

THE SWIRE CHARITABLE TRUST

REPORT AND ACCOUNTS

YEAR ENDED 31 DECEMBER 2022

Charity number: 270726

THE SWIRE CHARITABLE TRUST

I N D E X

Year ended 31 December 2022

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THE SWIRE CHARITABLE TRUST

GENERAL INFORMATION

Year ended 31 December 2022

Established by deed	23 December 1975
Charity number	270726
Trustees	B N Swire J S Swire M B Swire (retired 9 May 2022) S C Swire M V Allfrey R Hogg Power to appoint new Trustees was vested in the Settlers during their lifetimes and thereafter in the Trustees, provided that there are always at least five Trustees.
Settlers	Sir John Swire CBE (deceased) Sir Adrian Swire (deceased)
Trust fund	£100, and further monies, securities, land chattels or other investments donated upon and subject to the same trusts.
Objects	Such charities or for such exclusively charitable purposes as the trustees may determine.
Investment	The Trustees have powers of investment as if absolutely entitled to the Trust Fund beneficially, including a power to invest surplus income.
Investment managers	Sarasin & Partners LLP Juxon House 100 St Paul's Churchyard London EC4M 8BU
Auditors	Dixon Wilson Audit Services LLP 22 Chancery Lane London WC2A 1LS
Solicitors	Bircham Dyson Bell One Bartholomew Close London EC1A 7BL Lester Aldridge 120 Moorgate London EC2M 6UR
Bankers	Coutts & Co 440 Strand London WC2R 0QS
Address	Swire House 59 Buckingham Gate London SW1E 6AJ

THE SWIRE CHARITABLE TRUST

REPORT OF THE TRUSTEES

Year ended 31 December 2022

The Trustees present their report and financial statements of the charity for the year ended 31 December 2022. The financial statements have been prepared in accordance with the accounting policies set out in note 1 of the financial statements and with the 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 (FRS102).

This report should be read in conjunction with the information included in page 2.

Structure, governance and management

The Swire Charitable Trust is an unincorporated charity, constructed under a trust deed dated 23 December 1975 and is a registered charity, number 270726.

In accordance with the Trust deed, the minimum number of Trustees must be at least five. The power to appoint new Trustees is vested in the current Trustees.

Responsibility for the induction of all new Trustees, which involves awareness of the history and approach of the charity and an understanding of a Trustee's duties, lies with the Trustees. New Trustees receive detailed information about the charity's governance, grant making, and financial position, including copies of Charity Commission guidance for trustees, the Trust's governing document, and the annual report and accounts.

The Trustees are directly responsible for the management of the Trust. The Trustees agree the Trust's strategy, review and approve donations and grants, and oversee the charity's governance, including the investment, reserves, and risk management policies, which are reviewed by the Trustees annually.

The Trust deed provides the Trustees with broad powers to create policies to support the management, governance, and administration of the Trust.

Grant making policy

The Trustees hold regular meetings to consider grants and donations.

Proposals for grants of £25,000 and over and for multi-year grants are considered at quarterly meetings by all Trustees. Grants of under £25,000 are considered at Committee meetings attended by a minimum of two Trustees. Committee meetings are held regularly, usually every four to six weeks, to ensure that grants are considered, awarded, and confirmed on an ongoing basis. There are no fixed deadlines for applications.

The Trust has an online application process. All organisations applying for funding are required to submit a request online outlining how funds would be used and what would be achieved. Due diligence is then undertaken and shortlisted organisations are contacted for further information, before proposals and recommendations are considered by the Trustees.

Applicants are advised that the total amount requested should represent no more than 10% of the charity's reported income. Multi-year grants are usually only made to charities that have been supported previously.

The Trust aims to be responsive and flexible in its grant making and is open to applications for restricted funding or for support of core costs.

Grant making programmes

The charity currently provides grants to charities through the following programmes:

- The **Opportunity Programme**, which aims to improve life chances for ex-service men and women; victims of slavery and trafficking; children and young people in the care of their local authority, involved with the criminal justice system, or from the most socio-economically disadvantaged backgrounds.
- The **Environment Programme**, which funds charities that can connect people to the environment and support the UK's biodiversity.
- The **Heritage Programme**, which funds heritage work that can deliver social and economic benefits to deprived communities or disadvantaged people and support charities working to safeguard endangered skills.

THE SWIRE CHARITABLE TRUST

REPORT OF THE TRUSTEES (continued)

Year ended 31 December 2022

In addition to these funding programmes, in 2022 the Trustees continued to make grants to charities within a dedicated **Covid-19 Recovery Programme**. This programme awarded grants of under £25,000 to charities providing a critical response to Covid-19 or facing funding challenges directly related to Covid-19.

The Trust's small discretionary fund continued to provide grants to local charities and small donations to causes championed by the staff and other stakeholders of John Swire & Sons Ltd.

Scholarships programme

The Swire Scholarships Programme was established in the 1980s as the Swire Educational Trust, which was merged into The Swire Charitable Trust in 2015. The Trust administers a number of scholarships for graduate and postgraduate study at British and overseas universities for overseas students.

