

**JOHN SWIRE 1989 CHARITABLE TRUST**

**REPORT AND ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2021**

**Charity number: 802142**

# JOHN SWIRE 1989 CHARITABLE TRUST

## I N D E X

Year ended 31 December 2021

---

	<b>Page</b>
General information	2
Report of the trustees	3
Auditors' report	7
Statement of financial activities	10
Balance sheet	11
Statement of cash flows	12
Notes to the financial statements	13

**JOHN SWIRE 1989 CHARITABLE TRUST**  
**GENERAL INFORMATION**  
**Year ended 31 December 2021**

---

<b>Established by deed</b>	7 September 1989
<b>Charity number</b>	802142
<b>Trustees</b>	JS Swire BN Swire VV Leigh-Pemberton (appointed 11 August 2021)  Power to appoint new Trustees was vested in the settlor during his lifetime and thereafter in the Trustees provided that there are always at least three Trustees.
<b>Settlor</b>	Sir John Swire, CBE (deceased)
<b>Trust fund</b>	£100, further settlements, accumulation of income, capital accretion or otherwise and all property representing the same.
<b>Objects</b>	Such charitable objects as the settlor shall in writing direct or in default of direction as the Trustees shall from time to time determine.
<b>Accumulation</b>	During the period of 21 years from the date of the trust deed, the Trustees had power to accumulate the whole or any part of the income of the Trust Fund.
<b>Power to retain</b>	The Trustees have power to retain any John Swire & Sons Limited shares comprised in the Trust Fund.
<b>Investment</b>	Powers of investment as an absolute beneficial owner.
<b>Investment managers</b>	Sarasin & Partners LLP Juxon House 100 St Paul's Churchyard London EC4M 8BU
<b>Bankers</b>	Coutts & Co 440 Strand London WC2R 0QS
<b>Auditors</b>	Dixon Wilson Audit Services LLP 22 Chancery Lane London WC2A 1LS
<b>Address</b>	Swire House 59 Buckingham Gate London SW1E 6AJ

## **JOHN SWIRE 1989 CHARITABLE TRUST**

### **REPORT OF THE TRUSTEES**

**Year ended 31 December 2021**

---

The Trustees present their report and financial statements of the charity for the year ended 31 December 2021. The financial statements have been prepared in accordance with the accounting policies set out on note 1 of the financial statements and with 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 (FRS102).

This report should be read in conjunction with the information included in page 2.

#### **Structure, governance and management**

The Trust is an unincorporated charity, constructed under a trust deed dated 7 September 1989 and is a registered charity, number 802142.

In accordance with the Trust deed, the minimum number of Trustees is three. The power to appoint new Trustees is vested in the Trustees. If at any time there remain only two Trustees, the remaining Trustees must appoint another Trustee, so that a minimum of three Trustees is maintained.

Responsibility for the induction of all new Trustees, which involves awareness of the history and approach of the charity and an understanding of a Trustee's duties, lies with the Trustees. New Trustees receive detailed information about the charity's governance, grant making, and financial position, including copies of Charity Commission guidance for trustees, the charity's governing document, and the annual report and accounts.

The Trustees are directly responsible for the management of the charity. The Trustees agree the charity's strategy, review and approve donations and grants, and oversee the charity's governance, including the investment, reserves, and risk management policies, which are reviewed annually.

The Trust deed provides the Trustees with broad powers to create policies to support the management, governance, and administration of the charity.

#### **Grant making policy**

The Trustees hold meetings twice a year to consider grants and donations. Proposals for all grants are considered by all Trustees.

The charity does not run open funding programmes or encourage unsolicited applications. Most potential grant holders are initially identified by the Trustees. Due diligence is then undertaken by a small team on behalf of and working with the trustees.

Although the Trustees make some donations without formal applications, organisations seeking funding are normally required to submit a request explaining how funds would be used and what would be achieved. Most requests for funding are submitted and managed online.

#### **Objectives, activities and achievements for the public benefit**

The Trust Deed contains broad charitable objects which allow the Trustees, in their discretion, to pay or apply the income and, if agreed, the capital of the Trust Fund to or for the benefit of any charitable bodies, trusts, associations, institutions or organisations, as they see fit.

During the year the charity has been able to continue to make donations and grants totalling £2,252,794 (2020 - £1,502,000).

Grants awarded by the John Swire 1989 Charitable Trust reflect the interests of the Settlor's family and the Trustees. In 2021, areas of focus for the charity's grant-making included support for the welfare of marginalised or disadvantaged groups, educational initiatives, and environment projects, including habitat conservation and restoration, fresh water and marine conservation, and local engagement with nature and the environment.

