

THE EARL FITZWILLIAM CHARITABLE TRUST

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 2021

Charity number 269388

THE EARL FITZWILLIAM CHARITABLE TRUST

TRUSTEES' REPORT

YEAR ENDED 31 MARCH 2021

The Earl Fitzwilliam Charitable Trust is a charity registered in England and Wales under the Charities Act 2011.

The Trustees present their annual report and financial statements of the charity for the year ended 31 March 2021. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) second edition - October 2019.

REFERENCE AND ADMINISTRATIVE DETAILS

Charity number: 269388

Principal Offices

Secretary

R.W.Dalgliesh FRICS FAAV
Estate Office
Milton Park
Peterborough
PE3 9HD

Management of Investment Property

A.H. Barber-Lomax FRICS FAAV
Estate Office
Wentworth
Rotherham
S62 7TD

Trustees

The Trustees serving throughout the year and since the year end are as follows:

Sir Philip Naylor-Leyland Bt.
Lady Isabella Naylor-Leyland

Auditors

Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

Principal Bankers

Barclays Bank plc
3 St. James Court
Whitefriars
Norwich
NR3 1RJ

Solicitors

Currey & Co.
33 Queen Anne Street
London
W1G 9HY

Newman and Bond
35 Church Street
Barnsley
S70 2AP

Investment Advisers

Stanhope Capital LLP
35 Portman Square
London
W1H 6LR

THE EARL FITZWILLIAM CHARITABLE TRUST

TRUSTEES' REPORT

YEAR ENDED 31 MARCH 2021

STRUCTURE GOVERNANCE AND MANAGEMENT

Governing Document

The charitable trust was established under a deed of settlement made by the Rt. Hon. Earl Fitzwilliam dated 14 April 1975. The original capital sum of £10,000 was supplemented by an additional amount of £1,102 being non-distributed income of two charitable covenants drawn up by Earl Fitzwilliam.

The tenth Earl Fitzwilliam died in 1979 and by deed of gift dated 10 October 1980, his wife Joyce, Countess Fitzwilliam donated to the charity certain pieces or parcels of property, formerly owned by the Earl, being part of the Fitzwilliam (Wentworth) Estates. The property consisted of farms, lands, houses, etc. in the parishes of Brampton Bierlow, Greasbrough, Kimberworth, Rawmarsh and Wentworth all in the County of South Yorkshire. The properties were valued for stamp duty purposes at £513,000.

Nature of Constitution

The trust operates as an unincorporated charitable trust.

Recruitment and Appointment of Trustees

The power of appointment of Trustees has devolved to Sir Philip Naylor-Leyland Bt. during his lifetime. The Trustees have been in office since 1997 and it is not presently envisaged that new Trustees will be appointed in the foreseeable future.

Training of Trustees

The Trustees have been fully briefed on the charity's assets together with its governance and management. They have been provided with a copy of the Charity Commission guidance note – 'The Essential Trustee: what you need to know, what you need to do'. The Trustees are kept informed of key changes in Charity Law by their professional advisers.

Organisational Structure

Applications for grants and administration of the charity are dealt with by the secretary. The trustees take decisions on applications for charitable grants in consultation with the secretary at meetings through the year.

The management of the investment property assets is carried out through the Wentworth Estate Office under the direction of Mr Barber-Lomax, Agent for the Fitzwilliam (Wentworth) Estates. Policy matters are referred to the Trustees for decision.

Financial investments are managed by professional investment advisors. Stanhope Capital LLP report directly to the Trustees.

The accounts for the charity are kept at the Estate Office, Milton Park, Peterborough where the secretary to the charity is based.

The Trustees consider that they are the only key management personnel of the charity. The Trustees give of their time freely and no remuneration or expenses were paid during the year.

Related Parties

The Trustees of this charity are also Trustees, with others, of the Fitzwilliam (Wentworth) Amenity Trust which entered into a fifteen year lease of the investment property, owned by this charity, forming part of the Fitzwilliam (Wentworth) Estates. The lease commenced 1 April 2008.

