

Company registration number: 01317536

Charity registration number: 273978

# The BMTA Trust Limited

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 June 2022

# **The BMTA Trust Limited**

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# **The BMTA Trust Limited**

## **Reference and Administrative Details**

|                                    |                                                                                                                             |
|------------------------------------|-----------------------------------------------------------------------------------------------------------------------------|
| <b>Trustees</b>                    | A D H Pearson<br>S G M Caffyn<br>D J Evans<br>K Humby<br>D E Main<br>P E Guy (Resigned 29 <sup>th</sup> September 2021)     |
| <b>Secretary</b>                   | J R Dolphin                                                                                                                 |
| <b>Registered Office</b>           | Secure House<br>Lulworth Close<br>Chandler's Ford<br>Southampton<br>SO53 3TL<br><br>The charity is incorporated in England. |
| <b>Company Registration Number</b> | 01317536                                                                                                                    |
| <b>Charity Registration Number</b> | 273978                                                                                                                      |
| <b>Solicitors</b>                  | Osmond, Gaunt and Rose<br>Winston House<br>349 Regent Park Road<br>Finchley<br>London<br>N3 1DH                             |
| <b>Bankers</b>                     | CAF Bank Limited<br>25 Kings Hill Avenue<br>Kings Hill<br>West Malling<br>Kent<br>ME19 4JQ                                  |
| <b>Investment Advisors</b>         | JM Finn & Co<br>4 Coleman Street<br>London<br>EC2R 5TA                                                                      |
| <b>Auditor</b>                     | Azets Audit Services<br>Statutory Auditor<br>Secure House<br>Lulworth Close<br>Chandler's Ford<br>Southampton<br>SO53 3TL   |

# **The BMTA Trust Limited**

## **Trustees' Report**

The Trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the company for the year ended 30 June 2022.

### **Objectives and activities**

#### **Objects and aims**

The principal activity of the company is that of a charitable trust (the "Trust") which gives welfare grants. The results for the year and the financial position at the year-end were considered satisfactory by the Management Council.

The following extract from the Memorandum of Association gives an explanation of the objects of the company.

*"The objects for which the Association is established are to relieve persons who are poor, needy, incapacitated, infirm or otherwise in necessitous circumstances and the wives, widows, husbands, widowers, parents, children or other dependents of such persons with preference for persons who are employed in the Motor Trade or Motor Industry."*

In 2022, the Trust's focus remains on this group and involves grant giving for welfare, education and training to those employed or retired from the industry.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general Guidance on public benefit when reviewing the Trust's aims and objectives in planning future activities and setting the grant making policy for the year.

The Trust's investment policy aims to produce a sustainable income and maintain the real value of the investments in accordance with the Trustee Investments Act 1961. Reserves are retained to ensure that these objectives can be met.

There have been no material changes in policy since the last Trustees' Report.

#### **Public benefit**

The Trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

#### **Grant making policies**

The Trust's Case Secretary reviews all applications received for the Trustees' consideration and decisions made at Council Meetings.

The Trust has previously helped to fund education fees for pupils aged 13 and 14 where there is a close family connection with the motor industry. However, the Trust has now ceased to provide this support and is now focused primarily on directing support for education and training together with welfare support for those working in or retired from the motor industry.

Applications from motor vehicle apprentices who are studying at Further Education (FE) Colleges remain the focus of support with funding for uniform, tools, and travel costs to and from college. Grants have also been made to older employees wishing to change career (e.g. those wishing to pursue obtaining an HGV licence).

#### **Achievements and performance**

The Covid pandemic continued to have an effect with increasing need for support seen for individuals connected to the motor industry. In addition, the consequence on families of increasing energy costs is expected to increase the need for support. The Trust continues to work with Ben (another charity dedicated to supporting people in the automotive industry) on individual cases and providing funding for the Ben Christmas Families and Energy projects. This joint working is continually kept under review.