Scholarships are advertised on the websites of affiliated universities or colleges websites, and in national papers in Hong Kong, Japan, China, and other jurisdictions. Candidates apply directly to the affiliated universities and, if they meet the academic criteria, they are interviewed by a panel. The university decides whether to offer a candidate admission to their chosen course of study. The university may then refer a successful candidate to be considered for a scholarship from the Trust.

Objectives, activities and achievements for the public benefit

The Trust Deed contains broad charitable objects which allow the Trustees, in their discretion, to pay or apply the income and, if agreed, the capital of the Trust Fund to or for the benefit of any charitable bodies, trusts, associations, institutions or organisations in the United Kingdom and elsewhere.

In 2022, the Trust made donations and grants totalling £4,778,121 (2021 - £3,970,985). There was a net decrease in funds for the year of £1,716,603 (2021 - £239,503).

Within the Trust's focused funding programmes £1.98m was awarded in Opportunity grants, £570,000 was awarded in Heritage grants and £566,000 was awarded in Environment grants. A list of charities that received grants during the year can be found on pages 15 – 22.

During the year to 31 December 2022, the Trust approved the selection of 9 (2021 - 11) new scholars and granted 11 (2021 - 11) annual scholarships and awards to existing scholars.

The Trustees, having regard to the public benefit guidance published by the Charity Commission in accordance with section 17 of the Charities Act 2011, consider that the purpose and activities of the charity satisfy the requirements of the public benefit test set out in the section 4 of the same Act.

Investment policy

The Trustees' principal resources arise from donations to the trust. The Trustees have expended through donations and grants the income arising therefrom on an annual basis. The Trustees maintain a cash balance in order to provide a fund to meet grants and donations which they wish to make in excess of donations received in any particular year.

In this regard the Trustees have noted the statutory duty of care required by the Trustee Act 2000, in relation to their holding suitable investments and the need for diversification of investments so far as is appropriate to the circumstances of the trust.

There is no requirement to maintain a particular level of income reserves as endowment funds can be expended to meet expenditure as required.

The Trustees' overall investment objective is to achieve a level of investment income growth which at least matches the rate of inflation, while protecting the value of the charity's capital in real terms. This policy is implemented by independent fund managers.

THE SWIRE CHARITABLE TRUST

REPORT OF THE TRUSTEES (continued)

Year ended 31 December 2022

Financial review

The investments held in the portfolio with Sarasin & Partners LLP have decreased by 26.1% during the year (2021 – 0.3% decrease). Dividends of £274,726 were received in the year (2021 – £201,490).

During the year the Trust received donations of £4,000,000 (2021 – £3,000,000) all of which were attributable to the Unrestricted Fund. At the balance sheet date, the Unrestricted Fund stood at a surplus of £393,632 (2021 – £298,364).

Reserves policy

The Swire Charitable Trust was created in December 1975 and provides the Trustees with wide powers of discretion to distribute the donations and other income of the Trust fund for charitable purposes as the Trustees determine. It has been the Settlers' and Trustees' intention that the trust fund should be able to grow during the accumulation period with the help of accumulation of income. Once income is accumulated, it becomes an addition to the Trust's capital. The accumulation period of the unrestricted fund ended 22 December 1996. The accumulation period of the restricted fund ended 12 September 2010.

It is the Trustees' policy not to retain reserves within the unrestricted fund as overheads are low and the grants that are made vary according to the income generated. As such no reserves are required to ensure the Trust's continued operations.

Endowment reserves are held within the restricted fund to support future scholarships. At the balance sheet date the funds held in the Endowment reserve were £6,900,824 (2021 – £8,712,695).

Key management personnel remuneration

The Trustees consider the Board of Trustees as comprising the key management personnel in charge of directing and controlling the charity. All Trustees give their time freely and no Trustee remuneration or expense reimbursements were paid in the year. The day-to-day operation and administration of the Trust is delivered by John Swire & Sons Ltd.

Risk management

The trustees are satisfied that appropriate policies, protection, systems, and checks remain in place to mitigate exposure to major risks. Operational risks and policies are reviewed on a regular basis and are also formally considered by the Trustees.

The principal risks faced by the charity lie in the performance of investments and operational risks relating to grant making that might arise from systems failure and/or fraudulent applications. There is also a reputational risk for the charity through its relationship with John Swire & Sons Ltd.

Investments: The variability of investment returns is the charity's major financial risk. It mitigates this risk by retaining expert investment advisors and having a diversified investment portfolio.

Operations: The risk of ineffective grant making through systems failure and/or fraudulent applications is mitigated by carrying out research and due diligence on potential grant holders by a skilled grants management team. All applications are received, processed, and managed online to minimise the risk of administrative errors. Bank details are verified in advance of all payments, including multi-year grants. Banking protocols are also in place, including multiple layers of authorisation for all payments.

Reputation: Direct involvement of members of the Trustee Board in the activities of John Swire & Sons Ltd also enables them to be fully apprised of events that might give rise to reputational risks.

