

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

CONTENTS

	Page
Reference and administrative details of the Charity, its Trustees and advisers	1
Trustees' report	2 - 7
Independent auditors' report on the financial statements	8 - 11
Statement of financial activities	12
Balance sheet	13
Statement of cash flows	14
Notes to the financial statements	15 - 25

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2020**

Trustees	D J Banister E D Banister E M Banister E F Cairns L P Glaister
Charity registered number	00275487
Principal office	Tees Law Tees House 95 London Road Bishop's Stortford Hertfordshire CM23 3GW
Independent auditors	Price Bailey LLP Chartered Accountants Causeway House 1 Dane Street Bishop's Stortford Hertfordshire CM23 3BT
Solicitors	Tees Law Tees House 95 London Road Bishop's Stortford Hertfordshire CM23 3GW

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees present their annual report together with the audited financial statements for the 1 January 2020 to 31 December 2020.

CONSTITUTION

The unincorporated charitable trust is governed by the trust deed dated 19 December 1977. The objects of the trust are widely charitable, although the Trustees have determined to utilise the income and capital of the trust fund towards the relief of poverty, supporting educational projects and the promotion of peace.

METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES

The Trustees named below were appointed by the trust deed dated 19 December 1977 or by deeds of appointment dated 27 August 1998, 12 May 2009, 21 February 2013, 29 April 2015 and 30 June 2019.

David John Banister
Elizabeth Banister
Letitia Pamela Campbell Glaister
Eleanor Marianne Banister
Edmund Frederick Cairns

POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF TRUSTEES

The appointment of any new trustee is by invitation of the existing trustees.

New trustees would be provided with a copy of the trust deed and have a meeting with the existing trustees to explain the aims and objectives of the trust.

ORGANISATIONAL STRUCTURE AND DECISION MAKING

The Allan & Nesta Ferguson Charitable Trust is managed by the Trustees, who have delegated day to day administration to Tees, solicitors, of Tees House 95 London Road, Bishop's Stortford, Hertfordshire.

The Trustees have appointed Price Bailey LLP of Causeway House, 1 Dane Street, Bishop's Stortford, Hertfordshire as auditors.

The Trustees receive investment advice on a portfolio review basis from Ravenscroft (UK) Limited (formerly Tees Investment Management) of Tees House, 95 London Road, Bishop's Stortford, Hertfordshire.

The Trustees have a bank account with Barclays Bank, 1 Churchill Place, Canary Wharf, London, E14 5HP.

RISK MANAGEMENT

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the charity, and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks.

The Trustees are bound by the governing deed and operate in accordance with the trust's conflict of interest policy.

The trust operates in accordance with its safeguarding policy which was entered into on 4 October 2019.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

The Trustees have identified the following key risks to the charity:

Misuse of the trust funds by recipients – The Trustees seek to limit exposure through funding policies, the trust will not provide funding to educational institutes based outside the UK or any charitable organisation not registered with the Charity Commission in England and Wales, Scotland or Northern Ireland. The trustees will not make payments direct to an individual.

Misuse of funds by trustees/advisors – The trust is controlled by the five trustees and is reliant on services provided by Tees & Tees Investment Management for day to day administration. The process of majority decision making, regular accounting checks, multiple approvals for grant payments, reviews and annual external audit minimises the trust's exposure to risk.

Exposure to Informa plc – The trustees are conscious the trust continues to have significant financial exposure to Informa plc with the trust's holding in Informa representing a large proportion of the assets within the trust. The trustees have a continued policy of reducing the trust's exposure to fluctuations in Informa's stock price through sales and further diversification of the investments as and when they feel markets allow.

COVID 19 – The trustees acknowledge that the impacts of the COVID 19 pandemic are widespread and continue to have a significant effect on both the charitable trust and the charities it supports.

The trust is a grant making charity and the vast majority of the trust's income is generated from its investment portfolio. The economic impact of COVID has reduced both the capital value and the expected income yield of the charitable trust's investments. This will inevitably impact on the funds available for distribution in the short to medium term. The trustees are continuing to review the investment and maintaining a long-term view.