# **The BMTA Trust Limited**

## **Trustees' Report**

The Case Secretary continued to contact staff at FE Colleges and motor training centres to identify individuals who need financial help and whose home circumstances are difficult. Careers Fair had been identified as a good source of potential apprentices resulting in the need to develop the Trust's marketing and communications strategy to attract interest. While the Trust website continues to be accessed by individuals requiring help, it is recognised that social media is the main communication channel for young people. This area will therefore be reviewed during the coming year. Finally, enquiries continued to be received from applicants via Turn2Us, a national charity which helps people in financial hardship. This charity publicises the Trust's contact and website details.

The relationship established with the Federation Skills Trust and the Heritage Skills Academies, based at Bicester and Brooklands Museum has continued to provide a source of grant applications. This relationship is based on helping apprentices develop specialist skills in the heritage motor sector.

Finally, the Trustees were impressed by the work of GASP Motor Project, based near Guildford. The project delivers accredited courses in basic motor mechanics and practical engineering skills to students who have fallen out of mainstream education. This project provides specialist practical, hands-on learning either at GASP's fully equipped workshop or at a mobile unit, which enables them to bring courses out to schools and youth organisations across Surrey. Trustees agreed funding of £10,000 towards a new classroom. A formal opening of the classroom took place at the end of June attended by the Case Secretary and the Lord Lieutenant of Surrey.

In 2021-22 the total number of enquiries received decreased to 115 (2020-21: 190). The number of education fee enquiries has decreased dramatically to 34 (2020-21: 107) as a result of refocussing the Trust's aim of helping individuals who are working within or have retired from the motor industry. The number of welfare applications and those from apprentices remain broadly similar to 2020-21 however the percentage split of funding has shifted 64/36% in favour of the motor industry (2020-21: 25/75%).

In respect of completed applications considered by the Trustees, 46 welfare awards were agreed; 2 motor industry awards and 9 apprentices awards (mainly for funding of tools) were agreed, including 4 from the Heritage Skills Academies. In a further 9 motor industry enquiries nothing further was heard. There were 9 educational beneficiaries for Year 10 pupils. The Trust continued to receive a grant from the Eleanor Hamilton Educational Trust (EHET) to assist Year 11 pupils. Grant payments made in relation to this funding totalled £49,770 (2021: £45,510) to 19 educational beneficiaries.

The total grant support provided, after taking into account refunds of grants and including EHET grants was £141,103 (2021: £161,701). The total number of grants was 85 (2021: 105) split between welfare, education fee, motor industry and apprentice beneficiaries, giving an average grant of £1,064 for a welfare case, £2,660 for an education fee case and £803 for a motor industry and apprentice beneficiary case.

### **Going concern**

The financial statements have been prepared on a going concern basis.

The Trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the company to continue as a going concern. The Trustees make this assessment in respect of a period of one year from the date of approval of the financial statements.

The net asset position of the organisation is £6,197,007, the majority of which relates to investments, with cash reserves held being £242,225. On this basis the Trustees consider it appropriate to prepare the financial statements on a going concern basis.

### **Structure, governance and management**

#### ***Nature of governing document***

The Trust is a company limited by guarantee governed by its Memorandum and Articles of Association dated 17 June 1977. It is registered as a charity with the Charity Commission.

#### ***Recruitment and appointment of Trustees***

When a vacancy arises on the Council of Management the existing Trustees suggest suitable new candidates and a decision is made by majority vote.

# **The BMTA Trust Limited**

## **Trustees' Report**

### ***Organisational structure***

The organisation of the company is as follows:-

There were six Trustees serving during the financial year to 30<sup>th</sup> June 2022, one of whom resigned during the course of the year. The Trustees comprise the Council of Management for the Trust. All the Trustees are involved in the decisions concerning cases for assistance.

A minimum of four Trustees constitutes the Investment Sub-Committee, which makes decisions based on the recommendations of the Trust's Investment Advisors. The Sub-Committee reports to the full Council at meetings.

The Trust has a Company Secretary to deal with the financial and administrative affairs of the company and a Case Secretary to deal with applications, submit them to the Trustees and implement the Trustees' decisions.

