

**The Simon
Gibson
Charitable
Trust**

Annual Report and Accounts

5 April 2021

Charity Registration Number
269501

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Reference and administrative information

Trustees	Mrs Deborah Louise Connor Mr George David Gibson Mr John George Richards Homfray
Principal office	PO Box 609 Welwyn Garden City AL7 9QQ
Telephone	07798 515812
Email	info@sgctrust.org.uk
Website	www.sgctrust.org.uk
Charity registration number	269501
Auditor	Buzzacott LLP 130 Wood Street London EC2V 6DL
Investment managers	EFG Harris Allday Leconfield House Curzon Street London W1J 5JB
Bankers	National Westminster Bank plc Canton Cardiff Branch 277 Cowbridge Road East Cardiff CF5 1WX

The trustees present their statutory report together with the accounts of The Simon Gibson Charitable Trust for the year ended 5 April 2021.

The accounts have been prepared in accordance with the accounting policies set out on pages 15 to 17 of the attached accounts and comply with the charity's trust deed, applicable laws and the requirements of 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 United Kingdom and Republic of Ireland (FRS 102).

GOVERNANCE, STRUCTURE AND MANAGEMENT

Governance

The Simon Gibson Charitable Trust was set up by a settlement dated 14 April 1975 by Mr George Simon Cecil Gibson of Exning, near Newmarket, Suffolk. During the year, Mr Gibson donated a further £750,000 to the Trust (2020 - £400,000). Sadly, Mr Gibson passed away after the year end, in May 2021.

The Trustees

During the settlor's lifetime, he retained the power to appoint new or additional trustees. Subsequently, new trustees will be appointed by the existing trustees under a Deed of Appointment.

Trustees who served during the year ended 5 April 2021 were:

Trustees

Mrs Deborah Louise Connor
Mr George David Gibson
Mr John George Richards Homfray
Mr Bryan Marsh

Sadly, Mr Bryan Marsh passed away after the year end, in October 2021.

On agreeing to become a trustee of the charity, new trustees are briefed by the existing trustees on the history of the Trust, the day-to-day management, the responsibilities of the trustees, the current objectives and future plans. The trustees may attend any courses which they feel are relevant to the development of their role, and keep up-to-date on any changes in legislation.

Statement of trustees' responsibilities

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

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Statement of trustees' responsibilities (continued)

The law applicable to charities in England and Wales requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the income and application of resources of the charity for that period. In preparing these accounts, the trustees are required to:

- ◆ select suitable accounting policies and then apply them consistently;
- ◆ observe the methods and principles in Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable to the United Kingdom and Republic of Ireland (FRS 102);
- ◆ make judgements and estimates that are reasonable and prudent;
- ◆ state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- ◆ prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in 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 accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of accounts may differ from legislation in other jurisdictions.

Structure and management reporting

The trustees are ultimately responsible for the policies, activities and assets of the charity. The trustees meet once a year to review the developments with regard to the charity, its grant giving activities and to make any important decisions. When necessary, the trustees seek advice and support from the charity's professional advisers including investment managers, bankers and auditors. During the year ended 5 April 2021, the day-to-day management of the charity's activities and implementation of policies has been delegated to Bryan Marsh, a trustee. He has ensured that grant applications are processed and presented to the trustees as appropriate; he also administered payments and maintained the books and records of the charity.

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Key management personnel

The trustees consider that they comprise the key management of the charity in charge of directing and controlling, running and operating the charity on a day-to-day basis. The total remuneration of the key management personnel for the year, for services to the charity, was £nil (2020 - £nil).

Risk management

The trustees have assessed the major risks to which the charity is exposed, in particular those relating to its investments and its finances. The charity's assets comprise listed investments, the value of which is dependent on movements in UK and world stock markets. The investments are managed by reputable investment managers who adhere to a policy agreed by the trustees. The investment managers' performance and that of the portfolio are monitored through regular consultations with the investment managers. The investment strategy is assessed regularly to ensure it remains appropriate to the charity's needs – both now and in the future.

The trustees believe that by monitoring reserve levels and by ensuring controls exist over key financial systems, they have established effective systems to mitigate those risks.

ACTIVITIES, SPECIFIC OBJECTIVES AND RELEVANT POLICIES

Charitable objectives

The Trust's funds and income are to be applied towards the benefit of such charitable purposes, institutions or foundations as the trustees in their absolute and uncontrolled discretion determine.

Activities

The Trust's income is derived principally from its investments and interest earned together with any donations received by the Trust. The Trust's income is applied in making grants to the full range of charitable causes, including religious and educational causes.

