

THE MARY HOMFRAY CHARITABLE TRUST

THE MARY HOMFRAY CHARITABLE TRUST

**TRUSTEES REPORT AND FINANCIAL
STATEMENTS**

For the year ended 5 April 2021

CONTENTS	Page
Officers and professional advisers' report	1
Trustees' report (including the Strategic report)	2-3
Trustees' responsibilities statement	4
Independent examiner's report	5-6
Statement of financial activities	7
Balance sheet	8
Statement of cash flows	9
Notes to the financial statements	10-18

OFFICERS AND PROFESSIONAL ADVISERS

REGISTERED CHARITY NUMBER

273564

TRUSTEES AND OFFICERS

Mrs Angela Mary Homfray
Mrs Josephine Dykes Homfray
Matthew Anthony Homfray
Dr Tessa France Rose Pemberton

BANKERS

National Westminster Bank
4 Westgate
Cowbridge
Vale of Glamorgan
CF71 7AR

INDEPENDENT EXAMINER

David Jones & Co
3 Pantbach
Penttyrch
Cardiff
CF15 9TG

INVESTMENT MANAGERS

Smith & Williamson
25 Moorgate
London
EC2R 6AY

ACCOUNTANTS

Deloitte LLP
5 Callaghan Square
Cardiff
CF10 5BT

REGISTERED OFFICE

5 Callaghan Square
Cardiff
CF10 5BT

TRUSTEES' ANNUAL REPORT

TRUSTEES' REPORT

The Trustees of the charity present their annual report (including the Strategic Report) on the affairs of the charity, together with the report and the financial statements and independent examiner's report for the year ended 5 April 2021.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Mary Homfray Charitable Trust is a registered charity, number 273564 (charitable status obtained on 11 August 1977), the governing instrument being the trust deed dated 29 March 1977.

The trustees, who served throughout the year, are summarised on page 1. Appeals are considered as they are received and the trustees will make donations throughout the year. Appointment of new trustees is at the discretion of the existing trustees. New trustees are briefed about the charity's objectives and how they have been achieved in the past.

RISK MANAGEMENT

As part of its business planning process, the trustees have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

OBJECTIVES AND ACTIVITIES

The charity's objectives are to make donations and grants for the benefit of such exclusively charitable objects and purposes or such registered charities for their work in any part of the world as the trustees may in their discretion think fit.

PUBLIC BENEFIT

The trustees have had regard to the guidance contained in the Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

In particular the trustees consider how planned activities will contribute to the charity's aims and the objectives they have set.

They consider that they have complied with their duty under section 17(5) of the Charities Act 2011.

The charity's main activities, achievements and benefits are described below.

ACHIEVEMENTS AND PERFORMANCE (INCORPORATING FINANCIAL REVIEW AND PLANS FOR THE FUTURE)

The trustees made donations totaling £110,000 during the year (2020 - £142,000). The donations are detailed on page 16 and 17 of the accounts.

There was a positive net movement in funds for the year of £1,153,050.83 (2020 - negative £831,818.39) which has been transferred to the unrestricted fund. Ignoring gains on revaluation and disposal of investment assets there was a net deficit amount of £20,924.14 (2020 - net deficit £15,294.34). The balance of the unrestricted fund for the year amounted to £4,703,937.03 (2020 - £3,550,886.20).

The Trust continued to derive its income from investing in quoted shares and securities. The future plans for the charity are to be able to maintain the trust fund to make increasing annual donations to charitable bodies.

INVESTMENT POLICY

The value of investments under management was £4,509,875 (2020 - £3,352,138). The portfolio is held under discretionary terms and the stockbrokers undertake a moderate risk investment policy and review investment performance regularly and investment decisions are subject to the trustees prior agreed approval.

The trustees intend to continue with their policy of distributing the appropriate amount of annual income each year, retaining flexibility over the timing and scale of donations made.