### **Financial instruments**

#### ***Objectives and policies***

The company's activities expose it to a number of financial risks including credit risk. The investment managers of the investment portfolio ensure that there are sufficient levels of diversification within the portfolio to manage these risks and clear instructions have been given by the Trustees detailing the acceptable levels of risk they are willing to accept when investing funds.

#### ***Credit risk***

The company's principal financial assets are bank balances and cash and investments.

The company's credit risk is primarily attributable to its investments. The investment managers who manage the investment portfolio are advised by the Trustees of the level of risk that is acceptable to the company and this is clearly documented. The investment managers ensure that a diversified portfolio is held, reducing exposure to significant levels of credit risk.

### **Statement of Responsibilities**

The Trustees (who are also the directors of The BMTA Trust Limited for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities Statement of Recommended Practice ("SORP");
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, 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 charitable company will continue in business.

## The BMTA Trust Limited

### Trustees' Report

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### Disclosure of information to auditor

Each Trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information. The Trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the Trustees on 10<sup>th</sup> November 2022

Signed on behalf of the Trustees by:



J. R Dolphin

Company Secretary

**THE BMTA TRUST LIMITED**  
**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF THE BMTA TRUST LIMITED**

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We have audited the financial statements of The BMTA Trust Limited (the 'charitable company') for the year ended 30 June 2022 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 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; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**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 charitable company 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 charitable company'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 contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

**THE BMTA TRUST LIMITED**  
**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF THE BMTA TRUST LIMITED**

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**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the Trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' report has been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of Trustees**

As explained more fully in the trustees' responsibilities statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

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

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

**THE BMTA TRUST LIMITED**  
**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF THE BMTA TRUST LIMITED**

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**Extent to which the audit was considered capable of detecting irregularities, including fraud**

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the company through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

**THE BMTA TRUST LIMITED**  
**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF THE BMTA TRUST LIMITED**

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**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members, as a body, for our audit work, for this report, or for the opinions we have formed.



**Michael Wesley FCA (Senior Statutory Auditor)**  
**For and on behalf of Azets Audit Services**

**Chartered Accountants**  
**Statutory Auditor**

Date ..... 1 | 12 | 2022 .....

Secure House  
Lulworth Close  
Chandlers Ford  
Southampton  
Hampshire  
SO53 3TL

# The BMTA Trust Limited

## Statement of Financial Activities for the Year Ended 30 June 2022 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

|                                    | Note | Unrestricted<br>funds<br>£ | Total<br>2022<br>£ | Total<br>2021<br>£ |
|------------------------------------|------|----------------------------|--------------------|--------------------|
| <b>Income and Endowments from:</b> |      |                            |                    |                    |
| Donations and legacies             | 3    | 51,447                     | 51,447             | 55,000             |
| Investment income                  | 4    | 198,687                    | 198,687            | 193,919            |
| Total Income                       |      | 250,134                    | 250,134            | 248,919            |
| <b>Expenditure on:</b>             |      |                            |                    |                    |
| Raising funds                      | 5    | (35,626)                   | (35,626)           | (22,352)           |
| Charitable activities              | 6    | (167,296)                  | (167,248)          | (187,822)          |
| Other expenditure                  | 7    | (19,203)                   | (19,203)           | (14,901)           |
| Total expenditure                  |      | (222,126)                  | (222,126)          | (225,075)          |
| Gains/losses on investment assets  | 15   | (423,599)                  | (423,599)          | 663,173            |
| Net income/deficit                 |      | (395,591)                  | (395,591)          | 687,017            |
| Net movement in funds              |      | (395,591)                  | (395,591)          | 687,017            |
| <b>Reconciliation of funds</b>     |      |                            |                    |                    |
| Total funds brought forward        |      | 6,592,598                  | 6,592,598          | 5,905,581          |
| Total funds carried forward        | 15   | 6,197,007                  | 6,197,007          | 6,592,598          |

All of the charity's activities derive from continuing operations during the above two periods.

All funds for the year ended 30 June 2021 were also unrestricted.

