

THE BROYST FOUNDATION
UNAUDITED ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021

Charity Commission Reference Number: 290525

THE BROYST FOUNDATION
ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021

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THE BROYST FOUNDATION
LEGAL AND ADMINISTRATIVE DETAILS
YEAR ENDED 31 DECEMBER 2021

CHARITABLE STATUS

The Charity Commission registration number of The Broyst Foundation is 290525.

TRUSTEES

Ms C S Cox
Mr R D L Showan
Mr V C Laird
Mrs L A Brora (appointed 26.04.2021)

PRINCIPAL ADDRESS

1st Floor
Chilworth Point
1 Chilworth Road
Southampton
Hampshire
SO16 7JQ

ADVISORS

Accountants

Rothmans LLP
Chartered Accountants
Chilworth Point
1 Chilworth Road
Southampton
Hampshire
SO16 7JQ

Solicitors

Paris Smith LLP
Number 1 London Road
Southampton
Hampshire
SO15 2AE

Bankers

Adam & Company Plc
25 St Andrew Square
Edinburgh
Scotland
EH2 1AF

Independent Examiners

Chichester Accounting
104 Stockbridge Road
Chichester
West Sussex
PO19 8QP

THE BROYST FOUNDATION
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees present their report and the accounts for the year ended 31 December 2021. These comply with current statutory requirements and the Charity's governing documents.

STRUCTURE AND GOVERNANCE

The Broyst Foundation was constituted by a Trust Deed dated 16 October 1984 as The Mooney Family Foundation. The name was changed to The Broyst Foundation on 5 June 1986.

The charity owned 100% of the shares in P L B Properties Limited, a company of which Mr V Laird and Ms C S Cox were directors. P L B Properties Limited was dissolved on 19 April 2022 after having distributed its reserves as a one off dividend to the Charity.

The Trustees meet regularly throughout the year to discuss charitable activities and to deliberate and conclude on any significant matters arising. In planning the Foundation's donations for the year, the Trustees give equal consideration to all requests received for donations, and assess them in accordance with the charity's objectives and the Commission's guidance on public benefit.

APPOINTMENT AND TRAINING OF TRUSTEES

The power to appoint new Trustees is vested in the existing or continuing Trustees. The induction and training of new Trustees is also overseen by existing or continuing Trustees.

OBJECTIVES AND ACTIVITIES

The Foundation's objectives were amended on 16 March 2006 to the relief of sickness and preservation and protection of good health for the public benefit within the United Kingdom and Overseas in such manner or by such means as the Trustees in their absolute discretion think fit. The designated fund, The Reg Burns Foundation, is to be used for the advancement of education for the public benefit within the United Kingdom and Overseas in such a manner or by such means as the Trustees in their absolute discretion think fit. The Foundation's charitable activities usually take the form of donations to causes or other charities aligned with the objectives outlined above. To fulfill these objectives the Foundation is funded by its return on investments, through dividend income and by interest received in respect of funds held on deposit.

PUBLIC BENEFIT

Whilst reviewing the Foundation's aims, objectives and planning future activities, the Trustees always consider the Charity Commission's general guidance on public benefit and ensure that the Foundation's activities are in accordance with the charitable objectives. The charitable activities undertaken by the Foundation, by their nature and the improvements the activities have made to many lives, are without doubt undertaken for the benefit of the public.

ACHIEVEMENTS AND PERFORMANCE

During the year, the value of the charity's fixed asset investments increased from £3,050,680 to £3,320,029. The Trustees were pleased that, despite the impact felt by the investment market at various times during the COVID-19 pandemic, the investment portfolio had continued to grow in value and at the year end was 4.7% higher than the value held at 31 December 2020 of £3,171,274. Since the year end, given the global uncertainty, the values have fallen again to £2,953,547 at 30 June 2022. The return made on the Charity's investments during the year under review, together with the reserves brought forward, have enabled the Trustees to sustain the Foundation's activities and achieve its objectives, increasing the level of donations made in the year.

The Trustees continued to use adapted management procedures in light of the COVID-19 pandemic, moving to online meeting platforms in order to ensure the charity's activities continued at their usual levels without the ability to meet in person. The Foundation has continued to support The Donkey Sanctuary at Ivybridge, the Countess Mountbatten Hospice and other charities connected with handicapped children and children with non-curable diseases, whilst continuing to extend its assistance to a wider range of people and organisations.