The charity also has a geographic focus to its grant making. In 2021, the charity supported charities in Kent through several grant making programmes delivered by the Kent Community Foundation, including the Kent Community Foundation's Fund for the Environment, Core Funding Programme, and Covid-19 Fund.

## **JOHN SWIRE 1989 CHARITABLE TRUST**

### **R E P O R T   O F   T H E   T R U S T E E S**

**Year ended 31 December 2021**

---

The Trustees, having regard to the public benefit guidance published by the Charity Commission in accordance with section 17 of the Charities Act 2011, consider that the purpose and activities of the charity satisfy the requirements of the public benefit test set out in section 4 of the same Act.

#### **Investment policy and performance**

Under paragraph 5.2 of the trust instrument the Trustees have power to retain shares in John Swire & Sons Limited, and are not under any duty to diversify to the extent that the trust fund comprises those shares.

However, the Trustees have also noted the statutory duty of care required by the Trustee Act 2000, in relation to their holding suitable investments and the need for diversification of investments so far as is appropriate to the circumstances of the charity.

The Trustees' overall investment objective is to achieve a level of investment income growth which at least matches the rate of inflation, while protecting the value of the charity's capital in real terms.

The listed investment portfolio performance, managed by the investment managers, was 10.5% (2020 – 9.4%) against their benchmark of 13.7% (2020 – 6.8%). The income from unlisted investments increased by 30% this year, an increase of £472,851 (2020 income decreased by 1.2%/£19,207).

Where investments have been donated to the charity, the Trustees also consider whether a disposal of such investments could discourage similar donations in the future.

The Trustees recognise that particular investment risks arise from lack of diversification where substantial holdings in unquoted companies are donated to the charity and retained. The Trustees seek to mitigate the risks through their board representation, as well as by the regular monitoring of such investments on receipt of published financial information.

#### **Key management personnel remuneration**

The Trustees consider the board of Trustees as comprising the key management personnel of the charity in charge of directing and controlling the charity and operating the charity on a day-to-day basis. All Trustees give their time freely and no Trustee remuneration or expense reimbursements were paid in the year. The day-to-day operation and administration of the charity is delivered by a small team within John Swire & Sons Limited.

#### **Risk management**

The major risks to which the charity may be exposed, as identified by the Trustees, have been reviewed to confirm that systems, where appropriate, exist to mitigate those risks.

The principal risks faced by the charity lie in the performance of the investments and risks from ineffective grant making.

The Trustees recognise that the charity's investments consist largely of a holding of shares in a private company that were settled upon the Trustees with the power contained in the deed to retain and are not under any duty to diversify those shares.

The variability of quoted investment returns is a major financial risk. The Trustees mitigate this risk by retaining expert investment advisors and having a diversified investment portfolio where possible.

The risk from ineffective grant-making is mitigated by carrying out research on charitable institutions to establish whether potential donations will be used effectively and in furtherance of this charity's own objectives.

## **JOHN SWIRE 1989 CHARITABLE TRUST**

### **REPORT OF THE TRUSTEES**

**Year ended 31 December 2021**

---

#### **Reserves policy**

The charity was created in 1989 with a fund intended to provide a regular level of income which could be distributed for a wide variety of charitable purposes. In addition, and this is evidenced by the existence of the 21 year power of accumulation, it has been the Settlor's and the Trustees' intention that the fund should be able to grow during the accumulation period with the help of accumulations of income. Once income is accumulated, it becomes an addition to the charity's capital. The accumulation period ended on 6 September 2010.

It is the Trustees' policy not to retain reserves as the charity's overheads are low and any deficit on the unrestricted fund can be met from transfers from the endowment fund at the discretion of the Trustees.

At the balance sheet date the balance on the unrestricted reserves was £839,844 (2020 – £259,309 as restated).

#### **Financial position**

The Trustees considered the financial position to be satisfactory. There is sufficient cash, incoming donations and investment income to meet the committed donations and to continue to provide support to their chosen charitable causes.

During the year to 31 December 2021, markets recovered significantly from the prior year. Improved economic conditions are also reflected in the improvement in the share price of the John Swire & Sons ordinary shares held by the trustees which generated unrealised gains of £28,845,715 (2020 – unrealised loss of £13,025,628). The Trustees continue to monitor the listed and unlisted investments that they hold and expect the latter to trade within a range around the 2020 valuation in future years.

In 2020 the charity received a donation from a related settlement of £14,187,281 on the winding up of the trust. The donation comprised of 5,710,789 shares in a quoted investment fund and associated liabilities of £9,740. The Trustees sold the majority of the shares in 2020 and sold the remaining balance in 2021. In the accounts for the year ended 31 December 2020, these donations of £14,187,281 were shown as made to the Unrestricted Fund. These donations were an addition to the Expendable Endowment fund. The opening funds brought forward have been restated to reflect the correct position and can be seen in note i3.

