



INDEPENDENT AUDITORS' REPORT

**THE INCORPORATED ANGLO-AMERICAN MEDICAL
ASSISTANCE FUND**

**FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2019**



INDEPENDENT AUDITORS' REPORT

To the members of
The Incorporated Anglo-American Medical Assistance Fund

Report on the audit of the financial statements

Opinion

In our opinion, The Incorporated Anglo-American Medical Assistance Fund's financial statements (the "financial statements"):

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2019 and of its incoming resources and application of resources, including its income and expenditure, and cash flows, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Trustees' Report and Financial Statements for the year ended 31 December 2019 (the "Annual Report"), which comprise: the balance sheet as at 31 December 2019; the statement of financial activities and cash flow statement for the year then ended; and the notes to the financial statements.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements.

PricewaterhouseCoopers SpA

Sede legale e amministrativa: Milano 20149 Via Monte Rosa 91 Tel. 0277851 Fax 027785240 Cap. Soc. Euro 6.890.000,00 i.v., C.F. e P.IVA e Reg. Imp. Milano 12979880155 Iscritta al n° 119644 del Registro dei Revisori Legali - Altri Uffici: **Ancona** 60131 Via Sandro Totti 1 Tel. 0712132311 - **Bari** 70122 Via Abate Gimma 72 Tel. 0805640211 - **Bergamo** 24121 Largo Belotti 5 Tel. 035229691 - **Bologna** 40126 Via Angelo Finelli 8 Tel. 0516186211 - **Brescia** 25121 Viale Duca d'Aosta 28 Tel. 0303697501 - **Catania** 95129 Corso Italia 302 Tel. 0957532311 - **Firenze** 50121 Viale Gramsci 15 Tel. 0552482811 - **Genova** 16121 Piazza Piccapietra 9 Tel. 01029041 - **Napoli** 80121 Via dei Mille 16 Tel. 08136181 - **Padova** 35138 Via Vicenza 4 Tel. 049873481 - **Palermo** 90141 Via Marchese Ugo 60 Tel. 091349737 - **Parma** 43121 Viale Tanara 20/A Tel. 0521275911 - **Pescara** 65127 Piazza Ettore Troilo 8 Tel. 0854545711 - **Roma** 00154 Largo Fochetti 29 Tel. 06570251 - **Torino** 10122 Corso Palestro 10 Tel. 011556771 - **Trento** 38122 Viale della Costituzione 33 Tel. 0461237004 - **Treviso** 31100 Viale Felissent 90 Tel. 0422696911 - **Trieste** 34125 Via Cesare Battisti 18 Tel. 0403480781 - **Udine** 33100 Via Poscolle 43 Tel. 043225789 - **Varese** 21100 Via Albuzzi 43 Tel. 0332285039 - **Verona** 37135 Via Francia 21/C Tel. 0458263001 - **Vicenza** 36100 Piazza Pontelandolfo 9 Tel. 0444393311

Conclusions relating to going concern

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

- 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 charitable company'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.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the charitable company's ability to continue as a going concern.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance 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 an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of 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 based on these responsibilities.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require us also to report certain opinions and matters as described below.

Trustees' Annual Report

In our opinion, based on the work undertaken in the course of the audit the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and the Trustees' Annual Report has been prepared in accordance with applicable legal requirements.

In addition, in light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we are required to report if we have identified any material misstatements in the Trustees' Annual Report. We have nothing to report in this respect.

Responsibilities for the financial statements and the audit

Responsibilities of the trustees for the financial statements

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 in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Trustees are also responsible for such internal control as they 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

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.

Use of this report

This report, including the opinions, has been prepared for and only for the charity's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.




Entitlement to exemptions

Under the Companies Act 2006 we are required to report to you if, in our opinion, the Trustees were not entitled to: prepare financial statements in accordance with the small companies' regime; take advantage of the small companies' exemption in preparing the Trustees' Annual Report; and take advantage of the small companies' exemption from preparing a Strategic Report. We have no exceptions to report arising from this responsibility.