The charity pays a fee to Milton (Peterborough) Estates Company to cover the costs of administering the charity. The Trustees of the charity are both directors of that company and Sir Philip Naylor-Leyland Bt. has a beneficial interest in the shares of Milton (Peterborough) Estates Company. The secretary is an employee of that company. The administration fee for 2020/21 was agreed at £20,600 + VAT.

THE EARL FITZWILLIAM CHARITABLE TRUST

TRUSTEES' REPORT

YEAR ENDED 31 MARCH 2021

The Trustees are also directors of Malton Amenity CIC ("the CIC"). Grants were made to the CIC during the year (see notes 5 and 12).

Risk Management

The Trustees have examined the major strategic, business and operational risks which the charity faces and are satisfied that systems have been established to address the identified risks.

This charity is not involved directly with activities that are affected by the impact of Covid-19 and the associated restrictions imposed by government.

The financial position of the charity is affected by movements in asset values that will, in part at least, be influenced by the consequences of Covid-19. Financial investment values increased over the year under report and post year-end there have been substantial fluctuations. These fluctuations seem unlikely to impair the ability of the charity to continue its primary role of making grants for charitable purposes, principally to other charitable entities.

A large part (84%) of the charity's income is derived from the lease, of a mixed property portfolio, to the Fitzwilliam Wentworth Amenity Trust (FWAT). FWAT has not experienced any significant difficulties collecting rent from occupiers of properties subject of the lease, arising from Covid-19 or any other cause.

Close to the 2019/20 year end Trustees considered certain applications (submitted pre Covid-19) which were thought potentially suitable for a grant but not practicable to deliver under lock down restrictions. These applications were re-considered by Trustees in the year under report and mostly rejected due to the continuation of Covid-19 related restrictions. No applications were outstanding at 31 March 2021 in this regard.

Post year-end, applications to the charity for grants continue at usual levels. The charity fully expects to continue making grants for charitable purposes, for public benefit, at levels comparable to previous years.

The Trustees do not consider there to be any impact on the going concern of the Charity as a result of Covid-19.

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

Charitable Objects

The sole object of the charity, as set out in Clause 5 of the settlement deed, is to pay or apply its income to such charitable foundations and for such charitable purposes as the Trustees shall from time to time see fit. Under the terms of the deed the Trustees have wide ranging powers with respect to the capital of the trust.

The charity's Trustees have considered the guidance on public benefit published by the Charity Commission in accordance with the requirements of section 17 of the Charities Act 2011 and are of the view that their policies and activities are consistent with this guidance.

Aims

The Trustees aim to make charitable grants broadly equivalent to the net income, excluding capital gains or losses on investment assets.

In view of the historical association, the Trustees are minded to retain the long term investment in property comprising part of the Fitzwilliam (Wentworth) Estates for so long as this is consistent with achieving satisfactory investment returns.

Financial investments are held with the long term aim of achieving growth in the charity's asset base thus enabling it to maintain the real value of grants.

Strategies for Achieving Objectives

The Trustees give careful consideration to all applications to the charity and make grants which assist a wide range of other charitable organisations to achieve their charitable objectives.

THE EARL FITZWILLIAM CHARITABLE TRUST

TRUSTEES' REPORT

YEAR ENDED 31 MARCH 2021

Significant Activities

The charity's significant activities relate to making charitable grants, direct investment in property on the Fitzwilliam (Wentworth) Estates and holding financial investments.

Policy for Making Grants

Grants are made in response to specific written applications. It is the Trustees' policy to favour charitable organisations or charitable initiatives which benefit communities that are linked in some reasonably direct way to the Fitzwilliam Estates in Cambridgeshire and Yorkshire or the Naylor-Leyland Estate at Nantclwyd. Grants are not restricted, however, to these criteria for applications from small and medium sized charities. The value of individual grants tends to be in the range of £100 to £10,000 and are made generally as one off payments rather than ongoing commitments. All grants made in the year are listed in Note 5. It is considered by the Trustees that all the grants made are for charitable purposes and satisfy the public benefit requirement arising from the Charities Act 2011.

