

The Samworth Foundation

Trustees' report and financial statements

Registered number 265647

5 April 2020

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Trustees' report

Reference and administrative information

Trustees	Professor Neil Gorman Stephen Hale OBE (Retired 29 May 2019) Gemma Juma (Retired 29 May 2019) Susan Ralphs (Appointed 2 July 2019) Mark Samworth Victoria Stott
Foundation registered number	265647
Principal office	Chetwode House 1 Samworth Way Melton Mowbray Leicestershire LE13 1GA
Independent auditor	Saffery Champness LLP 71 Queen Victoria Street London EC4V 4BE
Bankers	C Hoare & Co 37 Fleet Street London EC4P 4DQ Shawbrook Bank Limited Lutea House Warley Hill Business Park The Drive Great Warley Brentwood Essex CM13 3BE
Solicitors	Macfarlanes LLP 20 Cursitor Street London EC4A 1LT
Investment Managers	Sarasin & Partners LLP Juxon House 100 St Paul's Churchyard London EC4M 8BU

Trustees' report (continued)

Objectives and activities for the public benefit

The Samworth Foundation exists and operates for the public benefit. Through its grant-making and social investment, it works to improve the quality of life throughout the UK and Internationally. In determining its funding strategies and in the administration of the Foundation, the Trustees have paid due regard to the guidance published by the Charity Commission under section 4 of the Charities Act 2011.

The Foundation's Trust Deed expresses its objective as any such exclusively charitable purposes as the Trustees may determine, but without prejudice to that general statement:

- To make contributions towards the expenses of any established charitable institution or body and the cost of any projects of study and research established by such institution or body including a contribution towards the cost of purchasing or erecting any building or land to be used in connection therewith.
- To provide funds and to make administrative provisions that the Trustees may deem necessary for the initiation, promotion, sponsoring of new charitable projects of education study and research and for the establishment and endowment or charitable scholarships, fellowships, professional chairs, lectureships, prize awards and institutions.

The current strategy for the Foundation enables a closer focus on two areas. These are to *combat sexual exploitation in the UK* and Internationally by supporting organisations which address its root causes, and to *champion environmental recovery* and combat climate change together with its effects through advocacy and supporting organisations working towards ecological recovery. The public benefit created by the Foundation's grant-making and social investment is demonstrated in this report through the listing of grants and social investment that we have made throughout the year.

Key to the development of the Foundation is the accompaniment of individual Samworth Family members in their philanthropic giving and in the involvement and engagement of the next generation of Family. This will work to build a strong platform from which generations of Samworth Family members can engage and contribute to the Foundation and its work.

Achievements, performance and plans for future periods

2019 was a busy and productive year for the Foundation, with Trustees reviewing and updating its Strategic Plan for 2018 - 2021. The Trustees wanted to continue with the main objectives of the strategy whilst refining specific areas of focus for the environment core theme, to expand on climate change and include ecological recovery. A summary of this can be found on the Foundation's website: www.samworthfoundation.org.uk. The Foundation is currently developing its strategy for the funding cycle 2022 - 2025.

The Samworth Foundation became a signatory to The Funder Commitment on Climate Change in January 2020 www.fundercommitmentclimatechange.org. This funder commitment is central to our strategic approach as we recognise that Climate Change is the biggest threat to humanity and the natural environment. This commitment aligns very closely with our values and we look forward to working with other Foundations as we develop and monitor our progress against each element of the commitment.

The Foundation provided £2,113,084 in grant funding to 32 remarkable organisations in the UK, some of whom work overseas, and one international organisation. We believe how we fund is as important to us as what we fund. Good foundation practice can help organisations be more effective and sustainable. This year we focused our efforts on improving what we offer and how we work. Our commitment to long term, flexible support continues so that 65% of our grant funding spend in 2019 was to support core or unrestricted costs and 97% was for a period of three years or more. The Foundation remains a proactive funder, and grants are carefully researched by our Grants Research Managers working directly with grantees to develop strong proposals for approval by Trustees. 13 new applications were presented at the Trustee Board meetings, 12 were approved, and 1 was unsuccessful.

Trustees' report (continued)

Achievements, performance and plans for future periods (continued)

The Foundation believes strengthening the sector's resilience and infrastructure as a whole is essential. Trustees remain open to funding in collaboration with other charities and Foundations, where matching funds are needed to deliver a programme of work. The Foundation recognises the value in collective Foundations aligning their funding programme where possible and are actively exploring collaborative funding opportunities to realise these benefits for all parties involved.

