

THE PAUL FOUNDATION
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

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THE PAUL FOUNDATION

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2020

The trustees present their report along with the financial statements of the charity for the year ended 31 March 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the accounts and comply with the charity's trust deed, Charities Act 2011 and the Charities SORP (FRS102) - Statement of Recommended Practice: Accounting and Reporting by Charities (2019).

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	P R D Paul N Michaelis S D P Michaelis E L Carson
Governing document	Trust Deed dated 4th April 1991
Registered charity number	1003143
Principal address	Haycroft House Sherbourne Gloucestershire GL54 3NB
Auditors	Nunn Hayward LLP 2-4 Packhorse Road Gerrards Cross Buckinghamshire SL9 7QE
Bankers	Coutts & Co 440 Strand London WC2R 0QS

STRUCTURE, GOVERNANCE AND MANAGEMENT

The trust is constituted under a trust deed dated 4th April 1991 and is a registered charity, number 1003143. The trust was established by an initial gift from the founder P R D Paul in 1991.

Over the years the founder P R D Paul has made substantial gifts to the charity that have more than doubled in value.

Under the terms of the charity's governing document, the trust deed dated 4th April 1991, the following matters are relevant as regards the trustees:

There should be a minimum of three trustees and no more than five.

Under clause 7 of the trust deed any trustee who is absent from all meetings of the trustees during a period of eighteen months without the consent of the other trustees shall cease to be a trustee.

The power of appointing new and additional trustees is vested in the trustees for the time being. New trustees undergo an orientation session to brief them on their legal obligations under charity law, the Charities Commission guidance on public benefit, and to inform them of the content of the charitable trust deed. Prior to appointment they meet the other trustees and will have been made aware of the decision-making processes and recent financial performance of the charity. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

In the administration of the trusts of the charity, the trustees have the power to leave the trust fund in the state of investment in which it may be from time to time or to sell, call in or convert and to transpose or convert any investment or property forming part of the trust fund into any other investment or property.

No money or property, subject to the trust, shall in any circumstances be paid or lent or transferred to or applied for the benefit of any settlor or any spouse of any settlor.

The charity trustees have complied with the duty in Section 17(5) of the Charities Act 2011 to have due regard to guidance published by the Charity Commission on public benefit

RISK MANAGEMENT

The charity's trustees have considered the major risks to which the charity is exposed and have reviewed those risks and established systems and procedures to manage those risks.

The main risk affecting the charity is the loss of value of the investments. The trustees review the investment management strategy regularly.

The charity is also exposed to currency fluctuations, which, since a significant part of the grants paid out, are to overseas charities, is managed by having US dollar based investments. Investment returns and economic value is further managed by having a significant part of the charity's investments in overseas companies or those with a significant part of their business overseas.

When larger multi year grants are made, the charity ensures that they will have sufficient funds from income reserves to cover the grants. At the year end, the charity did not have any commitments to individual charities.

OBJECTIVES AND ACTIVITIES

The objectives of the charity are that the trustees shall hold the trust funds and the income thereof upon trust to pay all the proper costs and expenses incurred by the trustees in establishing and administering the charity and trust funds and apply the income and capital to such charitable institutions, or towards the furtherance of such charitable purposes, in such manner and in such proportions as the trustees may from time to time in their absolute discretion with power for the trustees at any time apply the whole or any part of the unrestricted capital fund and its related unrestricted revaluation reserve fund which together comprise the charity's expendable endowment under trust law, as it were income.

The investment policy is to invest in lower risk listed investments producing both capital growth and income. Investments in companies producing arms are avoided.

GRANT MAKING POLICY

The trustees make grants to UK registered charitable organisations providing care to young children with learning difficulties and other disorders, to hospices and home healthcare for older people and social welfare in Gloucestershire, for sustainable development in third world countries, as well as funding research into improving health, all of which is for the public benefit. Recommendations for grants are presented to meetings of the trustees for review, discussion and approval.

ACHIEVEMENTS AND PERFORMANCE

During the year, as stated in the Statement of Financial Activities, total funds of the charity increased by £3,368,499. In 2019, total funds decreased by £2,017,211 as a result of a provision against the loan debtor as described in note 8. Total income was £2,733,502 (2019: £560,986) which included donations from the trustees of £2,454,498 (2019: £227,400), with a net increase in the value of investments during the year, after taking account of purchases, disposals and revaluations, of £2,748,123 (2019: £650,315) and total resources expended were £495,861 (2019: £333,251).