During the year ended 5 April 2021, the trustees made grants totalling £783,000 (2020 – £826,800). A list of the grant recipients is included in note 3 of the attached accounts.

The trustees have presented the statement of the financial activities with a split between an 'expendable endowment fund', to which donations and gains or losses on capital transactions are accrued, and an 'income fund' which represents the income balance.

The movement in funds for the year is shown in the statement of financial activities on page 12.

The trustees feel their objectives have been adequately met during the year.

ACTIVITIES, SPECIFIC OBJECTIVES AND RELEVANT POLICIES (continued)

Grant making policy and public benefit

The trustees meet annually, usually in April or May, to decide on the distribution of the income that arose in the year to the previous 5 April. The Trust is a general grant-making charity and therefore makes grants to the full range of charitable causes, including religious and educational causes. It never makes grants to individuals.

Local charities applying are restricted to East Anglia, South Wales and Hertfordshire. Grants have varied in the year from £2,000 to £20,000 but most grants fall in the range £3,000 to £5,000. Applicants should visit the Trust's website www.sgctrust.org.uk to see the guidelines and application form.

The trustees have complied with their duty to have due regard to the guidance of public benefit published by the Charities Commission.

ACHIEVEMENTS AND PERFORMANCE

Factors outside the Trust's control

The trustees are aware that there are external factors which could affect the achievement of their objectives as the Trust's assets are made up of investments and cash, the performance of which is dependent on the general market conditions in the UK. The trustees have therefore set prudent investment policies and place reliance on the investment managers to monitor and advise on the necessary investment changes and suitable asset allocation.

Investment policy

The Trust Deed provides full and unrestricted powers of investment to the trustees.

At the year end, the whole of the Trust's investments are in UK and overseas equities, commodities, fixed interest stock and cash held for reinvestment.

The trustees are investing for the long term and therefore primarily invest in blue chip companies and prime corporate bonds. The portfolio is not actively tracked, but any changes are made as necessary following regular consultations with the investment managers. EFG Harris Allday began to manage the portfolio from 6 June 2019, with the transfer of assets from W.H. Ireland completed by 29 August 2019.

The Trust retains shares in GlaxoSmithKline plc which was part of the original settlement. At 5 April 2021 this was valued at £1.28 million representing 5.8% of the Trust's listed investment holding (2020 – £1.49 million; 9.2%).

ACHIEVEMENTS AND PERFORMANCE (continued)

Investment performance

The charity's investments achieved, on average, an income yield of 3.26% (2020 – 4.38%). The capital value increased by 36.4% (2020 – decreased by 10.8%) due the recovery in the market following the impact of the coronavirus pandemic. The investment managers continued to invest in accordance with the trustees' investment policy set out above. At the end of the year, the Trust's portfolio of listed investments comprised 78.63% (2020 – 66.55%) UK equities with the balance being held in commodities, UK fixed interest stock and overseas equities. The trustees are satisfied with the performance of the investments and remain satisfied that their investment objectives are being met.

FINANCIAL REVIEW

Results for the year

A summary of the year's results can be found on page 12 of the accounts.

During the year ended 5 April 2021, total income amounted to £1,618,558 (2020 – £1,273,189), being income arising from the charity's investments and cash deposits. A donation of £750,000 from Mr. Simon Gibson, and the Gift Aid of £187,500 claimed thereon, was allocated to the expendable endowment fund (2020 – £400,000 plus £100,000 Gift Aid).

The trustees made grants to institutions totaling £783,000 (2020 – £826,800). After grant and general administration costs of £59,835 (2020 – £68,102) and governance costs of £5,660 (2020 – £5,520), the total expenditure for the year was £848,495 (2020 – £900,422).

Total investment gains during the year were £4,687,168 (2020 – losses of £2,800,606). This resulted in a positive net movement in funds for the year of £5,457,231 (2020 – a negative net movement of £2,427,839).

The net assets of the charity at 5 April 2021 totalled £23,231,429 (2020 – £17,774,198).

Reserves policy

The trustees are aware of the Charity Commission's paper concerning reserves policies. It is not their policy to build up substantial reserves but to distribute virtually the whole of the income on the unrestricted funds for each year shortly after that year's end. Whilst they have the power to make grants out of the capital of the fund, they do not intend to do so save in exceptional circumstances.

The level of free reserves of the Trust at 5 April 2021 was £696,049 (2020 – £804,772). The trustees consider that this level of free reserves matches the parameters set out in the charity's reserves policy above and they, therefore, consider free reserves to be adequate but not excessive.

Impact of COVID-19

During the year the coronavirus pandemic (COVID-19) continued to spread worldwide and cause extensive disruption to economic activities globally.

