

REGISTERED CHARITY NUMBER: 269615

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021
FOR
THE ELEPHANT TRUST**

THE ELEPHANT TRUST
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FOR THE YEAR ENDED 5 APRIL 2021

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THE ELEPHANT TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2021

The trustees present their report with the financial statements of the charity for the year ended 5 April 2021. The trustees have adopted the provisions 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 UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and Activities for the Public Benefit

The trustees confirm that they have referred to the guidance in the Charity Commission general guidance on public benefit when reviewing the charity's aims and objectives in planning future activities.

The objective of the charity is to advance public education in all aspects of the arts and to develop artistic taste and the knowledge, understanding and appreciation of the fine arts in such manner as the trustees shall think fit. In shaping the objectives for the year and planning the activities, the trustees have considered the Charity Commission's guidance on public benefit.

Grant making

The trustees make grant payments against specific criteria set out by the trustees in accordance with the charity's objectives.

ACHIEVEMENT AND PERFORMANCE

Achievements, performance and financial review

A trustee acts as the charity's accountant, maintaining the accounting records and dealing with the administration of the charity, apart from the artistic aspects which are handled by the Director.

During the year, the charity had total incoming resources of £86,213 (2020: £102,244) and made grants of £80,924 (2020: £129,279) to individuals, art galleries and other organisations in the furtherance of the charity's objectives.

No fundraising activities have been held.

FINANCIAL REVIEW

Trustees' investment powers

Under the Trust Deed, the Trustees have power to invest trust moneys in the acquisition by purchases or otherwise or upon security of such property of whatever nature and wherever situated as the Trustees shall in their absolute discretion think fit.

Reserves policy

The policy of the Trustees is to maintain significant reserves to provide the income and gains required to meet the Trustees proposed level of grant payments. In this connection the funds representing the reserves are invested in UK and Overseas listed securities with a view to generating income and gains without exposing the Charity to undue risk.

FUTURE PLANS

The Trust's aims for 2021/22 are to continue to make grants in pursuance of the charitable objectives.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution and status

The Elephant Trust was constituted under a Trust Deed dated 20 August 1975, by the settlor, Sir Roland Penrose, and is a registered charity No. 269615.

Recruitment and appointment of new trustees

The power of appointing a new trustee and of removing a trustee is vested in a majority, for the time being, of the trustees. Recruitment is undertaken as necessary through the identification of skills gaps at trustee level.

Induction and training of new trustees

Should any new trustee join the charity they would go through a process of induction including meetings with the current trustees and the provision of key information, followed by further training at future meetings.

Key management remuneration

The trustees are considered to be the key management of the charity and do not receive a remuneration.

THE ELEPHANT TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The trustees have a duty to identify and review the risks to which the trust charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

269615

Principal address

512 Bankside Lofts
65 Hopton Street
London
SE1 9GZ

Trustees

L Achiampong
D Ades (resigned 4th April 2021)
O Basciano
E Carey-Thomas
B Cook
W Grundy (resigned 30th July 2021)
D Globus (resigned 6th April 2020)
M Gronlund (appointed 26th October 2021)
J Kerbel
G Leung
D Musgrave
A Penrose
R Rattenbury (resigned 30th July 2021)

Independent examiner

John Howard, FCA
Azets Audit Services
2nd Floor, Regis House
45 King William Street
London
EC4R 9AN

Advisers

Investment Managers

Investec Wealth & Investment Limited
2 Gresham Street
London
EC2V 7QN

Bankers

C. Hoare & Co.
37 Fleet Street
London
EC4P 4DQ

Approved by order of the board of trustees on  and signed on its behalf by:

B Cook - Trustee

19 January 2022

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE ELEPHANT TRUST

Independent examiner's report to the trustees of The Elephant Trust

I report to the charity trustees on my examination of the accounts of The Elephant Trust (the Trust) for the year ended 5 April 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

I have no concerns and have come across no other matter in connection with the examination to which attention should be drawn in this report in to enable proper understanding of the financial statements to be reached.