In light of the COVID-19 pandemic that is affecting everyone globally, 2020 looks set to be a challenging and uncertain year. The Samworth Foundation is committed to supporting the excellent organisations in our portfolio, and as signatories to the London Funder's COVID-19 response, we recognise the importance of organisations being able to adapt and respond to the demands they face during the crisis. The Foundation commits to being a flexible funder and supporting our grantees to adapt and survive during this crisis. We feel strongly that a co-ordinated approach and response by Foundations is essential to supporting the wider sector. The Foundation is confident it is in a stable position to support its grantees, in light of its robust and relatively risk averse approach to fund management and strong level of reserves held, as noted below.

Financial Review

a. Financial policies

The Foundation's finance and investment policies are intended to provide long-term stability and liquidity sufficient for the financing of the Foundation's grants. The Trustees have adopted a Total Return approach, which means that both income from the investment portfolio and the underlying capital can be used to support the Foundation's activities. The Foundation has an Investment Policy Statement that sets out the long-term investment objective, risk-profile, strategic asset allocation and investment restrictions. This is reviewed by the Trustees regularly to ensure ongoing alignment with current grant-making priorities of the Foundation.

b. Reserves policy

The Trustees continue to retain any unused funds as reserves for future income or capital.

Unrestricted reserves at 5 April 2020 were £59,843,253 (2019: £65,212,485). The Trustees are aware that reserves are subject to the fluctuations in the market return (both income and capital growth). However, they wish to maintain a level of annual grants and are aware that this may require all of the income produced by the investments. Accordingly, reserves are held at a level targeted to support long term maintenance of investments required to generate sufficient income to support grant making commitments. To further mitigate risk, the Samworth Family may consider further annual donations to ensure committed levels of grants are maintained. To this end, the reserves policy going forward would be to retain any unused income (unlikely) and unused capital growth to continue to grow the capital fund to meet future needs of the Foundation.

The Trustees hold cash of £2,500,000 as a 'Liquidity Reserve'. This remains below the limits agreed in the 2018 Investment Strategy. The Trustees agreed this in light of prudent treasury management. This reserve will cover approximately two years of grant giving commitments already approved in principle along with core expenditure (at the current levels), should the value of investments fall sharply due to a market correction. This will give the Trustees time to review the grant giving strategy, without requiring them to be forced sellers in a market downturn.

The Trustees are satisfied that the Foundation's assets are available and adequate to fulfil its obligations.

c. Investment review

There was a decrease in the value of the investments over the year of £6,098,369 (2019: £1,810,500 increase), comprising a reduction in value of £3,098,369 (2019: £3,090,500 increase) and the realisation of £3,000,000 (2019: 1,280,000) through sales from our portfolio to meet our projected working capital requirements for the year in line with our Total Return approach. Investment performance is referred to under risk management, below.

Trustees' report (continued)

Financial Review (continued)

The Trustees are aware that the Foundation's mission or its credibility may be undermined if it invests in businesses whose activities undermine its values and funding objectives. Therefore, the Trustees aim to follow a responsible approach to investment and are open to involvement with strategies with enhanced environmental, social and governance (ESG) impact as opposed to narrowly focused strategies which may have meaningful exposure to controversial areas.

The Trustees have the same full and unrestricted powers of investing and transferring investments as if they are beneficially entitled to the Trust Fund.

d. Risk management

The Trustees are responsible for the oversight and management of the risks faced by the Foundation. The Board of Trustees regularly review the Foundation's risk position, internal controls assessment and compliance with relevant statutory and financial regulations. The Foundation has a risk-management process designed to identify the major risks that could impact on the aims in the Foundation's Strategic Plan. This process identifies the major risks the Foundation faces, the likelihood of occurrence, the significance of the risk, and any mitigating controls that are in place. It also seeks to identify any actions and resources required to manage these risks further.

The Foundation uses financial instruments comprising cash and investments. The main purpose of these is to finance the working capital cycle of the Foundation and the longer-term income and capital needs.

The Foundation's investment activities are its main financial risk. This risk is managed by regular reviews of investment policies and objectives at Trustee meetings, monitoring performance relative to objectives and employing external asset managers to achieve a diversified portfolio.

The COVID-19 pandemic has resulted in a correction of the Global Financial Markets with a general fall of -19.5% (MSCI World) in the first quarter of the year to 31 March 2020. During the same period, the Foundation's investment returned -10.8%.