THE BROYST FOUNDATION
TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2021

FINANCIAL REVIEW

The Statement of Financial Activities for the year shows a net surplus in funds of £266,403 (2020: net deficit of £163,990), which has increased the accumulated surplus of funds carried forward to £3,781,766 (2020: £3,515,363). The net surplus arises from an improved return on portfolio investments, together with a one-off return of £37,925 from the subsidiary PLB Properties Limited which sold its shared equity in an investment property and distributed its profits to the Charity. Also included within the portfolio return was a one-off special dividend from Pennon Group PLC amounting to £20,590.

During the year, donations were made to a variety of causes in line with the charity's objects amounting to £106,855 (2020: £124,330).

A surplus of £493, before investment gains was recorded at the year end (2020: deficit of £62,173) and restricted funds, designated for the advancement of education, amounted to £1,169,746 (2020: £1,077,604).

Given the strength of the charity's balance sheet, the Trustees are of the opinion that the charity has no financial uncertainties regarding the charity's financial sustainability or ability to continue as a going concern, despite the COVID-19 pandemic and the economic uncertainty arising as a result of current events in Ukraine.

RESERVES POLICY

The position of the cash reserves is reviewed at each Trustee meeting and the reserves policy is reviewed annually. The Trustees consider it prudent to retain a minimum amount of cash reserves equivalent to four years' projected expenditure. As at 31 December 2021, the cash balances amounted to £468,737 with a further £111,190 held within the Charity's investment portfolio, which is sufficient to meet the minimum amount.

The Trustees aim to make donations in line with historic levels prior to the pandemic arising, at the same time ensuring that the Charity's donations are in accordance with the specific objects laid down in the governing document. The Trustees also consider at each Trustees' meeting whether any cash reserves arising in excess of the minimum required in future could be moved into other investment opportunities, taking into account the Charity's governing document and objectives, whilst also maintaining a float of free reserves sufficient to accommodate any ad hoc donations that arise between Trustees' meetings.

PLANS FOR THE FUTURE

As described above, the Trustees are continuing to concentrate on supporting the relief of sickness and preservation and protection of good health together with the advancement of education. To meet the charity's objectives, the Trustees shall continue to review and manage the investments of the charity and meet regularly to consider all donation requests received.

TRUSTEES' RESPONSIBILITIES FOR THE ACCOUNTS

Charity Law requires the Trustees to prepare financial statements for each financial year which show a true and fair view of the state of affairs of the charity and its financial activities for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departure disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operational existence.

THE BROYST FOUNDATION
TRUSTEES' REPORT (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2021

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, Charities SORP (FRS 102) 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 the Trustees on 24 August 2022.....and signed on their behalf by:-



MS C S COX
Trustee



MR V C LAIRD
Trustee

INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF THE BROYST FOUNDATION

I report on the accounts of the Trust for the year ended 31 December 2021, which are set out on pages 5 to 12.

Respective responsibilities of the trustees and independent examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 ("the Charities Act") and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act, and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Your attention is drawn to the fact that the charity has prepared the accounts (financial statements) in accordance with the relevant version of the 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) 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.

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

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that in, any material respect, the requirements:
 - to keep accounting records in accordance with section 130 of the Charities Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Heather Cheesman FCA
Chichester Accounting
Chartered Accountants
104 Stockbridge Road
Chichester
West Sussex
PO19 8QP

Date: 6th June 2022

THE BROYST FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	Unrestricted Funds £	Restricted Funds £	2021 Total £	2020 Total £
INCOME AND ENDOWMENTS FROM:					
Investments	5	102,843	28,696	131,539	73,068
Donations received		-	-	-	11,000
		<hr/>	<hr/>	<hr/>	<hr/>
TOTAL		102,843	28,696	131,539	84,068
		<hr/>	<hr/>	<hr/>	<hr/>
EXPENDITURE ON:					
Charitable activities	6	89,012	24,271	113,283	129,662
Investment management costs	8	12,280	5,428	17,708	16,508
Trustee expense	9	55	-	55	71
		<hr/>	<hr/>	<hr/>	<hr/>
TOTAL		101,347	29,699	131,046	146,241
		<hr/>	<hr/>	<hr/>	<hr/>
Net income / (expenditure) and net movement in Funds before gains and losses on investments		1,496	(1,003)	493	(62,173)
Net gains / (losses) on investment	2	172,765	93,145	265,910	(101,817)
		<hr/>	<hr/>	<hr/>	<hr/>
Net movement in funds		174,261	92,142	266,403	(163,990)
Reconciliation of funds					
Total funds brought forward		2,437,759	1,077,604	3,515,363	3,679,353
		<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD		£2,612,020	£1,169,746	£3,781,766	£3,515,363
		<hr/>	<hr/>	<hr/>	<hr/>