Plans for future periods

The Trustees are committed to responding to the needs of the charity sector, both through the Trust's established thematic programmes and by making additional funding available to address exceptional needs.

THE SWIRE CHARITABLE TRUST

REPORT OF THE TRUSTEES (continued)

Year ended 31 December 2022

Trustees' responsibilities in relation to the financial statements

The Trustees are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards. The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

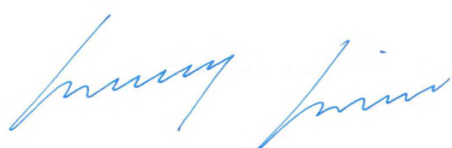
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy 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.

Statement as to disclosure to our auditors

Insofar as the Trustees are aware at the time of approving our Trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the group's auditor is unaware, and
- the Trustees, having made enquiries of fellow Trustees and the Trust's auditor that they ought to have individually taken, have each taken all steps that he/she is obliged to take as a trustee in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.



S C SWIRE
For the trustees
24 October 2023

THE SWIRE CHARITABLE TRUST

AUDITOR'S REPORT

Year ended 31 December 2022

Opinion

We have audited the financial statements of The Swire Charitable Trust (the 'charity') for the year ended 31 December 2022, which comprise the statement of financial activities, balance sheet, 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).

This report is made solely to the charity's Trustees, as a body, in accordance with regulations made under section 154 of the Charities Act 2011. 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.

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 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 other information comprises the information included in the Trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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.

THE SWIRE CHARITABLE TRUST

A U D I T O R ' S R E P O R T

Year ended 31 December 2022

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 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 financial statements; or
- the charity has not kept adequate accounting records; or
- the 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

As explained more fully in the Trustees' responsibilities statement set out on page 5, 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.

Auditor's responsibilities for the audit of the financial statements

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.

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 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.

THE SWIRE CHARITABLE TRUST

AUDITOR'S REPORT

Year ended 31 December 2022

We gained an understanding of the legal and regulatory framework applicable to the charity by considering, amongst other things, the sector in which it operates, and considered the risk of acts by the charity that were contrary to applicable laws and regulations, including fraud. We designed audit procedures to respond to the assessed level of risk, but recognised that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

We focused on laws and regulations which could give rise to a material misstatement in the financial statements, including, but not limited to the Charities Act 2011.

Our tests included agreeing the financial statement disclosures to underlying supporting documentation, enquiries with management and enquiries of third parties.

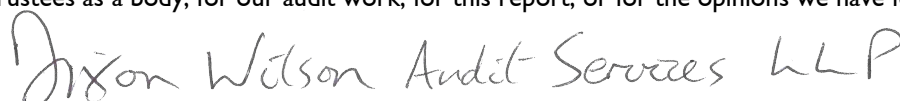
As in all our audits, we also addressed the risk of management override of internal controls, including testing journals and evaluating whether there was evidence of bias by management that represented a risk of material misstatement due to fraud.

There are inherent limitations in the audit procedures described above and, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. We did not identify any key audit matters relating to irregularities, including fraud.

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 regulations made under section 154 of the Charities Act 2011. 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.



Dixon Wilson Audit Services LLP, Statutory Auditor
22 Chancery Lane
London
WC2A 1LS

24 October 2023

Dixon Wilson Audit Services LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

THE SWIRE CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES

Year ended 31 December 2022

	Note	Restricted Expendable Endowment Fund £	Restricted Income Fund £	Unrestricted Fund £	2022 Total £	2021 Total £
Income and endowments from:						
Investments	2	-	295,927	1,813	297,740	233,974
Donations and legacies		-	-	4,000,000	4,000,000	3,000,000
Total income and endowments		-	295,927	4,001,813	4,297,740	3,233,974
Expenditure on:						
Raising funds		-	30,907	-	30,907	17,279
Charitable activities	3	-	1,042,957	3,906,545	4,949,502	4,101,556
Total expenditure		-	1,073,864	3,906,545	4,980,409	4,118,835
Net (losses)/gains on investment assets	4	(1,033,934)	-	-	(1,033,934)	645,358
Net (expenditure)/income		(1,033,934)	(777,937)	95,268	(1,716,603)	(239,503)
Transfers between funds		(777,937)	777,937	-	-	-
Net movement in funds		(1,811,871)	-	95,268	(1,716,603)	(239,503)
Reconciliation of funds:						
Fund balance brought forward at 1 January 2022		8,712,695	-	298,364	9,011,059	9,250,562
Fund balance carried forward at 31 December 2022		6,900,824	-	393,632	7,294,456	9,011,059

All amounts are in respect of continuing activities.