This strong correction and ongoing concerns about a Global slowdown or Recession for the next year or so has shown the prudence of the Trustees in maintaining the Liquidity Fund (as described above), allowing the Trustees to honour grant commitments for a period without requiring any forced sale of investments.

e. Review of income and expenditure

The Foundation's income derives largely from its investment portfolio. Total investment income decreased this year to £773,944 (2019: £836,759).

The resources expended exceeded the incoming resources in the year by £2,270,863 (2019: £1,524,172).

The Foundation has two significant streams of expenditure: the grants and donations that we make, and the running costs of the Foundation. Total expenditure on charitable activities amounted to £3,047,546 (2019: £2,369,866) including grants of £2,113,084 (2019: £1,357,660) and donations of £737,221 (2019: £810,186). The running costs of the Foundation decreased slightly in the last year to £197,241 (2019: £202,020), due to a change to a new data management service. As a percentage of grants and donations payable, running costs amounted to 7% (2019: 9%).

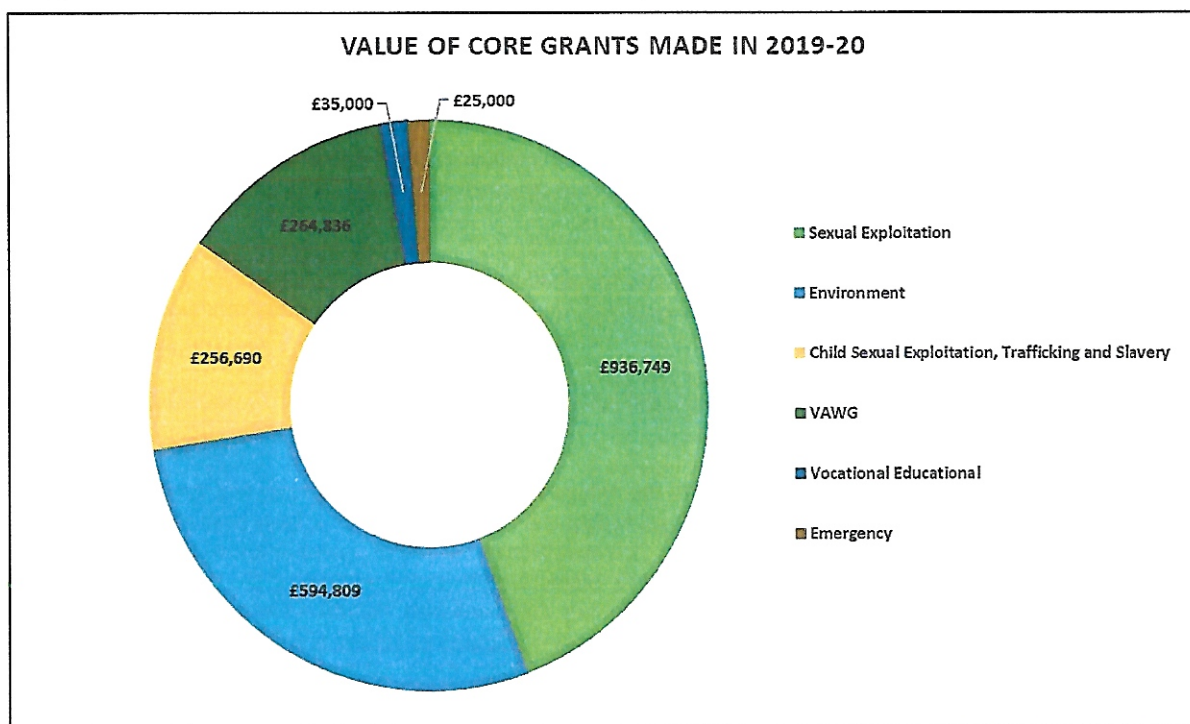
Trustees are mindful of the need to control running costs in order to maximise the funds available to give as grants and will continue to monitor these closely.

In the past year, we have seen the Foundation's core grant giving grow, particularly in the area of Sexual Exploitation. The headings of Child Sexual Exploitation (CSE), Trafficking and Slavery; Violence Against Women and Girls (VAWG); Vocational Education; Emergencies are grant themes from the previous strategy. Grants awarded under the previous strategy are due to end in the next 1 - 2 years.

