

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2021
FOR
EXBURY GARDENS TRUST

Martin and Company
25 St Thomas Street
Winchester
Hampshire
SO23 9HJ

EXBURY GARDENS TRUST

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2021

	Page
Report of the Trustees	1 to 3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6
Notes to the Financial Statements	7 to 12
Detailed Statement of Financial Activities	13

EXBURY GARDENS TRUST

REPORT OF THE TRUSTEES **FOR THE YEAR ENDED 31 OCTOBER 2021**

The trustees present their report with the financial statements of the charity for the year ended 31 October 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

Status and Objectives of the Charity

The objectives of the Trust are: the maintenance, improvement, development and preservation of Exbury Gardens; the opening of these gardens to the public; the advancement of horticultural science, knowledge and learning; and the provision of donations for such charitable purposes in any part of the world, at such time or times, and in such manner as the Trustees shall, in their absolute discretion, think fit.

Public Benefit

The Trustees have paid due regard to the Charity Commission's guidance on public benefit in their direction of the Trust's activities. The Trust provides a public benefit in the form of charitable donations as outlined above.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Trust generated net expenditure before any gains on investments of £187,293 (2020: £353,276). Charitable donations amounting to £320,000 (2020: £470,000) were made to Exbury Gardens Limited. The investments increased in value by £1,318,766 (2020: £70,453) and investments sold realised gains £170,587 (2020: £134,802). Foreign exchange gains in the year amounted to £90,220 (2020: losses of £32,960).

FINANCIAL REVIEW

Principal funding sources

The charitable activities are funded by the investment portfolio and although Covid-19 has had a negative impact on this, the portfolio has sufficient value to support continued grant making.

Investment policy and objectives

The investment objective is to obtain growth by the way of non-taxable appreciation and to generate income for charitable donations. The return on investments continue to provide these resources.

The trustees manage the risks associated with management of investment funds by using the investment advisory services of Rothschild Wealth Management (UK) Limited.

Reserves policy

It is the policy of the Trust to maintain its free reserves at a level which maintains the capital base of the portfolio and also generates sufficient income to cover management, administration and support costs. At 31 October 2021 the Trust has funds of £10,886,830 (2020: £9,124,549).

Going concern

The Trustees have satisfied themselves that the trust is a going concern and has adequate resources to continue in operational existence for the foreseeable future. In forming this view the trustees made appropriate enquiries into the financial position of and resources available to the trust.

The Trustees have resolved to provide on-going financial support to Exbury Gardens Limited, having reviewed the challenges facing the business for the next twelve months and in the longer term. The most immediate of these are the impact of the Covid-19 virus and subsequent movement restrictions imposed by the government.

The trustees continue to monitor closely all aspects of the business through regular meetings with the directors of the company. Adequate funds will continue to be made available to support Exbury Gardens Limited during the next twelve months. In addition, the company has previously secured a loan of £650,000 against the Trust's endowment with an option of obtaining a further £100,000 if and when required.

EXBURY GARDENS TRUST

REPORT OF THE TRUSTEES **FOR THE YEAR ENDED 31 OCTOBER 2021**

FUTURE PLANS

The trustees do not plan any changes to the current objectives or how these are to be achieved.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Trust is controlled by its governing document, a deed of trust dated 2 November 1989, and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

New trustees may be appointed by the existing trustees. The governing document requires there to be a minimum of 3 trustees with no maximum.

Organisational structure

The trustees are responsible for the general control and management of the Trust. The trustees give their time freely and receive no remuneration or other financial benefits.

The trustees meet on a biannual basis to progress the aims of the charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

299534

Principal address

Estate Office
Exbury
Southampton
Hampshire
SO45 1AZ

Trustees

D L de Rothschild
Baroness K de Koenigswarter
R J Howell
Lord Dalmeny
S J L Linnett
L J de Rothschild
M Aspey

Independent Examiner

J A Burnett ACA CTA
Martin and Company
25 St Thomas Street
Winchester
Hampshire
SO23 9HJ

Bankers

HSBC Bank Plc
17 The Marsh
Hythe
Southampton
SO45 6ZB

EXBURY GARDENS TRUST


REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 OCTOBER 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Investment Manager

Rothschild & Co Wealth Management (UK) Limited
New Court
St Swithin's Lane
London
EC4N 8AL

Approved by order of the board of trustees on 4th July 2022 and signed on its behalf by:



D L de Rothschild - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
EXBURY GARDENS TRUST

Independent examiner's report to the trustees of Exbury Gardens Trust

I report to the charity trustees on my examination of the accounts of Exbury Gardens Trust (the Trust) for the year ended 31 October 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').

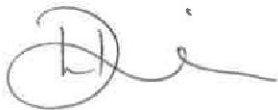
I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

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.