The trustees expect a continuation of the decline in gap year applications and funding to continue whilst the impact of COVID restrict travel opportunities and desire.

POLICIES, OBJECTIVES AND THE PUBLIC BENEFIT

The trust is a grant making charitable trust and intends to achieve its constitutional aims set out above, by making grants targeting the trust's key themes of education, relief of poverty and the promotion of peace.

The charitable trust fulfils its objectives through making grants to other charitable bodies registered with a UK charity regulator, UK universities, post graduate university students and gap year students looking to undertake a year's work abroad (via a recognised travel provider). The Trustees aim to promote the value and opportunity of education, peace and reconciliation and seek to have a positive impact through funding projects and individuals which go on to have a wider impact in their communities for years to come.

GRANT MAKING POLICY

The trustees accept applications online through the trust's website.

The trustees sometimes invite applications from UK universities to fund scholarships that support the key principles of the trust, providing access to education for those otherwise unable to access the opportunities that education provides for the improvement of society as a whole. The trustees also occasionally invite applications from UK charities engaging in projects supporting the promotion of peace and reconciliation through understanding and education.

The trust's grant making policy is focused on achieving its objectives for the public benefit by concentrating its resources on the following purposes:

- The support of education in the UK & overseas
- The promotion of peace through international friendship and understanding
- To support further sustainable progress in the developing world

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

To achieve these objectives the Trustees accept applications for funding from the following applicants:

- UK registered charities undertaking projects in the UK and abroad. Candidates have to demonstrate that they have a minimum of 30% matching funding in place in order for the trustees to give consideration to their application.
- UK universities to fund scholarships that support the key principles of the trust, providing access to education for those otherwise unable to access the opportunities the education provides.
- Individuals looking to undertake a gap year abroad supporting the trust's objectives of education, peace, international friendship and understanding. A maximum grant of £300 is made by the trustees to each individual towards the cost of their gap year and will only be made to a recognised UK travel organisation.

It is the trustee's policy to only provide support to charitable projects in line with the Trust's objectives that are run by charities registered with the Charity Commission of either in England & Wales, Scotland or Northern Ireland. This is to ensure the recipient charity is required, by law, to comply with the requirements set out by one of those bodies. The trustees apply this restriction to protect the funds granted and ensure, as far as possible, the funds provided are applied to further the charitable objectives of the charity.

It is the trustees' policy to pay grants concerning any individual directly to the educational institution or charity to ensure they are used to achieve the trustees' objectives of supporting education, peace and support of the developing world.

For any grant awarded in excess of £150,000 the trustees require the recipient of the grant to enter into a gift agreement confirming the purpose of the award and setting out the reporting requirements.

THE PUBLIC BENEFIT

In setting their grant making policy the trustees confirm that they have had regard to the guidance provided by the charity commission on public benefit.

The trustees are conscious, as a grant making charity, that they have no direct control over the success or failure of the individual projects to which they provide funds. The trustees do, however, seek to measure the success of grants to ensure that the funds are used to further the objectives of the trust. The trustees only make grants where the motivation of a project clearly aligns with the target themes of the trust and success is measured in a number of different ways depending on the circumstances of each grant.

- For gap year students, success is measured through successful completion of the placement
- For university scholarships, success is measured by the successful completion of the course by the student(s) who otherwise would not have had the funds necessary to complete their studies.
- For other educational, overseas development, peace and reconciliation grants the trustees require the recipient charity to provide them with a report after 12 months to illustrate the progress of the project.

Success is determined based on the expectations of the project outlined in the initial application made to the trustees.

The trustees look to support projects that have positive impacts on the communities in which they operate over the longer term.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

During the year £50,000 was awarded to Unicef towards the first-year costs of a 3 year programme in northern Uganda; tackling the root causes of why children are dropping out of school, and looking to ensure their right to education in a safe environment. So far the programme has reached over 18,600 adolescents from 68 schools, including 532 at risk children previously not in school who were supported to enrol. The programme has been impacted by 2020 school closures as a result of Covid-19. Unicef has worked with partners to ensure education provision continues for all children, for example lessons over the radio or television, in addition to training child protection case workers to provide care in quarantine centres, as well as preparing and advocating for the safe re-opening of schools.