Trustees' report (continued)

Financial Review (continued)

The grants and donations made out of unrestricted funds are split out as follows:



	Number of Grants and Donations	Total Given
UK Core Grants	26	£1,633,360
International Core Grants	9	£479,724
Family and Exceptional Donations	71	£737,221
Total Grants and Donations	106	£2,850,305

f. Programme related investments

In the prior year, The Foundation made an entry into Social Investment via the Resonance Social Investment fund – National Homelessness Property Fund with a one-off investment of £300,000. The Foundation will continue to support this commitment until the end of the five-year term and will actively assess the impact of this approach to providing funding to the sector.

In August 2019, the Trustees made a short-term loan of £175,000 to Footprints Conductive Education Centre Limited to support the organisation with the purchase of a property.

Trustees' report (continued)

Structure, governance and management

The Samworth Foundation is an unincorporated charity established under a Deed of Settlement by David Chetwode Samworth dated 26 January 1973.

a. Board of Trustees

The Foundation's Trustees are listed on page 1 of this report. The Board of Trustees meets four times each year to set and oversee the delivery of the Foundation's strategy and approve grant applications that are brought forward by the Grants Research Managers. The Foundation has a clear organisational structure with documented lines of authority and delegation, which is reviewed regularly by the Board of Trustees.

As from 24 February 2014, the Settlor has renounced his power to appoint new Trustees. By virtue of a resolution dated 25 February 2014, the power to appoint Trustees now rests with the Trustees, subject to written confirmation of members of the Samworth Family.

Trustees are also now subject to retirement every three years, and automatic retirement at the age of 70 years (or every year if aged 70 years or over) but are able to be re-elected.

The Trustees are mindful of their duties in connection with the induction and training for Trustees and appropriate steps have been taken. Terms of Reference for Trustees, alongside a proactive induction process, have been developed and implemented from 2018. Trustees are recruited based on their specialist skills and expertise or knowledge of the Foundation's core grant-giving themes. New Trustees are given access to a dedicated section of the Foundation's website which includes the Foundation's key documents, including the Samworth Family Charter, Governance Handbook, latest Annual Report and Accounts, the three-year strategy, minutes of recent meetings, and relevant Charity Commission publications. All Trustees are invited to attend relevant training sessions that are delivered by external sources.

Trustees and staff are expected to conduct the business of the Foundation with integrity at all times. Trustees are required to disclose all relevant interests and to register them in accordance with the Foundation's policy and to withdraw from decisions where a conflict of interest arises. Any relevant gift or hospitality received by Trustees and staff is also recorded in the Register of Interests. Grants made to any organisation with whom a Trustee of the Foundation has a conflict are disclosed in the related party transactions note, forming part of the financial statements.

b. Foundation team

The day to day operational management of the Foundation's affairs is delegated by the Trustees to Tessa Durham, Grants Research Manager of the Foundation, and small team of staff comprising an Executive Assistant and Grants Research Manager Consultant. They are responsible for ensuring that the Trustees' decisions are implemented in accordance with existing policy and within budget, for briefing the Trustees on current trends in the charitable sector and for advising on how these may affect policy.

c. Key management personnel remuneration

No Trustees, or person with a family or business connection with a Trustee, received remuneration in the year, directly or indirectly, from the Foundation (2019: £nil).

The Foundation considers its key management personnel to be the Grants Research Manager and the Executive Assistant of the Foundation (2019: the Executive Director of the Foundation). The Trustees set and review their remuneration at least annually, having regard to performance and market rates.

Trustees' report (continued)

Basis of preparation

The Trustees confirm that the Trustees' report and financial statements of the Foundation comply with the current statutory requirements. 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 January 2019) and the Charities Act 2011 and UK Generally Accepted Practice.

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Statement of Trustees' responsibilities in respect of the Trustees' report and 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 (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & 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 in the Charities SORP (FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material 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 proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, applicable accounting regulations 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.

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

Trustees' report (continued)

Approved by the Trustees on *16th June 2020* and signed on their behalf by:



Professor Neil Gorman
Trustee

Chetwode House
1 Samworth Way
Melton Mowbray
Leicestershire
LE13 1GA

Independent auditors' report to the Trustees

Opinion

We have audited the financial statements of The Samworth Foundation for the year ended 5 April 2020 which comprise The Statement of Financial Position, Balance Sheet and Statement of Cash Flow 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 5 April 2020 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 Auditors' 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditors' report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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.