THE BROYST FOUNDATION

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Note	2021		2020	
FIXED ASSETS		£	£	£	£
Investments	3	<u>3,320,029</u>		<u>3,050,680</u>	
TOTAL FIXED ASSETS			3,320,029		3,050,680
CURRENT ASSETS					
Cash at bank and in hand		<u>468,737</u>		<u>470,083</u>	
LIABILITIES					
CREDITORS: Amounts falling due within one year	4	<u>(7,000)</u>		<u>(5,400)</u>	
NET CURRENT ASSETS			<u>461,737</u>		<u>464,683</u>
TOTAL ASSETS			<u>£3,781,766</u>		<u>£3,515,363</u>
The funds of the charity					
Unrestricted income funds	10		2,612,020		2,437,759
Restricted income funds	10		<u>1,169,746</u>		<u>1,077,604</u>
TOTAL CHARITY FUNDS			<u>£3,781,766</u>		<u>£3,515,363</u>

These accounts were approved by the Trustees on 24 August 2022 and signed on their behalf by:-



MS C S COX
Trustee



MR V C LAIRD
Trustee

THE BROYST FOUNDATION

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 ACCOUNTING POLICIES

Accounting Convention

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

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 relevant version of the 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 (FRS102) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The accounts also comply with the Charity's governing documents. The accounts have been prepared on a going concern basis as the trustees have no material uncertainties about the Charity's ability to continue.

Charities SORP Financial Reporting Standard 102 – Reduced Disclosure Exemptions

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows;

Incoming Resources

Voluntary income is recognised once the Charity has the entitlement to the resources and the amount receivable can be measured with sufficient reliability. Investment income is recognised on an accruals basis.

Resources Expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs 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. Irrecoverable VAT is charged to the Statement of Financial Activities when incurred and is included within the expenditure category to which it relates.

Fixed and Current Asset Investments

Investments held as fixed or current assets are revalued to fair value at the balance sheet date and the gain or loss taken to the Statement of Financial Activities.

Financial Instruments

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

Fund Accounting

The Trustees' discretion is unrestricted regarding the purpose to which the unrestricted fund can be used. Restricted funds can only be used for the advancement of education and research.

THE BROYST FOUNDATION
NOTES TO THE ACCOUNTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2021

1 ACCOUNTING POLICIES (continued)

Significant Judgements and Estimates

The trustees believe there are no significant judgements, estimates and assumptions that may have a material effect on the preparation of the financial statements for the year. The Fixed Asset Investment within the property investment company was sold during the year and all other investments are listed investments.

Related Parties

There have been no related party transactions in the year that require disclosure.

2 REALISED AND UNREALISED GAIN / (LOSSES) ON INVESTMENTS

	Note	Unrestricted Funds £	Restricted Funds £	2021 Total £	2020 Total £
Realised gain/(loss) on investment		6,757	2,987	9,744	(18,000)
Increase/(decrease) in value of fixed asset investments	3	166,008	90,158	256,166	(83,817)
Realised and unrealised gain / (losses) on investments		<u>172,765</u>	<u>93,145</u>	<u>265,910</u>	<u>(101,817)</u>

3 FIXED ASSET INVESTMENTS

The split of investments between unrestricted and restricted funds are as follows:

	Unrestricted £	Restricted £	Total £
Balance at 1 January 2021	2,207,714	842,966	3,050,680
Additions	235,910	104,284	340,194
Disposals	(201,342)	(89,003)	(290,345)
Revaluation	166,008	90,158	256,166
Net movement in cash deposits	<u>(25,426)</u>	<u>(11,240)</u>	<u>(36,666)</u>
Total as at 31 December 2021	<u>£2,382,684</u>	<u>£937,165</u>	<u>£3,320,029</u>

THE BROYST FOUNDATION
NOTES TO THE ACCOUNTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2021

3 FIXED ASSET INVESTMENTS (continued)

The split of the investments between UK and Overseas are as follows:

	UK	Foreign	2021 Total	2020 Total
	£	£	£	£
Fixed interest securities	498,158	136,293	634,451	614,636
Index linked	-	-	-	-
Equities	1,656,855	740,434	2,397,289	2,188,110
Subsidiary undertaking (see note below)	-	-	-	37,946
Unlisted securities	-	-	-	-
Cash deposits	123,299	-	123,299	147,888
Alternative investments	164,990	-	164,990	62,100
	<u>£2,443,302</u>	<u>£876,727</u>	<u>£3,320,029</u>	<u>£3,050,680</u>
Historical cost	<u>£1,764,332</u>	<u>£527,247</u>	<u>£2,291,579</u>	<u>£2,418,473</u>

The Charity held 100% of the ordinary share capital of P L B Properties Limited, a property investment company incorporated in England & Wales. P L B Properties Limited acted as a vehicle for the trustees of the charity to hold the shared equity in an investment property. During the year, the shared equity was sold and P L B Properties paid a dividend to the Charity. P L B Properties Limited was dissolved on 19 April 2022.