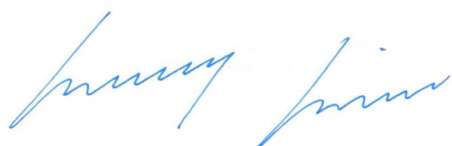
THE SWIRE CHARITABLE TRUST

BALANCE SHEET

At 31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Investments	4	<u>7,006,903</u>	<u>9,478,358</u>
Current assets			
Debtors	5	120,824	6,480
Cash at bank and in hand		<u>1,233,942</u>	<u>810,558</u>
		1,354,766	817,038
Liabilities			
Creditors: amounts falling due within one year	6	<u>(447,213)</u>	<u>(840,337)</u>
Net current assets/(liabilities)		907,553	(23,299)
Creditors: amounts falling due after one year	6	<u>(620,000)</u>	<u>(444,000)</u>
Net assets		<u>7,294,456</u>	<u>9,011,059</u>
The funds of the charity:			
Restricted expendable endowment funds	7	6,900,824	8,712,695
Unrestricted income fund	7	<u>393,632</u>	<u>298,364</u>
		7,294,456	9,011,059

The financial statements on pages 10 to 25 were approved by the board of trustees on 24 October 2023 and were signed on its behalf by:



S C SWIRE
Trustee

THE SWIRE CHARITABLE TRUST

STATEMENT OF CASH FLOWS

Year ended 31 December 2022

	Note	2022 Total £	2021 Total £
Net cash used in operating activities	8	<u>(1,311,877)</u>	<u>(1,467,370)</u>
<i>Cash flows from investing activities:</i>			
Dividends and interest		297,740	233,974
Proceeds from sale of investments		2,577,927	2,889,567
Purchase of investments		(1,140,406)	(2,211,805)
Net cash provided by investing activities		<u>1,735,261</u>	<u>911,736</u>
 Change in cash and cash equivalents		 423,384	 (555,634)
Cash and cash equivalents brought forward		<u>810,558</u>	<u>1,366,192</u>
Cash and cash equivalents carried forward		<u>1,233,942</u>	<u>810,558</u>

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2022

I. Accounting policies

(a) Basis of preparation and assessment of going concern

The financial statements have been prepared under the historic cost convention, with the exception that investments are included at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) effective 1 January 2019 and the Charities Act 2011.

The financial statements are presented in pounds sterling which is the functional currency of the Trust and rounded to the nearest £.

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

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. There are no significant areas of judgement and key assumptions that affect items in the accounts. With respect to the next reporting period, 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 risk management section of the trustees' annual report for more information).

(b) Funds structure

The charity has an endowment fund created by a gift. The income of this fund is unrestricted. The terms of the endowment allow the capital of the fund to be spent if the Trustees so determine.

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose.

The assets of the restricted fund were transferred to Swire Charitable Trust on 31 December 2015 from the Swire Educational Trust. These assets continue to be used to further the purposes of the Swire Educational Trust, which has now been wound up. The objects of the fund are to promote and advance education by all such means as may be appropriate to charitable purposes and furthering the education of persons attending educational establishments in the UK or overseas.

(c) Income recognition

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

Donations are recognised when the Trust has been notified in writing of both the amount and settlement date.

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. Dividends are recognised once the dividend has been declared and the notification has been received of the dividend due. This is normally upon notification by our investment advisor of the dividend yield of the investment portfolio.

(d) Expenditure recognition

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 settlement will be required and the amount of the obligation can be measured reliably.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. This is accrued once the recipient has been notified of the grant award.

(e) Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2022

(f) Costs of raising funds

The costs of generating funds consist of investment management fees and are attributable to the restricted fund in both years.

(g) Support and governance costs

The charity does not incur support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. Governance costs relate to charitable activities.

(h) Investment gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales 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. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

(i) Fixed asset investments

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 statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

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

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 within particular sectors or sub sectors.

(j) Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably results in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

2. Investment income	Restricted Income Fund £	Unrestricted Fund £	2022 Total £	Restricted Income Fund £	Unrestricted Fund £	2021 Total £
UK bank interest	-	1,813	1,813	-	70	70
UK equities	274,726	-	274,726	201,490	-	201,490
Fixed interest	21,201	-	21,201	32,414	-	32,414
	<u>295,927</u>	<u>1,813</u>	<u>297,740</u>	<u>233,904</u>	<u>70</u>	<u>233,974</u>

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2022

3. Analysis of charitable expenditure

The charity did not undertake any activity directly but met its charitable purposes by making donations and grants.

	2022 £	2021 £
ABandofBrothers	20,000	20,000
Abbey People CIO	20,000	-
Aberdeen Cyrenians	24,950	-
Able Child Africa	-	10,000
Above Adventure	-	30,000
Action for Conservation	30,000	-
Afghanistan and Central Asian Association	-	10,000
Afro Innovation Group	19,740	-
Age UK	10,000	-
Air League Trust	-	15,000
Aldridge Foundation	-	10,000
Alzheimer's Research UK	-	1,500
Amber Foundation	-	15,000
Armonico Consort	-	30,000
Art History Link-Up	-	5,000
Ashden	-	30,000
Autistica	-	5,000
Back on Track Manchester	15,000	-
Barts Charity	-	10,000
Barts Heritage	40,000	-
Bath Industrial Heritage Trust	-	10,000
Beating Time	20,000	20,000
Become	25,000	25,000
Bees and Refugees	-	2,500
Belong	24,500	24,000
Berks, Bucks and Oxon Wildlife Trust (BBOWT)	-	50,000
Big Issue	-	25,000
Blood Cancer UK (Bloodwise)	-	5,000
Bolton Lads & Girls Clubs	-	10,000
Bournemouth Food Bank	20,000	-
Bournemouth University Higher Education Corporation	10,000	-
Brake	-	12,500
Breaking Barriers	20,000	20,000
Bristol Aero Collection Trust	-	20,000
Britannia Sailing Trust	12,000	-
British Asian Trust	24,530	-
British Red Cross	25,000	55,000
Brunel Museum	15,000	-
Calvert Trust Exmoor	-	30,000
Cambridge Science Centre	10,220	-
Cardboard Citizens	-	15,000
Cardiac Risk in The Young	-	1,500
Cardinal Hume Centre	20,000	-
Care for Veterans	-	10,000
Carefree	-	25,000
Carried forward	405,940	552,000