Rome, 21 September 2020

PricewaterhouseCoopers SpA


Scott Cunningham
(Legal Auditor)

**THE INCORPORATED ANGLO-AMERICAN
MEDICAL ASSISTANCE FUND**
(a charitable company incorporated in the U.K. and
limited by guarantee)

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**



**TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

CONTENTS

Trustees' Report:

Introductory Page:	3
Organisational Structure	5
Risk Management	5
Report on Activities for the Year	6
Statement of Financial Activities	6
Plans for Future Periods	7
Responsibilities of Trustees	7
Auditors	8
Compliance with Statutory Regulations	8

Financial Statements:

Balance Sheet as at 31 December 2019	9
Statement of Financial Activities	10
Statement of Cash Flows	11
Notes to the Financial Statements as at 31 December 2019	12
APPENDIX: Statement of Investments Held at 31/12/19	16

Introductory Page:

Reference and Administrative Details of the Fund, its Trustees and Advisers

Name of the charity: The Incorporated Anglo–American Medical Assistance Fund

Charity registration No. 242436

Company registration No. 75713

Registered Office:

c/o Penningtons Manches LLP
125 Wood Street,
London EC2V 7AN
England

Administration offices:

Secretary: Ms. Andrea Manchée
c/o St. Paul's Within the Walls
Via Napoli 58,
00184 Rome, Italy

Treasurer: Ms. Simonetta Ciccolini
c/o St. Paul's Within the Walls
Via Napoli 58,
00184 Rome, Italy

List of Trustees (April 2020):-

Mr. John McGhie, Chair
Mr. Donald Carroll
The Rev. Steve Petroff
The Rev. Austin K. Rios
The Rev. Robert Warren

Former Trustees who served on the Board in 2019:

Ms. Joyce McDougall
Ms. Simonetta Ciccolini
Ms. Andrea Manchée

Principal banker and investment manager: Coutts & Co. 440 Strand, London, U.K.

Auditors: PricewaterhouseCoopers S.p.A., Rome, Italy

Legal and Administrative

- 1) The Fund was incorporated in England in 1902 as The Incorporated Anglo-American Nursing Home (the word "limited" being omitted by licence of the Board of Trade). Briefly, the main original objects were:
 - (a) To take over the Anglo-American Nursing Home in Rome, Italy and to carry on the same on an absolutely unsectarian basis to provide free hospital accommodation for the poor of British and American nationality.
 - (b) To render assistance to persons of British and American nationality in Italy who are in ill health and who in the opinion of the Fund's management are deserving of assistance.
- 2) By a Royal Decree issued by the Kingdom of Italy on 17 July 1903 the Fund was recognised as an "Ente Morale" (non-profit organisation).
- 3) Following the sale of the nursing home, the name of the Fund was changed on 15 May 1974 to "The Incorporated Anglo-American Medical Assistance Fund" and the available funds were invested in first class securities. Object (a) described above was therefore no longer applicable.
- 4) The Fund's governing document, updated in December 2019, is the Articles of Association. These provide that administration of the Fund shall be carried out by a General Council which shall elect a Board of Trustees and shall appoint a treasurer and an auditor.
- 5) The Articles of Association state, inter alia, that:
 - (a) the income and property of the Fund can only be used for the promotion of the objects of the Fund and;
 - (b) members of the Fund cannot obtain any profit (dividends, bonuses, etc.) but can be remunerated for services rendered.
- 6) A list of trustees in office at April 2020 is provided in the introductory page of this report.
- 7) The Fund's banker and investment manager is Coutts & Co, 440 Strand, London. Payments to beneficiaries in Italy are made directly from the Fund's on-line bank account with Coutts in London.
- 8) The auditor is PricewaterhouseCoopers S.p.A., Rome, Italy.

