

THE LINBURY TRUST

**Annual Report and Financial Accounts
5 April 2022**

Registered Charity Number 287077

5 Wilton Road, London, SW1V 1AP

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Reference and Administrative

The charity (No 287077) was established and became a registered charity under a Trust Deed dated 5 May 1983.

Trustees	Lord Sainsbury of Preston Candover KG * (died 14 January 2022) Lady Sainsbury CBE James Barnard * & ** Richard Butler Adams (Chair)* Sarah Butler-Sloss** Julian Sainsbury Mark Sainsbury * & **	
		* Investment Committee ** Social Impact Investing Committee
Registered Office	5 Wilton Road London SW1V 1AP	
Principal Officers	Stuart Hopley	Director, The Linbury Trust
	Karen Everett	Chief Executive Officer, Sainsbury Family Charitable Trusts
Bankers	Royal Bank of Scotland 119 - 121 Victoria Street London SW1E 6RA	
Solicitors	Farrer & Co 66 Lincoln's Inn Fields London WC2A 3LH	
Auditor	Sayer Vincent LLP Invicta House 108 - 114 Golden Lane London EC1Y 0TL	
Investment Advisers	Cazenove Capital Management 12 Moorgate London EC2R 6DA Troy Asset Managers Limited 44 Davies Street London W1K 5JA Windmill Hill Asset Management Limited Waddesdon Buckinghamshire HP18 0JZ	

The Report of the Trustees

The trustees present their report and the audited financial statements for the year ended 5 April 2022.

Reference and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the Trust deed, and the Statement of Recommended Practice - Accounting and Reporting by Charities: SORP applicable to charities preparing their accounts in accordance with FRS 102.

The Linbury Trust is one of the Sainsbury Family Charitable Trusts which share a common administration but are otherwise independent of each other.

Each of the current Trustees has extensive experience of trusteeship generally and of the charity sector more specifically.

Trustees are aware of the Charity Commission's guidance on Charities and Public Benefit.

The Trustees have given due regard to the Charity Commission's guidance on public benefit when reviewing the Trust's aims and objectives, setting grant making policy and in planning future activities.

In this annual report they provide information about the Trust's aims, and about its activities and achievements in the many areas of interest that the Trust supports. They consider that this information demonstrates the benefits to the Trust's beneficiaries, and through them to the public, that arise from carrying out those aims.

Trustees are aware of the Charity Governance Code which sets out the principles and recommended practice for good governance within the sector. The Trust has reviewed its governance arrangements against the principles within the code and believes that it is compliant with the code whilst maintaining its need to operate its governance efficiently.

The section below headed 'Review of the Past Year' (p 6-12) provides an overview of the Trustees' actions during the year in each of the grant-making categories listed below and, selectively, gives a flavour of the valuable work undertaken by our beneficiaries.

The year in context

COVID19 continues to have a significant impact on the sectors and organisations the Trust supports.

COVID19 has been a focus for funding; this included emergency support to organisations who faced a stark increase in project costs allowing work to complete, to core funding to help charitable groups continue to do what they do best, as well as helping a number of organisations adapt and improve their digital infrastructure.