The trustees also awarded a grant of £50,000 to The Old Vic towards their "Take the Lead" 3 year education programme in working with up to 40 state schools in disadvantaged areas in London, reaching up to one thousand 15 to 18 year olds annually. The project focusses on 5 core employability skills: communication, self-management, self-belief, teamwork and problem solving, helping them to bridge the transition between education and work. Despite the impact of the Covid-19 pandemic, all but six schools were able to complete the final Take the Lead workshop in March 2020.

STRATEGIES FOR ACHIEVING OBJECTIVES

The trustees review, on a monthly basis, applications to the trust as well as meeting twice a year to discuss non-routine applications.

All applications are assessed by the trustees against the trust's objectives and policies to ensure the project is in line with the trust's stated objectives. The trustees review the size of the grant requested, other funding in place and the value for money offered by the project. Value for money is assessed based on the impact of the project, i.e. how many people are reached, any lasting benefit of the project and any future opportunities provided to the individuals reached and their communities as a result of the project/funding.

In determining whether to offer a grant to an applicant the Trustees will also consider the time a charitable applicant has had charitable status, their level of fundraising activity and the charity's annual turnover when making decisions on funding.

ACTIVITIES FOR ACHIEVING OBJECTIVES

The trustees continue to meet regularly to discuss grant applications and ensure the trust's funds are used to achieve its objectives.

The trustees require charitable organisations who have received grants to provide reports on how the funds have been used to complete or advance the objectives of the project funded and by default the trustees' objectives.

GOING CONCERN

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

REVIEW OF ACTIVITIES

During the year to 31 December 2020 the trustees awarded grants totalling £1,598,279 (2019 - £2,376,577) to various individuals and organisations, as detailed in note 5. This represented 447% of the incoming revenue generated from the assets.

Grants made are applied to a number of individuals and organisations in support of their goals and in line with those of the trustees, to encourage and support the provision of education, understanding and peace.

The trustees have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission in exercising any powers or duties to which the guidance is relevant.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

RESERVES POLICY

Money held in reserve by the Trustees is there to meet the ongoing demand for grants awarded on a monthly basis. In addition, the Trustees ensure they have sufficient reserves ahead of the autumn to meet their annual commitment to scholarship funding of approximately £500,000. Further, the Trustees agreed on a strategy to move a greater proportion of the portfolio to ethical investments so a proportion of their reserves held at the end of 2020 were to be reinvested in the ethical market.

The trust held total funds of £29,071,418 at the end of the reporting period of which £29,071,418 was held in unrestricted reserves. The charitable trust is a grant making charity, the trustees are able to adjust the level of grants made were there to be a drastic change in income or capital returns in a year if appropriate. As such the trustees policy is to make grants as appropriate with no particular requirement to maintain a certain level of reserves. Where there are reserves these will be spent when appropriate grant making opportunities arise.

INVESTMENT POLICY AND PERFORMANCE

The Trust deed authorises the Trustees to make and hold investments as if they were absolute beneficial owners.

The Trustees' holding of Informa Plc shares continues to reduce over time when market conditions allow, providing a rising cash weighting within the investment portfolio and which may be used to fund donations by the Trust. Continuing advice regarding the investment profile of other investments held as well as a general balance of asset class weightings is provided by Ravenscroft (UK) Limited.

The Trust funds are invested with a medium-term view of 5-10 years and are benchmarked against the MSCI WMA Growth Index. There are no geographical constraints on the investments made at present, but the Trustees have provided an increasing emphasis in wishing to develop a clear policy of ethical restrictions towards the Trust investments managed by Ravenscroft (UK) Limited. This policy will apply to all future investments made and continues to be effected via the investment of a proportion of the fund assets into a managed Ethical portfolio model.