FINANCIAL REVIEW (continued)

Impact of COVID-19 (continued)

The trustees have continued to monitor the effects of COVID-19 on the charity's operations, and the charity continues to work closely with its investment manager to assess the impact on the value of the investments and the knock-on effect on the ability to offer grants. The value of the charity's investments recovered well in the current financial year following the large falls in April 2020. The investment value has further risen from a value of £22,106,829 at 5 April 2021 to a market value of £24,928,829 on 5 November 2021. The trustees acknowledge and recognise the potential impact of the COVID-19 pandemic on the future operations of the charity. Given the nature of activities of the charity, it is not anticipated that the overall financial position of the charity will be adversely affected or its financial solvency threatened.

FUNDRAISING

The charity did not actively fundraise in 2020/21. Income received arose solely from the charity's investment portfolio and donations from Mr Simon Gibson.

FUTURE PLANS

Following the death of the settlor, Mr. Simon Gibson, in May 2021, the trustees have been made aware that the Trust is to receive a significant, but as yet unknown, amount from his estate. Once the Trust receives this donation, the trustees will meet to review if there will be an impact on its operations, and if so, what that will be. It is their intention to continue monitoring the investment performance so that, if at all possible, it achieves the criteria set by them to meet their grant giving policies.

Signed on behalf of the trustees:



Trustee

Approved on: 23/12/2021

Independent auditor's report to the trustees of The Simon Gibson Charitable Trust

Opinion

We have audited the accounts of The Simon Gibson Charitable Trust (the 'charity') for the year ended 5 April 2021 which comprise the statement of financial activities, the balance sheet, the statements of cash flows, principal accounting policies and the notes to the accounts. 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 accounts:

- ◆ give a true and fair view of the state of the charity's affairs as at 5 April 2021 and of its income and expenditure for the year then ended;
- ◆ have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- ◆ have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the accounts section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the accounts 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 accounts, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the accounts 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 accounts 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 annual report and accounts, other than the accounts and our auditor's report thereon. Our opinion on the accounts does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts 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 accounts 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 Act 2011 requires us to report to you if, in our opinion:

- ◆ the information given in the trustees' annual report is inconsistent in any material respect with the accounts; or
- ◆ sufficient accounting records have not been kept; or
- ◆ the accounts 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

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the accounts 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 accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the accounts

Our objectives are to obtain reasonable assurance about whether the accounts 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 accounts.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

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

- ◆ the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- ◆ we obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and determined that the most significant frameworks which are directly relevant to specific assertions in the financial statements are those that relate to the reporting framework and those that relate to data protection; and
- ◆ identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

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

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

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

- ◆ performed analytical procedures to identify any unusual or unexpected relationships;
- ◆ tested journal entries to identify unusual transactions;
- ◆ tested authorisation controls on expenditure items to check that all expenditure was approved in line with the charity's financial procedures.

Auditor's responsibilities for the audit of the accounts (continued)

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

- ◆ agreeing financial statement disclosures to underlying supporting documentation;
- ◆ reading the minutes of meetings of those charged with governance; and
- ◆ enquiring of management as to actual and potential litigation and claims.

As a result of our procedures, we did not identify any key audit matters relating to irregularities.

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

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

A further description of our responsibilities for the audit of the accounts 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 with 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 and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Buzzacott LLP
Statutory Auditor
130 Wood Street
London
EC2V 6DL

24 January 2022

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

Statement of financial activities Year to 5 April 2021

	Notes	Expendable endowment fund £	Unrestricted general fund £	Total 2021 £	Total 2020 £
Income and endowments from:					
Investments	1	—	681,058	681,058	773,189
Donations		937,500	—	937,500	500,000
Total income		<u>937,500</u>	<u>681,058</u>	<u>1,618,558</u>	<u>1,273,189</u>
Expenditure on:					
Charitable activities					
. Promoting and enhancing charitable work	2	58,714	784,121	842,835	894,902
Governance costs	4	—	5,660	5,660	5,520
Total expenditure		<u>58,714</u>	<u>789,781</u>	<u>848,495</u>	<u>900,422</u>
Net income (expenditure) before other recognised gains and losses		878,786	(108,723)	770,063	372,767
Gains (losses) on investments	6	4,687,168	—	4,687,168	(2,800,606)
Net income (expenditure) / net movement in funds		5,565,954	(108,723)	5,457,231	(2,427,839)
Balances brought forward					
at 6 April 2020		<u>16,969,426</u>	<u>804,772</u>	<u>17,774,198</u>	<u>20,202,037</u>
Balances carried forward					
at 5 April 2021		<u>22,535,380</u>	<u>696,049</u>	<u>23,231,429</u>	<u>17,774,198</u>

The charity has no recognised gains and losses other than those shown above and therefore no separate statement of total recognised gains and losses has been presented.

