	<u>(144,730)</u>	<u>15,396</u>	<u>-</u>	<u>106,206</u>
Total Unrestricted funds	<u><u>3,569,807</u></u>	<u><u>135,368</u></u>	<u><u>(169,730)</u></u>	<u><u>-</u></u>	<u><u>644,832</u></u>	<u><u>4,180,277</u></u>

STANLEY SMITH (UK) HORTICULTURAL TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2022

15. PENSION COMMITMENTS

The charity now operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension cost charge represents employer contributions payable by the charity to the fund and amounted to £515 (2021: £653). £127 (2021: £127) was payable to the fund at the balance sheet date.

16. RELATED PARTY TRANSACTIONS

During the year, legal fees of £22,206 (2021: £14,970) were paid to Macfarlanes LLP, Mr E Reed, a Trustee of Stanley Smith (UK) Horticultural Trust is a partner of Macfarlanes LLP.

The legal fees have been settled directly by another of the Stanley Smith (UK) Horticultural Trust Trustee board and have therefore been disclosed in these accounts as a donation and a cost to the Trust. There are no conditions attached to this donation arrangement.

There were no other related party transactions during the year.