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2022

3. Analysis of charitable expenditure (continued)	2022 £	2021 £
Brought forward	405,940	552,000
Caris Camden Families	24,950	-
Caritas Anchor House	-	7,500
Cathedral Music Trust	-	2,500
Chailey Heritage Foundation	-	5,000
Chance to Shine	-	2,500
Changing Tunes	25,000	-
Charnwood 20:20 (Twenty Twenty)	17,500	15,000
CHASE Africa	-	2,500
Chefs in Schools	40,000	-
Chichester Ship Canal Trust	20,000	20,000
Child Autism UK	-	5,285
Childnet International	-	25,000
Children's Literacy Charity	-	15,000
Chinese Centre for Contemporary Art	-	5,000
City Hearts	-	30,000
City year UK	25,000	25,000
Clean Rivers Trust	-	20,000
CleanUpUK	15,000	15,000
Cleveland Pool Trusts	-	5,000
Collegiate Church of St Mary	25,000	-
Combat Stress	-	40,000
Corn Exchange	-	1,000
Coventry Refugee and Migrant Centre	-	20,000
Cruse Bereavement Care	-	25,000
Cystic Fibrosis Care	-	15,000
Debate Mate Schools Limited	-	33,500
DEC Indian Coronavirus Appeal	-	25,000
Dementia UK	5,000	5,000
Derbyshire Wildlife Trust	30,000	-
Disaster Emergency Committee (DEC)	25,000	-
Doorstep Library Network	15,000	-
Douglas Bader Foundation	5,000	-
E:Merge	6,613	15,277
East London Shakespeare Festival	-	2,500
Ella's Home	-	23,871
Endeavour Training Ltd	25,000	15,000
EP Youth LTD	-	10,000
Falkland Hall Charity	-	10,000
Fare Share	20,000	20,000
Farms for City Children	46,436	-
Felix Project	-	5,000
Fields in Trust	-	25,000
Fife Employment Access Trust	-	25,000
Fincham Memorial Hall and Playing Fields	4,500	-
Foodcycle	-	20,000
Foundation of The College of St George	-	30,000
Foxcote Manor Society	-	3,500
Carried forward	780,939	1,121,933

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2022

3. Analysis of charitable expenditure (continued)	2022 £	2021 £
Brought forward	780,939	1,121,933
Freedom from Torture	25,000	-
Front Lounge	-	15,000
Future Frontiers	25,000	25,000
Garden Classroom (TGC)	10,000	10,000
Give a Book	10,000	-
Giving World	20,000	-
Global Generation	24,000	-
Good Morning Service (The)	-	2,500
Goodwill Centre Sihanoukville	-	2,500
Greater Manchester Youth Network	24,000	-
Greenhook Fishing	-	5,000
Groundswell Network Support UK	20,000	-
GROW	-	14,000
Growing Works	10,000	10,000
Gwent Wildlife Trust	55,102	-
Halo Trust	-	10,000
Halow (Birmingham)	24,950	-
Hand of Solace	-	4,750
Hands of Hope	-	10,000
Hands Up Foundation	-	2,500
Hardman Trust	20,000	-
Hearing Dogs for Deaf People	-	10,000
Helm Training	-	20,000
Helping Uganda Schools (HUGS)	5,000	15,000
Heritage Crafts Association	30,000	30,000
Heritage of London Trust	25,000	25,000
Hestia Housing and Support	15,000	21,157
Highground Projects Limited	-	25,000
Highlands & Islands Environment Foundation	30,000	7,500
Holy Trinity Foodbank Stroud Green	-	2,500
Hope for Tomorrow	-	15,000
Horatio's Garden	5,000	5,000
Horizons (Plymouth)	10,000	-
Horseback UK	-	24,000
Horseworld Trust	-	26,458
Hot Chocolate Trust	30,317	-
Household Division Fund Organ Replacement	2,500	10,000
Hull Children's University	12,000	10,000
Humans MCR	24,500	20,000
Infobuzz	-	15,000
Innovations for Learning UK	-	15,000
Institute of Cancer Vaccines & Immunotherapy (ICVI)	-	25,000
IntoUniversity	40,000	20,000
Irene Taylor Trust	15,000	-
Irise International	15,000	-
Island Trust	20,000	-
Jacari	10,000	-
Carried forward	1,338,308	1,574,798