#### **Impact of COVID-19**

The Trustees have considered the impact of COVID-19 on the activities, objectives and financial position of the charity and they have been satisfied with the operations in the year given the widespread disruption caused by the pandemic. The financial position remains robust and the value of the Endowment funds remains in excess of projected donations for the next decade.

## JOHN SWIRE 1989 CHARITABLE TRUST

### REPORT OF THE TRUSTEES

Year ended 31 December 2021

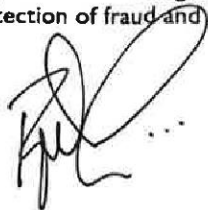
---

#### Trustees' responsibilities in relation to the financial statements

The Trustees are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards. The 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 state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any departures 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 business.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the 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.



B N SWIRE  
For the Trustees

18<sup>th</sup> October 2022

## **JOHN SWIRE 1989 CHARITABLE TRUST**

### **AUDITORS' REPORT**

**Year ended 31 December 2021**

---

#### **INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE JOHN SWIRE 1989 CHARITABLE TRUST**

##### **Opinion**

We have audited the financial statements of the John Swire 1989 Charitable Trust (the 'charity') for the year ended 31 December 2021 which comprise the statement of financial activities, balance sheet, statement of cashflows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2021 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

##### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 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 charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

##### **Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

## **JOHN SWIRE 1989 CHARITABLE TRUST**

### **AUDITORS' REPORT**

**Year ended 31 December 2021**

---

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement set out on page 6, 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 the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

## JOHN SWIRE 1989 CHARITABLE TRUST

### AUDITORS' REPORT

Year ended 31 December 2021

---

We gained an understanding of the legal and regulatory framework applicable to the charity by considering, amongst other things, the sector in which it operates, and considered the risk of acts by the charity that were contrary to applicable laws and regulations, including fraud. We designed audit procedures to respond to the assessed level of risk but recognised that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

We focused on laws and regulations which could give rise to a material misstatement in the financial statements, including, but not limited to the Charities Act 2011.

Our tests included agreeing the financial statement disclosures to underlying supporting documentation, enquiries with management and enquiries of third parties.

As in all our audits, we also addressed the risk of management override of internal controls, including testing journals and evaluating whether there was evidence of bias by management that represented a risk of material misstatement due to fraud.

There are inherent limitations in the audit procedures described above and, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. We did not identify any key audit matters relating to irregularities, including fraud.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://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 regulations made under section 154 of the Charities Act 2011. 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.



.....  
Dixon Wilson Audit Services LLP, Statutory Auditor  
22 Chancery Lane  
London  
WC2A 1LS

Date: 26 October 2022  
.....

Dixon Wilson Audit Services LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

**JOHN SWIRE 1989 CHARITABLE TRUST**

**STATEMENT OF FINANCIAL ACTIVITIES**

**Year ended 31 December 2021**

			<b>(As Restated)</b>	
			<b>2021</b>	<b>2020</b>
	<b>Note</b>	<b>Unrestricted Income fund £</b>	<b>Expendable Endowment fund £</b>	
			<b>Total £</b>	<b>Total £</b>
<b>Income and endowments from:</b>				
Donations	2	-	3,129,598	3,129,598
Investments	3	2,901,112	-	2,901,112
<b>Total incoming resources</b>		<u>2,901,112</u>	<u>3,129,98</u>	<u>6,030,710</u>
<b>Expenditure on:</b>				
Raising funds		-	85,069	85,069
Charitable activities	4	2,320,577	-	2,320,577
<b>Total expenditure</b>		<u>2,320,577</u>	<u>85,069</u>	<u>2,405,646</u>
Net gains/(losses) on investments	5	-	30,598,903	30,598,903
<b>Net income</b>		<u>580,535</u>	<u>33,643,432</u>	<u>34,223,967</u>
<b>Net movement in funds</b>		<u>580,535</u>	<u>33,643,432</u>	<u>34,223,967</u>
<b>Reconciliation of funds:</b>				
Fund balance brought forward at 1 January 2021		259,309	47,636,403	47,895,712
Fund balance carried forward at 31 December 2021		<u>839,844</u>	<u>81,279,835</u>	<u>82,119,679</u>

All amounts are in respect of continuing activities.