All of the charity's activities were derived from continuing operations during the above two financial periods.

Balance sheet 5 April 2021

	Notes	2021 £	2021 £	2020 £	2020 £
Fixed assets					
Investments	6		22,184,033		16,646,774
Current assets					
Cash at bank		848,582		1,116,735	
Debtors	7	204,604		16,965	
		<u>1,053,186</u>		<u>1,133,700</u>	
Creditors: amounts falling due within one year	8	<u>(5,790)</u>		<u>(6,276)</u>	
Net current assets			<u>1,047,396</u>		<u>1,127,424</u>
Total assets			<u>23,231,429</u>		<u>17,774,198</u>
Represented by:					
Funds and reserves	9				
Expendable endowment fund			22,535,380		16,969,426
Unrestricted general fund			696,049		804,772
			<u>23,231,429</u>		<u>17,774,198</u>

Approved by the trustees
and signed on their behalf by:

Deborah L Connor

Approved on:

23/12/2021

Statement of cash flows Year to 5 April 2021

	Notes	2021 £	2020 £
Cash flows from operating activities:			
Net cash used in operating activities	A	(99,121)	(244,304)
Cash flows from investing activities:			
Investment income		680,505	770,708
Interest received		553	2,481
Proceeds from the disposal of listed investments		2,350,184	1,152,659
Purchase of listed investments		(3,506,453)	(1,545,786)
Net cash (used in) provided by investing activities		(475,211)	380,062
Change in cash and cash equivalents in the year		(574,332)	135,758
Cash and cash equivalents at 6 April 2020	B	1,500,118	1,364,360
Cash and cash equivalents at 5 April 2021	B	925,786	1,500,118

Notes to the statement of cash flows for the year to 5 April 2021.

A Reconciliation of net movement in funds to net cash used in operating activities

	2021 £	2020 £
Net movement in funds (as per the statement of financial activities)	5,457,231	(2,427,839)
Adjustments for:		
(Gains) losses on investments	(4,687,169)	2,800,606
Investment income	(680,505)	(770,708)
Interest income	(553)	(2,481)
(Increase) decrease in debtors	(187,639)	155,341
(Decrease) increase in creditors	(486)	777
Net cash used in operating activities	(99,121)	(244,304)

B Analysis of cash and cash equivalents

	2021 £	2020 £
Cash at bank and in hand	848,582	1,116,735
Cash held by investment managers	77,204	383,383
Total cash and cash equivalents	925,786	1,500,118

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the accounts are laid out below.

Basis of preparation

These accounts have been prepared for the year to 5 April 2021.

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant accounting policies below or the notes to these accounts.

The accounts have been prepared 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 United Kingdom and Republic of Ireland (FRS 102) (Charities SORP FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

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

The accounts are presented in sterling and are rounded to the nearest pound.

Critical accounting estimates and areas of judgement

Preparation of the accounts requires the trustees to make significant judgements and estimates.

The trustees do not consider that there are any sources of estimation uncertainty or any key judgements made in the preparation of the financial statements.

Assessment of going concern

The trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The trustees have made this assessment in respect to a period of one year from the date of approval of these accounts.

The trustees of the charity have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The trustees are of the opinion that the charity will have sufficient resources to meet its liabilities as they fall due. With regard to the next accounting period, the year ending 5 April 2022, the most significant areas that affect the carrying value of the assets held by the charity are the level of investment return and the performance of the investment markets (see the investment policy and the risk management sections of the trustees' report for more information).

Income recognition

Income is recognised in the period in which the charity has entitlement to the income, the amount of income can be measured reliably and it is probable that the income will be received.

Income comprises donations and investment income. All income is accounted for on an accruals basis in accordance with the conditions of the Charities SORP FRS 102.

Donations are recognised when the charity has confirmation of both the amount and settlement date.

Investment income from listed investments is recognised once the income has been declared and notification has been received of the amount due.

Interest on 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.

Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to make a payment 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.

All expenditure is accounted for on an accruals basis and includes attributable VAT which cannot be recovered. Expenditure comprises direct costs and support costs. All expenses, including support costs, are allocated or apportioned to the applicable expenditure headings.

Expenditure on charitable activities comprise of grants payable in promoting and enhancing charitable work carried out by other charitable organisations and the cost of administering the grant programme. Grants payable are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the grant and has satisfied all related conditions. Grants approved but not paid at the end of the financial year are accrued for. Grants where the beneficiary has not been informed or has to meet certain conditions before the grant is released are not accrued for but are noted as financial commitments in the notes to the accounts.