Independent auditors' report to the Trustees (continued)

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 Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- the charity has not kept sufficient accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the Trustees' Responsibilities Statement set out on page 7, 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.

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditors under the Charities Act 2011 and report in accordance with regulations made under that Act.

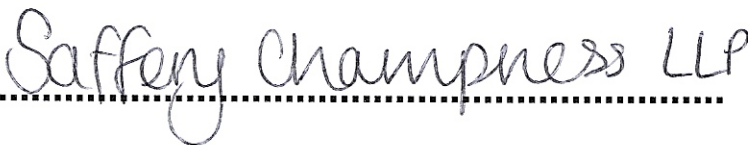
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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. This description forms part of our auditors' report.

Independent auditors' report to the Trustees (continued)

Use of our report

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the 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 Trustees as a body, for our audit work, for this report, or for the opinions we have formed.


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Saffery Champness LLP

Chartered Accountants

Statutory Auditors

Date: 18 June 2020

71 Queen Victoria Street
London
EC4V 4BE

Saffery Champness LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

**Statement of financial activities
for the year ended 5 April 2020**

	<i>Note</i>	2020 £	2019 £
Income and endowments from:			
Donations	2	2,739	8,935
Investments	3	773,944	836,759
Total		776,683	845,694
Expenditure on:			
Charitable activities	4	(3,047,546)	(2,369,866)
Total		(3,047,546)	(2,369,866)
Net (losses)/gains on investments	12	(3,098,369)	3,090,500
Net (expenditure)/income		(5,369,232)	1,566,328
Net movement in funds		(5,369,232)	1,566,328
Reconciliation of funds:			
Total funds at 5 April 2019	17	65,212,485	63,646,157
Total funds at 5 April 2020	17	59,843,253	65,212,485

All activities relate to continuing operations.

The notes on pages 15 to 25 form part of these financial statements.

Balance sheet
as at 5 April 2020

	<i>Note</i>	£	2020 £	£	2019 £
Fixed assets					
Tangible assets	11		5,000		5,000
Investments	12		56,201,757		62,300,126
Programme related investments	13		475,000		300,000
			<hr/>		<hr/>
			56,681,757		62,605,126
Current assets					
Debtors	14	1,984		2,696	
Cash at bank		3,264,205		3,143,795	
		<hr/>		<hr/>	
			3,266,189		3,146,491
Creditors: amounts falling due within one year	15	(74,693)		(509,132)	
		<hr/>		<hr/>	
Net current assets			3,191,496		2,637,359
			<hr/>		<hr/>
Total assets less current liabilities			59,873,253		65,242,485
Creditors: amounts falling due after more than one year	16		(30,000)		(30,000)
			<hr/>		<hr/>
Net assets			59,843,253		65,212,485
			<hr/>		<hr/>
The funds of the Foundation					
Unrestricted funds	17		59,843,253		65,212,485
			<hr/>		<hr/>
Total Foundation funds	17		59,843,253		65,212,485
			<hr/>		<hr/>

These financial statements were approved by the Trustees on 16th June 2020 and were signed on its behalf by:



Professor Neil Gorman
Trustee



Mark Samworth
Trustee

The notes on pages 15 to 25 form part of these financial statements.

Cash flow statement for year ended 5 April 2020

	<i>Note</i>	2020 £	2019 £
Cash flows from operating activities			
Net (expenditure)/income for the reporting period		(5,369,232)	1,566,328
Adjustments for:			
Losses/(gains) on investments	12	3,098,369	(3,090,500)
Dividends, interest from investments		(766,903)	(836,759)
Decrease in debtors	14	712	1,608
(Decrease) in creditors	15,16	(434,439)	(231,807)
Net cash from operating activities		(3,471,493)	(2,591,130)
Cash flows from investing activities			
Dividends, interest from investments		766,903	836,759
Sale of investments	12	3,000,000	1,280,000
Net cash from investing activities		3,766,903	2,116,759
Cash flows from financing activities			
Loan/investment in respect of programme related investments	13	(175,000)	(300,000)
Net cash from financing activities		(175,000)	(300,000)
Change in cash and cash equivalents in the year		120,410	(774,371)
Cash and cash equivalents at the beginning of the year		3,143,795	3,918,166
Cash and cash equivalents at the end of the year		3,264,205	3,143,795

Analysis of changes in net debt

	At 6 April 2019	Cash flows	At 5 April 2020
Cash and cash equivalents at the end of the year	3,143,795	120,410	3,264,205

The notes on pages 15 to 25 form part of these financial statements.