# JOHN SWIRE 1989 CHARITABLE TRUST

## BALANCE SHEET

At 31 December 2021

			2021	2020 (As restated)
	Note	£	£	£
<b>Fixed assets:</b>				
Investments	5		80,188,408	44,573,598
				44,573,598
<b>Current assets:</b>				
Debtors	6	25,906		12,542
Cash at bank and in hand		1,916,213		3,317,803
		1,942,119		3,330,345
<b>Liabilities:</b>				
Creditors: Amounts falling due within one year	7	(10,848)		(8,231)
<b>Net current assets</b>			1,931,271	3,322,114
<b>Total assets less current liabilities</b>			82,119,679	47,895,712
<b>Net assets</b>			82,119,679	47,895,712
<b>The funds of the charity:</b>				
Expendable endowment funds			81,279,835	47,636,403
Unrestricted income funds			839,844	259,309
			82,119,679	47,895,712

The financial statements on pages 10 to 23 were approved by the board of trustees on 18 October 2022 and were signed on its behalf by:-



B N SWIRE  
Trustee

**JOHN SWIRE 1989 CHARITABLE TRUST**

**STATEMENT OF CASH FLOWS**

**Year ended 31 December 2021**

	<b>Note</b>	<b>2021 Total £</b>	<b>2020 Total £</b>
Net cash used in operating activities	9	(824,078)	(381,080)
<i>Cash flows from investing activities:</i>			
Interest and dividends		2,901,112	1,904,993
Purchase of investments		(3,508,189)	(13,401,908)
Proceeds from disposal of investments		29,565	14,714,246
Net cash (used in)/provided by investing activities		<u>(577,512)</u>	<u>3,217,331</u>
Change in cash and cash equivalents		(1,401,590)	2,836,251
Cash and cash equivalents brought forward		3,317,803	481,552
Cash and cash equivalents carried forward		<u>1,916,213</u>	<u>3,317,803</u>

## JOHN SWIRE 1989 CHARITABLE TRUST

### NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

---

#### **I. Accounting policies**

##### **(a) Basis of preparation and assessment of going concern**

The financial statements have been prepared under the historic cost convention, with the exception that investments including freehold land are included at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) effective from 1 January 2019 and the Charities Act 2011.

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

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. There are no significant areas of adjustment and key assumptions that affect items in the accounts. With respect to the next reporting period, the most significant areas of uncertainty that affect the carrying value of assets held by the Trust are the level of investment return and the performance of investment markets (see the risk management section of the trustees' annual report for more information).

##### **(b) Funds structure**

The charity has an expendable endowment fund created by a gift. The income of this trust is unrestricted. The terms of the endowment allow the capital of the fund to be spent if the trustees so determine.

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have created a fund for a specific purpose.

##### **(c) Income recognition**

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

Donations are recognised when the Trust has been notified in writing of both the amount and settlement date.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and the notification has been received of the dividend due. This is normally upon notification by the investment advisor of the dividend yield of the investment portfolio.

##### **(d) Expenditure recognition**

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 settlement will be required and the amount of the obligation can be measured reliably.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. This is accrued once the recipient has been notified of the grant award.

##### **(e) Irrecoverable VAT**

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

##### **(f) Costs of raising funds**

The costs of generating funds consist of investment management fees.

##### **(g) Support and governance costs**

The Charity does not incur support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. Governance costs relate to charitable activities.

# JOHN SWIRE 1989 CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

### 1. Accounting policies (continued)

#### (h) Fixed asset 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. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year. The Trust does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities within particular sectors or sub sectors.

John Swire & Sons Limited ordinary shares are valued at the maximum price that can be applied to sales between shareholders. The price is proposed at the Annual General Meeting of the company by the board of directors and is approved by the shareholders. It is calculated based on a dividend yield calculation and review of comparable quoted companies.

John Swire & Sons Limited preference shares are valued on a daily basis by dividing the coupon by the average yield of comparable quoted companies, scaled down to account for the shares being unlisted.

Freehold land is initially measured transaction value and subsequently measured at their fair value as at the balance sheet date.

#### (i) Investment gains and losses

All gains and losses are included net in the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

2. Donations and legacies	2021 £	2020 £
In specie investments	1,537,283	14,197,021
Less creditors	-	(9,740)
Cash donations	1,592,315	1,250,000
	<u>3,129,598</u>	<u>15,437,281</u>

All donations were attributable to the Expendable Endowment Fund.

3. Investment income	2021 £	2020 £
Investment income comprises:		
Income from unlisted securities	2,062,847	1,589,996
Income from UK pooled investment	838,005	314,460
Interest on cash deposits	167	510
Rental income	93	27
	<u>2,901,112</u>	<u>1,904,993</u>

Investment income in both years was attributable to the Unrestricted Income Fund.

# JOHN SWIRE 1989 CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

### 4. Analysis of expenditure on charitable activities

The charity did not undertake any activity directly but met its charitable purposes by making donations and grants.