Following the formation of the Malton Amenity CIC grant applications with links to the Fitzwilliam Malton Estate are tending to be referred to the CIC when appropriate. The Trustees are committed to supporting the charitable activities of the CIC for the benefit of the local community in Malton and Norton in North Yorkshire and the wider public.

ACHIEVEMENTS AND PERFORMANCE

Charitable Activities Undertaken

The Trustees made charitable grants to 62 organisations (2020: 79) during the year totalling £155,090 (2020: £167,658).

Investment Performance

Net income from property and financial investments amounted to £273,309 (2020: £230,104) representing a net yield of 1.78% (2020: 1.49%) based on asset values at the start of the financial year. Capital growth of investments represented 15.57% (2020: -0.41%) and total returns thus amounted to 17.35% (2020: 1.08%). These levels of return are considered by the Trustees to be satisfactory in the light of prevailing circumstances.

FINANCIAL REVIEW

Results

The results for the year are set out in the attached financial statements. The net movement in funds after accounting for both realised and unrealised losses on investments amounted to £2,484,889 (2020: £(31,320)). The retained funds at 31 March 2021 amount to £17,929,609 (2020: £15,444,720).

Reserves Policy

The charity's total reserves of £17,929,609 (2020: £15,444,720) at year end included £17,770,283 (2020: £15,377,353) in the Endowment Fund and £159,326 (2019: £67,367) in its General Fund.

The Trustees conducted a detailed review of the Reserves Policy during 2015/16 and it was concluded that, in the light of relatively consistent levels of income, it would be prudent to retain a lower level of reserves in the General Fund than hitherto. Whilst income is relatively consistent, it is harder to predict the level of applications and the consequent grants arising although the latter is clearly at the Trustees discretion. The Trustees have concluded that it would be prudent to retain reserves in the unrestricted General Fund of up to half the level of annual expenditure to meet fluctuating liabilities. At the year-end, the General Fund reserves balance amounted to more than half a year's expenditure at normal levels. This arose in part due to a reduction in the total number and value of grants, in part due to other charitable expenditure being less than anticipated and partly due to an unexpected increase in income. The Trustees anticipate that expenditure on charitable activities in the ensuing financial year will exceed income and thereby bring reserves back within the normal policy level. The Trustees keep this policy and the balance under review.

THE EARL FITZWILLIAM CHARITABLE TRUST

TRUSTEES' REPORT

YEAR ENDED 31 MARCH 2021

Review of activities

The main sources of income remain rent receivable from investment property and returns on financial investments. Rental from the lease of property at Wentworth amounted to £220,000 (2020: £200,000) and there was an exceptional receipt, from a share of timber sales, amounting to £13,126 (2020: NIL). Investment income rose to £43,296 (2020: £33,232) thus total income increased to £276,422 (2020: £233,232). Total expenditure on charitable activities decreased to £181,291 (2020: £197,457). Net income before realised and unrealised gains on investments amounted to £91,959 (2020: net income £32,647).

Investment policy

Investment policy is directed towards achieving the maximum overall return on the trust's non-property assets commensurate with an appropriate level of risk for a charitable trust investor. No special social or ethical constraints are placed on the investment manager's choice of investments but the Trustees presently intend to retain the property assets forming part of the Fitzwilliam Wentworth Estate. The policy of letting this property 'en bloc' has secured a stable income to assist with the funding of grants at a consistent level.

PLANS FOR FUTURE PERIODS

The Trustees propose to continue to concentrate their efforts on making grants, in accordance with the charity's objectives for public benefit. It is also planned to fund further works to preserve Scarisbrick Mausoleum, a listed building. The trustees are mindful of the increase in general fund reserves and expect to see this reduced over the next year or two.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

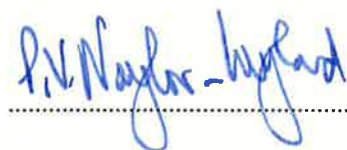
The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 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;
- 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 that 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.

BY ORDER OF THE TRUSTEES ON 13 OCTOBER 2021



.....Sir Philip Naylor-Leyland Bt.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF
THE EARL FITZWILLIAM CHARITABLE TRUST
YEAR ENDED 31 MARCH 2021

Opinion

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

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2021 and of the charity's net movement in funds 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 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. 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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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 trustees are responsible for the other information. The other information comprises the information included in the Trustees' Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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.