During the year, the charity made grants totalling £348,484 (2019: £204,489) as detailed in note 4 plus an amount of £ Nil (2019: £4,776) relating to prior year commitments, out of a gross income of £2,733,502 (2019: £560,986).

FINANCIAL REVIEW

The charity's assets are available and adequate to fulfil the obligations of the charity and the trustees report that the administration costs have been kept to a minimum, though regulatory compliance maintains upward pressure on the administrative costs.

RESERVE POLICY

Capital fund

The capital fund of £24,298,744 (2019: £20,133,566) represents settled property and specific gift aid donations received together with any related tax credits, profit or loss on disposal of investments and net foreign exchange profit or losses.

The capital fund is held to generate income in order for the charity to meet its objectives as set out above.

Revaluation reserve fund

The revaluation reserve fund of £2,114,908 (2019: £2,914,730) represents unrealised gains on revaluation of investments to the market value in accordance with the Statement of Recommended Practice.

RESERVE POLICY (continued)

Income fund - unrestricted

The income fund is an unrestricted fund totalling £65,187 (2019: £62,044) and comprise an income reserve fund of £62,044 (2019: £62,044). Given the nature of the activities that the charity supports, and the potential dependence of sick people and their families on that support, it is important that the charity should retain adequate reserves to be able to continue providing assistance in spite of the potential fluctuations in its income.

The level of the income reserve fund should ideally be no less than the greater of 30% of the current year's gross investment income or 30% of the preceding year's grants made in the current year which were to organisations potentially dependent on regular support from the charity to cover their operating expenses. The trustees may draw down on available resources in the capital fund to address deficits in the income fund where deemed appropriate.

The capital and revaluation reserve together comprise a single expendable endowment whose purpose is unrestricted. The general income fund and reserve income fund are also considered unrestricted. There are no restricted or designated funds held by the charity.

The reserve policy must be reviewed by the trustees at the time of any substantial commitment to support activities on an ongoing basis, in light of the degree of future dependence on that support and, in any event, at least once each year.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The Trustees are responsible for preparing the trustees report and financial statements in accordance with applicable laws and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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's financial activities during the year and of its financial position at the year end. In preparing these financial statements, the trustees are required to:

- Observe the methods and principles in the Charities SORP;
- Select suitable accounting policies and then apply them consistently;
- Make judgements and accounting estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue its activities.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions, 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, the Charities (Accounts and Reports) Regulations 2008 and the provisions of the charity's constitution. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the board of trustees on 10 November 2020 and signed on its behalf by:

P R D Paul
Trustee

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF THE PAUL FOUNDATION**

OPINION

We have audited the financial statements of The Paul Foundation for the year ended 31 March 2019 which comprise the statement of financial activities, balance sheet, cash flow statement and related notes. 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 March 2020 and of the charity's incoming resources and application of resources, including its income and expenditure, 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 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.

CONCLUSION 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

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, 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 MEMBERS OF THE PAUL FOUNDATION (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 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 THE TRUSTEES

As explained more fully in the statement of trustees' responsibilities, 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 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 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 auditor's report.

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 charity's trustees those matters we are required to state to them in an auditors' 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.

Nunn Hayward LLP
Chartered Accountants and Statutory Auditors

Dated: 11 November 2020

2-4 Packhorse Road
Gerrards Cross
Buckinghamshire
SL9 7QE

Nunn Hayward LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

**STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2020**

	Notes	Unrestricted Fund £	Endowment Fund £	Total 2020 £	Total 2019 £
INCOME AND ENDOWMENTS					
Donations	3	-	2,464,498	2,464,498	270,264
Investment income	3	269,004	-	269,004	290,722
TOTAL INCOME		269,004	2,464,498	2,733,502	560,986
EXPENDITURE					
Costs of raising funds:					
Investment management costs		136,997	-	136,997	122,762
US Federal taxes paid		-	-	-	-
Charitable activities	4	358,864	-	358,864	210,489
TOTAL EXPENDITURE		495,861	-	495,861	333,251
NET INCOME/(EXPENDITURE)		(226,857)	2,464,498	2,237,641	227,735
Net gains/(losses) on investments		-	388,575	388,575	629,051
Loan debtor provision	8	-	-	-	(3,666,610)
Gains/(Loss) on foreign exchange		-	742,283	742,283	792,613
TOTAL INCOME/(EXPENDITURE)		(226,857)	3,595,356	3,368,499	(2,017,211)
TRANSFERS BETWEEN FUNDS		230,000	(230,000)	-	-
NET MOVEMENT IN FUNDS		3,143	3,365,356	3,368,499	(2,017,211)
Fund balances brought forward	12,13	62,044	23,048,296	23,110,340	25,127,551
Fund balances carried forward	12,13	65,187	26,413,652	26,478,839	23,110,340

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure is derived from continuing activities.