Organisational Structure

The Fund is operated in collaboration with the British and American consulates in Rome with the assistance of their regional offices. They deal directly with cases throughout the whole of Italy. Periodic visits to beneficiaries are made by consular officers or their staff to ascertain that they are still in need of financial assistance. New cases are submitted for approval either by electronic communication or at the semi-annual meetings of the Board of Trustees and at the general meeting of the Council.

One half of the Fund's Trustees must be of British nationality and the other half of American nationality. All the Trustees act on a voluntary basis. The Fund's Secretary, Ms. Andrea Manchée, and the Treasurer, Ms. Simonetta Ciccolini, receive a nominal fee for their services. The Treasurer keeps the accounting records, prepares the financial statements, drafts the Trustees' annual report and liaises with the auditors in Rome. The Chair and Secretary liaise with the Fund's banker and portfolio manager in London.

The Fund's bankers in London manage the portfolio of investments and hold the securities in safe custody. The investment policy is reviewed from time to time by a panel of trustees in consultation with the portfolio manager.

For internal control purposes, no amounts can be paid out or transferred from the Fund's bank accounts unless the cheques or transfer requests are signed by any two of three trustees currently in office whose signatures have been lodged with the bank.

The Fund's statutes require an annual audit of the financial statements by an independent accountant.

The Trustees consider that the internal controls outlined above are sufficient to provide reasonable protection of the Fund's assets.

Risk Management

The Board of Trustees constantly reviews the major risks to which the Fund is exposed. Where appropriate, systems or procedures have been established to mitigate these risks. These relate to our investments which are managed by Coutts & Co in London. The Board of Trustees receives quarterly reports from the investment manager and meets once a year with Coutts to review investment policy.

As of 1 February 2020, the United Kingdom ceased to be a member of the European Union. A transition period is expected to end on 31 December 2020. The trustees are monitoring the implications of the U.K.'s withdrawal and will implement all necessary changes once these are definite.

Report on Activities for the Year

The Fund is invested with Coutts in a diversified investment plan called 'Wealth Enhancement Medium Term.' A listing of the portfolio is contained in the Appendix.

The results for 2019 generated a net loss of Euros 29.418 compared to a net loss of Euros 42.046 for 2018 (Statement of Financial Activities, Line E). Comparing these last two figures shows there was an increase in net income in 2019 of Euros 12.628. This was made up as follows:

INCOMING RESOURCES	
Lower investment income	(3.046)
Higher donations received (<i>see Note A</i>)	1.000
Higher bank interest received	64
Subtotal	(1.982)
EXPENSES	
Lower portfolio management fees	413
Lower charitable grants	500
Higher bank charges	(8)
Lower loss on foreign exchange differences	2.464
Lower governance costs	165
Lower Adjustments on Coutts roundings	99
Subtotal	3.633
Total	1.651
Higher realised gains on disposal of investments	10.977
Net Gain	12.628

Note A

In June of 2018 the Fund received a donation of €1.000 designated for the fiscal year 2017. Two donations were received in 2019, relating to the fiscal years 2018 and 2019 respectively.

Statement of Financial Activities

The statement of cash flows for 2019 shows a decrease in cash balances of Euros 127.228 at the end of the year. This comprises a net outflow from operating activities of Euros 58.559 plus a net outflow from investment activities of Euros 68.669.

The market value of our investments at December 31, 2019 was Euros 143.818 higher than book value compared to Euros 50.669 lower at December 31, 2018. The difference in market value of Euros 194.487 is shown on line F of the Statement of Financial Activities (also see note 9).

Plans for Future Periods

The Fund plans to continue the activities outlined above in the forthcoming years subject to satisfactory results from its managed investments (income and capital gains).

Responsibilities of Trustees

U.K. company law 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 Fund as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year.

In preparing those financial statements, the trustees should follow best practice and:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent; and
- Prepare financial statements on a going concern basis unless it is inappropriate to assume that the Fund will continue on that basis.