MATERIAL INVESTMENTS POLICY

Funds under the control of the Trustees have been invested in a broker-managed portfolio. The initial assets of the trust were shares in Taylor & Francis Limited and proportion of investment remains in that company, which has since floated on the London Stock Exchange and has subsequently been merged to form Informa Plc. The Trustees will continue to diversify the portfolio as the opportunity arises.

FUTURE DEVELOPMENTS

The trustees will continue to make grants, in line with the constitution and policies of the trust, to suitable causes or projects until they have expended all of the funds at their disposal.

The trustees will continue to make grants to suitable causes or projects to support until they have invested all of the funds at their disposal.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

AUDITOR

Insofar as the Trustees are aware:

- There is no relevant audit information of which the Auditor is unaware, and
- Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the Auditor is aware of that information.

TRUSTEE'S RESPONSIBILITIES 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 2019;
- Make judgments and accounting estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records that 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 provision 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.

This report was approved by the Trustees and signed on their behalf by:



L P Glaister
Trustee

Date: 27 OCTOBER 2021

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

Opinion

We have audited the financial statements of The Allan and Nesta Ferguson Charitable Trust (the 'charity') for the year ended 31 December 2020 which comprise the Statement of financial activities, the balance sheet, the statement of cash flows and the related notes, 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).

The financial statements have been prepared in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' 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 United Kingdom, including the Financial Reporting Council'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.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST (CONTINUED)

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditors' 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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, the Trustees are responsible for the preparation of the financial statements which 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.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST (CONTINUED)

Auditors' 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 auditors' 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.

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:

- Enquiry of management regarding laws and regulations applicable to the charity, actual and potential litigation and claims, and any known instances of non-compliance;
- Review of the risk register maintained by the charity.
- Review of minutes of Trustee meetings;
- Review of any correspondence with the Charity Commission;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias; and
- Reviewing our work throughout the audit file for evidence of non-compliance.

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 is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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 auditors' report.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE ALLAN AND NESTA FERGUSON
CHARITABLE TRUST (CONTINUED)**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. 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 auditors' 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 its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.



Price Bailey LLP
Chartered Accountants
Statutory Auditors
Causeway House
1 Dane Street
Bishop's Stortford
Hertfordshire
CM23 3BT

Date: 27 October 2021

Price Bailey LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

	Note	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income from:				
Donations	2	-	-	3,950,753
Investments	3	357,234	357,234	817,182
Total income		<u>357,234</u>	<u>357,234</u>	<u>4,767,935</u>
Expenditure on:				
Raising funds	4	118,976	118,976	80,487
Charitable activities		1,729,164	1,729,164	2,501,891
Total expenditure		<u>1,848,140</u>	<u>1,848,140</u>	<u>2,582,378</u>
Net (expenditure)/income before net (losses)/gains on investments		(1,490,906)	(1,490,906)	2,185,557
Net (losses)/gains on investments		(2,643,116)	(2,643,116)	6,251,397
Net (expenditure)/income for the year		<u>(4,134,022)</u>	<u>(4,134,022)</u>	<u>8,436,954</u>
Net movement in funds		<u>(4,134,022)</u>	<u>(4,134,022)</u>	<u>8,436,954</u>
Reconciliation of funds:				
Total funds brought forward		33,205,440	33,205,440	24,768,486
Net movement in funds		(4,134,022)	(4,134,022)	8,436,954
Total funds carried forward		<u>29,071,418</u>	<u>29,071,418</u>	<u>33,205,440</u>

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 15 to 25 form part of these financial statements.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**BALANCE SHEET
AS AT 31 DECEMBER 2020**

	Note	2020 £	2019 £
Fixed assets			
Investments	9	27,740,980	31,737,132
Current assets			
Debtors	10	1,677,953	2,375,730
Cash at bank and in hand	14	644,914	217,507
		<u>2,322,867</u>	<u>2,593,237</u>
Creditors: amounts falling due within one year	11	(645,579)	(784,789)
Net current assets		<u>1,677,288</u>	<u>1,808,448</u>
Total assets less current liabilities		<u>29,418,268</u>	<u>33,545,580</u>
Creditors: amounts falling due after more than one year	12	(346,850)	(340,140)
Total net assets		<u><u>29,071,418</u></u>	<u><u>33,205,440</u></u>
Charity funds			
Restricted funds		-	-
Unrestricted funds		29,071,418	33,205,440
Total funds		<u><u>29,071,418</u></u>	<u><u>33,205,440</u></u>