Allocation of support and governance costs

Support costs represent indirect charitable expenditure. In order to carry out the primary purposes of the charity it is necessary to provide support in the form of financial and governance procedures, provision of office services and equipment and a suitable working environment.

Governance costs comprise the costs involving the public accountability of the charity (including audit costs) and costs in respect to its compliance with regulation and good practice. Support costs, including governance costs, are allocated to the charity's single charitable activity.

Fixed asset investments

Listed investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price.

The charity does not acquire put options, derivatives or other complex financial instruments.

As noted above the main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

Realised gains (or losses) on investment assets are calculated as the difference between disposal proceeds and their opening carrying value, or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value at that date. Realised and unrealised investment gains (or losses) are combined in the statement of financial activities and are credited (or debited) in the year in which they arise.

Debtors

Debtors are recognised at their settlement amount, less any provision for non-recoverability. Prepayments are valued at the amount prepaid. They have been discounted to the present value of the future cash receipt where such discounting is material.

Cash at bank and in hand

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition.

Creditors and provisions

Creditors and provisions 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. Creditors and provisions are recognised at the amount the charity anticipates it will pay to settle the debt. They have been discounted to the present value of the future cash payment where such discounting is material.

Fund accounting

The expendable endowment fund represents assets held as investments and any gains or losses on investment transactions. The trustees have the power of discretion to convert the fund into income.

The unrestricted general fund represents monies which are freely available for application towards achieving any charitable purpose that falls within the Trust's charitable objects. It includes income arising from the expendable endowment fund.

1 Investment income

	Total 2021 £	Total 2020 £
Income from listed investments		
. Equities	618,859	708,661
. Fixed interest	61,646	62,047
	680,505	770,708
Interest receivable		
. Bank interest	553	2,481
	553	2,481
	681,058	773,189

2 Promoting and enhancing charitable work

	Total 2021 £	Total 2020 £
Grants payable (note 3)	783,000	826,800
Support costs:		
. Administration expenses	59,835	68,102
	842,835	894,902

Administration expenses include £58,714 of investment management costs, allocated to the expendable endowment fund (2020 – £66,505). All other expenditure on charitable activities is unrestricted.

The key management personnel of the charity in charge of running and operating the charity on a day to day basis comprise the trustees.

The trustees received no remuneration for their services in the year (2020 – none). One trustee (2020 – one) claimed £190 in respect of subsistence, stationery and postage expenses (2020 – £775).

3 Grants payable

A reconciliation of the grants payable and grants commitments figures shown in these accounts is as follows:

Recipients	Total 2021 £	Total 2020 £
1st Swaffham Scout Group	—	5,000
2makeit	2,000	—
Abergavenny Children's Contact Centre	2,000	—
Action for Children	3,000	—
Air Training Corp	—	3,000
All Saints Church-Cornerstone Project	5,000	—
Alzheimer's Research Trust	5,000	—
Amelia Farm Trust	3,000	—
Amy Elgar Trust	3,000	3,000
Army Benevolent Fund	5,000	5,000
Arts and Business Cymru	5,000	—
Artsadmin Ltd	—	5,000
Aspire	—	3,000
Atlantic School for Young Readers	—	5,000
Baby Lifeline	3,000	—
Back Up	3,000	—
Barnardo's	10,000	5,000
Barry YMCA	3,000	3,000
Beaufort Cottage Equine Educational Trust	5,000	5,000
Beccles Sea Cadets	—	5,000
Bibles for Children	—	3,000
Big Life UK	3,000	—
Blesma	—	5,000
Bobath Children's Therapy Centre Wales	3,000	3,000
Bowel Cancer UK	5,000	5,000
Brain Tumour Research	3,000	2,000
Brainwave Centre	—	3,000
Breast Cancer Care Cymru	5,000	5,000
British Disabled Angling Society	—	3,000
British Hedgehog Preservation Society	5,000	5,000
British Liver Trust	3,000	3,000
British Warships Association	3,000	6,000
Burwell & District Day Centre	5,000	5,000
Bury St. Edmunds Cathedral	—	5,000
Canine Partners	—	3,000
Cardiff Bach Choir	2,000	2,000
Cardiff County Vale of Glamorgan Youth Orchestra	—	5,000
Cardiff Metropolitan University	—	4,000
Cardiff Sea Cadets Corps	—	3,000
Care Network Cambridgeshire	3,000	—
Carers Trust Cambridge & Norfolk	—	5,000
Carers Trust Wales	3,000	—
Caring Hair	—	3,000
Chapter (Cardiff) Ltd	10,000	3,000
Cheshire Zoo	3,000	—
CHICKS	5,000	5,000
Child Brain Injury Trust	3,000	—
Balance carried forward	121,000	133,000