L Dixon FCA
Martin and Company
25 St Thomas Street
Winchester
Hampshire
SO23 9HJ

Date: 11th July 2022

EXBURY GARDENS TRUST**STATEMENT OF FINANCIAL ACTIVITIES**
FOR THE YEAR ENDED 31 OCTOBER 2021

		31.10.21	31.10.20
		Unrestricted	Total
		funds	funds
		£	£
INCOME AND ENDOWMENTS FROM	Notes		
Investment income	2	183,240	182,985
EXPENDITURE ON			
Raising funds	3	41,320	57,335
Charitable activities	4		
Charitable Activities		329,213	478,926
Total		370,533	536,261
Net gains on investments		1,579,574	172,292
NET INCOME/(EXPENDITURE)		1,392,281	(180,984)
Other recognised gains/(losses)			
Gains on revaluation of fixed assets		370,000	-
Net movement in funds		1,762,281	(180,984)
RECONCILIATION OF FUNDS			
Total funds brought forward		9,124,549	9,305,533
TOTAL FUNDS CARRIED FORWARD		10,886,830	9,124,549

The notes form part of these financial statements

EXBURY GARDENS TRUST**BALANCE SHEET****31 OCTOBER 2021**

		31.10.21 Unrestricted funds £	31.10.20 Total funds £
FIXED ASSETS	Notes		
Tangible assets	9	2,320,000	1,950,000
Investments	10	8,136,031	7,029,082
		10,456,031	8,979,082
CURRENT ASSETS			
Cash at bank		436,548	164,124
CREDITORS			
Amounts falling due within one year	11	(5,749)	(18,657)
NET CURRENT ASSETS		430,799	145,467
TOTAL ASSETS LESS CURRENT LIABILITIES		10,886,830	9,124,549
NET ASSETS		10,886,830	9,124,549
FUNDS	12		
Unrestricted funds		10,886,830	9,124,549
TOTAL FUNDS		10,886,830	9,124,549

The financial statements were approved by the Board of Trustees and authorised for issue on 4th July 2022 and were signed on its behalf by:


 D L de Rothschild - Trustee

The notes form part of these financial statements

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, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The financial statements have been prepared on a going concern basis. The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

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 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) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

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.

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 offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Tangible fixed assets are stated at cost and are not depreciated on the grounds that such depreciation would be immaterial. It is the policy of the trustees, on the grounds of cost, not to review the assets for impairment at each year end unless there is clear evidence of diminution in value.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Investments

Investments are stated at market value. Profits or losses on the realisation of investments and unrealised change in market value are shown in the Statement of Financial Activities in accordance with the Statement of Recommended Practice for Charities.

EXBURY GARDENS TRUST**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2021****2. INVESTMENT INCOME**

	31.10.21	31.10.20
	£	£
Rents received	25,810	21,188
Investment portfolio	157,430	161,797
	<u>183,240</u>	<u>182,985</u>

3. RAISING FUNDS**Investment management costs**

	31.10.21	31.10.20
	£	£
Portfolio management fee	29,611	26,303
Property management fee	4,393	3,239
Property repairs and maintenance	7,316	27,793
	<u>41,320</u>	<u>57,335</u>

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 5) £	Support costs (see note 6) £	Totals £
Charitable Activities	<u>320,000</u>	<u>9,213</u>	<u>329,213</u>

5. GRANTS PAYABLE

	31.10.21	31.10.20
	£	£
Charitable Activities	<u>320,000</u>	<u>470,000</u>

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

	31.10.21	31.10.20
	£	£
Exbury Gardens Limited	<u>320,000</u>	<u>470,000</u>

EXBURY GARDENS TRUST**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2021****6. SUPPORT COSTS**

	Management £	Governance costs £	Totals £
Charitable Activities	<u>5,817</u>	<u>3,396</u>	<u>9,213</u>

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

Management

	31.10.21 Charitable Activities £	31.10.20 Total activities £
Insurance	1,243	1,726
Sundries	1,424	2,081
Management fee	<u>3,150</u>	<u>1,513</u>
	<u>5,817</u>	<u>5,320</u>

Governance costs

	31.10.21 Charitable Activities £	31.10.20 Total activities £
Independent examiner's fees	3,396	4,326
Legal fees	-	(720)
	<u>3,396</u>	<u>3,606</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 October 2021 nor for the year ended 31 October 2020.

8. STAFF COSTS

No employees received emoluments in excess of £60,000 (2020: nil).