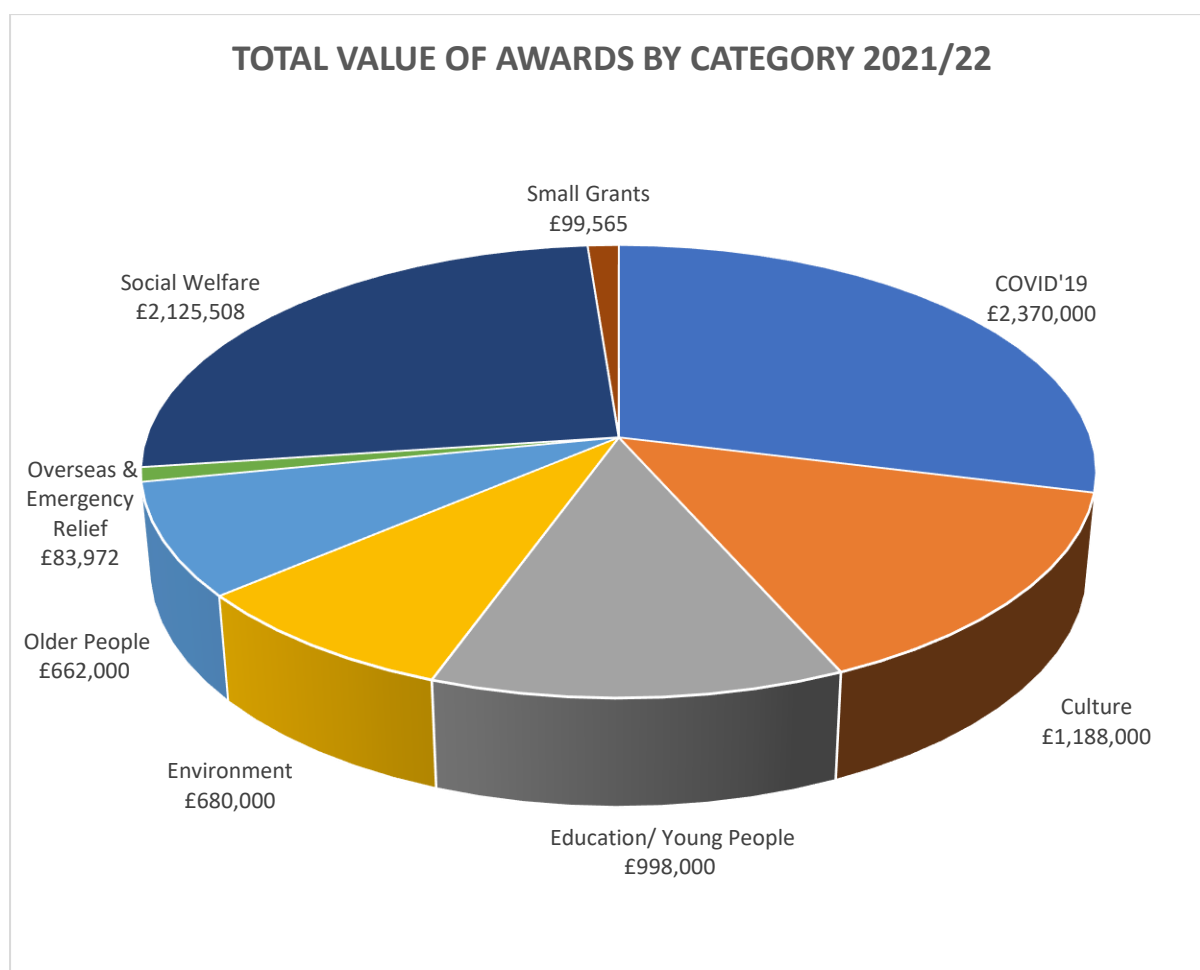
The Trust has continued to take a flexible and responsive approach to help those organizations the Trust funds, including movement around reporting and payment dates, as well as support for adapting project activity (such as moving in-person activity to online).

To increase the impact of our work, the Trust has been working in partnership with other organisations. The Trust contributed to the Live Work Fund, developed by Jerwood Arts and supported by Esmée Fairbairn Foundation, and Wolfson Foundation to support 33 talented artists and creative professionals to continue their practice during the pandemic.

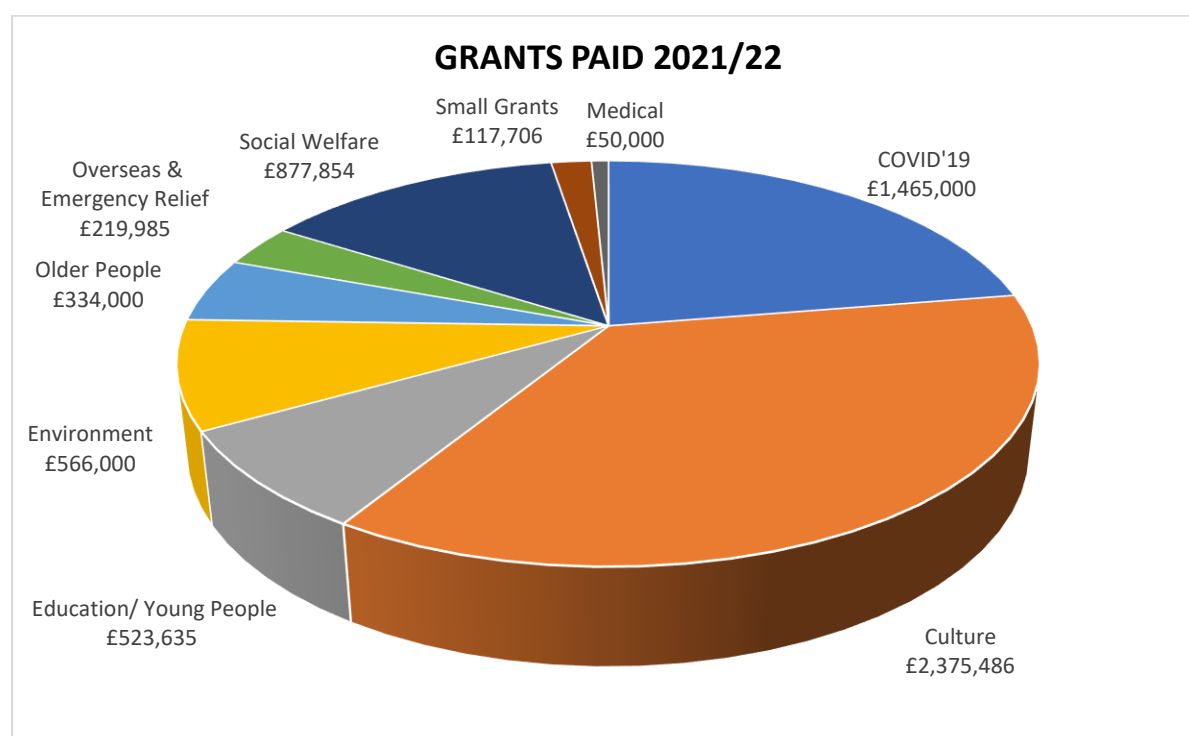
The Trust has also begun an effective partnership with Theatres Trust; together running a small grants programme. These focused and targeted grants help local theatres adapt to become more resilient and accessible for a wider range of people with interventions such as essential repairs, improved access for disabled people, and upgrades to digital infrastructure.

