

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021
FOR
GMC TRUST**

GMC TRUST

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2021**

The trustees present their report with the financial statements of the charity for the year ended 5 April 2021. The trustees have adopted the provisions of 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).

OBJECTIVES AND ACTIVITIES

Objectives, aims and significant activities

The object of the charity is to promote and assist charitable work by direct grants. The charity's funds may be applied to any charitable institution or for any other charitable purpose.

Public benefit

The trustees have regard to the Charity Commission guidance on public benefit and consider the charity's activities and award of grants are for the public benefit.

Grant making

The charity awards grants to other charitable institutions in varying amounts of between £1,000 and £25,000; preferring an area of benefit in the West Midlands. Exceptionally the charity may award higher amounts. The charity does not award grants to individuals. The charity supports projects which come to the attention of its trustees through their special interests and special knowledge. General applications for grants are not encouraged.

ACHIEVEMENT AND PERFORMANCE

During the year the charity awarded grants of £100,000 compared with £106,500 in the previous year. A full analysis of grants awarded is provided in note 5 to the financial statements.

FINANCIAL REVIEW

The trustees are satisfied with the financial state of affairs of the charity. At the year end the balance on the unrestricted general fund was £111,791.

The trustees are empowered to invest the charity's funds in any investment authorised by law for trust monies or any listed investment. The charity's investments at the end of the year had a value of £3,506,530 compared with £3,236,164 at the previous year end: an increase of 8.4% over the year.

The trustees' policy is to maintain sufficient unrestricted funds which, regardless of an uneven flow of incoming resources, enable them to meet their funding commitments for the foreseeable future and to respond to emergency applications for grants which may arise.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document and charity constitution

The charity is controlled by its governing document, a charitable deed of settlement dated 17 November 1965 and constitutes an unincorporated charity.

Organisational structure and appointment of new trustees

The charity is managed by a Board of Trustees. Trustees are nominated by existing trustees and appointed where they have the necessary skills to contribute to the management of the charity. Upon appointment new trustees are provided with a copy of the charity's deed of settlement and the latest examined financial statements. In addition new trustees are given a briefing by the chairman on the charity's policies and procedures.

Risk management

The trustees have assessed the major risks to which the charity is exposed, in particular those related to the activities and finances of the charity, and they are satisfied that systems are in place to manage their exposure to the major risks.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2021**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

288418

Principal address

4 Fairways
1240 Warwick Road
Knowle
Solihull
West Midlands
B93 9LL

Trustees

BES Cadbury - Chairman
MJ Cadbury
Mrs CE Fowler-Wright

Independent Examiner

JRG Pitts FCA
Rodney Pitts Chartered Accountants
4 Fairways
1240 Warwick Road
Knowle, Solihull
West Midlands
B93 9LL

Bankers

Lloyds Bank plc
142 Edgbaston Park Road
Edgbaston
Birmingham
B15 2TY

Solicitors

DWF LLP
One Snowhill
Snow Hill Queensway
Birmingham
B4 6GA

Investment manager

JM Finn
31 Great George Street
Bristol
BS1 5QD

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2021**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees 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 and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the Board of Trustees on 24 May 2021 and signed on its behalf by:

BES Cadbury - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF GMC TRUST

Independent examiner's report to the trustees of GMC Trust

I report to the charity trustees on my examination of the accounts of GMC Trust (the Trust) for the year ended 5 April 2021.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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

JRG Pitts FCA
Institute of Chartered Accountants in England and Wales
Rodney Pitts Chartered Accountants
4 Fairways
1240 Warwick Road
Knowle, Solihull
West Midlands
B93 9LL

24 May 2021

GMC TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2021**

	Notes	Unrestricted fund £	Endowment fund £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Investment income	2	57,169	-	57,169	133,948
EXPENDITURE ON					
Raising funds	3	-	12,061	12,061	12,447
Charitable activities					
Charitable grants	4	102,400	-	102,400	108,900
		<hr/>	<hr/>	<hr/>	<hr/>
Total		102,400	12,061	114,461	121,347
Net gains/(losses) on investments		<hr/> -	<hr/> 276,134	<hr/> 276,134	<hr/> (471,697)
NET INCOME/(EXPENDITURE)		(45,231)	264,073	218,842	(459,096)
Transfers between funds	12	<hr/> (6,293)	<hr/> 6,293	<hr/> -	<hr/> -
Net movement in funds		(51,524)	270,366	218,842	(459,096)
RECONCILIATION OF FUNDS					
Total funds brought forward		<hr/> 163,315	<hr/> 3,236,164	<hr/> 3,399,479	<hr/> 3,858,575
TOTAL FUNDS CARRIED FORWARD		<hr/> <hr/> 111,791	<hr/> <hr/> 3,506,530	<hr/> <hr/> 3,618,321	<hr/> <hr/> 3,399,479