3 Grants payable (continued)

Recipients	Total 2021 £	Total 2020 £
Balance brought forward	121,000	133,000
Church of Resurrection, Ely	15,000	10,000
Click Sergeant	5,000	—
CLINK	5,000	5,000
Coleg Elidyr	5,000	5,000
Combat Stress	—	5,000
Contact	—	3,000
Cool Earth	—	5,000
Cornelly and District Development Trust	—	3,000
Country Trust	3,000	5,000
Cowbridge Music Festival	3,000	3,000
Cowbridge Physic Garden	3,000	3,000
Criminon UK	3,000	—
Crisis Skylight South Wales	—	3,000
Croeso Cowbridge	5,000	—
Cyfannol Women's Aid	—	4,000
Deafblind UK	3,000	5,000
Defibrillators in Public Places	—	5,000
Dementia UK	—	5,000
Dennis O'Neill Foundation	10,000	—
Diabetes UK	5,000	5,000
Disability Advice Service	—	3,000
Disability Wales	5,000	—
Douglas Bader Foundation	3,000	—
Dream Holidays	3,000	—
Duke of Edinburgh Award	3,000	5,000
Dyspraxia Foundation	3,000	—
Ely Cathedral Appeal Fund	5,000	10,000
Exning PCC	—	10,800
Family Lives	5,000	5,000
Fareshare	3,000	—
Farms for City Children	3,000	—
Fields in Trust	5,000	5,000
Flora and Fauna	5,000	5,000
G39	3,000	—
Garden House Hospice	5,000	5,000
Gorilla Organisation	5,000	5,000
Grove Cottage	3,000	3,000
Gurkha Welfare Trust	5,000	5,000
Hearing Dogs for Deaf People	3,000	—
Herts Air Ambulance	5,000	5,000
Herts Young Homeless	5,000	5,000
Hijinx	3,000	3,000
HMS Dragon Welfare Fund	—	4,000
Homes for Veterans	—	5,000
Horatio's Garden	5,000	—
Hospice UK (Help the Hospices)	3,000	3,000
HOOR Community	—	3,000
Huggard	3,000	—
In Kind Direct	5,000	—
Balance carried forward	282,000	296,800

3 Grants payable (continued)

Recipients	Total 2021 £	Total 2020 £
Balance brought forward	282,000	296,800
Ironbridge Gorge Museum Trust	5,000	—
Isabel Hospice	5,000	5,000
Jumbulance	5,000	5,000
Juvenile Diabetes Research Foundation	3,000	—
Keep Playing	—	3,000
Kids Cancer Charity	3,000	—
Kingfishers Bridge Nature Reserve	—	10,000
Kingshott School	5,000	5,000
LAP Research	5,000	5,000
LEAF	3,000	—
Leonard Cheshire	3,000	3,000
Lepra	3,000	5,000
Letchworth Food Bank	5,000	—
Livery Company of Wales Charitable Trust	10,000	20,000
Living Paintings	—	3,000
Llamau	5,000	5,000
Llanhilleth Miners Institute	2,000	—
Macmillan Cancer Relief, Newmarket	5,000	5,000
Macular Society	5,000	5,000
Maggie's	5,000	5,000
Magpas Air Ambulance	3,000	—
Making Music Change Lives	5,000	5,000
Manage Money Wales	—	3,000
Marie Curie Cancer Care	10,000	5,000
Marine Conservation Society	5,000	5,000
Medical Detection Dogs Charity	—	3,000
MIND Suffolk	3,000	3,000
Motor Neurone Disease Society	5,000	5,000
Multiple System Atrophy Trust	3,000	—
Music in hospitals Cymru	3,000	—
National Ankylosing Spondylitis Society	5,000	5,000
National Eisteddfod	—	5,000
National Museum of Wales	10,000	10,000
Neath Port Talbot Contact Centre	—	2,000
Norfolk Community Centre	3,000	—
Northwood African Education Foundation	—	5,000
Norwich Theatre	3,000	—
NYAS	—	3,000
Oasis Cardiff	3,000	—
On Course Foundation	—	3,000
Open University	5,000	—
Orangutan Foundation	5,000	5,000
Orbis UK	5,000	5,000
Ospreys Wheelchair Rugby Club	3,000	—
Our Special Friends	3,000	—
Oxford Hospital Charity	5,000	5,000
Panathlon Foundation	3,000	—
Pancreatic Cancer Reserve Fund	5,000	5,000
Parkinson's UK	5,000	—
Balance carried forward	459,000	462,800