The Trust's Grant Funding

The total value of new grants awarded in 2022 was £8,207,045 (2021: £4,514,818)



The total value of grants paid in 2022 was £6,529,667 (2021: £8,780,970)



Grant making policy

The Trustees take a proactive approach towards grant-making and unsolicited applications are not usually accepted. Through partnership work and research, staff and Trustees identify organisations they want to work with.

The Trustees' practice is to give grants only for work which they believe will be meaningful, may reduce inequality, have impact and be value for money. Decisions are taken by the Trustees four times a year, and day to day management is delegated to the Principal Officers.

All staff and Trustees are expected to support the work of the Trust with the highest integrity. A conflict of interest may arise when a Trustee's interest relates to a charity applying for support. Conflicts are declared, noted in the minutes and the individual concerned is not part of any decision-making discussion. Details of any related party transactions are disclosed in note 12 of the financial statements.

Risk assessment

The Trustees have examined the major strategic, business and operational risks to which the Trust may be exposed. Through the joint office of the Sainsbury Family Charitable Trusts (SFCT), adequate systems are in place to meet such potential risks as the Trustees have identified. The Trustees continue to keep processes under review.

The Trustees have identified the uncertainty of financial returns as the charity's principal financial risk. This risk is mitigated through the appointment of three

experienced investment management firms, and by the diversification of the portfolio referred to in the following section.

The COVID19 pandemic has not adversely affected the Trust's viability and the Trust continues to focus on supporting applicants through this crisis.

Another possible risk is misuse of funds by a grant beneficiary. The Trustees mitigate this risk by normally restricting grants to charities that are registered with the Charity Commission for England and Wales, and for work with a charitable, voluntary and community focus, where the applicant may be exempt from registration. Grants are made only after a thorough assessment and are regularly monitored.

Reserves policy and going concern

The Trustees approve grants for payment over one or more years. These are brought into the accounts where there is a commitment to pay. The Trustees meet these commitments out of income, and where there is insufficient income, they do so from expendable endowment. Accordingly, Trustees take the view that all available funds should be seen as one; they have therefore adopted a Statement of Financial Activities that merges all resources. The Trustees are not aware of any material uncertainties that would prevent the financial statements from being prepared on a going concern basis.

It is the policy of the Trustees to ensure that there are sufficient resources to meet commitments as they fall due. The Trustees are satisfied that the totality and composition of the Trust's resources are sufficient for this purpose. The Trust and its Trustees are fully aware of the requirements and the duties set out in the Charities (Protection and Social Investment) Act 2016. The Trust does not undertake fundraising from the general public and does not use professional fundraisers or commercial participators.

The income of the Trust is not bound by any regulatory scheme, and the Trust does not consider it necessary to comply with any voluntary code of practice relating to fundraising. The Trustees do not approach individuals for the purpose of raising funds, Trustees do not have specific requirements related to fundraising activities, nor do Trustees consider it necessary to design specific procedures to monitor such activities.

As shown on page 13 at the year end the total funds of the Trust consisted of Expendable Endowment of £143.6m (2021: £138.8m).

Investment powers, policy and performance

The Trust Deed empowers the Trustees to appoint investment advisers, who are given discretion to invest the funds of the Trust within guidelines established by the Trustees.

The Trustees' investment policy is to maximise funds available for grant-making while preserving the real value of the endowment over the medium term.

The Trust's endowment continues to be invested in stock markets. The Trustees are committed to being socially and environmentally responsible investors and

incorporate, promote and advocate environmental, social and governance (ESG) issues into the management of their investment assets. In doing so, the Trust requires its investment managers to fully integrate ESG considerations into their investment process, to comply with the Trust's ethical investment policy and to engage actively on ESG issues with investee companies.

The investment committee of Trustees regularly meets the Trust's investment advisers to discuss strategy and to review performance. The consolidated return across the portfolio was 6.9% (2020/21: 20.8%) which is slightly above the benchmark (ARK GBP Steady Growth) of 6.8% (2020/21: 24.5%)

Social Impact Investing

The Trust has also begun to develop its approach to social impact investing; this approach is impact led and fits within the Trust's existing areas of focus. A sub-committee, with dedicated terms of reference are taking this work forward. The Trust's first investment commitment has been made to the LSP Dementia Fund which works with a range of programmes to address the growing global rates of dementia including therapies for managing and mitigating symptoms and measures for diagnosing dementia earlier. The first capital call by the fund was in June 2022.

Review of the past year

The Trust's total income for the year, including donations, was £4.3m (2020/21: £4.4m).