The notes form part of these financial statements

GMC TRUST

BALANCE SHEET 5 APRIL 2021

	Notes	Unrestricted fund £	Endowment fund £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Investments	9	-	3,506,530	3,506,530	3,236,164
CURRENT ASSETS					
Debtors	10	762	-	762	1,828
Cash at bank		<u>113,428</u>	<u>-</u>	<u>113,428</u>	<u>163,887</u>
		114,190	-	114,190	165,715
CREDITORS					
Amounts falling due within one year	11	(2,399)	-	(2,399)	(2,400)
		<u>111,791</u>	<u>-</u>	<u>111,791</u>	<u>163,315</u>
NET CURRENT ASSETS					
		111,791	3,506,530	3,618,321	3,399,479
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>111,791</u>	<u>3,506,530</u>	<u>3,618,321</u>	<u>3,399,479</u>
NET ASSETS					
		<u>111,791</u>	<u>3,506,530</u>	<u>3,618,321</u>	<u>3,399,479</u>
FUNDS	12				
Unrestricted funds				111,791	163,315
Endowment funds				<u>3,506,530</u>	<u>3,236,164</u>
TOTAL FUNDS				<u>3,618,321</u>	<u>3,399,479</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 24 May 2021 and were signed on its behalf by:

BES Cadbury - Trustee

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, 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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of fixed asset investments which are included at market valuation.

Income

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

Dividend income is included by reference to the payment date of the dividend.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants awarded are included in the statement of financial activities when approved by the trustees and the recipient. The value of grants unpaid at the year end is accrued. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Taxation

The charity is exempt from tax on its charitable activities.

Fixed asset investments

Fixed asset investments are stated at market value, for which purpose unlisted investments are included at trustees' valuation. Gains and losses on disposal and revaluation of fixed asset investments are taken to the statement of financial activities.

Fund accounting

Unrestricted general funds may be used in accordance with the charity's objects at the discretion of the trustees.

Endowment funds are capital funds which may be expended in accordance with the charity's objects at the discretion of the trustees.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021

2. INVESTMENT INCOME

	2021	2020
	£	£
Investment dividends	52,665	128,623
Investment interest	3,417	3,373
Bank interest	<u>1,087</u>	<u>1,952</u>
	<u><u>57,169</u></u>	<u><u>133,948</u></u>

3. RAISING FUNDS**Investment management costs**

	2021	2020
	£	£
Investment manager's fees	<u>12,061</u>	<u>12,447</u>

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 6) £	Support costs (see note 7) £	Totals £
Charitable grants	<u>100,000</u>	<u>2,400</u>	<u>102,400</u>

5. GRANTS PAYABLE

	2021	2020
	£	£
Charitable grants	<u>100,000</u>	<u>106,500</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021

5. GRANTS PAYABLE - continued

The total grants payable to institutions during the year was as follows:

	2021	2020
	£	£
Mary's Meals	40,000	-
Sense	15,000	25,000
Breadline Africa	5,000	-
Build It International	5,000	-
CleanupUK	5,000	-
Marie Curie	5,000	-
Population Matters	5,000	-
St Francis Youth & Community Centre	5,000	5,000
TastelifeUK	5,000	-
The Royal College of Organists	3,000	-
King's College, Cambridge	3,000	2,000
Macmillan Cancer Support	2,500	-
Nevill Holt Opera	1,500	1,500
Hand in Hand International	-	10,000
The Life House	-	10,000
Royal Birmingham Society of Artists	-	6,000
Book Aid International	-	5,000
Crisis	-	5,000
Help Musicians UK	-	5,000
Mind - Birmingham	-	5,000
Oundle Music Trust	-	5,000
PAPYRUS Prevention of Young Suicide	-	5,000
The Royal British Legion	-	5,000
Volunteer Action	-	5,000
ZANE: Zimbabwe A National Emergency	-	5,000
House on the Corner Community Project	-	3,000
Ex Cathedra	-	1,000
Care for Veterans	-	1,000
Street Child	-	(3,000)
	<u>100,000</u>	<u>106,500</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021**

6. SUPPORT COSTS

	Governance costs £ <u>2,400</u>
Charitable grants	

Support costs, included in the above, are as follows:

Governance costs

	2021 Charitable grants £ <u>2,400</u>	2020 Total activities £ <u>2,400</u>
Secretarial, accountancy and examination fees		

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 5 April 2021, nor for the year ended 5 April 2020. There were no trustees' expenses paid for the year ended 5 April 2021, nor for the year ended 5 April 2020.