The financial statements were approved and authorised for issue by the Trustees on 27 October 2021
and signed on their behalf by:


L P Glaister
Trustee

The notes on pages 15 to 25 form part of these financial statements.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020**

	2020 £	2019 £
Cash flows from operating activities		
Net cash used in operating activities (see note 13)	(106,260)	(2,230,964)
Cash flows from investing activities		
Dividends, interests and rents from investments	357,234	817,182
Proceeds from sale of investments	8,446,796	8,151,557
Purchase of investments	(8,270,363)	(7,101,845)
Net cash provided by investing activities	533,667	1,866,894
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	427,407	(364,070)
Cash and cash equivalents at the beginning of the year	217,507	581,577
Cash and cash equivalents at the end of the year	644,914	217,507

The notes on pages 15 to 25 form part of these financial statements

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1. Accounting policies

1.1 Basis of preparation of financial statements

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

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Allan and Nesta Ferguson Charitable Trust 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.

The functional and presentational currency is Pounds Sterling (£).

1.2 Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern. As such, they continue to adopt the going concern basis of accounts in the financial statements, which assumes the charity will continue in operational existence for the foreseeable future. The Trustees have given due consideration to the working capital and cash flow requirements of the charity for at least 12 months from the date of signature of the accounts.

1.3 Income

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 income receivable can be measured reliably.

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

1.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity.

Support and governance costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of raising funds are investment management fee costs incurred in generating income from investments.

Charitable activities and Governance costs are costs incurred on the charity's overseas and educational operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1. Accounting policies (continued)

1.4 Expenditure (continued)

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.5 Taxation

The Trust, being a charity, is not liable for income tax or corporation tax. Value Added Tax is not recoverable and is included in the relevant charges for administration expenses.

1.6 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the balance sheet date, unless the 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 presented as 'Gains/(Losses) on investments' in the statement of financial activities.

Investments held as fixed assets are shown at cost less provision for impairment.

1.7 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.8 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.9 Liabilities and provisions

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

1.10 Financial instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their fair value as at the balance sheet date. All financial instruments of the charity are measured at cost with the exception of investments in the charity's portfolio, which are measured at fair value as at the balance sheet date using the closing bid value. The value of investments as well as their original cost is stated in note 10.

Financial assets include investments in the portfolio, the bank balances, trade debtors, accrued income and other debtors but exclude prepayments and taxation.

Financial liabilities include trade creditors, other creditors, accruals and deferred income but exclude social security and other taxes due.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. Income from donations and legacies

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Donations	-	-	3,950,753
	<u>-</u>	<u>-</u>	<u>3,950,753</u>

3. Investment income

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
UK listed investments	335,161	335,161	783,252
Foreign listed investments	22,073	22,073	33,930
	<u>357,234</u>	<u>357,234</u>	<u>817,182</u>
Total 2019	<u>817,182</u>	<u>817,182</u>	

4. Investment management costs

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Investment management fees	118,976	118,976	80,487
	<u>118,976</u>	<u>118,976</u>	<u>80,487</u>
Total 2019	<u>80,487</u>	<u>80,487</u>	

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

5. Charitable activities

	Institutional grants £	Grants to individuals £	Support costs £	Total 2020 £
Grants made:				
Educational projects	515,164	13,800	43,319	572,283
Educational projects encompassing world peace	45,000	-	3,813	48,813
Overseas education	1,024,315	-	83,753	1,108,068
	<u>1,584,479</u>	<u>13,800</u>	<u>130,885</u>	<u>1,729,164</u>

During the year there were 46 grants (2019 - 144) of less than £300 each made to individuals totalling £13,800 (2019 - £70,630).