THE MARY HOMFRAY CHARITABLE TRUST

TRUSTEES' ANNUAL REPORT

COVID-19

The impact of COVID-19 reduced the income of The Mary Homfray Charitable Trust as many companies cut or suspended their dividends in response to the pandemic. Whilst companies have begun to reinstate their dividends, the income generated by the portfolio remained below pre-pandemic levels in 2020/21. Many of the smaller charities, who the trustees particularly like to support, will be finding it hard to survive and the trustees hope that the economy springs into action as the COVID-19 restrictions are eased. The trustees therefore made the decision to maintain a high level of distributions to support struggling charities.

RESERVES

The trustees operate a single unrestricted fund that is represented by the market value of investments and net cash deposits. The income generated from these resources are utilised to make charitable donations agreed by the trustees. The trustees' central objective is to preserve the existing wealth of the charity over a long term and therefore the capital base of investment is used to generate income for distribution on an annual basis. The overall trust portfolio is expected to generate income of c.4% per annum.

GOING CONCERN

In accordance with their responsibilities, the trustees have considered the appropriateness of the going concern basis for the preparation of the financial statements. After making enquiries, the trustees have reasonable expectation that the Charity has adequate resources to continue in operational existence for a minimum of twelve months from the date of approval of these accounts and that adequate resources are available to meet all obligations. For this reason, the trustees continue to adopt the going concern basis in preparing the financial statements.

TRUSTEES

The current trustees of the charity, who served throughout the financial year unless otherwise stated, are as shown on page 1.

INDEPENDENT EXAMINER

The trustees intend to appoint David Jones & Co to undertake the independent examination of the trust for the year.

The Trustee's Report, including the Strategic Report, were approved by the Board and signed on its behalf by:



Chair of Trustees

Josephine Dykes Homfray

Date

4th March 2022

TRUSTEES' RESPONSIBILITY STATEMENT

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed; and subject to any material 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 proper accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In accordance with their responsibilities, the trustees have considered the appropriateness of the going concern basis for the preparation of the financial statements. After making enquiries, the trustees have reasonable expectation that the Charity has adequate resources to continue in operational existence for a minimum of twelve months from the date of approval of these accounts and that all funds have the ability to meet their obligations. For this reason, the trustees continue to adopt the going concern basis in preparing the financial statements.

David Jones & Co

Independent Examiners Report to the Trustees of The Mary Homfray Charitable Trust- charity number: 273564

I report to the trustees on my examination of the accounts of the The Mary Homfray Charitable 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 2011 Act and in carrying out my examination I have followed all the 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 accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination,

David Jones & Co

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached,

Signed



Name:

David Jones

Relevant professional qualification or body: **Chartered Institute of Taxation &
Society of Trust and Estate Practitioners**

Address

3 Pantbach Pentyrch Cardiff CF15 9TG

Date:

28 / 04 / 2022

THE MARY HOMFRAY CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES

For the year ended 5 April 2021

	Note	Funds 2021 £	Funds 2020 £
INCOME FROM:			
Investments:			
Interest receivable	2	8.17	103.82
Quoted securities	2	126,124.87	163,590.25
Accrued income	2	-	18.11
TOTAL INCOME		<u>126,133.04</u>	<u>163,712.18</u>
EXPENDITURE ON:			
Charitable activities	12	110,000.00	142,000.00
Costs of generating funds	4/5	<u>37,057.18</u>	<u>37,006.52</u>
TOTAL EXPENDITURE	3	<u>147,057.18</u>	<u>179,006.52</u>
Net income before other recognised gains and losses		(20,924.14)	(15,294.34)
Profit on realised gains	10	41,945.99	97,792.34
Profit/loss on unrealised gains	10	<u>1,132,028.98</u>	<u>(914,316.39)</u>
NET MOVEMENT IN FUNDS		1,153,050.83	(831,818.39)
Total funds brought forward		<u>3,550,886.20</u>	<u>4,382,704.59</u>
Total funds carried forward	11	<u>4,703,937.03</u>	<u>3,550,886.20</u>

The above activities relate entirely to unrestricted funds.