In 2021/22 the Trustees paid grants totalling £6.5m (2020/21: £8.8m); they approved 95 grants (2020/21: 86) amounting to a total value of £8.2m (2020/21: £4.5m). Many of the grants that Trustees approve are awarded on a conditional basis, and may be payable over several years; accordingly such grants do not appear in full in the Statement of Financial Activities in the year in which they are awarded. Trustees regard the level of grants actually paid during the year as a more helpful measure of grant-making activity and have used this measure of their activity within this Trustees' Report. They anticipate that the nature of grant-making of recent years will be maintained for the foreseeable future.

As a proportion of grants paid, costs of administration were 10.1% (2021: 8.4%).

The following sections describe the Trust's activities in each of the major categories of grants, including categories where payments have been made but no new grants have been awarded. Trustees believe that the readers of this report will find a representative list of the larger grants actually paid during the year to be helpful; these are itemised in the following pages.

COVID19

During the year, Trustees were keen to support organisations whose work had been impacted by the pandemic. Funded work included core costs, emergency support and help to improve digital provision.

Grant paid in year: £1,465,000.

Courtauld Institute of Art	£50,000
Towards costs of a new Commercial Director; first payment of a £100,000 grant.	

Dementia UK	£50,000
Towards the helpline, which came under substantive pressure during the pandemic. Final payment of a £100,000 grant.	

Grange Festival	£50,000
Towards costs for additional cameras, digital infrastructure and editing equipment to improve post-COVID resilience.	

Royal Opera House Covent Garden Foundation	£1,000,000
Towards the operating costs of the Linbury Theatre and post-COVID Recovery work. The first payment of a £2m grant.	

Royal West of England Academy	£50,000
Towards structural repairs and COVID-related cost increases.	

Westminster Abbey	£50,000
Towards support the work of the learning and outreach team.	

World Heart Beat Music Academy	£50,000
Towards funding gap for capital programme / COVID cost increases.	

Young Minds	£50,000
Towards supporting young people whose mental health has been impacted by the pandemic.	

4 projects received grant payments of less than £50k totalling £115,000.
A total of £2,370,000 was awarded in *newly* approved grants.

Culture

The Linbury Trust is a major supporter of excellence, access, and community engagement of culture; this includes visual arts, dance, historic buildings, museums, and theatre. Funding ranges from small grants to support dance and choreography, multi-year funding to support community involvement and access to culture, to occasional major capital projects.

Grant payments paid in year: £2,375,486.

Art Fund - National Art Collections Fund	£250,000
Towards the acquisition of Prospect Cottage.	

Chineke! Foundation	£50,000
To cover core costs as well as the annual summer residency for young people. The second payment of a three year £150,000 grant.	
DDmix (Diversity Dance Mix)	£50,000
Towards the DDMix programme to schools across the UK. The first payment of a £150,000 grant over three years.	
Gainsborough's House	£100,000
Towards the major redevelopment 'Reviving an Artist's Birthplace'.	
Holburne Museum of Art	£200,000
The first payment of £1m grant towards the endowment programme.	
Linbury Prize 2021	£56,622
Towards the Linbury Prize in 2021	
Museum of East Anglian Life	£52,000
Towards the Museum's outreach programme.	
Rambert Dance Company	£100,000
Supporting the Company to develop and embed greater digital delivery in their ballet productions in 2021 and 2022.	
Reading Repertory Theatre	£50,000
Engage Reborn and outreach programme.	
Royal Academy of Dance	£125,000
Towards the landmark project to relocate the Royal Academy of Dance to a significantly larger site; second payment of £250,000 grant.	
Royal West of England Academy	£100,000
Towards the planned refurbishment of the two principal galleries.	
Sir John Soane's Museum Society	£50,000
A one-off grant of £50,000 to fully restore Soane's drawing office.	
Stowe House Preservation Trust	£125,000
Towards the conservation and restoration of the State Dining Room, Temple Room and Servery at Stowe House. Final payment of a £250,000 grant.	
Tate Britain	£70,000
Towards a fixed-term position of assistant curator, in connection with the re-display of Tate Britain's permanent collection.	
Theatres Trust	£100,000
Towards the small grants programme.	
The Sainsbury Archive	£50,000
Towards core operating costs; second payment of a five year £250k grant.	

University of Oxford - Ashmolean Museum **£312,506**
Final payment of a £5m grant towards the Museum's endowment fund.

World Heart Beat Music Academy **£50,000**
Towards the capital redevelopment of education spaces of the new WHBMA building at Embassy Gardens.

25 projects received grant payments of less than £50k totalling £484,358.
A total of £1,188,000 was awarded in *newly* approved *grants*.

Education and Young People

The Trust has a layered approach to supporting young people and their education and aspirations. This can include scholarships and bursaries, to the development of programmes that will foster curiosity, to improving life opportunity and choices, especially for young people living in poverty.

Grant payments paid in year: £523,635

Local Solutions **£75,000**
For their work supporting young people at risk of criminal exploitation. The second payment of a £150,000 grant.