John Howard FCA
Azets Audit Services
2nd Floor, Regis House
45 King William Street
London
EC4R 9AN

Date: 19 January 2022

THE ELEPHANT TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2021

		Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
INCOME FROM	Note				
Donations and legacies	2	100	-	100	100
Other trading activities	3	1,201	-	1,201	239
Investment income	4	<u>83,155</u>	<u>1,757</u>	<u>84,912</u>	<u>101,905</u>
Total		84,456	1,757	86,213	102,244
EXPENDITURE ON					
Raising funds	5	26,289	590	26,879	27,162
Charitable activities					
Advancement of the Arts	6, 7	<u>95,694</u>	<u>-</u>	<u>95,694</u>	<u>142,654</u>
Total		121,983	590	122,573	169,816
Net gains/(losses) on investments		<u>664,493</u>	<u>8,637</u>	<u>673,130</u>	<u>(430,734)</u>
NET INCOME/(DEFICIT)		626,966	9,804	636,770	(498,306)
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>2,855,560</u>	<u>91,160</u>	<u>2,946,720</u>	<u>3,445,026</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>3,482,526</u></u>	<u><u>100,964</u></u>	<u><u>3,583,490</u></u>	<u><u>2,946,720</u></u>

The notes form part of these financial statements

THE ELEPHANT TRUST

**BALANCE SHEET
AT 5 APRIL 2021**

		Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
Investments	Note				
Investments	9	<u>3,319,952</u>	<u>61,979</u>	<u>3,381,931</u>	<u>2,796,558</u>
		3,319,952	61,979	3,381,931	2,796,558
CURRENT ASSETS					
Debtors	10	10,860	-	10,860	11,617
Cash at bank		<u>156,491</u>	<u>38,985</u>	<u>195,476</u>	<u>144,540</u>
		167,351	38,985	206,336	156,157
CREDITORS					
Amounts falling due within one year	11	<u>(4,777)</u>	-	<u>(4,777)</u>	<u>(5,995)</u>
NET CURRENT ASSETS		<u>162,574</u>	<u>38,985</u>	<u>201,559</u>	<u>150,162</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,482,526</u>	<u>100,964</u>	<u>3,583,490</u>	<u>2,946,720</u>
NET ASSETS		<u>3,482,526</u>	<u>100,964</u>	<u>3,583,490</u>	<u>2,946,720</u>
FUNDS	12				
Unrestricted funds				3,482,526	2,855,560
Restricted funds				<u>100,964</u>	<u>91,160</u>
TOTAL FUNDS				<u>3,583,490</u>	<u>2,946,720</u>

The financial statements were approved by the Board of Trustees on19th January 2022..... and were signed on its behalf by:



.....
B Cook -Trustee

The notes form part of these financial statements

THE ELEPHANT TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income

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

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants payable are included in the Statement of Financial Activities when approved by the trustees and agreed with the beneficiary. Grants where the beneficiary has not been informed or has to meet certain conditions before the grant is released are not accrued but are noted as financial commitments.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. DONATIONS AND LEGACIES

	2021 £	2020 £
Donations	100	100
Legacies	-	-
	<u>100</u>	<u>100</u>

The trustees are the residuary beneficiaries of the estate of Shelagh Wakely who died on 19th March 2011. Legacy income of £1,300,000 was recognised in the 2012 year representing the receipt of a property, valued at its market value, and an interim payment made in 2013. An additional £30,000 was recognised in the 2014 year. In 2015 £10,000 was received following the sale of artwork and the intellectual property rights and a further £3,723 payment from the estate. A further £10,000 was received in 2016, 2017 and 2018 with the final payment of £16,756 in 2018.

3. OTHER TRADING ACTIVITIES

	2021 £	2020 £
Other income	<u>1,201</u>	<u>239</u>
	<u>1,201</u>	<u>239</u>

THE ELEPHANT TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 5 APRIL 2021

4. INVESTMENT INCOME

	2021 £	2020 £
UK listed investments:		
- Fixed interest	15,456	3,146
- Equities	37,082	92,949
Overseas listed investments:		
- Equities	27,963	5,286
Interest receivable	4,411	524
	<u>86,213</u>	<u>101,905</u>

5. RAISING FUNDS

Investment management costs

	2021 £	2020 £
Portfolio management	<u>26,879</u>	<u>27,162</u>

6. GRANTS PAYABLE

	2021 £	2020 £
Advancement of the Arts	<u>80,924</u>	<u>129,279</u>

	Number of Grants	£
Institutions:		
Chisenhale	1	2,000
Edinburgh Workshop	1	2,000
Nottingham Studios	1	2,000
Grand Union Arts	1	1,860
SK Arts Limited	1	3,966
Obsidian Coast	1	1,750
Gelare Khoshgozaran Cell Foundation	1	2,000
Cubitt Artists	1	5,000
National Galleries	1	6,873
	<u>8</u>	<u>27,449</u>
Institutions	8	27,449
Individuals	<u>23</u>	<u>53,475</u>
	<u>31</u>	<u>80,924</u>

THE ELEPHANT TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 5 APRIL 2021

7. SUPPORT COSTS

		Other £ <u>14,770</u>
Other trading activities		
	2021 £	2020 £
Accountancy charges		
- Current year	1,700	1,750
- Under accrual from previous year	670	-
Independent examination	1,800	1,700
Directors' fees	8,400	8,400
Trustees expenses	-	-
Irrecoverable VAT	30	(90)
Directors office expenses	1,990	1,535
Bank charges	180	-
Sundry expenses	-	80
	<u>14,770</u>	<u>13,375</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 5 April 2021 nor for the year ended 5 April 2020.