The Board of Trustees is responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the Fund and enable them to ensure that the financial statements comply with the U.K. Companies Act 2006 and the Charity Commission SORP FRS 102.

The Board of Trustees is also responsible for safeguarding the assets of the Fund and hence for taking reasonable steps for the prevention of fraud and other irregularities.

The persons who are trustees for the purpose of U.K. company law and trustees for the purpose of U.K. charity law are listed on the introductory page of this Trustees' Report.

In accordance with U.K. company law, as the Fund's trustees we hereby certify that:

- (a) So far as we are aware, there is no relevant audit information of which the Fund's auditors are unaware; and
- (b) We have taken all the necessary steps in order to make ourselves aware of any relevant audit information and to establish that the Fund's auditors are aware of that information.

Auditors

PricewaterhouseCoopers S.p.A., Rome were re-appointed as the Fund's auditors during the year.

Compliance with Statutory Regulations

This report has been prepared following the Statement of Recommended Practice (SORP) for accounting and reporting by Charities in accordance with the U.K. Companies Act 2006, using the provisions relating to Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Approved by the Board of Trustees on and signed on its behalf by:-

John McGhie, Chair

Date:

22 September 2020

John B. McGhie

Balance Sheet as at 31 December 2019
(Expressed in Euros)

		<u>2019</u>	<u>2018</u>
Fixed assets			
Total Investments		1.833.917	1.542.731
Total fixed assets	(i)	1.833.917	1.542.731
Current assets			
Cash at bank available for reinvestment		52.130	144.930
Cash in transit from sale of investment (see Note 9)		0	34.428
Total current assets	(ii)	52.130	179.358
Current liabilities and provisions			
Accrued expenses		2.874	3.985
Total current liabilities and provisions	(iii)	2.874	3.985
Net current assets	(iv)	49.256	175.373
Net assets: (Total assets less current liabilities)	(v)	1.883.173	1.718.104
Represented by :-			
General Fund Balance (Note 5)		1.883.173	1.718.104

The accompanying Notes 1 to 10 and the Appendix are an integral part of these financial statements.
These accounts are prepared in accordance with the Companies Act 2006 and the SORP (FRS 102). They were approved by the Board of Trustees on September 22, 2020 who authorised Mr. John McGhie to sign the Balance Sheet on its behalf. The Treasurer, Mrs. Simonetta Ciccolini, has also signed.

John B. McGhie

Simonetta Ciccolini

**Statement of Financial Activities
for the Year Ended 31 December 2019
(Expressed in Euros)**

Incoming Resources			2019	2018
Investment income (Note 6)			31.469	34.515
Donations received			2.000	1.000
Bank interest received (Note 6)			102	38
Total incoming resources		A	33.571	35.553
Resources expended				
Portfolio management fees (Note 7)			10.981	11.394
Charitable grants (Note 1)			74.876	75.376
Administrative and general expenses:-				
Secretary's fees and expenses (Note 3)			2.000	2.000
Treasurer's fees and expenses			2.500	2.500
Audit fee			1.000	1.000
Bank charges and commissions			16	8
Foreign exchange differences			-354	2.110
Governance costs			0	165
Adjustments to Coutts rounding			0	99
Total resources expended		B	91.019	94.652
Net incoming resources before revaluations and disposal of investments	A-B	C	(57.448)	(59.099)
Realised gains on disposal of investments (Note 8)		D	28.030	17.053
Income (loss) for the year before unrealised gains (losses) and revaluation of investments	C+D	E	(29.418)	(42.046)
Revaluation of investments (Note 9)		F	194.487	(179.139)
Net movement	E+F	G	165.069	(221.185)
General Fund at beginning of the year		H	1.718.104	1.939.289
General Fund at end of year (Note 6)	G+H	I	1.883.173	1.718.104

The accompanying notes 1 to 10 and the Appendix are an integral part of these financial statements.