**The BMTA Trust Limited**  
**Balance Sheet as at 30 June 2022**

|                                                       | Note | 2022<br>£        | 2021<br>£        |
|-------------------------------------------------------|------|------------------|------------------|
| <b>Fixed assets</b>                                   |      |                  |                  |
| Investments                                           | 11   | 5,960,653        | 6,406,420        |
| <b>Current assets</b>                                 |      |                  |                  |
| Debtors & Prepayments                                 | 12   | 216              | -                |
| Cash at bank and in hand                              | 13   | 242,225          | 189,578          |
|                                                       |      | <u>242,441</u>   | <u>189,578</u>   |
| <b>Creditors: Amounts falling due within one year</b> | 14   | <u>(6,087)</u>   | <u>(3,400)</u>   |
| <b>Net current assets</b>                             |      | <u>236,354</u>   | <u>186,178</u>   |
| <b>Net assets</b>                                     |      | <u>6,197,007</u> | <u>6,592,598</u> |
| <b>Funds of the charity:</b>                          |      |                  |                  |
| <b>Unrestricted income funds</b>                      |      |                  |                  |
| Unrestricted funds                                    |      | <u>6,197,007</u> | <u>6,592,598</u> |
| <b>Total funds</b>                                    | 15   | <u>6,197,007</u> | <u>6,592,598</u> |

The financial statements on pages 10 to 19 were approved by the trustees, and authorised for issue on 10<sup>th</sup> November 2022 and signed on their behalf by:



.....  
A D H Pearson  
Trustee

## **The BMTA Trust Limited**

### **Notes to the Financial Statements for the Year Ended 30 June 2022**

#### **1 Charity status**

The charity is limited by guarantee, incorporated in England, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Secure House  
Lulworth Close  
Chandlers Ford  
Hampshire  
SO53 3TL

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### **Statement of compliance**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

##### **Basis of preparation**

The BMTA Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

The financial statements have been prepared in £'s, which is also the company's functional currency. The values disclosed within the financial statements are not subject to rounding.

##### **Going concern**

The financial statements have been prepared on a going concern basis.

The trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The trustees make this assessment in respect of a period of one year from the date of approval of the financial statements.

##### **Income and endowments**

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

##### **Donations and legacies**

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

## **The BMTA Trust Limited**

### **Notes to the Financial Statements for the Year Ended 30 June 2022**

#### ***Grants receivable***

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

#### ***Investment income***

Investment income is recognised on a receivable basis.

#### ***Expenditure***

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources.

#### ***Raising funds***

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

#### ***Charitable activities***

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### ***Grants payable***

Grants payable are payments made to third parties in the furtherance of the charitable objectives. Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SoFA once the recipient of the grant has provided the specific service or output.

Grants payable without performance conditions are only recognised in the accounts when a commitment has been made and there are no conditions to be met relating to the grant which remain in the control of charity.

#### ***Support costs***

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

#### ***Governance costs***

These include the costs attributable to the Charity's compliance with constitutional and statutory requirements, including audit, strategic management and Trustee's meetings and reimbursed expenses.

#### ***Taxation***

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### ***Fixed asset investments***

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

# The BMTA Trust Limited

## Notes to the Financial Statements for the Year Ended 30 June 2022

### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

### Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

### Financial instruments

The charity 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.

### 3 Income from donations and legacies

|                                        | Unrestricted funds |               |               |
|----------------------------------------|--------------------|---------------|---------------|
|                                        | General            | Total         | Total         |
|                                        | £                  | 2022          | 2021          |
|                                        |                    | £             | £             |
| Donations and legacies;                |                    |               |               |
| Eleanor Hamilton Education Trust grant | 51,447             | 51,447        | 55,000        |
|                                        | <u>51,447</u>      | <u>51,447</u> | <u>55,000</u> |

### 4 Investment income

|                                           | Unrestricted funds |                |                |
|-------------------------------------------|--------------------|----------------|----------------|
|                                           | General            | Total          | Total          |
|                                           | £                  | 2022           | 2021           |
|                                           |                    | £              | £              |
| Other income from fixed asset investments | 198,687            | 198,687        | 193,919        |
|                                           | <u>198,687</u>     | <u>198,687</u> | <u>193,919</u> |