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2022

3. Analysis of charitable expenditure (continued)	2022 £	2021 £
Brought forward	1,338,308	1,574,798
Jamie's Farm	25,000	25,000
Jon Egging Trust	21,000	21,000
Just for Kids Law Limited	20,000	-
Just Rifles Charitable Trust	2,500	-
Justice and Care	30,000	-
Kenya Keys	-	7,500
Key Changes: Positive Mental Health Through Music	24,880	-
KEY4LIFE	20,000	20,000
Keyfund Federation Ltd	-	22,601
Kilmartin Museum	-	5,000
King Edward VII's Hospital	-	25,000
Kingsbridge Area Food Bank	20,000	-
Launch It	-	10,000
Leadership Through Sport & Business (LTSB)	-	15,000
Learn English at Home	5,000	6,638
Leigh Film Society CIO	10,000	-
Leighton Library Trust	10,000	-
Leprosy Mission England and Wales	-	2,500
Level Trust	-	19,772
Liberty Choir UK	10,000	-
Link to Change	-	15,000
Literacy Pirates	-	25,000
Little Ouse Headwaters Project	10,000	-
Living Paintings	-	5,000
London Scottish Regimental Trust	-	13,500
London Youth Choirs	20,000	-
Lord Kitchener Holiday Centre	-	10,000
Lowry Centre Trust	-	15,000
Lullaby Trust	15,000	5,000
Macmillan Cancer Support	-	1,000
MAC-UK	24,950	-
Magdalen College Development Trust	-	5,000
Magic Breakfast	24,500	-
Marine Society & Sea Cadets	-	15,000
Medical Detection Dogs	-	2,500
Mentor Link	10,000	15,000
Middlewich Heritage Trust	10,000	-
Migrateful CIO	25,000	7,500
Mills Archive Trust	-	23,289
Mind in Mid Herts	-	2,090
Mission Aviation Fellowship UK (MAF-UK)	-	6,412
Mission to Seafarers	35,500	25,000
Moghissi Laser Trust	-	5,000
Monte San Martino Trust	-	20,000
Museum of London Archaeology	14,000	-
Mustard Tree	-	15,000
Mybigcareer	-	12,500
Carried forward	1,725,638	1,998,600

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2022

3. Analysis of charitable expenditure (continued)	2022 £	2021 £
Brought forward	1,725,638	1,998,600
Mybnk	-	24,000
National Youth Advocacy Service	19,200	10,000
Nautical Institute	-	2,500
Nepacs	31,090	30,480
No Limits (SOUTH)	25,000	25,000
Oarsome Chance	25,000	25,000
Ocean Generation	2,500	5,000
Old Kilpatrick Food Parcels	-	4,000
Open House Festival Ltd	24,950	-
Orchard Project (CAUSE) LTD	20,000	20,000
Orchestra of the Swan	-	3,223
Ormiston Trust	-	20,000
Our Time	-	17,160
Pancreatic Cancer UK	-	10,000
Pandora Project	24,950	-
Parkinson's UK	-	2,000
Petty Pool Trust	-	5,000
Planters' Benevolent Fund of Ceylon	-	2,000
Plastic Free North Devon	9,200	-
Portsmouth Sail Training Trust	14,648	-
Positive Youth Foundation	20,000	-
Power2 Ltd	24,950	-
Prevent 2 Protect	-	5,000
Prison Advice & Care Trust	20,000	35,000
Prison Radio Association (PRA)	35,000	-
Promiseworks	20,000	-
Prostate Cancer UK	-	5,000
Pure Insight	30,000	-
Queen Elizabeth Scholarship Trust	-	15,000
Radnorshire Wildlife Trust	50,000	-
Ramsbury And Axford LCC	10,000	10,000
Re:Work Ltd	14,000	12,000
Reachout UK	25,000	-
Read Easy UK	-	10,000
Rebuild East Midlands	10,000	-
Refugee Action Kingston	-	24,000
Regain - The Trust for Sports Tetraplegics	-	10,000
Regenerate	25,000	-
REFA – The Forces Employment Charity	40,000	-
Riana Development Network (RDN)	1,950	-
Right To Succeed	25,000	25,000
Royal Air Force Museum	-	10,000
Royal Ballet School	15,000	15,000
Royal British Legion Industries	-	40,756
Royal College of Music	20,000	-
Royal Hospital for Neuro-Disabilities	-	5,000
Royal Society for Asian Affairs	4,000	-
Carried forward	2,312,076	2,425,719