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:

- adequate accounting records have not been kept by the charity, or
- sufficient accounting records have not been kept; or
- the charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on page 6, 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.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF

THE EARL FITZWILLIAM CHARITABLE TRUST

YEAR ENDED 31 MARCH 2021

Auditor's responsibilities for the audit of the financial statements

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

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:

Based on our understanding of the charity and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to the Charities Act 2011, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Act 2011 and considered other factors such as relevant taxation.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to areas of estimation uncertainty. Audit procedures performed by the engagement team included:

- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Reviewing the controls and procedures of the charity to ensure these were in place throughout the year;
- Evaluating management's controls designed to prevent and detect irregularities;
- Identifying and testing journals, in particular journal entries posted that were material; and
- Challenging assumptions and judgements made by management in their critical accounting estimates, with particular focus on valuation of property.

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 section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. 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's trustees as a body for our audit work, for this report, or for the opinions we have formed.

Haysmacintyre LLP
Statutory Auditors
13 October 2021

10 Queen Street Place
London
EC4R 1AG

Haysmacintyre LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

THE EARL FITZWILLIAM CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted Funds		Total Funds	
		Endowment Fund £	General Fund £	2021 £	2020 £
Income from:					
Investment income	2	-	276,422	276,422	233,232
Total income		-	276,422	276,422	233,232
Expenditure:					
Costs of raising funds	3	-	3,172	3,172	3,128
Charitable activities	4	-	181,291	181,291	197,457
Total expenditure		-	184,463	184,463	200,585
NET INCOME being net movement in funds before gains and losses on investments		-	91,959	91,959	32,647
Unrealised gains/(losses) on investments	7	2,392,930	-	2,392,930	(63,967)
NET MOVEMENTS IN FUNDS		2,392,930	91,959	2,484,889	(31,320)
RECONCILIATION OF FUNDS	10				
Total funds brought forward		15,377,353	67,367	15,444,720	15,476,040
Total funds carried forward		£17,770,283	£159,326	£17,929,609	£15,444,720

All transactions are derived from continuing activities.

The notes on pages 11 to 18 form part of these accounts.

See note 13 for prior year figures by fund.

THE EARL FITZWILLIAM CHARITABLE TRUST

BALANCE SHEET

YEAR ENDED 31 MARCH 2021

	Note	2021 £	2020 £
INVESTMENTS			
Property	7	13,372,140	11,968,376
Quoted Investments	7	4,280,220	3,291,054
Other	7	108,495	111,828
		<u>17,760,855</u>	<u>15,371,258</u>
CURRENT ASSETS			
Debtors	8	50,000	50,780
Cash at bank and in hand		158,466	70,279
		<u>208,466</u>	<u>121,059</u>
CURRENT LIABILITIES			
Creditors - due within one year	9	39,712	47,597
		<u>168,754</u>	<u>73,462</u>
NET CURRENT ASSETS		<u>168,754</u>	<u>73,462</u>
NET ASSETS		<u>£17,929,609</u>	<u>£15,444,720</u>
The funds of the charity:			
UNRESTRICTED FUNDS			
- Endowment	10	17,770,283	15,377,353
- General	10	159,326	67,367
TOTAL FUNDS		<u>£17,929,609</u>	<u>£15,444,720</u>

The notes on pages 11 to 18 form part of these accounts.

Approved by the Trustees on 13 October 2021

.....Sir Philip Naylor-Leyland Bt.