Grants made to charitable institutions:

	2021 £	2020 £
Abbey Physic Community Garden	5,000	5,000
ABF The Soldiers' Charity	1,000	1,000
Action for Me	35,000	10,000
Action Medical Research	1,000	1,000
Action On Hearing Loss	-	1,000
Age UK	2,000	2,000
Age UK Isle of Wight	-	26,250
All Saints, Farnborough PCC	-	2,500
Almshouse Association	16,000	1,000
Alzheimer's Research UK	1,000	26,000
Alzheimer's Society	51,000	26,000
Arthritis Research	1,000	-
Artists' General Benevolent Institution	1,000	1,000
Ashford Mediation Service	5,000	5,000
Asthma UK	1,000	1,000
Atlantic Salmon Trust	1,500	1,500
Backcare (National Back Pain Association)	1,000	1,000
Barn Owl Trust	1,000	1,000
Battersea Dogs & Cats Home	3,000	-
Be Change	10,000	-
Big Issue Foundation	25,000	10,000
Blind Veterans UK	1,000	3,500
Bloodwise	-	1,000
Breaking Barriers	20,000	-
Brighton Sussex Uni Hospitals NHS Trust Fund	1,000	-
Bristol Owners Heritage Trust	1,000	1,000
Brit Leprosy Trust	1,000	-
Britain-Australia Society Educational Trust	5,000	5,000
British Asian Trust	25,000	-
British Butterfly Conservation Society Ltd	-	1,000
British Heart Foundation	2,500	1,000
British Liver Trust	5,000	10,000
British Red Cross	101,000	1,000
British Red Cross (Essex)	1,000	1,000
British Red Cross (Kent)	1,000	1,000
British Tinnitus Association	4,782	-
Britten Pears Arts	5,000	-
BTO, British Trust for Ornithology	1,000	1,000
Butterfly Conservation	1,000	-
Caldecott Foundation	1,000	1,000
Campaign Against Living Miserably (CALM)	30,000	-
Campaign to Protect Rural England (CPRE)	1,000	1,000
Cancer Research UK	1,000	1,000
Canterbury and District Samaritans	1,000	-
Canterbury Cathedral Trust	55,000	25,000
Canterbury Choral Society	1,000	1,000
Carried forward	427,782	177,750

# JOHN SWIRE 1989 CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

4. Analysis of expenditure on charitable activities (continued)	2021	2020
	£	£
Brought forward	427,782	177,750
Canterbury Festival	10,000	20,000
Canterbury Food Bank	15,000	10,000
Carefree	50,000	-
Catching Lives	45,000	70,000
Changing Faces	10,000	15,000
Changing Minds Kent	-	5,000
Chatham Historic Dockyard Trust	-	16,000
Chelsea Physic Garden Company	25,000	25,000
Childnet International	25,000	-
Cinnamon Trust	1,500	-
Citizens Advice Bureau in Swale	1,000	1,000
Cleanupuk	10,000	-
Cobbes Meadow	1,000	-
Combat Stress	25,000	-
Coronary Prevention Group	1,000	1,000
CPRE Sussex	3,000	-
Crundale & Godmersham PCC	1,000	1,000
Cruse Bereavement Care - East Kent & Swale	5,000	-
Curwen Print Study Centre	15,000	-
Dandelion Time	25,000	-
Deal Music and Arts	6,000	1,000
Demelza House Children's Hospice	10,000	10,000
Design and Manufacture for Disability (Demand)	10,000	-
Dogs Trust	3,000	-
Dover Boat Trust Fund	1,000	1,000
Down's Syndrome Association	1,000	1,000
Durrell Wildlife Conservation Trust - UK	20,000	-
East Kent Hospitals - Mountbatten Centre	-	1,000
East Kent Hospitals NHS Trust - Mountbatten	1,000	-
East Kent Schools Together	-	5,000
Ecobirmingham	20,000	-
Ehas (Edenbridge Holiday Activities Scheme)	5,000	5,000
Elizabeth Finn Car	1,000	-
Epilepsy Research UK	1,000	1,000
Essex Boys & Girls Clubs	1,000	1,000
Essex Clergy Charity	1,000	1,000
Essex Wildlife Trust	1,000	1,000
Essex Yeomanry Association	1,000	1,000
Eton College	-	25,000
Family Links	1,000	1,000
Faversham Assistance Centre	5,000	-
Faversham Municipal Charities	10,000	-
Faversham Music Club	-	2,500
Faversham Society	2,500	2,500
Fibromyalgia Action UK	10,000	-
Folkestone Dover and Hythe Samaritans	-	5,000
Friday People Limited	1,160	-
Friends of Faversham Cottage Hospital	1,000	1,000
Friends of Kent Churches	1,000	1,000
Carried forward	810,942	408,750