Charitable activities (comparatives)

	Institutional grants £	Grants to individuals £	Support costs £	Total 2019 £
Grants made:				
Educational projects	752,090	70,630	73,044	895,764
Educational projects encompassing world peace	158,000	-	8,253	166,253
Overseas education	1,395,857	-	44,017	1,439,874
	<u>2,305,947</u>	<u>70,630</u>	<u>125,314</u>	<u>2,501,891</u>

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

Grants to institutions

	2020 £	2019 £
Educational bodies		
London School of Hygiene & Tropical Medicine	50,000	50,000
Loughborough University	60,000	-
Kings College London	50,000	-
Barnardo's	20,000	-
National Deaf Children's Society	15,000	-
Royal Northern College of Music	-	20,000
Royal Shakespeare Company	-	100,000
Sidney Sussex College- Cambridge	50,000	100,000
City of Birmingham Symphony Orchestra	20,000	-
University of Oxford	40,160	-
University of Nottingham	30,000	30,000
University of Leeds	45,725	45,810
The Old Vic	-	50,000
Glasgow School of Art	15,000	15,000
SOAS	50,000	50,000
Institute of Development Studies	-	50,000
University of Sheffield	50,000	50,000
University of Manchester	-	57,730
Other	19,279	133,550
	<u>515,164</u>	<u>752,090</u>

	2020 £	2019 £
Educational projects encompassing the promotion of world peace		
Freedom from Torture	-	15,000
Conciliation Resources	30,000	-
Saferworld	-	80,000
Quakers in Britain	15,000	-
Conflict Resolution Education in Sheffield Schools Training	-	10,000
West Midlands Quaker Peace Education Project	-	15,000
Peace Brigades International	-	20,000
Fight for Peace International	-	10,000
Trust for Research and Education on Arms Trade	-	8,000
	<u>45,000</u>	<u>158,000</u>

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

	2020 £	2019 £
Overseas Education		
International Needs UK	25,000	-
ChoraChori	-	15,000
Royal National Lifeboat Association	-	15,000
CAMFED	25,000	-
Hope International Development Agency UK	-	15,000
East Africa Character Development Trust	25,000	-
Just a Drop	-	15,000
The Henry Van Straubenzee Memorial Fund	-	15,000
The Gurkha Welfare Trust	35,000	-
Motivation	-	15,000
Build Aid	-	16,000
Shared Interest Foundation	20,000	-
Promoting Equality in African Schools	-	20,000
Signpost International	20,000	-
SolarAid	-	20,000
Traidcraft Exchange	-	75,000
The One Foundation	-	20,000
Classrooms for Malawi	20,000	-
FacilitAid UK	-	22,780
Pragya UK	20,000	-
Build It International	-	25,000
Excellent Development	20,000	-
Harpenden Spotlight on Africa	-	25,000
The Haller Foundation	16,000	-
Liverpool School of Tropical Medicine	-	25,000
East African Playgrounds	15,000	-
Book Aid International	-	30,000
African Adventures Foundation	15,000	-
Teach a Man to Fish	30,000	-
Afghanaid	30,000	-
Safe Child Thailand	-	15,000
Africa Educational Trust	30,000	-
S.A.F.E Arts for Education	25,000	-
Water Witness International	25,000	-
Tearfund	20,000	-
Hand in Hand International	20,000	-
SeeBeyondBorders	20,000	-
CAFOD	20,000	-
Edukid	-	15,000
Firefly International	20,000	-

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

Community Action Nepal	19,000	-
World Association of Girl Guides and Girl Scouts	18,000	-
Tools for Self Reliance	16,000	-
Acet UK (AIDS Care Education and Training)	15,182	-
Pebbles Project UK Limited	15,000	-
Self Help Africa (UK)	15,000	-
The Virtual Doctors	15,000	-
Scottish Love in Action	15,000	-
AfriKids Limited	15,000	-
Feed the Minds	-	15,000
Help2Read	-	15,000
Human Appeal	-	15,667
Action Village India	-	16,000
Right to Play UK	-	20,000
SOS Children's Villages	-	20,000
The TAG Foundation for Social Development	-	23,723
Peace Child International	-	25,000
School Aid	-	25,000
World Vision UK	-	25,000
Restless Development	-	25,000
Sightsavers	-	25,000
Opportunity International UK	-	25,505
Children on the Edge	-	26,551
Hope for Children	-	29,287
Leonard Cheshire Disability	-	33,337
ADD International	-	35,000
Street Child	-	40,000
Unicef	-	50,000
Farm Africa	-	60,000
AMREF	-	200,000
Other Grants	385,133	247,007
	<u>1,024,315</u>	<u>1,395,857</u>