.....Lady Isabella Naylor-Leyland

THE EARL FITZWILLIAM CHARITABLE TRUST

STATEMENT OF CASH FLOWS

YEAR ENDED 31 MARCH 2021

RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES	2021 £	2020 £
Net movement in funds	2,484,889	(31,320)
Deduct dividends, interest and rents from investments	(276,422)	(233,232)
(Deduct gain)/Add loss on investments	(2,392,930)	63,967
Decrease/(Increase) in debtors	780	(780)
(Decrease) in creditors	(7,885)	(7,000)
Net cash used in operating activities	(191,568)	(208,365)
Cash flows from investing activities:		
Dividends, interest and rent from investments	276,422	233,232
Movement in cash held with investment managers	3,333	2,171
Net cash provided by investing activities	279,755	235,403
Change in cash and cash equivalents in the year	88,187	27,038
Cash and cash equivalents brought forward	70,279	43,241
Cash and cash equivalents carried forward	£158,466	£70,279
Net funds reconciliation		
Cash at bank	158,466	70,279
Cash and cash equivalents	£158,466	£70,279

THE EARL FITZWILLIAM CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

1. ACCOUNTING POLICIES

(a) Basis of preparation and assessment of going concern

The financial statements have been prepared under the historic cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note to these accounts.

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) Second Edition issued October 2019 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

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

Going concern

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. The most significant areas of uncertainty that affect the carrying value of assets held by the Trust are the level of investment return and the performance of investment markets (see the investment policy and performance and risk management sections of the Trustees' Report for more information).

This charity is not involved directly with activities that are affected by the impact of Covid-19 and the associated restrictions imposed by government.

The financial position of the charity is affected by movements in asset values that will, in part at least, be influenced by the consequences of Covid-19. Financial investment values increased over the year under report and post year-end there have been substantial fluctuations. These fluctuations seem unlikely to impair the ability of the charity to continue its primary role of making grants, for charitable purposes, principally to other charitable entities.

A large part (84%) of this charity's income is derived from the lease, of a mixed property portfolio, to the Fitzwilliam Wentworth Amenity Trust (FWAT). FWAT has not experienced any significant difficulties collecting rent from occupiers of properties subject of the lease, arising from Covid-19 or any other cause.

Close to the 2019/20 year end Trustees considered certain applications (submitted pre-Covid-19) which were considered potentially suitable for a grant but not practicable to deliver under lock down restrictions. These applications were re-considered by Trustees in the year under report and mostly rejected due to the continuation of Covid-19 related restrictions. No applications were outstanding at 31 March 2021 in this regard.

Post year-end, applications to the charity for grants continue at usual levels. The charity fully expects to continue making grants for charitable purposes, for public benefit, at levels comparable to previous years.

(b) Fund accounting

All funds are available for use, at the discretion of the Trustees, in furtherance of the general charitable objects of the trust.

On 1 April 2000, the Trustees allocated assets to an expendable Endowment Fund, which consisted of the carrying value of the trust's investments as at 31 March 2000. These investments originated from the initial deed of settlement and subsequent deed of gift and had subsequently grown by appreciation. The reason for this analysis of funds was to show the level of income or general funds available for charitable purposes and the level of endowed funds comprising the capital of the trust. The capital or endowment fund is intended to generate the distributable income of the charity, in accordance with the deed of settlement. Capital gains and losses on investment assets are attributed to the Endowment Fund. Income derived from investments and the associated expenditure is allocated to the General Fund.

An inter-fund loan account is maintained to avoid the complexity of operating separate bank accounts for the two funds. The Trustees keep under review the need to move assets between funds to settle this balance.

THE EARL FITZWILLIAM CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

(c) 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.

Income is all derived from invested funds and represent the total income receivable from financial and property investments.

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

Rental income is recognised on an accruals basis in accordance with the terms of the lease.

(d) Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Trust to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. Grant awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and the remaining unfulfilled condition attaching to the grant is outside the control of the Trust.

(d) Allocation of support and governance costs

Support costs, which is the fee charged by Milton (Peterborough) Estates Company, has been allocated between governance costs and grant support costs based on time spent. Governance costs comprise all costs involving public accountability of the Trust and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees.

(e) Costs of raising funds

The costs of raising funds consists of investment management costs.

(f) Charitable activities

Costs of charitable activities include grants made, governance costs and grant support costs.

(g) Investments

Investments are a form of basic financial instrument and are initially stated at their transaction value and subsequently measured at fair value as at the balance sheet date using the closing quoted market price. Investment properties have been valued by the Trustees. Realised and unrealised gains and losses on investments are included in the Statement of Financial Activities.