# JOHN SWIRE 1989 CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

4. Analysis of expenditure on charitable activities (continued)	2021 £	2020 £
Brought forward	810,942	408,750
Friends of Lewes	3,000	-
Friends of The Elderly	20,000	-
Friends of The Keep Archives	10,000	-
Frontline	50,000	-
Game & Wildlife Conservation Trust	1,000	1,000
Garden Museum	26,000	1,000
Glyndebourne Productions Limited	1,250	1,250
Got Matar Development Group (Ace Africa)	-	2,500
Gurkha Welfare Trust	-	1,000
Hampshire & Isle of Wight Air Ambulance	10,000	5,000
Hampshire & Isle of Wight Wildlife Trust	40,000	-
Hampshire and The IOW Community Found	-	25,000
Hands of Hope	10,000	-
Harlow Cricket Club	10,000	-
Harlow PCC	2,000	2,000
Hatter Cardiovascular Institute	10,000	10,000
Heart of Kent Hospice	5,000	25,000
Hebridean Whale & Dolphin Trust	25,000	-
Help Musicians UK	11,000	1,000
Herne Bay Counselling Service	-	5,000
Home-Start South West Kent	-	10,000
Hope for Tomorrow	-	5,000
Hospital of St John and St Elizabeth	1,000	-
Household Division Queen's Silver Jubilee Trust	1,000	1,000
I Can Charity	1,000	1,000
Institute Cancer Vaccines & Immunotherapy ICVI	2,000	-
Irish Guards Association	1,000	1,000
Irish Guards Benevolent Fund	1,000	1,000
Juvenile Diabetes Research Foundation	1,000	1,000
Keep Britain Tidy	31,625	-
Kent Air Ambulance	1,000	-
Kent Association for The Blind	1,000	1,000
Kent Community Foundation	224,800	256,000
Kent County Organists' Association	-	1,000
Kent Ms Therapy Centre	20,000	10,000
Kent National Garden Scheme	10,000	10,000
Kent Refugee Action Network (Kran)	5,000	5,000
Kent Wildlife Trust	11,000	1,000
Kent, Surrey & Sussex Air Ambulance Trust	10,000	1,000
Kidney Research UK	1,000	1,000
King Edward VII's Hospital	1,000	1,000
King's School, Canterbury	-	50,000
L'Arche	10,000	-
Leighton Buzzard PCC	1,000	1,000
LEPRA - British Leprosy Relief Association	-	1,000
Leukaemia League	1,000	-
London Nautical School	25,000	-
Lt Colonel's Fund for Irish Guards	1,000	1,000
Carried forward	1,407,617	848,500

# JOHN SWIRE 1989 CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

4. Analysis of expenditure on charitable activities (continued)	2021 £	2020 £
Brought forward	1,407,617	848,500
Macmillan Cancer Support	2,000	7,000
Maggie's	3,000	1,000
Maidstone Hospice	2,000	2,000
Marie Curie Cancer Care	-	15,000
Marine Conservation Society	25,000	25,000
Medical Aid for Palestinians (MAP)	25,000	15,000
Meningitis Now	1,500	1,500
Mental Health Foundation	1,000	1,000
Merton College	5,000	5,000
Migraine Trust	1,000	1,000
Mind	25,000	10,000
Mission to Seafarers	2,500	2,500
Missions to Seaman	2,500	-
National Autistic Society	1,000	1,000
National Emergencies Trust Coronavirus Appeal	-	182,000
National Rheumatoid Arthritis Society (NRAS)	1,000	1,000
National Trust	1,000	1,000
National Trust for Scotland	1,000	1,000
New Sussex Opera	5,000	-
Now Teach (Ark UK Programmes)	30,000	-
NSPCC	1,000	1,000
Old Etonian Trust	1,000	1,000
Order of St John for Essex	1,000	1,000
Order of St John for Kent	1,000	1,000
Pancreatic Cancer UK	-	2,500
Paula Carr Trust	1,000	1,000
PCC of St Anne's, Lewes	15,000	-
PCC of St Mary the Virgin, Furneux Pelham	10,000	-
People Matter Trust	10,000	-
People's Dispensary for Sick Animals (PDSA)	2,000	-
Personal Service Group	1,000	1,000
Petham Village Hall	-	11,000
Pilgrims Hospices	30,000	5,000
Pilsdon at Malling Community	-	10,000
Plantlife	1,000	1,000
Prince's Trust	1,000	1,000
Queen Elizabeth's Foundation	25,000	-
Radley Foundation	-	25,000
RAFT (Restoration of Appearance Function)	2,000	2,000
RDA - Cobbes Meadow	-	1,000
Reed's School	6,000	6,000
Re-Engage	15,000	5,000
Relate Medway and North Kent	-	5,000
Riverside Day Centre Dover	-	5,000
RNIB	10,000	-
RNID	4,500	-
RNLI	-	15,000
Carried forward	1,681,617	1,221,000