3 Grants payable (continued)

Recipients	Total 2021 £	Total 2020 £
Balance brought forward	459,000	462,800
PBC Foundation UK	3,000	—
Perthes Association	—	3,000
Peterborough Cathedral	—	5,000
Prader-Willi Syndrome Association	—	3,000
Prisoners' Education Trust	—	3,000
Prospect Trust	—	5,000
Prostate Cancer Charity	10,000	10,000
Read for Good	3,000	—
Red Balloon in the Air	3,000	—
Relate Cambridge	3,000	—
Rennie Grove Hospice Care	3,000	—
Rhose Surf Lifesaving Club	—	3,000
Riding for the Disabled	5,000	5,000
RNIB	3,000	—
RNLI	9,000	9,000
RNOH Charity	5,000	—
Rowan	3,000	—
Royal Agricultural Society	3,000	—
Royal British Legion Industries	5,000	—
Royal Welsh Agricultural Society Glamorgan Fund	20,000	20,000
Royal Welsh College of Music and Drama	15,000	15,000
Salvation Army	5,000	3,000
Samaritans Bridgend	3,000	—
Save The Rhino	5,000	5,000
School Readers	—	5,000
Seafarers UK	3,000	3,000
Sense	5,000	5,000
Shelter Cymru	5,000	5,000
Skillforce	—	5,000
Small Acts of Kindness Trust	—	3,000
Songbird Survival	—	3,000
SPACE	3,000	—
Spinal Research	3,000	3,000
St Cadoc's Church Llancarfan	5,000	5,000
St John Ambulance Suffolk	5,000	5,000
St Martin's Church, Exning	5,000	5,000
St Mary's Burwell	—	2,000
Stand By Me	5,000	5,000
Starlight	5,000	—
Stroke Association	5,000	3,000
Suffolk Age UK	3,000	—
Suffolk Artlink	3,000	—
Surfers Against Sewage	—	5,000
Techniquet	4,000	4,000
Teenage Cancer Trust	5,000	5,000
Tenovus	5,000	20,000
The Aloud Charity	—	3,000
The Bridge Mentoring Plus Scheme	3,000	—
Balance carried forward	637,000	645,800

3 Grants payable (continued)

Recipients	Total 2021 £	Total 2020 £
Balance brought forward	637,000	645,800
The Broads Trust	—	3,000
The Greenpeace Trust	5,000	5,000
The Listening Place	—	5,000
The Lullaby Trust	—	3,000
The Prince's Trust	—	10,000
The Racing Centre	—	5,000
The Resume Foundation	5,000	—
The Royal National College for the Blind	5,000	—
The SOFA project	3,000	—
The Walnut Tree Health and Wellbeing	—	3,000
The Wavertree Trust	—	5,000
The Wildlife Trust	3,000	—
Tinplate Workers' Charitable Trust	5,000	5,000
Tomorrow's Generation School	10,000	10,000
Traffic International	5,000	5,000
Ty Hafen Hospice	10,000	5,000
Ultraponix Wales and West CIC	—	5,000
United Purpose	5,000	—
University of Birmingham	5,000	5,000
University of Manchester Poverty Access Programme	10,000	10,000
UWC Atlantic College	4,000	4,000
UWC Atlantic College Scholarship	—	10,000
Valeways	3,000	3,000
Versus Arthritis	5,000	5,000
Viva Arts and Community Group	—	3,000
Wales Millennium Centre	15,000	15,000
WaterAid	5,000	5,000
Welsh Guards Lt. Colonel's Fund	5,000	5,000
Welsh National Opera	10,000	10,000
West Suffolk Association for the Blind	—	3,000
Whizz Kidz	3,000	3,000
Wild Aid	5,000	5,000
Wild Cru	5,000	5,000
Willow	3,000	—
Wincanton Community	—	5,000
Wintercomfort for the Homeless	—	3,000
Wooden Spoon Society	5,000	5,000
Y Bwthyn Newydd Bridgend	—	5,000
Young People Taking Action	3,000	—
Young Women's Trust	—	3,000
Ystradowen Community & Sports Association	4,000	—
	783,000	826,800

3 Grants payable (continued)

	2021 £	2021 £	2020 £	2020 £
Grant commitments at 6 April 2020	—		—	
Commitments made in the year	783,000		826,800	
Grants payable for the year		783,000		826,800
Grants paid during the year		(783,000)		(826,800)
Grant commitments at 5 April 2021		—		—

4 Governance costs

	Total 2021 £	Total 2020 £
Auditor's remuneration:		
. Statutory audit fees	5,660	5,520
	5,660	5,520

5 Taxation

The Simon Gibson Charitable Trust is a registered charity and therefore is not liable to income tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