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2022

3. Analysis of charitable expenditure (continued)	2022 £	2021 £
Brought forward	2,312,076	2,425,719
Ruddi's Retreat	-	19,572
RWA	-	20,000
Safe Passage International	20,000	15,000
Saint Francis Hospice	-	10,000
Save the Family	33,467	-
Saving The Elephants	-	2,500
School-Home Support	20,000	20,000
Severn Valley Railway Charitable Trust	20,000	-
Sifa Fireside	25,000	25,000
Single Homeless Project	-	17,130
Sir John Soane's Musuem	20,000	-
Sirona Therapeutic Horsemanship	10,000	10,000
Slough Fort Preservation Trust	2,000	-
Social Care Institute for Excellence	-	15,000
Soil Association	25,000	25,000
Soundmix	3,500	-
South Downs National Park Trust	-	24,000
Spear Housing Association	20,000	-
Species Recovery Trust	-	5,350
Spitalfields Crypt Trust	-	20,000
Spotlight UK	-	19,240
SSAFA	-	5,000
St Albans Symphony Orchestra	3,000	-
St Andrew's Youth Club	20,000	15,000
St Clare Hospice	5,000	-
St Mary Le Bow Young Homeless Charity	-	2,500
St Sampson's Church	-	7,500
St Vincent's Family Project	20,000	-
Standout Programmes	20,000	25,000
Staying Put	24,950	-
Steamship Freshspring Trust	12,000	-
Stella Maris	8,000	-
Step by Step Partnership Ltd	20,000	-
Step Together Volunteering	25,000	25,000
Stop the Traffik	48,117	46,003
Straight Talking Peer Education	-	15,000
Stroke Association	-	10,000
Style for Soldiers	-	2,500
Suffolk Wildlife Trust	50,000	-
Support Through Court	-	35,000
Surfers Against Sewage	5,000	-
Survivors of Human Trafficking in Scotland	20,000	-
Suzy Lamplugh Trust	-	5,000
Teach First	25,000	25,000
Tees Valley Women's Centre Ltd	-	20,000
Thai Buddharam Temple and Cultural Centre	-	10,000
Thame Youth Projects Group	2,500	-
Carried forward	2,819,610	2,922,014

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2022

3. Analysis of charitable expenditure (continued)	2022 £	2021 £
Brought forward	2,819,610	2,922,014
The Abbey Centre	10,000	-
The Amelia Scott Cultural Trust	30,000	-
The Baca Charity	15,000	15,000
The British Diabetic Association	2,500	-
The Bryntail Cottage Charity	-	20,000
The Country Trust	10,000	-
The Dash Charity	18,000	-
The Eikon Charity	24,950	-
The Forward Trust	-	5,000
The Game and Wildlife Conservation Trust	10,000	-
The Green Team	-	15,000
The Haven Wolverhampton	-	10,000
The Heritage Alliance	15,000	-
The Hertfordshire and Middlesex Wildlife Trust Limited	36,446	-
The Historic England Foundation	25,000	-
The Lantern Trust	-	3,000
The Larder West Lothian	24,950	-
The Learning Through Landscapes Trust	13,142	-
The Louise Project	-	10,000
The Muirhead Outreach Project Ltd	8,000	10,000
The National Garden Scheme	20,000	-
The Passage	24,950	5,000
The Prince's Foundation	24,950	25,000
The Pump (East Birmingham) Ltd	30,000	-
The Scottish Flag Trust	-	15,000
The Seafarers' Charity	-	5,000
The Snowdrop Project	25,000	25,000
The Springhead Trust Ltd	-	23,950
The Talent Foundry	-	30,000
The Tectona Trust	30,000	-
The Upper Room (St Saviour's)	10,000	-
The Village	-	5,000
The Whale Company	-	5,000
The Wheelyboat Trust	25,000	5,000
Theatre Development Trust -Theatre Artists Fund	-	20,000
Theatres Trust	40,000	25,000
TheHorseCourse	10,000	-
Traffik Analysis Hub	20,000	-
Trailblazers Mentoring Ltd	20,000	20,000
Transitions UK	-	15,000
Trelya	-	20,000
Trussell Trust	-	25,000
Turtle Key Arts	5,000	-
Ufton Court Educational Trust	5,000	5,000
Unfold	7,500	-
Unicorn Preservation Society	10,000	10,000
Unseen UK	25,000	25,000
Carried forward	3,389,998	3,318,964

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2022

3. Analysis of charitable expenditure (continued)	2022 £	2021 £
Brought forward	3,389,998	3,318,964
Upreach Charitable Company	-	23,000
Venture Trust	30,000	-
Veterans Lifeline	-	10,000
Veterans Outdoors	15,000	-
Victoria and Albert Museum	20,000	-
Village of Forgiveness	5,000	-
Villiers Park Educational Trust	20,000	20,000
Vincent Wildlife Trust	20,000	-
War Memorials Trust	-	10,000
Wellington Trust	5,000	5,000
Wentworth Woodhouse Preservation Trust	38,766	-
West Horsley Place Trust	10,000	-
West London Zone	20,000	20,000
West Wales River Trust	24,000	-
Westminster Foodbank	7,500	-
Whirlow Hall Farm Trust Limited	25,000	-
Wild Ground	-	24,373
Wilton's Music Hall	22,200	20,000
Wilts and Berks Canal Trust	25,000	-
World Literacy Foundation	-	15,000
WWF – UK	25,000	25,000
Wycombe Youth Action	-	5,000
XPL (The Excel Project)	30,000	-
Yeovil Rivers Community Trust	-	5,000
Young Roots	20,000	-
Youth Adventure Trust	20,000	-
	<u>3,772,464</u>	<u>3,501,337</u>
Donations and grants of less than £1,000 during the year	1,250	-
Grant gifting for educational scholarship scheme	1,004,407	469,648
Total donations	<u>4,778,121</u>	<u>3,970,985</u>
<i>Governance costs allocated to charitable activities:</i>		
Consultancy costs	130,281	88,227
Auditor's remuneration	5,100	5,880
Bank charges	-	54
Management fees	36,000	36,000
Expenses	-	410
	<u>171,381</u>	<u>130,571</u>
	<u>4,949,502</u>	<u>4,101,556</u>