Statement of Cash Flows
for the Year Ended 31 December 2019
(Expressed in Euros)

	<u>2019</u>	<u>2018</u>
Cash flows from operating activities		
Net income (loss) for the year (Line E of Statement of financial activities)	(29.418)	(42.046)
Adjustments to reconcile net income to net cash flow from operating activities:		
Gains on disposal of investments	(28.030)	(17.053)
Increase (decrease) in accrued expenses	(1.111)	647
Other	0	2.910
Net cash inflow (outflow) from operating Activities	(58.559)	(55.542)
Cash flows from investment activities		
Proceeds from sale of investments	933.935	556.992
Total sales and redemptions	933.935	556.992
Purchases of investments	(1.002.604)	(401.631)
Total purchases	(1.002.604)	(401.631)
Net cash inflow from investment activities	(68.669)	155.361
Increase (decrease) in cash	(127.228)	99.819
Cash at beginning of year	179.358	79.539
Cash at end of year	52.130	179.358
Increase (decrease) in cash	(127.228)	99.819

The accompanying notes 1 to 10 and the Appendix are an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

1. BRIEF DESCRIPTION OF ACTIVITY

The main purpose and activity of the Fund is to render assistance to American and British citizens in Italy in connection with hardship arising from ill health. During the years ended 31 December 2019 and 2018, charitable grants were awarded as follows:

	<u>2019</u>	<u>2018</u>
Total grants (<i>all Italy</i>)	74.876	75.376

2. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and in the preceding year.

Valuation of investments

Investments are shown in the Balance Sheet at market value based on prices at December 31, 2019 furnished by our investment manager.

Basis of accounting

The financial statements are prepared on an accrual basis and are in compliance with the Statement of Recommended Practice (SORP) for accounting and reporting by charities under the Charities Act 2006, using the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Fund accounting

There are no restricted or endowment funds.

Incoming resources

All incoming resources are included in the Statement of Financial Activities when the Fund is entitled to the income and it can be quantified with reasonable accuracy. Bank interest is included when received.

Resources expended

Expenditure is recognised on an accrual basis as and when a liability is incurred. Expenditure includes any Value Added Tax (VAT) which cannot be recovered and is reported as part of the expenditure to which it relates.

Foreign currency

The accounting records are kept in Euros and the financial statements are expressed in Euros (rounded to the nearest Euro) because the Fund's charitable activities are carried out entirely in Italy and payments to beneficiaries are made in Euros. Transactions in foreign currencies were translated into Euros at the rate of exchange ruling on the date they took place. All foreign currency assets and liabilities at 31 December 2019 have been translated into Euros at the rates of exchange ruling on that date.

Taxation

No income tax was withheld on interest received from direct investments in Euro bonds. The Fund is a recognised charity and is exempt from U.K. income tax under the Corporation Tax Act 2010.

Dividends and interest received from investments in Coutts collective investment programmes are net of withholding taxes applied by the countries where the investments are held. These taxes cannot be recovered.

The U.K. Inland Revenue has informed the Fund that it cannot recover VAT charged on services rendered to the Fund in the U.K. This mainly concerns VAT on portfolio management fees and the rent of the Fund's registered office c/o Penningtons Manches LLP in London.

3. REMUNERATION PAID FOR SERVICES RENDERED

Two of the Directors received remuneration in 2019 for services rendered on a part time basis: Ms. Andrea Manchée who is the Fund's secretary, and Ms. Simonetta Ciccolini, the Treasurer. In accordance with the Fund's former Memorandum and Articles of Association a Director could be remunerated for services rendered. Both Ms. Manchée and Ms. Ciccolini resigned as Directors when the statutes were amended in December 2019. During the year 2019 all the other Directors acted on a voluntary basis.

4. TAX ON CAPITAL GAINS

As a general rule, capital gains realised by a recognised charity are not subject to U.K. capital gains tax provided they are utilised for charitable purposes. There was a net gain on sales and redemptions of investments in 2019 of Euros 28.030 (line D of Statement of Financial Activities), but since all funds are used to further the Fund's aims and objectives, either through operations or reinvestment, no provision for U.K. tax on capital gains has been made at 31 December 2019.