6 Investments

	2021 £	2020 £
Listed investments		
Market value at 6 April 2020	16,263,391	18,670,870
Additions at cost	3,506,453	1,545,786
Disposals (proceeds £2,350,184; realised gains £437,889)	(1,912,295)	(1,031,072)
Net unrealised investment gains (losses)	4,249,280	(2,922,193)
Market value at 5 April 2021	22,106,829	16,263,391
Cash held by investment manager for reinvestment	77,204	383,383
Total investments as at 5 April 2021	22,184,033	16,646,774
Historical cost of listed investments		
At 5 April 2021	16,392,502	15,341,527

Listed investments held at 5 April 2021 comprised the following:

	2021 £	2020 £
UK equities	17,383,655	10,822,505
Overseas equities	3,483,025	4,321,117
UK fixed interest	1,240,149	854,068
Commodities	—	265,701
	22,106,829	16,263,391

6 Investments (continued)

Investments representing a material proportion of the portfolio investment were:

	5 April 2021 Market value £	% of portfolio	5 April 2020 Market value £	% of portfolio
GlaxoSmithKline plc – Ordinary 25 pence shares	1,277,600	5.8	1,489,400	9.2

7 Debtors

	2021 £	2020 £
Accrued income	17,104	16,965
Share sale proceeds receivable	187,500	—
	204,604	16,965

8 Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals		
. Audit fees	5,600	5,400
. Non-audit accountancy fees	—	480
. Trustee expenses	190	396
	5,790	6,276

9 Analysis of net assets between funds

	Expendable endowment fund £	Unrestricted general fund £	Total funds 2021 £
Investments	22,184,033	—	22,184,033
Cash at bank	351,347	497,235	848,582
Debtors	—	204,604	204,604
Creditors falling due within one year	—	(5,790)	(5,790)
	22,535,380	696,049	23,231,429

9 Analysis of net assets between funds (continued)

	<i>Expendable endowment fund £</i>	<i>Unrestricted general fund £</i>	<i>Total funds 2020 £</i>
<i>Investments</i>	16,646,774	—	16,646,774
<i>Cash at bank</i>	322,652	794,083	1,116,735
<i>Debtors</i>	—	16,965	16,965
<i>Creditors falling due within one year</i>	—	(6,276)	(6,276)
	<u>16,969,426</u>	<u>804,772</u>	<u>17,774,198</u>

The total unrealised gains as at 5 April 2021 constitute movements on revaluation and are as follows:

	2021 £	2020 £
Unrealised gains included above:		
On investments	5,714,327	921,864
Total unrealised gains at 5 April 2021	5,714,327	921,864
Reconciliation of movements in unrealised gains		
Unrealised gains at 6 April 2020	921,864	3,936,391
In respect to disposals in the year	543,183	(92,334)
	1,465,047	3,844,057
Net gains (losses) arising on revaluation arising in the year	4,249,280	(2,922,193)
Total unrealised gains at 5 April 2021	5,714,327	921,864

10 Related party transactions

During the year, the charity made a grant of £10,000 (2020 – £20,000) to the Worshipful Livery Company of Wales Charitable Trust of which Bryan Marsh was a trustee. The charity made a grant of £20,000 (2020 – £20,000) to The Royal Welsh Agricultural Society of which John Homfray is President-elect for 2022. It also made a grant of £3,000 (2020 – £3,000) to Cowbridge Physic Garden of which John Homfray's spouse is a trustee. During the year the Trust made a grant of £5,000 (2020 – £5,000) to Kingshott School with which Deborah Connor was in paid employment.

11 Post balance sheet events

Mr Simon Gibson, the settlor of the charity, passed away in May 2021, following the year end. The Trust has been notified that it is a beneficiary of the residual estate, however probate has not been granted at the date of signing these accounts and a final figure, although expected to be significant, is not yet known.

12 Comparative statement of financial activities – Year ended 5 April 2020

	Expendable endowment fund £	Unrestricted general fund £	Total 2020 £
Income and endowments from:			
Investments	—	773,189	773,189
Donations	500,000	—	500,000
Total income	500,000	773,189	1,273,189
Expenditure on:			
Charitable activities			
. Promoting and enhancing charitable work	66,505	833,917	900,422
Total expenditure	66,505	833,917	900,422
Net income (expenditure) before other recognised gains and losses	433,495	(60,728)	372,767
(Losses) on investments	(2,800,606)	—	(2,800,606)
Net (expenditure) / net movement in funds	(2,367,111)	(60,728)	(2,427,839)
Balances brought forward			
at 6 April 2019	19,336,537	865,500	20,202,037
Balances carried forward			
at 5 April 2020	16,969,426	804,772	17,774,198