In 2022 £3,906,545 (2021 - £3,592,522) of charitable expenditure related to the unrestricted fund and £1,042,957 (2021 - £509,034) related to the restricted income fund.

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2022

4. Fixed asset investments	2022 £	2021 £
Quoted investments		
Market value at start of year	9,478,358	9,510,762
Additions at cost	1,140,406	2,211,805
Disposal proceeds	(2,577,927)	(2,889,567)
Net realised gains on disposal	116,305	174,532
Net unrealised investment (losses)/gains	(1,150,239)	470,826
Market value at end of year	<u>7,006,903</u>	<u>9,478,358</u>

The net realised losses figure in the statement of financial activities includes a foreign exchange gain of £15,941 (2021 - £nil).

The historical cost of investments at 31 December 2022 was £6,336,167 (2021 - £7,514,767).

There were 4 investments in individual entities held at 31 December 2022 which were over 5% of the portfolio by value (including cash deposits) and are therefore considered by the Trustees to be material in the context of the investment portfolio.

- 688,846 Sarasin Global Dividend I Inc – Market value £1,335,491 (16.5%)
- 834,326 Sarasin Global Dividend (Sterling Hedged) – Class I Inc – Market value £1,250,932 (15.4%)
- 1,100,081 Sarasin Endowment Fund Class A Inc – Market value £1,231,404 (15.2%)
- 915,445 Sarasin Responsible Strategic Bond – I Inc – Market value £784,198 (9.7%)

The net realised gains on investments this year and in the prior year related to the restricted expendable endowment fund.

5. Debtors	2022 £	2021 £
Other debtors	<u>120,824</u>	<u>6,480</u>

6. Creditors	2022 £	2021 £
Amounts falling due within one year		
Donations/grants payable	297,000	283,000
Accruals	5,100	6,304
Other creditors	145,113	551,033
	<u>447,213</u>	<u>840,337</u>
Amounts falling due after one year		
Donations/grants payable	620,000	444,000
	<u>1,067,213</u>	<u>1,284,337</u>

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2022

7. Analysis of net assets between funds

	Restricted Endowment Funds £	Unrestricted Funds £	Total £
Fund balances as at 31 December 2022 are represented by:			
Debtors	10,824	110,000	120,824
Cash at bank and in hand	947,760	286,182	1,233,942
Creditors due within 1 year	(444,663)	(2,550)	(447,213)
Creditors due in more than 1 year	(620,000)	-	(620,000)
Investments	7,006,903	-	7,006,903
	<u>6,900,824</u>	<u>393,632</u>	<u>7,294,456</u>

8. Reconciliation of net movement in funds to net cash flow from operating activities

	2022 Total £	2021 Total £
Net movement in funds	(1,716,603)	(239,503)
Deduct income from investments	(297,740)	(233,974)
Losses/(gains) on investments	1,033,934	(645,358)
Decrease in creditors	(217,124)	(348,270)
Increase in debtors	(114,344)	(265)
Net cash used in operating activities	<u>(1,311,877)</u>	<u>(1,467,370)</u>

9. Related party transactions

During the year John Swire & Sons Limited, a company in which some of the Trustees have a participating interest, gave donations without conditions of £4,000,000 (2021 – £3,000,000) and paid expenses on the charity's behalf totalling £986,945 (2021 - £676,965). At the year end £145,113 (2021 - £551,033) was owed to John Swire & Sons Limited.

During the year, the trust paid donations of £110,000 (2021 - £nil) on behalf of John Swire 1989 Charitable Trust, a trust in which J S Swire and B N Swire are trustees, and was repaid funds to the value of £nil (2021 - £nil). At the balance sheet date, the amount due from John Swire 1989 Charitable Trust was £110,000 (2021 - £nil).

During the year, the Trustees received no emoluments or reimbursement of expenses for their services (2021 - none).

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2022

10. Financial assets and liabilities

The following are financial liabilities that qualify as basic financial instruments and are initially recognised at transaction value and subsequently measured at their amortised cost.

Financial liabilities	2022 £	2021 £
Accruals	5,100	6,304
Other creditors	145,113	551,033
Donations/grants payable	917,000	727,000
	<u>1,067,213</u>	<u>1,284,337</u>

The following are financial assets that qualify as basic financial instruments 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:

Financial assets		
Quoted investments	7,006,903	9,478,358
	<u>7,006,903</u>	<u>9,478,358</u>