5. GENERAL FUND BALANCE

The amount of Euros 1.883.173 represents the net worth of the Fund at 31 December 2019, an increase of Euros 165.069 (line G of Statement of Financial Activities) compared to net worth at the end of the previous year.

6. INVESTMENT INCOME (Expressed in Euros)

	2019	2018
Interest from Coutts Bond programmes	10.739	9.872
Dividends from Coutts Equity programmes	20.656	24.338
Dividends from Coutts alternative invest.	74	305
Bank interest	102	38
Total investment income	31.571	34.553

7. PORTFOLIO MANAGEMENT FEES

An annual management fee is charged at 0,35% plus VAT for the portfolio management, plus a platform fee of 0,18% and an underlying fund cost of 0,54%.

8. REALISED GAINS ON DISPOSAL OF INVESTMENTS

The cost of the investments sold or redeemed represents historical cost at historical exchange rates. Gains or losses on sale therefore include gains and losses on exchange.

9. INVESTMENTS

A list of investments held at 31 December 2019 is provided in the Appendix. This shows both the historical cost and the market value at that date. The latter is based on a valuation supplied by the Fund's investment manager, Coutts & Co., London.

A 'Reserve for fluctuations in the market value of investments' was first set up in 2003 to adjust book value of investments to market value in order to comply with the Charity Commission SORP. The market value of the Fund's investments at 31 December 2019 was Euros 143.818 higher than book value. This compares to a market value at the end of 2018 which was Euros 50.669 lower than book value. The movement in the reserve in 2019 and 2018 is shown below:

	<u>2019</u>	<u>2018</u>
Balance at the end of the previous year	(50.669)	128.470
Amount (debited)/credited to 'Revaluation of investments' (Line F of the Statement of Financial Activities)	194.487	(179.139)
Balance at 31 December	143.818	(50.669)

In the balance sheet investments are shown at market value, made up as follows:

	2019	2018
Bonds (all categories)	736.184	583.726
Revaluation to market value	14.128	(26.457)
Bonds at market value	750.312	557.269
Equities (all categories)	846.226	939.312
Revaluation to market value	129.942	(26.405)
Equities at market value	976.168	912.907
Alternative Investments at historical cost	17.520	70.362
Revaluation to Market Value	806	2.193
Alternative Investments at market value	18.326	72.555
Structured products at historical cost	53.300	0
Revaluation to Market Value	(1.500)	0
Structured Products at market value	51.800	0
Investment trusts/Funds and pension Funds	36.869	0
Revaluation to Market Value	442	0
Investments Trusts /Funds at market value	37.311	0
Total investments at historical cost	1.690.099	1.593.400
Reserve for fluctuations in market value	143.818	(50.669)
Total investments at market value	1.833.917	1.542.731

At the respective year ends the exchange rates for the Euro versus the currencies in which some of the Coutts equity programmes are invested are shown below, as given by Coutts for 31 December:

Currency	2019	2018
U.S. dollar	1,1231	1,1452
British pound	0,8508	0,8954

10. U.K. STATUTORY REQUIREMENTS

A copy of the audited financial statements and the trustees' report must be filed each year with Companies House and the Charity Commission. The deadline for Companies House is 30 September and for the Charity Commission is October 31.