Trustees' expenses

The following amounts are payable to trustees and others involved in the administration of the charity, in respect of expenses reimbursed and services rendered by them or their firm:

	2021 £	2020 £
Directors' fees and expenses	<u>8,400</u>	<u>8,400</u>

There is 1 member of staff employed by the trust (2020: 1).

No members of staff received remuneration over £60,000 in the year.

The trustees and the director, who are considered to be the key management of the Charity, received £8,400 remuneration or other benefits for the year ended 5 April 2021 and year ended 5 April 2020.

THE ELEPHANT TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 5 APRIL 2021

9. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 6 April 2020	2,796,558
Additions	886,516
Disposals	(974,273)
Revaluations	<u>673,130</u>
At 5 April 2021	<u>3,381,931</u>
 NET BOOK VALUE	
At 5 April 2021	<u>3,381,931</u>
At 5 April 2020	<u>2,796,558</u>

There were no investment assets outside the UK.

	2021 £	2020 £
Historical cost at 5 April	<u>2,794,399</u>	<u>2,807,695</u>

Investments at market value comprise:

UK listed investments:		
- Fixed interest	381,830	212,267
- Equities	1,106,349	1,179,788
- Property	163,289	125,528
Overseas listed investments:		
- Fixed interest	314,602	319,524
- Equities	<u>1,415,861</u>	<u>959,451</u>
	<u>3,381,931</u>	<u>2,796,558</u>

THE ELEPHANT TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 5 APRIL 2021

9. FIXED ASSET INVESTMENTS - continued

The following individual investments had a market value in excess of 5% of the total market value of investments:

Vanguard Funds PLC S&P 500 Ucits Etf USD Dis	£212,156	(2020: £149,498)
Ishares li Plc USD Tips Ucits Etf GBP Sett	£177,745	(2020: £191,245)

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade debtors	<u>10,860</u>	<u>11,617</u>
	<u>10,860</u>	<u>11,617</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Other creditors	<u>4,777</u>	<u>5,995</u>

12. MOVEMENT IN FUNDS

	At 6/4/20	Net movement in funds	At 5/4/21
	£	£	£
Unrestricted funds			
General fund	2,855,560	626,966	3,482,526
Restricted funds			
Joanna Drew Bursary Fund	91,160	9,804	100,964
TOTAL FUNDS	<u>2,946,720</u>	<u>636,770</u>	<u>3,583,490</u>

THE ELEPHANT TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 5 APRIL 2021

12. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	84,456	(121,983)	664,493	626,966
Restricted funds				
Joanna Drew Bursary Fund	1,757	(590)	8,637	9,804
TOTAL FUNDS	<u>86,213</u>	<u>(122,573)</u>	<u>673,130</u>	<u>636,770</u>

Comparatives for movement in funds

	At 6/4/19 £	Net movement in funds £	At 5/4/20 £
Unrestricted Funds			
General fund	3,343,713	(488,153)	2,855,560
Restricted Funds			
Joanna Drew Bursary Fund	101,313	(10,153)	91,160
TOTAL FUNDS	<u>3,445,026</u>	<u>(498,306)</u>	<u>2,946,720</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	99,303	(169,221)	(418,235)	(488,153)
Restricted funds				
Joanna Drew Bursary Fund	2,941	(595)	(12,499)	(10,153)
TOTAL FUNDS	<u>102,244</u>	<u>(169,816)</u>	<u>(430,734)</u>	<u>(498,306)</u>

Unrestricted fund

This fund comprises those funds which the trustees are free to use in accordance with the charitable objectives.

Restricted fund

The charity received restricted donations for the purpose of setting up a bursary in memory of Joanna Drew, its late chairman and one of the founding trustees. The aim of the bursary is to enable artists professionally involved in the visual arts to broaden their experience through travel. The raised funds are retained and the income generated by them is awarded once a year to an individual chosen by a small group initially made up of friends and colleagues of Joanna.

THE ELEPHANT TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 5 APRIL 2021

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 5 April 2021.