The following notes form an integral part of these financial statements.

There were no other recognised gains or losses other than those listed above and the net income for the year.
All income and expenditure derive from continuing activities.

THE MARY HOMFRAY CHARITABLE TRUST

BALANCE SHEET

5 April 2021

	Note	2021 £	2020 £
FIXED ASSETS			
Investments	10	4,509,875.00	3,352,138.00
CURRENT ASSETS			
Business current account		5,000.00	5,000.00
Business reserve account		14,582.35	18,797.31
Instant saver account		5,000.00	5,000.00
Smith and Williamson income account		182,012.67	165,468.32
Smith and Williamson capital account		6,805.78	13,868.13
Dividend due	6	-	430.76
HMRC – tax payable	6	<u>2,447.29</u>	<u>2,447.29</u>
		4,725,723.09	3,563,149.81
CREDITORS: amounts falling due within one year			
Accountants fees	7	13,860.00	6,660.00
Auditors remuneration	7	-	-
Independent examiner	7	1,500.00	750.00
Smith & Williamson management fee	7	<u>6,426.06</u>	<u>4,853.61</u>
NET ASSETS		<u>4,703,937.03</u>	<u>3,550,886.20</u>
FUNDS			
Unrestricted funds	11	<u>4,703,937.03</u>	<u>3,550,886.20</u>

The financial statements were approved by the Trustees on .4. March. 2022

DocuSigned by:

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Josephine Dykes Homfray

Chair of Trustees

STATEMENT OF CASH FLOWS

THE MARY HOMFRAY CHARITABLE TRUST

STATEMENT OF CASH FLOWS

For the year ended 5 April 2021

	Note	2021 £	2020 £
Cash used in operating activities:	13	<u>(10,979.10)</u>	<u>(16,351.31)</u>
Cash flows from investing activities			
Interest income		8.17	103.82
Purchase of investments		(575,892.01)	(727,475.18)
Proceeds from sale of investments		<u>592,129.98</u>	<u>760,797.13</u>
Cash provided by/(used in) investing activities		16,246.14	33,425.77
		—————	—————
Increase/(decrease) in cash and cash equivalents in the year		5,267.04	17,074.46
Cash and cash equivalents at the beginning of the year		<u>208,133.76</u>	<u>191,059.30</u>
Total funds carried forward	14	<u>213,400.80</u>	<u>208,133.76</u>

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 5 April 2021

1. ACCOUNTING POLICIES

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

The financial statements are prepared in sterling, which is the functional currency of the charitable trust.

Establishment

The Mary Homfray Charitable Trust is a registered charity, number 273564 (charitable status obtained on 11 August 1977), the governing instrument being the trust deed dated 29 March 1977. The registered office of the charity is 5 Callaghan Square, Cardiff, CF10 5BT.

Basis of accounting

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and Charities Act 2011.

Preparation of financial statements - going concern basis

The charity's activities, results and future plans are disclosed in the trustees' annual report.

The trustees have assessed the balance sheet and likely future cash flows of the charity at the date of approving the financial statements. The trustees believe that the charity is well placed to manage its business risks successfully despite the current uncertain economic outlook.

The trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The Trustees therefore, consider that the going concern assumption is an appropriate basis on which to prepare these financial statements.

Fund accounting

All funds are unrestricted and may be spent at the discretion of the trustees in furtherance of the objectives of the charity.

Income

Income is recognised when the Charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

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

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Interest receivable

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.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 5 April 2021

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

Expenditure on generating funds includes the costs incurred in generating investment income.

Expenditure on charitable activities are the donations payable to registered charities.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include governance costs which support the Trusts activities. The support costs are detailed in note 5.

All expenditure is accounted for on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditures.