Notes (forming part of the financial statements)

1 Accounting policies

Basis of preparation and assessment of going concern

The Foundation is a public benefit entity.

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value. The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective January 2019) - Charities SORP (FRS 102), and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective January 2019) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Trustees consider that there are no material uncertainties about the Foundation's ability to continue as a going concern. The most significant areas of judgement and key assumptions that affect items in the accounts relate to estimating the liability from multi-year grant and donation commitments (see note 6). With respect to the next reporting period, the most significant areas of uncertainty that affect the carrying value of assets held by the Foundation are the level of investment returns and the performance of investment markets (see the Trustees' annual report).

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Foundation and which have not been designated for other purposes.

Incoming resources

All incoming resources are included in the statement of financial activities when the Foundation has entitlement to the funds, probable receipt of funds and the amount can be measured with sufficient reliability.

All monetary donations are included in the financial statements when receivable, provided there are no donor-imposed restrictions as to the timing of related expenditure, in which case recognition is deferred until the pre-condition has been met.

Income tax recoverable in relation to donations received under Gift Aid is recognised at the time of the donation.

Investment income, including associated tax recoveries, is recognised when receivable.

Notes (continued)

1 Accounting policies (continued)

Resources expended

Expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities, they have been allocated on a basis consistent with the use of resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the Foundation.

Governance costs are those costs incurred in connection with the administration of the Foundation and compliance with constitutional and statutory requirements.

Grants and donations payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants and donations offered subject to conditions which have not been met at the year end are noted as a contingent liability, but not accrued as expenditure.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation and any provision for impairment.

No depreciation is provided on freehold land.

Investments

Investments are stated at market value at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Programme related investments

Programme related investments are initially recognised and measured at the amount paid. The carrying value amount is adjusted in subsequent years to reflect repayments and any accrued interest, and adjusted if necessary, for any diminution in value.

Financial instruments

Basic financial instruments include debtors and creditors. The Foundation 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 amortised cost.

2 Voluntary income

	2020 £	2019 £
Donations	2,739	8,935
	<hr/>	<hr/>
	2,739	8,935
	<hr/>	<hr/>

Notes (continued)

3 Investment income

	2020 £	2019 £
Income from listed investments	748,876	823,572
Bank deposit interest	18,027	13,187
Programme related investment interest	7,041	-
	<u>773,944</u>	<u>836,759</u>

4 Expenditure on charitable activities

	2020 £	2019 £
Grants (note 6)	2,113,084	1,357,660
Donations (note 5, 6)	737,221	810,186
Support costs (note 7)	128,593	133,373
Governance costs (note 8)	68,648	68,647
	<u>3,047,546</u>	<u>2,369,866</u>

5 Donations to non-registered charitable causes and individuals

	Number	2020 £	Number	2019 £
Donations	1	250	-	-

Payment in 2019/20 was made to one non-registered charitable cause. This was to an individual for £250 and was for the Advancement of Education.

There were no donations made to non-registered charitable causes or individuals in the prior year.

Any donations to non-registered charitable causes or individuals are to be regarded as exceptional.

Notes (continued)

6 Grants and donations to charitable organisations

	2020 £	2019 £
Grants	2,113,084	1,357,660
	<u>2,113,084</u>	<u>1,357,660</u>

There were 35 (2019: 27) grants made to organisations during the year amounting to £2,113,084 (2019: £1,357,660).

	2020 £	2019 £
Donations	736,971	810,186
	<u>736,971</u>	<u>810,186</u>

There were 70 (2019: 64) donations made to organisations during the year amounting to £736,971 (2019: £810,186).

Reconciliation of grants and donations payable:

	2020 £	2019 £
Accrued at 6 April 2019	527,500	761,175
Grants and donations payable for the year	2,850,305	2,167,846
Grants and donations paid during the year	(3,294,055)	(2,401,521)
	<u>83,750</u>	<u>527,500</u>
Accrued at 5 April 2020	83,750	527,500
Payable as follows:		
Grants and donations payable <1 year – organisations	53,750	497,500
Grants and donations payable >1 year – organisations	30,000	30,000
	<u>83,750</u>	<u>527,500</u>

Notes (continued)