# JOHN SWIRE 1989 CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

4. Analysis of expenditure on charitable activities (continued)	2021 £	2020 £
Brought forward	1,681,617	1,221,000
Rosemary Foundation	25,000	25,000
Royal Alexandra & Albert	1,000	1,000
Royal Association for Deaf People (RAD)	-	1,000
Royal British Legion	-	7,000
Royal Horticultural Society	1,000	26,000
Royal Humane Society	1,000	1,000
Royal Marsden Cancer Charity	65,677	-
Royston Youth Action	25,000	-
RSPB	6,000	1,000
RSPCA	1,500	-
Rural Community Council of Essex	1,000	1,000
Salvation Army	1,000	6,000
Samaritans	-	1,000
Selling Church Buildings Trust	2,500	2,500
Selling PCC	2,500	2,500
Selling Sports Club	1,000	1,000
Shine	1,000	1,000
Soil Association	1,000	1,000
South Kent Mind	-	5,000
South Wight Area Youth Partnership (Sway)	10,000	-
SSAFA Forces Help	1,000	11,000
St Andrews Church	1,000	1,000
St Clare Hospice	5,000	5,000
St John Ambulance	5,000	-
St John of Jerusalem Eye Hospital Group	55,000	55,000
St John's Hospice	-	6,000
St Michael and All Angels Clifton Hampden	-	5,000
St Mungo's	25,000	-
Still Waters	10,000	-
Stour Music	13,500	-
Strand Arts Centre	20,000	-
Stroke Association	7,500	-
Sussex Community Foundation	15,000	-
Sussex Historic Churches Trust	5,000	10,000
Sydenham Garden	15,000	-
Thames Rivers Restoration Trust	1,000	1,000
Thanet Community Development Trust	25,000	-
The Gurka Welfare	1,000	-
The Passage	25,000	-
Thinkforward UK	25,000	-
Toynbee Hall	-	7,000
Trussell Trust	25,000	5,000
Carried forward	2,108,794	1,410,000

# JOHN SWIRE 1989 CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

4. Analysis of expenditure on charitable activities (continued)	2021 £	2020 £
Brought forward	2,108,794	1,410,000
Turn2us (Elizabeth Finn Care)	-	16,000
University of London	2,000	-
University College Oxford	2,500	2,500
Unlocked Graduates	50,000	-
Versus Arthritis	1,000	2,000
Victorian Society	3,000	-
Wellesley House and St. Peter's Court Educational Trust	1,000	1,000
West Faversham Community Association	5,000	6,000
West Wight Sports & Community Centre	25,000	25,000
Wildfowl & Wetlands Trust	2,000	2,000
Yorkshire Dales Millennium Trust	25,000	-
Young Classical Artists Trust	25,000	25,000
Zane: Zimbabwe A National Emergency	-	12,500
Zoological Society of London	2,500	-
Total donations	<u>2,252,794</u>	<u>1,502,000</u>
<i>Governance costs allocated to charitable activities:</i>		
Administration fee	3,600	3,600
Consultancy costs	60,871	43,960
Auditor's remuneration	3,144	2,982
Management fee – land	57	(324)
Bank charges	111	45
	<u>67,783</u>	<u>50,263</u>
Total expenditure on charitable activities	<u>2,320,577</u>	<u>1,552,263</u>

Expenditure on charitable activities in both years was attributable to the Unrestricted Income Fund.

**JOHN SWIRE 1989 CHARITABLE TRUST****NOTES TO THE FINANCIAL STATEMENTS****Year ended 31 December 2021**

<b>5. Fixed asset investments</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Freehold land</b>		
Market value at end of year	<u>19,125</u>	<u>19,125</u>
<b>Quoted/unquoted investments</b>		
Market value at start of year	44,554,473	43,412,842
In specie donations	1,537,283	14,197,021
Additions at cost	3,508,189	13,401,908
Proceeds on disposal	(29,565)	(14,714,246)
Realised gain on disposal	187	544,046
Net unrealised gains/(losses) on investment assets	<u>30,598,716</u>	<u>(12,287,098)</u>
Market value at end of year	<u>80,169,283</u>	<u>44,554,473</u>
Total	<u>80,188,408</u>	<u>44,573,598</u>
Investments have been made in the following categories of securities: -		
<b>Quoted</b>		
UK funds	26,328,240	21,140,814
<b>Unquoted</b>		
UK equities	<u>53,841,043</u>	<u>23,413,659</u>
	<u>80,169,283</u>	<u>44,554,473</u>

The historical cost of investments at 31 December 2021 was £32,639,149 (2020 - £27,620,498).