**8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES:
YEAR ENDED 5 APRIL 2020**

	Unrestricted fund £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Investment income	133,948	-	133,948
EXPENDITURE ON			
Raising funds	-	12,447	12,447
Charitable activities			
Charitable grants	108,900	-	108,900
Total	108,900	12,447	121,347
Net gains/(losses) on investments	-	(471,697)	(471,697)
NET INCOME/(EXPENDITURE)	25,048	(484,144)	(459,096)
Transfers between funds	(5,992)	5,992	-
Net movement in funds	19,056	(478,152)	(459,096)
RECONCILIATION OF FUNDS			
Total funds brought forward	144,259	3,714,316	3,858,575
TOTAL FUNDS CARRIED FORWARD	<u>163,315</u>	<u>3,236,164</u>	<u>3,399,479</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021

9. FIXED ASSET INVESTMENTS

	Listed investments £	Unlisted investments £	Cash and settlements pending £	Totals £
Market value				
At 6 April 2020	1,799,794	1,434,375	1,995	3,236,164
Additions	159,629	-	(159,629)	-
Disposals	(163,402)	-	163,402	-
Revaluations	416,759	(140,625)	-	276,134
Exchange differences	-	-	(5,768)	(5,768)
	<u>2,212,780</u>	<u>1,293,750</u>	<u>-</u>	<u>3,506,530</u>
At 5 April 2021	<u>2,212,780</u>	<u>1,293,750</u>	<u>-</u>	<u>3,506,530</u>
Net book value				
At 5 April 2021	<u>2,212,780</u>	<u>1,293,750</u>	<u>-</u>	<u>3,506,530</u>
At 5 April 2020	<u>1,799,794</u>	<u>1,434,375</u>	<u>1,995</u>	<u>3,236,164</u>

All fixed asset investments were held in the United Kingdom.

Unlisted investments with a market value of £1,293,750 (2020 - £1,434,375) are wholly represented by a holding in The Economist Newspaper of 56,250 ordinary shares of 5p each; which is a material investment.

If fixed asset investments had not been revalued they would have been included at the following historical cost:

	2021 £	2020 £
Cost	<u>1,705,589</u>	<u>£1,694,429</u>

Fixed asset investments were valued on an open market basis on 5 April 2021 by JM Finn.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Accrued income	<u>762</u>	<u>1,828</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Accrued expenses	<u>2,399</u>	<u>2,400</u>

12. MOVEMENT IN FUNDS

	At 6.4.20	Net movement in funds	Transfers between funds	At 5.4.21
	£	£	£	£
Unrestricted funds				
General fund	163,315	(45,231)	(6,293)	111,791
Endowment funds				
Endowment fund	3,236,164	264,073	6,293	3,506,530
	<u>3,399,479</u>	<u>218,842</u>	<u>-</u>	<u>3,618,321</u>
Total funds				

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Gains and losses	Movement in funds
	£	£	£	£
Unrestricted funds				
General fund	57,169	(102,400)	-	(45,231)
Endowment funds				
Endowment fund	-	(12,061)	276,134	264,073
	<u>57,169</u>	<u>(114,461)</u>	<u>276,134</u>	<u>218,842</u>
Total funds				

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021

12. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 6.4.19 £	Net movement in funds £	Transfers between funds £	At 5.4.20 £
Unrestricted funds				
General fund	144,259	25,048	(5,992)	163,315
Endowment funds				
Endowment fund	3,714,316	(484,144)	5,992	3,236,164
	<hr/>	<hr/>	<hr/>	<hr/>
Total funds	<u>3,858,575</u>	<u>(459,096)</u>	<u>-</u>	<u>3,399,479</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	133,948	(108,900)	-	25,048
Endowment funds				
Endowment fund	-	(12,447)	(471,697)	(484,144)
	<hr/>	<hr/>	<hr/>	<hr/>
Total funds	<u>133,948</u>	<u>(121,347)</u>	<u>(471,697)</u>	<u>(459,096)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 6.4.19 £	Net movement in funds £	Transfers between funds £	At 5.4.21 £
Unrestricted funds				
General fund	144,259	(20,183)	(12,285)	111,791
Endowment funds				
Endowment fund	3,714,316	(220,071)	12,285	3,506,530
	<hr/>	<hr/>	<hr/>	<hr/>
Total funds	<u>3,858,575</u>	<u>(240,254)</u>	<u>-</u>	<u>3,618,321</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021

12. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	191,117	(211,300)	-	(20,183)
Endowment funds				
Endowment fund	-	(24,508)	(195,563)	(220,071)
	<hr/>	<hr/>	<hr/>	<hr/>
Total funds	<u>191,117</u>	<u>(235,808)</u>	<u>(195,563)</u>	<u>(240,254)</u>

During the year £6,293 was transferred from the general fund to the endowment fund to settle investment management costs.

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 5 April 2021.