Investment properties are carried at fair value determined annually by the Trustees. Valuations are performed on an open market basis for existing use and derived from current market rents and investment property yields for comparable real estate, adjusted if necessary, for any difference in the nature, location or condition of the specific asset. Changes in fair value are recognised in the Statement of Financial Activities.

(h) Debtors

Short term debtors are measured at transaction price, less any impairment.

THE EARL FITZWILLIAM CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

(i) Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

(j) Financial instruments

The charity only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable.

(k) Creditors

Short term creditors are measured at the transaction price.

(l) Significant judgments and estimates

The Charity prepares an annual valuation of its investment property by the Trustees. Movements in the valuation of the investment property are accounted for in the Statement of Financial Activities. There is significant judgement as to the indications of the valuation of the investment property.

No other significant judgments have been made in applying accounting policies and there are no key sources of estimation uncertainty.

2. FINANCIAL INVESTMENT INCOME	2021 £	2020 £
Dividends	43,296	33,232
Rent	220,000	200,000
Timber sales	13,126	-
	<u>£276,422</u>	<u>£233,232</u>
3. COST OF RAISING FUNDS		
Investment manager fees	3,114	3,128
Sundry Expenses	58	-
	<u>£3,172</u>	<u>£3,128</u>
4. CHARITABLE ACTIVITIES		
Grants (see note 5)	155,090	167,658
Grants written back	-	(250)
Grant support costs (see note 6)	9,888	9,600
Governance costs (see note 6)	21,332	20,449
Expenditure on charitable objects written back	(5,019)	-
	<u>£181,291</u>	<u>£197,457</u>

THE EARL FITZWILLIAM CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

5. GRANTS

The Trust made grants to 62 recipients (2020: 79) with a total value of £155,090 (2020: £167,658) to the organisations detailed below in alphabetical order:-

<u>Organisation</u>	<u>£</u>
Air Ambulance - Warwickshire & Northamptonshire	500
All Saints Church	2,000
Andover Child Contact Centre	2,000
Angling 4 Success	1,000
Autistica	1,000
Barnsley Hospital Charity	500
Bethany Children's Trust	500
Blind Veterans UK	2,000
Children's Trust	2,000
Christmas Trees to schools and churches	2,412
Church Army	500
Collyweston Stone Slaters Trust	480
Country Durham Community Foundation	1,000
Countryside Alliance Foundation	5,000
Deafblind UK	2,000
Doncaster Minster	2,500
Dyspraxia Foundation	5,000
East Anglian Air Ambulance	1,000
Elton P.C.C.	2,000
Endeavour	1,000
European Squirrel Initiative (ESI)	1,000
Families First Peterborough CIC	2,000
Ferrar House - Retreat Centre	5,000
Fire Fighters Charity	1,000
Friends of Chapeltown Park	1,000
Friends of Peterborough Cathedral	50
Future Trees Trust	2,000
Great Gidding Charity	500
Grow	1,000
Horatio's Garden Oswestry	800
Hunt Staff Benefit Society	1,000
Langdyke Countryside Trust	2,500
Longthorpe Bowls Club	500
Loughborough Bell Foundry Trust	1,000
Lutton Village Hall	500
Maggie's	1,000
Magpas Air Ambulance	2,000
Malton Amenity CIC	65,000
Marholm P.C.C.	1,800
Mausolea and Monuments Trust	48
Milton Hall Community Group	5,000
Milton Rooms, Malton	2,000
Missing People	500
Paces	500
Peterborough Environment City Trust	2,500
Place2Be	1,000
Pramdepot C.I.C.	1,000
Remar Association UK	1,000
Balance carried forward	137,590

THE EARL FITZWILLIAM CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

5. GRANTS (continued)

<u>Organisation</u>	<u>£</u>
Balance brought forward	137,590
Rockingham Colliery Cricket Club	500
Romsey Mill, Hampton	1,000
Rotary Club of Ruthin	1,000
Rowan	1,000
Royal Forestry Society	2,500
Ryedale Special Families	4,000
Shaw Mind Foundation*	1,000
Songbird Survival	1,000
Southern Light Community*	1,000
St Botolph's Church	1,000
St Mael & St Sulien - Corwen Parish Church	1,000
Thurning Village Hall	500
US Charitable Trust	1,000
Westwood 2015 Limited	1,000
Total	£155,090