### 5 Expenditure on raising funds

|                                    | Unrestricted funds |               |               |
|------------------------------------|--------------------|---------------|---------------|
|                                    | General            | Total         | Total         |
|                                    | £                  | 2022          | 2021          |
|                                    |                    | £             | £             |
| Other investment management costs; |                    |               |               |
| Administration of the investments  | 35,626             | 35,626        | 22,352        |
|                                    | <u>35,626</u>      | <u>35,626</u> | <u>22,352</u> |

# The BMTA Trust Limited

## Notes to the Financial Statements for the Year Ended 30 June 2022

### 6 Expenditure on charitable activities

|                 | Unrestricted funds |                |                |
|-----------------|--------------------|----------------|----------------|
|                 | General            | Total          | Total          |
|                 | £                  | 2022           | 2021           |
|                 |                    | £              | £              |
| Grants expended | 141,103            | 141,103        | 161,701        |
| Case secretary  | 26,193             | 26,193         | 26,121         |
|                 | <u>167,296</u>     | <u>167,296</u> | <u>187,822</u> |

£167,296 (2021 - £187,822) of the above expenditure was attributable to unrestricted funds and £Nil (2021 - £Nil) to restricted funds.

### 7 Other expenditure

|                                    |      | Unrestricted funds |               |               |
|------------------------------------|------|--------------------|---------------|---------------|
|                                    | Note | General            | Total         | Total         |
|                                    |      | £                  | 2022          | 2021          |
|                                    |      |                    | £             | £             |
| Audit of the financial statements  |      | 6,020              | 6,020         | 3,360         |
| Trustees remuneration and expenses | 10   | 1,249              | 1,249         | 14            |
| Other resources expended           |      | 11,934             | 11,934        | 11,527        |
|                                    |      | <u>19,203</u>      | <u>19,203</u> | <u>14,901</u> |

### 8 Grant-making

#### Analysis of grants

|                 | Grants to individuals |                |
|-----------------|-----------------------|----------------|
|                 | 2022                  | 2021           |
|                 | £                     | £              |
| Analysis        |                       |                |
| Grants expended | <u>141,103</u>        | <u>161,701</u> |

85 grants were paid to individuals (2021: 105) and one grant of £10,000 (2021: none) was paid to a training organisation. 52% (2021: 64%) of the total grants expended was for educational purposes and the balance for individual welfare and apprentice support purposes.

### 9 Net incoming/outgoing resources

Net outgoing resources for the year include:

|            | 2022         | 2021         |
|------------|--------------|--------------|
|            | £            | £            |
| Audit fees | <u>6,020</u> | <u>3,360</u> |

# The BMTA Trust Limited

## Notes to the Financial Statements for the Year Ended 30 June 2022

### 10 Trustees remuneration and expenses

The expenses paid to the Trustees consisted of reimbursement for travelling costs and venue costs for Trustees' meetings.

No Trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

### 11 Fixed asset investments

|                          | 2022<br>£ | 2021<br>£                           |
|--------------------------|-----------|-------------------------------------|
| Other investments        | 5,960,653 | 6,406,420                           |
| <b>Other investments</b> |           |                                     |
|                          |           | <b>Listed<br/>investments<br/>£</b> |
| <b>Cost or Valuation</b> |           |                                     |
| At 1 July 2021           |           | 6,406,420                           |
| Revaluation              |           | (423,599)                           |
| Additions                |           | 928,571                             |
| Disposals                |           | (950,739)                           |
| At 30 June 2022          |           | 5,960,653                           |
| <b>Net book value</b>    |           |                                     |
| At 30 June 2022          |           | 5,960,653                           |
| At 30 June 2021          |           | 6,406,420                           |

The market value of the listed investments at 30 June 2022 was £5,960,653 (2021 - £6,406,420).

At the year end 48.18% (2021: 37.81%) of the charity's portfolio was held in overseas investments.