THE PAUL FOUNDATION

BALANCE SHEET AS AT 31 MARCH 2020

	Notes	£	2020 £	£	2019 £
FIXED ASSETS					
Investments	7		22,775,981		20,027,858
CURRENT ASSETS					
Debtors due within one year	8	75,828		110,598	
Debtors due in more than one year	8	95,739		-	
Short term investments		2,949,762		2,581,985	
Cash at bank and in hand	9	594,909		398,899	
		3,716,238		3,091,482	
CREDITORS - Amounts falling due within one year					
Creditors and accruals	10	13,380		9,000	
NET CURRENT ASSETS			3,702,858		3,082,482
NET ASSETS	13		26,478,839		23,110,340
Unrestricted funds:	12		65,187		62,044
- Capital funds	12		25,012,620		20,133,566
- Revaluation reserve funds	12		1,401,032		2,914,730
TOTAL CHARITY FUNDS	12		26,478,839		23,110,340
			-		-

Approved by the board of trustees on 10 November 2020 and signed on its behalf by

P R D Paul
Trustee

Registered charity number: 1003143

The notes on pages 10 - 17 form part of these financial statements.

THE PAUL FOUNDATION

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2020**

	Notes	2020 £	2019 £
CASHFLOWS FROM OPERATING ACTIVITIES			
Net cash used in operating activities	1	<u>1,912,048</u>	<u>(197,767)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment income received		269,004	290,722
Net movements from sale and purchase of investments		<u>(1,617,265)</u>	<u>771,349</u>
Net cash provided by investing activities		<u>(1,348,261)</u>	<u>1,062,071</u>
INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		563,787	864,304
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		2,980,884	2,116,580
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	2	<u><u>3,544,671</u></u>	<u><u>2,980,884</u></u>
		-	-

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2020**

	2020 £	2019 £
1 RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOWS FROM OPERATING ACTIVITIES		
Net movement in income/(expenditure) for the year (as per the statement of financial activities)	3,368,499	(2,017,211)
Adjustments for:		
Dividends received	(269,004)	(290,722)
Gains on investments	(388,575)	(629,051)
Unrealised gains on foreign currency	(742,283)	(792,613)
(Increase)/Decrease in debtors	(60,969)	3,536,006
(Decrease)/Increase in creditors	4,380	(4,176)
Net cash provided by operating activities	<u>1,912,048</u>	<u>(197,767)</u>
2 ANALYSIS OF CASH AND CASH EQUIVALENTS		
	2020 £	2019 £
Cash at bank	107,982	25,702
Cash at stockbrokers	<u>486,927</u>	<u>373,197</u>
Total cash	594,909	398,899
Cash equivalents	<u>2,949,762</u>	<u>2,581,985</u>
	<u>3,544,671</u>	<u>2,980,884</u>

1 STATUTORY INFORMATION

The Paul Foundation is a registered charity (number 1003143) constituted under deed of trust, domiciled in the UK and is a public benefit entity. The principal office is Haycroft House, Sherbourne, Gloucestershire GL54 3NB.

The accounts are presented in £ Sterling and rounded to the nearest £1.

2 STATEMENT OF ACCOUNTING POLICIES

The accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

2.1 Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) - (Charities SORP (FRS 102)), Charities Act 2011 and United Kingdom Generally Accepted Practice as it applies from 1 January 2019.

The Paul Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

These financial statements are prepared in accordance with applicable charity law.

2.2 Income

All incoming resources are recognised once the charity has entitlement to the resources, it is certain that the resource will be received and the monetary value can be measured with sufficient reliability.

Donations in kind of listed shares are valued using the market value on the date of receipt.

2.3 Expenditure

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis.

Investment management costs represents the charges made by the stockbrokers.

Charitable activities are grants made to third parties in the furtherance of the charitable objectives of the trust.

Governance costs comprises expenditure incurred for constitutional and statutory requirements and are included within expenditure on charitable activities.

2.4 Fixed and current asset investments

Marketable investment assets are included in the financial statements at their values, either at closing market prices (listed investments) or from valuations provided by the investment manager (unlisted hedge funds and private equity).

2.5 Funds

The charity's funds comprise the capital and revaluation reserve fund as an expendable endowment held for the charity's general purpose without restriction and an income fund as described under the reserves policy in the trustees' report.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020
(continued)

2.6 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into Pound Sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate of exchange ruling at the date of the transaction. All differences are taken to the Statement of Financial Activities.