Royal Drawing School **£50,000**
To support the expansion of the School's digital work, enabling them to reach a wider range of students.

University of Winchester **£80,000**
Towards the First Stars Scholars programme, which works with young people in care and supporting educational attainment. The second payment of a four year £300,000 grant.

12 projects received grant payments of less than £50k totalling £318,635.
A total of £998,000 was awarded in *newly* approved *grants*.

Environment

The Trust continues its support for the environment, including work which helps to better connect people with nature, how the natural world can contribute to meaningful changes in wellbeing, and to understand the impact of climate change.

Grant payments paid in year: £566,000

Ashden Climate Solutions **£170,000**
Towards core support to help underpin their strategic development. First payment of a £510,000 grant.

Chiswick House and Gardens Trust **£60,000**

Towards the horticulture and gardening participation programme, working with local people experiencing disadvantage, First payment of a £180,000 grant.

Green Light Trust **£50,000**

To expand their work beyond Suffolk, into Essex and Norfolk and to support their wellbeing programmes, and work with diverse communities.

Innovation for Agriculture (IfA) **£60,000**

Towards the enhancement of IfA's communications capability, final payment of a £180,000 grant.

Smith School of Enterprise and the Environment **£88,000**

Towards two scholarships in the new MSc, Sustainability, Enterprise and the Environment.

6 projects received grant payments of less than £50k totalling £138,000.
A total of £680,000 was awarded in *newly* approved grants under this category.

Medical

The Trust supports a small number of projects that may assist in the support and research of life-limiting conditions.

Grant payments paid in year: £50,000

Motor Neurone Disease Association - Northampton **£50,000**

Towards the AMBRoSIA research project into better diagnosis of Motor Neurone Disease. Final payment of a £200,000 grant.

No *new* awards relating to medical research were supported this year.

Older People

The Trust looks to fund projects that support older people, especially those that reduce isolation, foster intergenerational work, and schemes that improve wellbeing and social engagement.

Grant payments made in year: £334,000

Fitzwilliam Museum, Cambridge **£50,000**

Towards the Ageing Well project, improving the wellbeing of isolated and vulnerable older through engagement with museum collections. First payment of a £100,000 grant.

Orchestra Of The Swan **£50,000**

To expand the programme of activity for sufferers of dementia. Final payment of a £100,000 grant.

St Michael's Hospice – Basingstoke **£62,000**

Towards the work of St Michael's Hospice, and the forthcoming Community Services Project, supporting older people with end-of-life care. First payment of a £162,000 grant.

Seven projects received grant payments of less than £50k totalling £172,000. A total of £662,000 was awarded in *newly* approved grants.

Overseas & Emergency Relief

Trustees' primary continuing interest in this category remains in supporting organisations that work in the Caribbean, and to provide emergency funding.

Grant payments made in year: £219,985

Government House, Antigua **£91,013**

Towards the restoration of the Government House, final payment of a £185,000 grant.

Refugee Council **£50,000**

Towards the Refugee Emergency Appeal, which does support refugees, including those from Ukraine.

Four projects received grant payments of less than £50k totalling £78,972. A total of £83,972 was awarded in *newly* approved grants.

Social Welfare

Through our Social Welfare category, the Trust aims to address issues of inequality, poverty and tackle disadvantage; we also seek to support those organisations looking to achieve positive and lasting change. This includes work around mental health, homelessness as well as refugees and asylum seekers.

Grant payments made in year: £877,854

Cardboard Citizens **£100,000**

Towards their programme of outreach and engagement working with, and raising awareness of, homeless people. First payment of a £200,000 grant.

Clement James Centre **£50,000**

To support the Centre's Employment Programme, working with local people experiencing disadvantage, unemployment, and the bespoke pathways back into employment. First payment of a £150,000 grant.

Crisis **£60,000**

Towards a programme designed to support people coming out of prison, and preventing subsequent homelessness. First payment of a £120,000 grant.

Gingerbread **£50,000**

Core support towards the charity's telephone helpline which provides advice and guidance to single parents in financial difficulty. Second payment of a £150,000 grant.

Hope for the Young **£50,000**

Core costs towards their work supporting young refugees; first payment of a £150,000 grant.

House of St Barnabas-in-Soho **£50,000**

Towards the work with homeless people, supporting access to accommodation and employment. Final payment of a £150,000 grant.

Mental Health Innovations **£75,000**

Towards the core costs of the SHOUT service, which supports people facing a mental health crisis. First payment of a £150,000 grant.

RefuAid / Prism the Gift Fund **£50,000**

Supporting RefuAid's micro-loans programme, which helps refugees to get their qualifications accredited in the UK. Final payment of a £150,000 grant.

Refugee Council **£70,000**

To support their London Destitution Service, which works with refugees and asylum seekers living in poverty and homelessness. First payment of a £210,000 grant.

Sixteen projects received grant payments of less than £50k totalling £322,854.
A total of £2,125,508 was awarded in *newly* approved grants.

Small Grants Programme

The Trust also awards a number of small grants throughout the year. These grants are often less than £10k and typically focused on projects relating to dance, choreography and performance.