6. GRANT SUPPORT AND GOVERNANCE COSTS

	Grant support	Governance	2021
	£	£	£
Auditors' remuneration:			
- Audit	-	4,860	4,860
- Tax	-	1,640	1,640
Secretary costs	9,888	14,832	24,720
	<u>£9,888</u>	<u>£21,332</u>	<u>£31,220</u>
	<u>£9,888</u>	<u>£21,332</u>	<u>£31,220</u>
	Grant support	Governance	2020
	£	£	£
Auditors' remuneration:			
- Audit	-	4,560	4,560
- Tax	-	1,489	1,489
Secretary costs	9,600	14,400	24,000
	<u>£9,600</u>	<u>£20,449</u>	<u>£30,049</u>
	<u>£9,600</u>	<u>£20,449</u>	<u>£30,049</u>

Secretary costs are the fees charged by Milton (Peterborough) Estates Company to administer the charity and have been allocated between grant support costs and governance based on estimated time spent.

The Trust considers its key management personnel comprise the Trustees. The Trustees give of their time freely and no remuneration or expenses were paid during the year.

THE EARL FITZWILLIAM CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

7. INVESTMENTS	Property £	Quoted £	Other £	Total £
At valuation 1 April 2020	11,968,376	3,291,054	111,828	15,371,258
Movement in cash	-	-	(3,333)	(3,333)
Unrealised gains	1,403,764	989,166	-	2,392,930
At 31 March 2021	<u>£13,372,140</u>	<u>£4,280,220</u>	<u>£108,495</u>	<u>£17,760,855</u>
Historic cost		<u>£1,735,695</u>	<u>£108,495</u>	
UK quoted		<u>£3,291,054</u>		

Other investments relate to cash held by the investment managers for investment.

The investment properties were valued at £13,372,140 as at 31 March 2021 on an open market basis. This valuation was performed by A.H. Barber-Lomax, FRICS FAAV, on behalf of the Trustees.

8. DEBTORS	2021 £	2020 £
Trade debtors	50,000	50,000
Prepayments	-	780
	<u>£50,000</u>	<u>£50,780</u>
9. CREDITORS		
Due within one year:		
Trade creditors	-	6,000
Accruals and income in advance	6,500	15,507
Grants payable	30,712	26,090
Amounts owed to group undertakings	2,500	-
	<u>£39,712</u>	<u>£47,597</u>
Grants payable as at start of year	26,590	42,500
Grants approved in year	155,090	167,658
Grants paid	(150,968)	(183,568)
Grants payable as at end of year	<u>£30,712</u>	<u>£26,590</u>

THE EARL FITZWILLIAM CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

10. RECONCILIATION OF UNRESTRICTED FUNDS

(see note 1(b) for explanation of funds)

	Unrestricted funds		
	Endowment	General	Total
	Fund	Fund	Funds
	£	£	£
At 1 April 2020	15,377,353	67,367	15,444,720
Surplus for the year	-	91,959	91,959
Unrealised gains	2,392,930	-	2,392,930
	<u>£17,770,283</u>	<u>£159,326</u>	<u>£17,929,609</u>
At 31 March 2021	<u>£17,770,283</u>	<u>£159,326</u>	<u>£17,929,609</u>
At 1 April 2019	15,441,320	34,720	15,476,040
Surplus for the year	-	32,647	32,647
Unrealised (losses)	(63,967)	-	(63,967)
	<u>£15,377,353</u>	<u>£67,367</u>	<u>£15,444,720</u>
At 31 March 2020	<u>£15,377,353</u>	<u>£67,367</u>	<u>£15,444,720</u>