2.7 Taxation

The company is a registered charity and, therefore, is not liable for income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities if applied for charitable purposes.

2.8 Financial instruments

The charity only has financial assets and liabilities of a kind that qualifies as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised costs using the effective interest method. Financial assets held at amortised comprise cash at bank and other debtors. Financial liabilities held at amortised cost comprise other creditors.

Investments, including bonds held as part of an investment portfolio, are held at fair value at the balance sheet date, with gains and losses being recognised within income and expenditure.

2.9 Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, current balances with banks and stockbrokers.

2.10 Judgements and estimation

Preparation of the financial statements requires management to make judgements, estimates and assumptions about the carrying value of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects the current and future periods. The key sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements are as follows:

Valuation of private equity investments - these are stated at their estimated fair value based on valuations carried out by the fund managers.

2.11 Going concern

The trustees have considered the effect of the Covid-19 pandemic on the charity's activities and they believe that it is unlikely to cause significant disruption to the charity's ability to pay grants as it has sufficient liquid assets available. The charity also has sufficient assets to enable it to continue as a going concern for a period of at least twelve months from the date of approval of these financial statements.

The measures put in place to deal with the pandemic has affected how the investment portfolio has performed, particularly in the period January to March 2020. Part of the charity's investment strategy is to retain sufficient liquid assets available to cover cash requirements for one year. With this in mind, the trustees reviewed the investment policy and have agreed that no further changes should be made.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020
(continued)

3	INCOME	2020	2019
		£	£
	Donations		
	Donations from trustees	2,454,498	227,400
	Gift aid	10,000	42,864
		<u>2,464,498</u>	<u>270,264</u>
	Investment income	2020	2019
		£	£
	Dividends	208,857	201,452
	Tax refunds	12,890	-
	Interest received	47,257	89,270
		<u>269,004</u>	<u>290,722</u>
4	CHARITABLE ACTIVITIES	2020	2019
		£	£
	Grants		
	Autistica	20,000	66,265
	Action Medical Research	35,000	-
	Dogs for Good	1,000	1,000
	Excellent	-	10,000
	GL11	3,000	3,000
	Kate's Home Nursing	5,000	5,000
	Medecins Sans Frontiere	20,000	15,000
	Microloan	15,000	15,000
	Plan International UK	-	5,000
	Sue Ryder	5,000	5,000
	The International Medical Education Trust 2000	201,000	24,000
	The Puzzle Centre	18,000	22,500
	University of Cambridge - The Browns Laboratory	-	-
	Village Water	5,484	12,724
	Tree Aid	20,000	20,000
		<u>348,484</u>	<u>204,489</u>
	Grants		
	Support costs	10,380	6,000
	Total charitable activities	<u>358,864</u>	<u>210,489</u>
All of the above are institutional grants given in furtherance of the charity's objects.			
5	SUPPORT COSTS	2020	2019
		£	£
	Professional fees	-	(3,600)
	Auditors' remuneration	10,380	9,600
		<u>10,380</u>	<u>6,000</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020
(continued)
6 ANALYSIS OF TOTAL STAFFING COSTS

There were no employees. The trustees manage all of the affairs of the charity.

No remuneration or expenses were paid to or provided for in respect of the trustees for the year ended 31 March 2020 nor for the year ended 31 March 2019.

7 INVESTMENTS

	UK& Eire listed £	Overseas Unlisted £	Overseas listed £	Total £
As at 1 April 2019	2,859,273	2,543,258	14,625,327	20,027,858
Additions at cost	1,528,648	673,849	11,480,974	13,683,471
Transfers	-	(2,080)	-	(2,080)
Revaluations	(263,820)	(453,335)	1,638,895	921,740
Disposals at cost	(1,725,652)	(2,033,613)	(8,095,743)	(11,855,008)
As at 31 March 2020	2,398,449	728,079	19,649,453	22,775,981
Fair value				£
At 31 March 2020				<u>22,775,981</u>
At 31 March 2019				<u>20,027,858</u>

7.1 MATERIAL INVESTMENTS (over 5%)

	Qty	%	2020	%	2019
Overseas					
Silk Road Medical Inc	78,324	8.73	1,987,938	-	-
Bristol Myers Squibb Co	43,600	8.60	1,959,416	-	-
UK					
R Wealth Management SICAV-SIF	248,603	22.14	5,041,676	26.27	5,260,447
New Court Fund GBP UKRep Acc E Cap					
Short term deposit					
Money markets funds	3,323,701	11.78	2,682,766	8.00	1,602,840