31 projects received grant payments totalling £117,706
A total of £99,565 was awarded in *newly* approved grants.

Approved by the Board of Trustees on the 19 October 2022 and signed on their behalf by

.....*TRUSTEE*
Richard Butler Adams

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2022

	Notes	2022 £'000	2021 £'000
INCOME AND ENDOWMENTS from:			
Donations including gift aid		2,500	2,520
Investment income	2	1,774	1,864
Bank deposit interest		6	4
Total Income		4,280	4,388
EXPENDITURE on:			
Cost of generating funds:			
Investment management fees		353	325
Charitable activity			
Grant-making - Costs of administration	3	662	733
- Grants payable	4	5,165	7,402
Total Expenditure		6,180	8,460
Net expenditure before net gains on investments		(1,900)	(4,072)
Currency exchange gains		33	-
Gains on investments	5	6,686	22,514
Net movement in funds		4,819	18,442
Total funds brought forward		138,783	120,341
Total funds carried forward		143,602	138,783

There are no gains and losses in either the current year or preceding period other than those recognised in the statement of financial activities.

All funds are held as expendable endowment funds.

All of the above results are derived from continuing activities.

BALANCE SHEET AS AT 5 APRIL 2022

	Notes	2022	2021
		£'000	£'000
FIXED ASSETS			
Investments	5	139,653	134,277
Loans to beneficiaries	6	1,500	1,705
		<u>141,153</u>	<u>135,982</u>
CURRENT ASSETS			
Debtors	7	2,667	872
Cash at bank and in hand		<u>1,605</u>	<u>5,377</u>
		<u>4,272</u>	<u>6,249</u>
CURRENT LIABILITIES			
Creditors - amounts falling due within one year	8	<u>(1,223)</u>	<u>(2,758)</u>
NET CURRENT ASSETS		3,049	3,491
Net assets less current liabilities		144,202	139,473
Creditors - amounts falling due after one year	9	(600)	(690)
NET ASSETS		<u>143,602</u>	<u>138,783</u>
Expendable endowment		143,602	138,783
TOTAL FUNDS		<u>143,602</u>	<u>138,783</u>

The financial statements were approved and authorised for issue by the Trustees on the 19th of October 2022 and were signed on their behalf by:

..... TRUSTEE
Richard Butler Adams

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 5 APRIL 2022

	<i>Note:</i>	2022	2021
		£'000	£'000
Net cash used in operating activities	10	(8,895)	(9,787)
Cash flows from investing activities:			
Interest and dividends		1,780	1,868
Proceeds from sale of investments		9,649	24,018
Purchase of investments		(14,433)	(12,233)
Effect of foreign exchange rate changes		33	-
Net cash (used in)/provided by investing activities		(2,971)	13,653
Cash flows from financing activities:			
Receipt of expendable endowment		2,000	2,016
Net cash provided by financing activities		2,000	2,016
Change in cash and cash equivalents in the year		(9,866)	5,882
Cash and cash equivalents brought forward		16,712	10,830
Cash and cash equivalents carried forward		6,846	16,712

Analysis of the balance of cash as shown in the balance sheet

	2022	2021	Change in year
	£'000	£'000	£'000
Cash at bank and in hand	1,605	5,377	(3,772)
Investment cash (Note 5)	5,241	11,335	(6,094)
	6,846	16,712	(9,866)

The notes on pages 16 to 22 form part of these accounts.

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 5 APRIL 2022

1. ACCOUNTING POLICIES

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) - (Charities SORP FRS 102), The Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

(i) 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 Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

(ii) The trust constitutes a public benefit entity as defined by FRS 102.

(iii) In the view of the Trustees, there are no material uncertainties casting doubt on the going concern

(iv) Having assessed the Trust's financial position and plans for the foreseeable future, the Trustees are satisfied that it remains appropriate to prepare the financial statements on the going concern

(v) The endowment assets of the Trust remain significant, and the Trust will continue to pay out to its beneficiaries in accordance with the Trust's objects.

The principal accounting policies adopted are as follows:

a) Income Recognition

(i) Income is shown gross which includes the associated tax credit unless the tax so deducted is

(ii) Dividends are included by reference to their due dates.

(iii) Interest is included when receivable.

b) Expenditure on Charitable Activities

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

(i) Costs of generating funds represent amounts paid to the Trust's external investment advisors.

(ii) Charitable activities expenditure comprises grants and donations awarded by the Trustees in accordance with the criteria set out in the Trust Deed, together with grant related support costs.

(iii) Grants for which there is a binding commitment are accounted for within the Statement of

(iv) Other grants and grant instalments are accounted for in the Statement of Financial Activities when conditions attaching to the grant are fulfilled.

(v) Costs of administration relate in the main to the grant-making activity of the Trust and include a share of the staff and office costs of the joint office of the Sainsbury Family Charitable Trusts, which are allocated in proportion to time spent on Trust matters and grants paid.

NOTES TO THE ACCOUNTS

c) Investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. Any change in fair value is recognised in the statement of financial activities. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Net gains/(losses) on investments' in the statement of financial activities.