Investments

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

Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than twenty four hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change and value.

Debtors

Debtors are recognised at the settlement amounts.

Liabilities and provisions

Liabilities and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts due.

Taxation

The Mary Homfray Charitable Trust is a registered charity, subject to taxation reliefs applicable to charities. As all income is applied to the furtherance of the objectives of the charity, it is exempt from corporation tax.

Financial Instruments

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

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 5 April 2021

Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below;

Valuation of investments

The trustees exercise judgement in the valuation of the quoted investments and securities held by the charity. The valuation applied are derived from the investment fund manager reports which indicate the market value of the investments and securities at a given date.

NOTES TO FINANCIAL STATEMENTS

For the year ended 5 April 2021

2. INVESTMENT INCOME

	Total Funds 2021 £	Total Funds 2020 £
Accrued income	-	18.11
Bank interest	8.17	103.82
Quoted securities	126,124.87	163,590.25
	<u>126,133.04</u>	<u>163,712.18</u>

3. ANALYSIS OF EXPENDITURE

	Total 2021 £	Total 2020 £
Charitable activities	110,000.00	142,000.00
Cost of generating funds	<u>37,057.18</u>	<u>37,006.52</u>
	<u>147,057.18</u>	<u>179,006.52</u>

No trustee or person connected to them has received any remuneration or expenses from the trust during the period. (2020 – Nil).

4. ANALYSIS OF SUPPORT COSTS

The support costs are included in costs of generating funds and are detailed as follows:

	2021 £	2020 £
Accountants' fees	11,400.00	12,360.00
Independent examiner fee	<u>750.00</u>	<u>750.00</u>
	<u>12,150.00</u>	<u>13,110.00</u>

NOTES TO FINANCIAL STATEMENTS

For the year ended 5 April 2021

5. ANALYSIS OF THE COST OF GENERATING FUNDS	2021	2020
	£	£
ADR fees	14.66	-
Bank charges	19.75	60.00
Investment management fees	23,800.77	23,764.52
LEI charge	72.00	72.00
Website design fee	<u>1,000.00</u>	<u>-</u>
	<u>24,907.18</u>	<u>23,896.52</u>
6. DEBTORS	2021	2020
	£	£
Amounts falling due within one year:		
Dividend due	-	430.76
Taxation repayable	<u>2,447.29</u>	<u>2,447.29</u>
	<u>2,447.29</u>	<u>2,878.05</u>
7. CREDITORS	2021	2020
	£	£
Amounts falling due within one year:		
Accountants' fees	13,860.00	6,660.00
Audit fees	-	-
Independent examiner's fees	750.00	750.00
Investment manager's fees	<u>6,426.06</u>	<u>4,853.61</u>
	<u>21,036.06</u>	<u>12,263.61</u>
8. ULTIMATE CONTROLLING PARTY		
The charity is controlled by the trustees of The Mary Homfray Charitable Trust.		
9. RELATED PARTY TRANSACTIONS		
There were no related party transactions in the year.		
10. QUOTED INVESTMENTS AND SECURITIES	2021	2020
	£	£
Market value at 6 April 2020	3,352,138.00	4,201,984.00
Additions	575,892.01	727,475.18
Disposals	(592,129.98)	(760,797.13)
Net unrealised gains/loss	1,132,028.98	(914,316.39)
Net realised gains	<u>41,945.99</u>	<u>97,792.34</u>
Market value at 5 April 2021	<u>4,509,875.00</u>	<u>3,352,138.00</u>
Historic cost at 5 April 2021	<u>3,717,448.96</u>	<u>3,691,740.94</u>

NOTES TO FINANCIAL STATEMENTS

For the year ended 5 April 2021

11. STATEMENT OF FUNDS

	2021 £	2020 £
Balance brought forward at 6 April 2020	3,550,886.20	4,382,704.59
Income for year	126,133.04	163,712.18
Expenditure for year	(147,057.18)	(179,006.52)
Profit on realised gains	41,945.99	97,792.34
Profit/loss on unrealised gains	<u>1,132,028.98</u>	<u>(914,316.39)</u>
Balance carried forward at 5 April 2021	<u>4,703,937.03</u>	<u>3,550,886.20</u>