### 12 Debtors

|             | 2022<br>£ | 2021<br>£ |
|-------------|-----------|-----------|
| Prepayments | 216       | -         |
|             | 216       | -         |

# **The BMTA Trust Limited**

## **Notes to the Financial Statements for the Year Ended 30 June 2022**

### **13 Cash and cash equivalents**

|                       | <b>2022</b>    | <b>2021</b>    |
|-----------------------|----------------|----------------|
|                       | <b>£</b>       | <b>£</b>       |
| Cash at bank          | 4,378          | (6,364)        |
| Eleanor Hamilton Fund | 17,400         | 15,723         |
| Short-term deposits   | 220,447        | 180,219        |
|                       | <u>242,225</u> | <u>189,578</u> |

### **14 Creditors: amounts falling due within one year**

|          | <b>2022</b>  | <b>2021</b>  |
|----------|--------------|--------------|
|          | <b>£</b>     | <b>£</b>     |
| Accruals | 6,087        | 3,400        |
|          | <u>6,087</u> | <u>3,400</u> |

The BMTA Trust Limited

Notes to the Financial Statements for the Year Ended 30 June 2022

15 Funds

|                           | Balance at 1 July<br>2021<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Transfers<br>£ | Other<br>recognised<br>gains/(losses)<br>£ | Balance at 30<br>June 2022<br>£ |
|---------------------------|--------------------------------|----------------------------|----------------------------|----------------|--------------------------------------------|---------------------------------|
| <b>Unrestricted funds</b> |                                |                            |                            |                |                                            |                                 |
| <i>General</i>            |                                |                            |                            |                |                                            |                                 |
| General Funds             | 6,563,798                      | 250,134                    | (81,023)                   | (112,303)      | (423,599)                                  | 6,197,007                       |
| <i>Designated</i>         |                                |                            |                            |                |                                            |                                 |
| Designated Funds          | 28,800                         | -                          | (141,103)                  | 112,303        | -                                          | -                               |
| <b>Total funds</b>        | <b>6,592,598</b>               | <b>250,134</b>             | <b>(222,126)</b>           | <b>-</b>       | <b>(423,599)</b>                           | <b>6,197,007</b>                |
|                           |                                |                            |                            |                |                                            |                                 |
|                           | Balance at 1 July<br>2020<br>£ | Incoming<br>resources<br>£ | Resources<br>expended<br>£ | Transfers<br>£ | Other<br>recognised<br>gains/(losses)<br>£ | Balance at 30<br>June 2021<br>£ |
| <b>Unrestricted funds</b> |                                |                            |                            |                |                                            |                                 |
| <i>General</i>            |                                |                            |                            |                |                                            |                                 |
| General funds             | 5,862,961                      | 248,919                    | (63,374)                   | (147,881)      | 663,173                                    | 6,563,798                       |
| <i>Designated</i>         |                                |                            |                            |                |                                            |                                 |
| Designated fund           | 42,620                         | -                          | (161,701)                  | 147,881        | -                                          | 28,800                          |
| <b>Total funds</b>        | <b>5,905,581</b>               | <b>248,919</b>             | <b>(225,075)</b>           | <b>-</b>       | <b>663,173</b>                             | <b>6,592,598</b>                |

A designated fund has been established to cover the future grant commitments of the Charity. The Trustees have agreed that sufficient funds to cover grants committed by the Charity should be held in the Designated Fund and a transfer from the General Fund has been made to cover this. Grant payments are made from the Designated Fund and a transfer is made to cover increases in outstanding commitments.

## The BMTA Trust Limited

### Notes to the Financial Statements for the Year Ended 30 June 2022

#### 16 Analysis of net assets between funds

|                         | Unrestricted<br>funds<br>£ | Designated<br>Funds<br>£ | Total funds<br>£ |
|-------------------------|----------------------------|--------------------------|------------------|
| Fixed asset investments | 5,960,653                  | -                        | 5,960,653        |
| Current assets          | 242,441                    | -                        | 242,441          |
| Current liabilities     | (6,087)                    | -                        | (6,087)          |
| Total net assets        | 6,197,007                  | -                        | 6,197,007        |

#### 17 Related party transactions

There were no related party transactions in the year.