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

d) Loans to beneficiaries

(i) Trustees make loans in furtherance of the Trust's charitable objects. Any financial return is likely to be below market rates but can be justified by the charitable impact.

(ii) Loans to beneficiaries represent loans made at less than a market rate of interest for charitable purposes. They are included at the amount advanced less any repayments and impairments.

e) Financial Instruments

The charity 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 Investments, including bonds held as part of an investment portfolio, are held at fair value at the balance sheet date, with gains and losses being recognised within income and expenditure.

At the balance sheet date the charity held financial assets at fair value of £134.4m (2021: £122.9m).

f) Cash and Cash Equivalents

Cash at bank and cash 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

g) Debtors

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

h) Creditors

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

i) Pensions

Contributions to defined contribution plans are charged to the statement of financial activities in the period to which they relate.

j) Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies, which are described above, Trustees are required to make judgements, estimates, assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects the current and future periods.

In the view of the Trustees, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

NOTES TO THE ACCOUNTS**2. INVESTMENT INCOME**

Income received on investments is analysed as follows:

	2022		2021	
	£'000	%	£'000	%
UK Government Fixed Interest	1	0%	1	0%
Other fixed interest	8	0%	13	1%
Equities	1,461	83%	1,673	89%
Alternatives	304	17%	177	10%
	1,774	100%	1,864	100%

3. COSTS OF ADMINISTRATION

	2022	2021
	£'000	£'000
Salaries and associated costs (note 11)	365	373
Office costs	286	344
Auditor's remuneration	11	16
	662	733

The auditor's remuneration excluding VAT is £7,800 (2021: £13,593). During the year no Trustee received any remuneration or reimbursement of expenses (2021: NIL). Included in the cost above were governance costs of £14,581 which were comprised of staff costs of £3,431 and auditor's remuneration of £11,150 (2021: £19,584 which were comprised of staff costs of £3,272 and auditor's remuneration of £16,312).

4. ANALYSIS OF GRANTS

	2022		2021	
	£'000	£'000	£'000	£'000
Reconciliation of grants payable:				
Grants committed but unpaid at 6 April 2021		2,657		4,037
Grants conditionally approved at 6 April 2021	13,684		16,571	
Grants approved in the year	8,207		4,515	
Grants cancelled, amended or refunded	(124)			
Grants conditionally approved at 5 April 2022	(16,602)		(13,684)	
Grants payable for the year		5,165		7,402
GRANTS PAID IN THE YEAR		(6,530)		(8,781)
Grants committed but unpaid at 5 April 2022		1,292		2,657
Commitments at 5 April 2022 are payable:		2022		2021
		£'000		£'000
Within one year (note 8)		692		2,017
After more than one year (note 9)		600		640
		1,292		2,657

NOTES TO THE ACCOUNTS

4. ANALYSIS OF GRANTS (continued)

The total of grants paid in the year can be classified as follows:

	2022	2021
	£'000	£'000
COVID	1,465	673
CULTURE	2,375	5,812
EDUCATION & YOUNG PEOPLE	524	592
ENVIRONMENT	566	307
MEDICAL	50	239
OLDER PEOPLE	334	131
OVERSEAS & EMERGENCY RELIEF	220	348
SOCIAL WELFARE	878	580
SMALL GRANTS	118	99
	<u>6,530</u>	<u>8,781</u>

NOTES TO THE ACCOUNTS

5 FIXED ASSET INVESTMENTS

	2022	2021
	£'000	£'000
Market value at 6 April 2021	122,942	112,213
Less: Proceeds from disposals	(9,649)	(24,018)
Add: Acquisitions at cost	14,433	12,233
Gains on investment assets	6,686	22,514
Market value at 5 April 2022	134,412	122,942
Investment cash	5,241	11,335
Total Investments	139,653	134,277

The investments held as at 5 April 2022 were as follows:

	2022	2021
	Market Value	Market Value
	£'000	£'000
UK Government Fixed Interest	737	684
Other fixed interest	5,378	839
Equities	118,823	114,416
Alternatives	9,474	7,003
	134,412	122,942

6. LOANS TO BENEFICIARIES

	2022	2021
	£'000	£'000
Balance at beginning of year	1,705	1,705
Loans made/(repayments)	(205)	-
Balance at end of year	1,500	1,705

The Trustees have assessed the recoverability of all outstanding loan balances and are satisfied that all balances are fully recoverable.