6 Grants and donations to charitable organisations (continued)

Grants	2020 £
Tearfund (3)	129,915
University of Bedfordshire – Contextual Safeguarding	116,690
Climate Outreach and Information Network	100,000
The Green Alliance Trust	100,000
The Stephen Lewis Foundation - Mitigating Against Sexual Violence and Coercion	100,000
Anti-Slavery International	80,000
University of Bedfordshire	85,852
The National Society for the Prevention of Cruelty to Children	80,905
The Helen Bamber Foundation	80,000
Abi Billingham and Associates	77,027
Hope for Justice	70,000
Reach Learning Disability	66,880
Beyond the Streets	65,000
The Soil Association Limited	65,000
Church of England Children's Society (Nottingham)	60,000
New Economics Foundation	60,000
Synchronicity Earth	60,000
The BACA Charity	60,000
Parents Against Child Sexual Exploitation	58,106
Donnington Doorstep	53,794
New Futures Project	50,000
NWG Network	50,000
Sustain: The Alliance for Better Food and Farming	50,000
The Nia Project	50,000
Well Grounded Limited	49,809
The Association of Young People's Health	49,185
Caplor Horizons (The Commitment)	40,000
End Violence Against Women Coalition	40,000
Hope for the Future	35,000
Prisoners Education Trust	35,000
Rainforest Foundation UK	35,000
Women's Aid Leicestershire Limited	34,921
Médecins Sans Frontières (MSF) UK	25,000
	<hr/> 2,113,084 <hr/>

Notes (continued)

6 Grants and donations to charitable organisations (continued)

Donations	2020 £
Leicester Cathedral Charitable Trust	250,000
International Justice Mission UK	50,000
Stewardship Services (UKET) Limited	40,000
The Big Give Trust	40,000
The National Forest Charitable Trust	40,000
Friary Drop-In Limited	30,000
Snow-Camp (2)	30,000
The Jon Egging Trust	30,000
We R Here	30,000
Sustainable Land Trust	25,000
Footprints Conductive Educational Centre Limited	20,000
Countryside Holidays for Inner City Kids (CHICKS)	16,000
Alzheimer's Research UK	10,000
Friends of the Tenth	10,000
Memorial Sloan Kettering Cancer Centre	10,000
Samworth Brothers Limited	10,000
St Marylebone Parish Church	10,000
The Woodland Trust	10,000
World Animal Protection	10,000
WWF UK	10,000
Donations < £10,000 each (50)	56,221
	<hr/> 737,221 <hr/>

There is a contingent liability totalling £2,932,270 in respect of grants and donations that the Foundation has given initial approval for, to be made out of unrestricted funds. This is broken down as £2,892,270 in respect of grants and £40,000 in respect of donations. These grants and donations are subject to an annual review being made by the Foundation. The total commitment is therefore not provided for in these financial statements. It is payable as follows:

	Grants £	Donations £
Year ending 5 April 2021	1,543,126	40,000
Year ending 5 April 2022	1,224,144	-
Year ending 5 April 2023	75,000	-
Year ending 5 April 2024	50,000	-
	<hr/> 2,892,270 <hr/>	<hr/> 40,000 <hr/>

Notes (continued)

7 Support costs

	2020 £	2019 £
Advisors' fees	86,713	76,132
Administration expenses	15,760	20,364
Sundry expenses	26,120	36,877
	<u>128,593</u>	<u>133,373</u>

8 Governance costs

	2020 £	2019 £
Auditor's fees		
Audit fees	10,200	6,000
Accountancy and taxation fees	1,512	1,662
Professional fees	13,288	7,776
Accountancy and administration fees	29,174	30,295
Sundry expenses	14,474	22,914
	<u>68,648</u>	<u>68,647</u>

9 Staff numbers and costs

The average number of employees during the year was as follows:

	2020	2019
Management of the Foundation	1	1
Administration of the Foundation	1	2
	<u>2</u>	<u>3</u>

Notes (continued)

9 Staff numbers and costs (continued)

The aggregate payroll costs of these persons were as follows:

	2020 £	2019 £
Wages and salaries	75,119	77,666
Social security costs	2,999	4,183
Other pension costs	1,578	2,265
	<hr/> 79,696 <hr/>	<hr/> 84,114 <hr/>

Wages and salaries includes a redundancy payment of £12,960 which was fully paid during the year.

Expenses reimbursed to Foundation staff are included in sundry support costs.

None of the Foundation staff earn in excess of £60,000.

10 Trustees' and key management personnel remuneration and expenses

The Trustees neither received nor waived any remuneration during the year (2019: £nil).