	2021	2020
	£	£
The income and expenditure of the subsidiary were:		
Turnover	-	-
Administrative expenses	-	(11,855)
Interest receivable and similar income	-	5,555
Profit on disposal of fixed asset	-	16,970
	<u>£ -</u>	<u>£10,670</u>

	2021	2020
	£	£
The assets and liabilities of the subsidiary were:		
Fixed assets	-	-
Current assets	-	38,799
	<u>-</u>	<u>38,799</u>
Creditors: amounts falling due within one year	-	(853)
	<u>£ -</u>	<u>£37,946</u>

THE BROYST FOUNDATION
NOTES TO THE ACCOUNTS (Continued)
FOR THE YEAR ENDED 31 DECEMBER 2021

3 FIXED ASSET INVESTMENTS (continued)	2021	2020
Representing:	£	£
Called up share capital	-	100
Other reserves	-	26,400
Retained earnings	-	11,446
	<u>£ -</u>	<u>£37,946</u>

The above value of P L B Properties Limited is included in the unrestricted fund.

4 CREDITORS: Amounts falling due within one year	2021	2020
	£	£
Accruals	<u>£7,000</u>	<u>£5,400</u>

5 INVESTMENT INCOME

	Unrestricted Fund £	Restricted Fund £	2021 Total Fund £	2020 Total Fund £
Dividends – equities (UK and Non-UK)	99,929	27,408	127,337	66,783
Interest on cash deposits	2,914	1,288	4,202	1,937
Total as at 31 December 2021	<u>£102,843</u>	<u>£28,696</u>	<u>£131,539</u>	<u>£73,068</u>

6 CHARITABLE ACTIVITIES

The charity undertakes its charitable activities through donations to other charities and individuals in furtherance of its charitable activities.

	Donations	Support and governance costs	2021 Total	2020 Total
	£	£	£	£
Funded from unrestricted funds	84,555	4,457	89,012	101,938
Funded from restricted funds	22,300	1,971	24,271	27,724
	<u>£106,855</u>	<u>£6,428</u>	<u>£113,283</u>	<u>£129,662</u>

THE BROYST FOUNDATION

NOTES TO THE ACCOUNTS (Continued)

FOR THE YEAR ENDED 31 DECEMBER 2021

7 ALLOCATION OF SUPPORT AND GOVERNANCE COSTS

	Unrestricted	Restricted	2021	2020
	Fund	Fund	Total	Total
	£	£	£	£
Governance Costs				
Accountancy & bookkeeping fees	2,080	920	3,000	3,100
Independent examination fees	346	154	500	500
Provision of Trustees and administration	2,031	897	2,928	1,732
Total as at 31 December 2021	<u>£4,457</u>	<u>£1,971</u>	<u>£6,428</u>	<u>£5,332</u>

8 INVESTMENT MANAGEMENT COSTS

	Unrestricted	Restricted	2021	2020
	Fund	Fund	Total	Total
	£	£	£	£
Investment management costs	12,280	5,428	17,708	16,508
Total as at 31 December 2021	<u>£12,280</u>	<u>£5,428</u>	<u>£17,708</u>	<u>£16,508</u>

9 TRUSTEES' REMUNERATION AND BENEFITS

None of the trustees have been paid any remuneration or received any other benefits from an employment with the charity or a related entity. During the year, one of the trustees was reimbursed £55 directly in respect of trustee meeting expenses.

10 ANALYSIS OF FUND ASSETS AND LIABILITIES

	Note	2021	2021
		Unrestricted	Restricted
		Fund	Fund
		£	£
Fixed asset investments	3	2,382,684	937,165
Current assets		232,630	236,107
Current liabilities		<u>(3,474)</u>	<u>(3,526)</u>
		<u>£2,612,020</u>	<u>£1,169,746</u>

	Note	2020	2020
		Unrestricted	Restricted
		Fund	Fund
		£	£
Fixed asset investments	3	2,207,714	842,996
Current assets		232,718	237,365
Current liabilities		<u>(2,673)</u>	<u>(2,727)</u>
		<u>£2,437,759</u>	<u>£1,077,604</u>