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

6. Support costs

	Governance £	Support costs £	Total 2020 £	Total 2019 £
Legal and administration charges	124,221	-	124,221	116,940
Website development	-	420	420	1,488
Auditors fees for audit services	6,100	-	6,100	6,750
Other charges	-	144	144	136
	<u>130,321</u>	<u>564</u>	<u>130,885</u>	<u>125,314</u>
Total 2019	<u>123,690</u>	<u>1,624</u>	<u>125,314</u>	

Support Costs (comparative)

	Governance 2019 £	Support costs 2019 £
Legal and administration charges	116,940	-
Website development	-	1,488
Auditors fees for audit services	6,750	-
Other charges	-	136
	<u>123,690</u>	<u>1,624</u>

7. Auditors' remuneration

	2020 £	2019 £
Auditors remuneration	<u>6,100</u>	<u>6,750</u>

8. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).

During the year ended 31 December 2020, no Trustee expenses have been incurred (2019 - £NIL).

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

9. Fixed asset investments

	Listed investments £	Cash deposits £	Total £	Total funds 2019 £
At January 2019	29,716,274	-	29,716,274	24,514,588
Additions	8,270,363	-	8,270,363	7,101,845
Disposals	(8,446,796)	-	(8,446,796)	(8,151,556)
Revaluations	(2,643,116)	-	(2,643,116)	6,251,397
Cash balance	-	844,255	844,255	2,020,858
Total 2020	26,896,725	844,255	27,740,980	31,737,132

The market value of investments individually constituting more than 5% of the total portfolio are as follows:

	31 December 2020	31 December 2019
Informa plc	6,442,525	10,072,372

This shareholding represents 0.3% (2019 - 0.3%) of the company's issued ordinary share capital.

The trustees wish to diversify the funds invested in Informa Plc and will do so when practical opportunities arise.

10. Debtors

	2020 £	2019 £
Due within one year		
Other debtors	1,677,953	2,375,730
	1,677,953	2,375,730

11. Creditors: Amounts falling due within one year

	2020 £	2019 £
Accruals and deferred income	52,280	28,829
Grants payable	593,299	755,960
	645,579	784,789

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

12. Creditors: Amounts falling due after more than one year

	2020 £	2019 £
Grants payable	346,850	340,140

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

	2020 £	2019 £
Net income/expenditure for the period (as per Statement of Financial Activities)	(4,134,022)	8,436,954
Adjustments for:		
(Gains)/losses on investments	2,643,116	(6,251,397)
Dividends received	(357,234)	(817,182)
(Increase)/decrease in cash investments	1,176,603	(2,020,858)
Decrease/(increase) in debtors	697,777	(1,644,299)
Increase/(decrease) in creditors	(132,500)	65,818
Net cash used in operating activities	(106,260)	(2,230,964)

14. Analysis of cash and cash equivalents

	2020 £	2019 £
Cash in hand	644,914	217,507
Total cash and cash equivalents	644,914	217,507

15. Analysis of changes in net debt

	At 1 January 2020 £	Cash flows £	At 31 December 2020 £
Cash at bank and in hand	217,507	427,407	644,914
	217,507	427,407	644,914

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

16. Related party transactions

During the year the Trust paid out a grant of £NIL (2019 - £18,000) to world association of girl guides and girl scouts in which E Banister is a member in.

During the year the Trust received a donation of £Nil (2019 - £3,950,753) from the Idwen Banister Will Trust which was a Trust of a close relative connected to D Banister. At the year end a balance of £1,629,624 (2019 - £1,629,624) was owed to the Trust in relation to this transaction.

Apart from the above there were no other related party transactions during the year.