The total amount of employee benefits received by key management personnel is £48,857 (2019: £46,483). The Foundation considers its key management personnel to be the Grants Research Manager and the Executive Assistant of the Foundation (2019: the Executive Director of the Foundation).

Expenses amounting to £367 were reimbursed to one Trustee during the year in respect of travel costs (2019: £957 to four Trustees in respect of travel costs).

11 Tangible fixed assets

	Freehold land £
Cost	
At 5 April 2019 and 5 April 2020	<hr/> 5,000 <hr/>

Notes (continued)

12 Fixed asset investments

	Listed securities £
Market value	
At 5 April 2019	62,300,126
Disposals	(3,000,000)
Revaluations	(3,098,369)
	<hr/>
At 5 April 2020	56,201,757
	<hr/>
Historical cost	47,101,619
	<hr/>

The investment is a UK listed investment.

The difference between the historical cost and market value of investments amounting to £9,100,138 (2019: £12,858,134) is reflected in the unrestricted fund.

13 Programme related investments

	£
At 5 April 2019	300,000
Additions	175,000
Repaid in the year	-
	<hr/>
Net book value	
At 5 April 2020	475,000
	<hr/>

Programme related investments – social investments comprise:

	Social investments 2020 £	Social investments 2019 £
National Homelessness Property Fund Limited Partnership	300,000	300,000
	<hr/>	<hr/>
	300,000	300,000
	<hr/>	<hr/>

The mission of the Homelessness Property Fund is working with St Mungo Community Housing Association to tackle homelessness across Oxford, Milton Keynes and Bristol.

Notes (continued)

13 Programme related investments (continued)

Programme related investments – loans comprise:

	Loans 2020 £	Loans 2019 £
Footprints Conductive Education Centre Limited	175,000	-
	<u>175,000</u>	<u>-</u>

A short-term loan was made to Footprints Conductive Education Centre Limited to support the organisation with the purchase of a property.

14 Debtors

	2020 £	2019 £
Donations receivable	-	2,696
Prepayments and accrued income	1,984	-
	<u>1,984</u>	<u>440,939</u>

15 Creditors: amounts falling due within one year

	2020 £	2019 £
Accruals	19,798	9,247
Grants and donations payable	53,750	497,500
Social security	1,145	2,385
	<u>74,693</u>	<u>509,132</u>

Donations payable comprise £10,000 to Friary Drop-In Limited, £20,000 to Footprints Conductive Education Centre Limited, £1,000 to Leicester, Leicestershire and Rutland Community Foundation, £2,500 to Switch the Play Foundation, £10,000 to The Jon Egging Trust, £250 to The Rotary Club of Church Wilne and £10,000 to We R Here.

Notes (continued)

16 Creditors: amounts falling due after more than one year

	2020 £	2019 £
Grants and donations payable	30,000	30,000
	<u>30,000</u>	<u>30,000</u>

Donations payable comprise £10,000 to Friary Drop-In Limited, £10,000 to The Jon Egging Trust and £10,000 to We R Here.

17 Analysis of charitable funds

	2020 Unrestricted funds £	2019 Unrestricted funds £
Balance brought forward	65,212,485	63,646,157
Income	776,683	845,694
Expenditure	(3,047,546)	(2,369,866)
Unrealised (losses)/gains	(3,098,369)	3,090,500
Balance carried forward	<u>59,843,253</u>	<u>65,212,485</u>

18 Payments to Trustees and related party transactions

No Trustee, or person with a family or business connection with a Trustee, received remuneration in the year, directly or indirectly, from the Foundation (2019: £nil).

Expenses amounting to £367 were reimbursed to one Trustee during the year in respect of travel costs (2019: £957 to four Trustees in respect of travel costs).

During the year a donation amounting to £40,000 (2019: £40,000) was made to The National Forest Charitable Trust. Sir David Samworth, settlor of the Foundation, is a Patron of The National Forest Charitable Trust.

During the year a donation amounting to £10,000 (2019: £nil) was made to Samworth Brothers Limited for the Samworth Brothers Charity Challenge. Payments made to Samworth Brothers Limited for administration and accounting support provided to the Foundation together with the provision of office space amounted to £15,170 (2019: £25,439). Mark Samworth, a Trustee of the Foundation, is a Director of Samworth Brothers Limited and Samworth Brothers (Holdings) Limited and Sir David Samworth is President of Samworth Brothers (Holdings) Limited.