NOTES TO THE ACCOUNTS

7. DEBTORS

	2022	2021
	£'000	£'000
Prepayments	59	168
Other debtors	2,608	704
	2,667	872

8. CREDITORS - amounts falling due within 1 year

	2022	2021
	£'000	£'000
Grants payable within one year	692	2,017
Accruals	46	50
Other creditors	485	691
	1,223	2,758

9. CREDITORS - amounts falling due after more than 1 year

	2022	2021
	£'000	£'000
Grants payable 1-5 years	600	640
Other creditors	-	50
	600	690

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

	2022	2021
	£'000	£'000
Net movement in funds	4,819	18,442
Deduct gift of endowment	(2,000)	(2,016)
Deduct income shown in investing activities	(1,780)	(1,868)
Deduct gains on investments	(6,686)	(22,514)
Deduct gains on currency exchange	(33)	-
Loans to beneficiaries returned	205	-
Increase in debtors	(1,795)	(612)
Decrease in creditors	(1,625)	(1,219)
	(8,895)	(9,787)

NOTES TO THE ACCOUNTS

11 ANALYSIS OF STAFF COSTS

	2022	2021
	£'000	£'000
Staff costs:		
Wages and salaries	299	305
Social security costs	35	35
Other pension costs	31	33
	365	373

As mentioned in Accounting Policies note (b), the Trust is one of the Sainsbury Family Charitable Trusts which share a joint administration at the Registered Office. 5.2% (2021: 5.8%) of the total costs of these trusts have been allocated to The Linbury Trust, including a proportionate share of the costs of employing the total number of staff serving in the office in 2022.

The average total number of SFCT staff employed during the year to contribute to the work of the Linbury Trust was 11, most of whom worked for the Linbury Trust on a part-time basis (2021:13). This was equivalent to 2.6 full-time employees (2021: 3.4).

The Trust considers its key management personnel to comprise the Trustees and Principal Officers. The Trustees all give freely of their time and expertise without remuneration, expenses or other benefit in cash or kind (2021: £nil). Cost for key management is £149,411 (2021: £148,402). The number of employees whose total employee benefits (excluding employer pension costs) for services provided to the Trust exceeded £60,000 was as follows: 2022: one employee who earned between £90,000-£100,000 (2021: one).

12. RELATED PARTY TRANSACTIONS

Donations from Trustees totalling £2.5m including Gift Aid (2021: £2.5m) were received and allocated to expendable endowment.

Included within loans to beneficiaries (Note 6) is an interest-free loan of £1.5m (2021: £1.5m) to the Rambert School of Ballet and Contemporary Dance Trust (registered charity number 1114705) of which Richard Butler Adams is a Trustee. The loan was made in 2004 and repayments are frozen until 2026.

During the year, The Linbury Trust approved 95 grants; for four of these a conflict of interest was declared in the applicant organisations. In such cases, the individual raising the conflict was not part of the decision-making process. Applicant organisations are not controlled by The Linbury Trust and the Trustees are mindful of the need to consider any potential conflicts of interest when making grant awards.

The Trust is one of the Sainsbury Family Charitable Trusts which share a joint administration at the Registered Office for cost effectiveness. At any one time there are amounts payable between trusts some of which fall under the definition of related parties by having trustees in common who are also siblings.

The following amounts are primarily employee costs and are included in Other Debtors (Note 7).

£24,412 due from The JJ Charitable Trust

£111,306 due from The Aurora Trust.

£10,333 due from The Mark Leonard Trust.

Statement of Trustees' Responsibilities

Law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the period and of its financial position at the end of the period. In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- Select suitable accounting policies and then apply them consistently
- Observe the methods and principles in the Charities SORP
- Make judgements and estimates that are reasonable and prudent
- State whether applicable UK Accounting Standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements
- 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 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. 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.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Independent Auditor's Report to the Trustees of the Linbury Trust

Opinion

We have audited the financial statements of the Linbury Trust (the 'charity') for the year ended 5 April 2022 which comprise the statement of financial activities, balance sheet, statement of cash flows 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 charity's affairs as at 5 April 2022 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
- Have been prepared in accordance with the requirements of the Charities Act 2011

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Linbury Trust'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.

Matters on which we are required to report by exception

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

- The information given in the trustees' annual report is inconsistent in any material respect with the financial statements;
- 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 statement of trustees' responsibilities set out in the trustees' annual report, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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.

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 are set out below.

Capability of the audit in detecting irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- We enquired of management and the board of trustees, which included obtaining and reviewing supporting documentation, concerning the charity's policies and procedures relating to:
- Identifying, evaluating, and complying with laws and regulations and whether they were aware of any instances of non-compliance;
- Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected, or alleged fraud;
- The internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations.
- We inspected the minutes of meetings of those charged with governance.
- We obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on those laws and regulations that had a material effect on the financial statements or that had a fundamental effect on the operations of the charity from our professional and sector experience.
- We communicated applicable laws and regulations throughout the audit team and remained alert to any indications of non-compliance throughout the audit.
- We reviewed any reports made to regulators.
- We reviewed the financial statement disclosures and tested these to supporting documentation to assess compliance with applicable laws and regulations.
- We performed analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments, assessed whether the judgements made in making accounting estimates are indicative of a potential bias and tested significant transactions that are unusual or those outside the normal course of business.

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 is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

29 November 2022

Sayer Vincent LLP, Statutory Auditor
Invicta House, 108-114 Golden Lane, LONDON, EC1Y 0TL

Sayer Vincent LLP is eligible to act as auditor in terms of section 1212 of the Companies Act 2006