APPENDIX:
Statement of Investments Held at 31/12/19
(Expressed in Euros)

	Redeemable (par) Value or No. of Shares	Cost	Reserve for Fluctuations in MV	Market Value (MV)
BONDS				
Governments & Agencies				
Ishares III PLC	778	95.223	6.069	101.292
Ishares III PLC	204	27.157	-597	26.560
Ssga SPDR EFTs Europe I plc	2.174	138.060	5.196	143.256
Subtotal		260.440	10.668	271.108
Investment Grade				
HSBC Global Inv.Fund	4.848,38	51.558	1.963	53.521
Pimco Funds Global – Inv Grade Credit Fund	17.614,915	214.929	679	215.608
Goldman Sachs Fund Sicav	1.817,488	18.011	-18	17.993
Subtotal		284.498	2.624	287.122
High Yield				
Ashmore Sicav Shares	1.355,132	37.847	219	38.066
BlackRock Global Fund	1.243,810	19.872	-1.576	18.296
Neuberger Berman Invest.Fund Plc	7.740,624	71.962	-129	71.833
The ColchesterMulti Strategy Glob.Bond Fund Plc	2.577,982	25.812	1.242	27.054
Algebris UCITS fund Plc	312,99	35.753	1.080	36.833
Subtotal		191.246	836	192.082
Total BONDS		736.184	14.128	750.312
EQUITIES				
North America				
SSGA SPDR EFTS Europe Shares	727	21.939	16.759	38.698
Equator US Eq.Fund Shares	257.606,615	277.561	42.160	319.721
Subtotal		299.500	58.919	358.419
Europe excl. UK				
Blackrock Collective Investment Fund	26.628,175	39.728	9.783	49.511
Vanguard Funds Plc/PTC Shares	1.894	48.087	11.744	59.831
Invesco Funds SICAV	4.464,58	53.977	1.518	55.495
ROBECO Cap.GrowthFund Sicav	273,275	38.267	2.047	40.314
Baring EuropeSelect Trust	1.166,160	51.078	7.685	58.763
JO Hambro Capital Management	23.062,28	79.296	7.994	87.290
AB SICAV I SICAV	414,418	44.992	1.510	46.502
X-trackers Sicav/Shares 1D/DB	262	25.568	3.252	28.820
Db x-trackers Sicav/Shares 1D	827	18.749	-820	17.929
Subtotal		399.742	44.713	444.455

	Redeemable (par) Value or No. of Shares	Cost	Reserve for Fluctuations in MV	Market Value (MV)
EQUITIES (cont.)				
UK				
Equator UK Equity GBPClass C	31.781,876	36.397	4.737	41.134
Subtotal		36.397	4.737	41.134
Japan				
Vanguard Funds PLC /Ptg Shares /Japan	789	19.778	2.204	21.982
Subtotal		19.778	2.204	21.982
Pacific Basin excl. Japan				
Schroder Intl Selec.Fund-Asian EQ Yield.	55,75	23.185	258	23.443
Subtotal		23.185	258	23.443
Global Emerging Markets				
Investec Global Strategy Fund SICAV	765,286	17.992	1.050	19.042
DWS INVEST SICAV	93,640	9.538	52	9.590
Db X-Trackers Sicav Shares 2d Russia	6.511	13.368	7050	20.418
Subtotal		40.898	8.152	49.050
Thematic				
Capital Intl Fund SICAV/Share Zld	2.758,766	26.726	10.959	37.685
Subtotal		26.726	10.959	37.685
Total EQUITIES		846.226	129.942	976.168
ALTERNATIVE INVESTMENTS				
Hedge Funds				
Man Funds PLC	132,194	17.520	806	18.326
Subtotal		17.520	806	18.326
Total ALTERNATIVE INVESTMENTS		17.520	806	18.326
STRUCTURED PRODUCTS				
US Treasury Curve Steepener EUR	53.300	53.300	-1.500	51.800
Subtotal		53.300	-1.500	51.800
Total Structured Products		53.300	-1.500	51.800
INVESTMENTS TRUSTS/ FUNDS & PENSION FUNDS				
JP Morgan investment Fund Sicav	31.745,322	36.869	442	37.311
Subtotal		36.869	442	37.311
Total INVESTMENTS TRUSTS/FUNDS & PENSION FUNDS		36.869	442	37.311
Total Investments at 31/12/19		1.690.099	143.818	1.833.917