NOTES TO FINANCIAL STATEMENTS

For the year ended 5 April 2021

12. ANALYSIS OF GRANTS

	2021	2020
	£	£
3H Fund – Helping Hands for Holidays	2,000	-
Alzheimer's Society	5,000	5,000
Alexander Janson Foundation	-	5,000
Amelia Trust	3,000	4,000
Antenatal Results & Choices	5,000	5,000
Back Up	-	2,000
Barnado's (over 16's)	5,000	10,000
Battersea Summer Scheme	2,000	-
Care Workers Charity	5,000	5,000
Cinnammon	-	2,000
Coleg Elidyr	3,000	3,000
Cowbridge Benefice Syrian Refuge Project	2,000	-
Cowbridge Music Festival	2,000	2,000
Cowbridge Physic Garden	1,000	1,000
Cowbridge Rotary Club	3,000	5,000
Criminon UK	-	3,000
Crohn's and Colitis UK	2,000	3,000
Danger Point	-	1,000
Dogs for Good	5,000	5,000
Duke of Edinburgh Award in Wales	-	2,000
Hands Up Foundation	2,000	-
Horatio's Garden	3,000	-
Julian House	2,000	2,000
Llamau	4,000	3,000
Leonard Cheshire Disability	-	3,000
Music in Hospitals	-	2,000
MS Society Cymru	2,000	-
National Botanic Garden of Wales	2,000	2,000
National Museum of Wales	1,000	-
NYAS	-	2,000
National Ankylosing Spondylitis Society	5,000	5,000
National Search and Rescue Dog Association	2,000	-
NSARDA	-	4,000
Oasis	1,000	-
Penarth Hospice – Marie Curie	3,000	5,000
Pontypridd Children's Contact Centre	-	3,000
Purple Shoots	-	2,000
Refuge UK	5,000	-
Ronald McDonald House to UHW	-	4,000

NOTES TO FINANCIAL STATEMENTS

For the year ended 5 April 2021

Royal Veterinary College	5,000	5,000
RSPB	2,000	2,000
Scope	-	2,000
Shelter Cymru	2,000	2,000
St Martins In the Field	4,000	2,000
Talking Books For The Blind	2,000	2,000
Teenage Cancer Trust	-	2,000
The Silverline	-	2,000
UK Fund For Charities (Sole Men)	5,000	5,000
Unique	5,000	5,000
Wales Millennium Centre	-	3,000
Wheel Power	2,000	2,000
Wheels (The Project)	-	2,000
Wildfowl & Wetland Trust	2,000	2,000
Whizz Kids	2,000	2,000
Young Adult Carers	2,000	-
Ysgol Y Deri	-	2,000
	<u>110,000</u>	<u>142,000</u>

NOTES TO FINANCIAL STATEMENTS

For the year ended 5 April 2021

13. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021	2020
	£	£
Net movement in funds	1,153,050.83	(831,818.39)
Less: Interest income shown in investing activities	(8.17)	(103.81)
Gains/loss on investments	(1,173,974.97)	816,524.04
Decrease in debtors	430.76	1.00
Increase/decrease in creditors	<u>9,522.45</u>	<u>(954.15)</u>
Net cash used in operating activities	<u>(10,979.10)</u>	<u>(16,351.31)</u>

14. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2021	2020
	£	£
Current accounts	10,000.00	10,000.00
Reserve accounts	14,582.35	18,797.31
Smith & Williamson income account	182,012.67	165,468.32
Smith & Williamson capital account	<u>6,805.78</u>	<u>13,868.13</u>
	<u>213,400.80</u>	<u>208,133.76</u>