All investments held by the charity have been acquired in accordance with the powers available to the trustees. Material investments are considered to be any individual investment which represents 5% or more of the total portfolio valuation.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020
(continued)

8	DEBTORS	2020 £	2019 £
	Loan debtor - due within one year	65,828	-
	Loan debtor - due in more than one year	95,739	-
	Income tax recoverable	10,000	110,598
		<u>171,567</u>	<u>110,598</u>
<p>There were two loan debtors at the balance sheet date. In addition to the loan debtor above, full provision was made against another loan debtor in the comparative year as there were concerns surrounding its recoverability and it was difficult to ascertain with certainty the recoverable amount. As a result, the trustees considered it appropriate to provide against the loan debtor until these circumstances become</p>			
9	CASH AT BANK AND IN HAND	2020 £	2019 £
	Investments - cash at bank and on deposit	486,927	373,197
	Cash at bank and in hand	107,982	25,702
	Cash at bank and in hand	<u>594,909</u>	<u>398,899</u>
10	CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR	2020 £	2019 £
	Accruals	13,380	9,000
		<u>13,380</u>	<u>9,000</u>
11	FINANCIAL INSTRUMENTS	2020 £	2019 £
	Financial assets measured at amortised cost	3,706,238	2,980,884
	Financial assets at fair value through the income and expenditure account.	<u>22,775,981</u>	<u>20,027,858</u>
		<u>26,482,219</u>	<u>23,008,742</u>
	Financial liabilities measured at amortised cost	<u>13,380</u>	<u>9,000</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020
(continued)

12	MOVEMENT IN FUNDS	ENDOWMENT FUNDS		UNRESTRICTED FUNDS		Total funds £
		Capital fund £	Revaluation reserve fund £	Income fund £	Income reserve fund £	
	As at 1 April 2019	20,133,566	2,914,730	-	62,044	23,110,340
	Surplus/(deficit) for year	2,464,498	-	(226,857)	-	2,237,641
	Gain on disposal of investments	1,180,558	-	-	-	1,180,558
	Revaluation of investments	-	(791,983)	-	-	(791,983)
	Provision against loan debtor	-	-	-	-	-
	Foreign exchange and other differences	742,283	-	-	-	742,283
	Revaluation adjustment	721,715	(721,715)	-	-	-
	Transfer	(230,000)	-	230,000	-	-
	As at 31 March 2020	25,012,620	1,401,032	3,143	62,044	26,478,839

13	ACCUMULATED FUNDS CONSISTS OF:	Total funds 2020 £	Total funds 2019 £
	Investments	22,775,981	20,027,858
	Debtors	171,567	110,598
	Cash and deposits at stockbrokers	3,544,671	2,980,884
	Creditors and accruals	(13,380)	(9,000)
		26,478,839	23,110,340

14 EVENTS AFTER THE REPORTING DATE

The COVID-19 pandemic was recognised in early January 2020 by the World Health Organisation with governments around the world taking action to curb the spread of the virus. The measures put in place has severely affected businesses and, as a consequence, the value of the charity's investment portfolio. The trustees have reviewed the investment policy and have agreed that no further changes should be made.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020
(continued)

14	COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES	Unrestricted Fund £	Endowment Fund £	Total 2019 £
	INCOME AND ENDOWMENTS			
	Donations	-	270,264	270,264
	Investment income	290,722	-	290,722
	TOTAL INCOME	290,722	270,264	560,986
	EXPENDITURE			
	Costs of raising funds:			
	Investment management costs	122,762	-	122,762
	US Federal tax paid	-	-	-
	Charitable activities	210,489	-	210,489
	TOTAL EXPENDITURE	333,251	-	333,251
	NET INCOME/(EXPENDITURE)	(42,529)	270,264	227,735
	Net (losses)/gains on investments	-	629,051	629,051
	Loan debtor provision	-	(3,666,610)	(3,666,610)
	Gains on foreign exchange	-	792,613	792,613
	TOTAL INCOME/(EXPENDITURE)	(42,529)	(1,974,682)	(2,017,211)
	TRANSFERS BETWEEN FUNDS	26,000	(26,000)	-
	NET MOVEMENT IN FUNDS	(16,529)	(2,000,682)	(2,017,211)
	Fund balances brought forward	78,573	25,048,978	25,127,551
	Fund balances carried forward	62,044	23,048,296	23,110,340