The unquoted investments were ordinary and preference shares of John Swire & Sons Limited. The two largest investments are a holding of ordinary shares in John Swire & Sons Limited valued at £50,815,565 (2020 - £22,060,321) and a holding of units in Sarasin Alpha CIF for Endowments at £26,328,240 (2020 - £21,111,436).

The charity is partly reliant on investment income in the form of interest and dividends generated by the investments held.

Net unrealised gains on investment assets of £30,598,716 (2020 - losses of £12,287,098) were attributable to the Endowment Fund.

<b>6. Debtors</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Other debtors	<u>25,906</u>	<u>12,542</u>

# JOHN SWIRE 1989 CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

7. Creditors: amounts falling due within one year	2021 £	2020 £
Accruals and deferred income	3,144	3,013
Other creditors	7,704	5,218
	<u>10,848</u>	<u>8,231</u>

### 8. Analysis of net assets between funds

	Unrestricted Income funds £	Expendable Endowment funds £	Total 2021 £
Fund balances as at 31 December 2021 are represented by:			
Investments	-	80,188,408	80,188,408
Cash and Debtors	850,692	1,091,427	1,942,119
Creditors	(10,848)	-	(10,848)
Net assets	<u>839,844</u>	<u>81,279,835</u>	<u>82,119,679</u>

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

	2021 £	2020 £
Net movement in funds	34,223,967	4,033,763
Deduct income from investments	(2,901,112)	(1,904,993)
Deduct gains/add losses on investments	(30,598,903)	11,743,052
Increase/(decrease) in creditors	2,617	(43,339)
Increase in debtors	(13,364)	(12,542)
Donations in specie	(1,537,283)	(14,197,021)
Net cash used in operating activities	<u>(824,078)</u>	<u>(381,080)</u>

## JOHN SWIRE 1989 CHARITABLE TRUST

### NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

---

#### 10. Related party transactions

During the year John Swire & Sons Limited, a company in which the trustees have a participating interest, paid expenses on the charity's behalf totalling £58,690 (2020 - £40,482) and was repaid funds to the value of £58,690 (2020 - £69,362). At the balance sheet date, the amount due to John Swire & Sons Limited was £nil (2020 - £nil).

At the balance sheet date, the amount due to the JAS 1995 Property Trust – Fund B, a trust in which J S Swire and B N Swire are trustees, was £5,218 (2020 - £5,218).

During the year, the charity received unconditional donations from family members of the Trustees of £1,500,000, (2020 - £1,250,000) including gift aid and assets of £1,629,461 from the SG 1951 Trust, a trust of which B N Swire and J S Swire were trustees.

During the year, the trustees received no emoluments or reimbursement of expenses for their services (2020 - £nil).

---

#### 11. Financial assets and liabilities

The following are financial assets that qualify as basic financial instruments 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 or, for unquoted investments, using the valuation methods in the accounting policy for Fixed Asset Investments:

Financial assets	2021 £	2020 £
Quoted/unquoted investments	80,169,283	44,554,473
	<u>80,169,283</u>	<u>44,554,473</u>

---

#### 12. Non-adjusting post balance sheet events

Following the AGM of John Swire & Sons Limited in June 2022, the valuation of these shares has decreased by £13,481,307. In accordance with Financial Reporting Standard 102 and Accounting and Reporting by Charities: Statement of Recommended Practice, the decrease in market value is a non-adjusting post-balance sheet event and therefore no adjustment to carrying value of investments had been made in the financial statements.

---

**JOHN SWIRE 1989 CHARITABLE TRUST****NOTES TO THE FINANCIAL STATEMENTS****Year ended 31 December 2021****13. Prior year restatement**

The accounts for the year ended 31 December 2020 showed donations to the Unrestricted Fund of £14,187,281. These donations should have been shown as made to the Expendable Endowment fund. The opening funds brought forward have been restated to reflect the correct position. The impact of this is as follows:

Originally reported

	Unrestricted Income funds £	Expendable Endowment funds £	Total 2020 £
Fund balances as at 31 December 2020 are represented by:			
Investments	13,745,047	30,828,551	44,573,598
Cash and Debtors	1,563,008	1,091,427	3,330,345
Creditors	(8,231)	-	(8,231)
Net assets	<u>15,299,824</u>	<u>32,595,888</u>	<u>47,895,712</u>

As restated

	Unrestricted Income funds £	Expendable Endowment funds £	Total 2020 £
Fund balances as at 31 December 2020 are represented by:			
Investments	-	44,573,598	44,573,598
Cash and Debtors	267,540	3,062,805	3,330,345
Creditors	(8,231)	-	(8,231)
Net assets	<u>259,309</u>	<u>47,636,403</u>	<u>47,895,712</u>