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Endowment	General	Total
	Fund	Fund	Funds
	£	£	£
Investments	17,760,855	-	17,760,855
Current assets	-	208,466	208,466
Current liabilities	-	(39,712)	(39,712)
	<u>17,760,855</u>	<u>168,754</u>	<u>17,929,609</u>
Inter-fund loan	9,428	(9,428)	-
	<u>£17,770,283</u>	<u>£159,326</u>	<u>£17,929,609</u>
Net assets at 31 March 2021	<u>£17,770,283</u>	<u>£159,326</u>	<u>£17,929,609</u>
Investments	15,371,258	-	15,371,258
Current assets	-	121,059	121,059
Current liabilities	-	(47,597)	(47,597)
	<u>15,371,258</u>	<u>73,462</u>	<u>15,444,720</u>
Inter-fund loan	6,095	(6,095)	-
	<u>£15,377,353</u>	<u>£67,367</u>	<u>£15,444,720</u>
Net assets at 31 March 2020	<u>£15,377,353</u>	<u>£67,367</u>	<u>£15,444,720</u>

THE EARL FITZWILLIAM CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

12. RELATED PARTY TRANSACTIONS

During the year Milton (Peterborough) Estates Company charged £20,600 plus VAT (2020: £20,000 plus VAT) for secretarial services. During the year Milton (Peterborough) Estates Company also charged £2,412 (2020: £1,440) for Christmas trees being charitable donations to various local churches and schools. At the year end, £2,412 (2020: £7,440) was owed to Milton (Peterborough) Estates Company.

Sir Philip Naylor-Leyland Bt. and Lady Isabella Naylor-Leyland are both directors of Malton Amenity CIC. The charity made donations totalling £65,000 (2020: £65,000) to Malton Amenity CIC during the year. No amounts were outstanding at the year-end (2020: £NIL).

The Charity continued to lease land and buildings at Wentworth to the Fitzwilliam Wentworth Amenity Trust. The Charity received from the Fitzwilliam Wentworth Amenity Trust £220,000 (2020: £200,000) by way of annual rent together with an additional receipt of £13,127 (2020: £NIL) being a share of timber sales. Sir Philip Naylor-Leyland Bt. and Lady Isabella Naylor-Leyland are Trustees of both the Earl Fitzwilliam Charitable Trust and the Fitzwilliam Wentworth Amenity Trust. At the year end the Charity was owed £50,000 (2020: £50,000) by the Fitzwilliam Wentworth Amenity Trust.

13. COMPARATIVE FIGURES BY FUND

	2020		
	Unrestricted Funds		
	Endowment Fund £	General Fund £	Total Fund £
Income from:			
Investment income	-	233,232	233,232
Total income	-	233,232	233,232
Expenditure:			
Costs of raising funds	-	3,128	3,128
Charitable activities	-	197,457	197,457
Total expenditure	-	200,585	200,585
NET INCOME/(EXPENDITURE) being net movement in funds before gains and losses on investments	-	32,647	32,647
Unrealised (losses) on investments	(63,967)	-	(63,967)
NET MOVEMENTS IN FUNDS	(63,967)	32,647	(31,320)
RECONCILIATION OF FUNDS			
Total funds brought forward	15,441,320	34,720	15,476,040
Total funds carried forward	£15,377,353	£67,367	£15,444,720

THE EARL FITZWILLIAM CHARITABLE TRUST

ESTATE ACCOUNT

YEAR ENDED 31 MARCH 2021

	2021	2020
	£	£
ESTATE INCOME		
Other rents	220,000	200,000
Timber Sales	13,127	-
TOTAL INCOME	<u>£233,127</u>	<u>£200,000</u>
 ADMINISTRATION		
Net management expenses	27,892	27,129
Audit and accountancy	6,500	6,048
TOTAL EXPENDITURE	<u>34,392</u>	<u>33,177</u>
 NET ESTATE INCOME	198,735	166,823
 Expenditure on Charitable objects written back	5,019	-
Donations	(155,090)	(167,658)
Donations written back	-	250
Investment income	43,264	33,202
Interest receivable	31	30
 Surplus pre capital gains	<u>91,959</u>	<u>32,647</u>
 Unrealised gains/(losses) on investments	<u>2,392,930</u>	<u>(63,967)</u>
 Net movement in funds	<u>£2,484,889</u>	<u>£(31,320)</u>