9. TANGIBLE FIXED ASSETS

	Freehold property £
COST OR VALUATION	
At 1 November 2020	1,950,000
Revaluations	<u>370,000</u>
At 31 October 2021	<u>2,320,000</u>
NET BOOK VALUE	
At 31 October 2021	<u>2,320,000</u>
At 31 October 2020	<u>1,950,000</u>

EXBURY GARDENS TRUST**NOTES TO THE FINANCIAL STATEMENTS - continued**
FOR THE YEAR ENDED 31 OCTOBER 2021**9. TANGIBLE FIXED ASSETS - continued**

Cost or valuation at 31 October 2021 is represented by:

	Freehold property £
Valuation in 2021	370,000
Cost	1,950,000
	2,320,000

Included within freehold property are the Exbury Gardens land as well as three residential properties. These properties are shown at acquisition cost or the market value at transfer where they have been transferred to the Charity, plus revaluation. Of the value shown above £1,000,000 is attributable to the Exbury Gardens land.

10. FIXED ASSET INVESTMENTS

	Listed investments £	Unlisted investments £	Totals £
MARKET VALUE			
At 1 November 2020	7,025,401	3,681	7,029,082
Additions	2,725,596	-	2,725,596
Disposals	(2,937,413)	-	(2,937,413)
Revaluations	1,318,766	-	1,318,766
At 31 October 2021	8,132,350	3,681	8,136,031
NET BOOK VALUE			
At 31 October 2021	8,132,350	3,681	8,136,031
At 31 October 2020	7,025,401	3,681	7,029,082

The value of listed investments at 31st October 2021 is in accordance with a valuation by Rothschild & Co Wealth Management (UK) Limited.

Historical cost of investments at 31 October 2021 was £5,865,872 and at 31 October 2020 £6,030,734.

EXBURY GARDENS TRUST**NOTES TO THE FINANCIAL STATEMENTS - continued**
FOR THE YEAR ENDED 31 OCTOBER 2021**11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.10.21	31.10.20
	£	£
Trade creditors	1,807	14,250
Other creditors	942	1,407
Accruals and deferred income	3,000	3,000
	<u>5,749</u>	<u>18,657</u>

12. MOVEMENT IN FUNDS

	At 1.11.20 £	Net movement in funds £	At 31.10.21 £
Unrestricted funds			
General fund	9,124,549	1,762,281	10,886,830
TOTAL FUNDS	<u>9,124,549</u>	<u>1,762,281</u>	<u>10,886,830</u>

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	183,240	(370,533)	1,949,574	1,762,281
TOTAL FUNDS	<u>183,240</u>	<u>(370,533)</u>	<u>1,949,574</u>	<u>1,762,281</u>

Comparatives for movement in funds

	At 1.11.19 £	Net movement in funds £	At 31.10.20 £
Unrestricted funds			
General fund	9,305,533	(180,984)	9,124,549
TOTAL FUNDS	<u>9,305,533</u>	<u>(180,984)</u>	<u>9,124,549</u>

EXBURY GARDENS TRUST**NOTES TO THE FINANCIAL STATEMENTS - continued**
FOR THE YEAR ENDED 31 OCTOBER 2021**12. MOVEMENT IN FUNDS - continued**

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	182,985	(536,261)	172,292	(180,984)
TOTAL FUNDS	<u>182,985</u>	<u>(536,261)</u>	<u>172,292</u>	<u>(180,984)</u>

13. RELATED PARTY DISCLOSURES

The Trust made donations of £320,000 to Exbury Gardens Limited (2020: £470,000). Exbury Gardens Limited occupies the Gardens owned by the Trust on payment of an annual rent of £1. Exbury Gardens Limited was given a loan of £500,000 from Rothschild Bank on 18 November 2014 and a further £150,000 on 9 November 2016. This loan is guaranteed by the Trust.

EXBURY GARDENS TRUST**DETAILED STATEMENT OF FINANCIAL ACTIVITIES**
FOR THE YEAR ENDED 31 OCTOBER 2021

	31.10.21 £	31.10.20 £
INCOME AND ENDOWMENTS		
Investment income		
Rents received	25,810	21,188
Investment portfolio	157,430	161,797
	<u>183,240</u>	<u>182,985</u>
Total incoming resources	183,240	182,985
EXPENDITURE		
Investment management costs		
Portfolio management fee	29,611	26,303
Property management fee	4,393	3,239
Property repairs and maintenance	7,316	27,793
	<u>41,320</u>	<u>57,335</u>
Charitable activities		
Exbury Gardens Limited	320,000	470,000
Support costs		
Management		
Insurance	1,243	1,726
Sundries	1,424	2,081
Management fee	3,150	1,513
	<u>5,817</u>	<u>5,320</u>
Governance costs		
Independent examiner's fees	3,396	4,326
Legal fees	-	(720)
	<u>3,396</u>	<u>3,606</u>
Total resources expended	370,533	536,261
Net expenditure before gains and losses	(187,293)	(353,276)
Realised recognised gains and losses		
Net realised and unrealised gains/(losses) on fixed asset investments	1,489,354	205,252
Foreign exchange gain/(loss)	90,220	(32,960)
	<u>1,579,574</u>	<u>172,292</u>
Net income/(expenditure)	1,392,281	(180,984)

This page does not form part of the statutory financial statements