

Charity Registration No. 327665

Mayfield Valley Arts Trust
Trustees' Report and Accounts
For the year ended 5 April 2020

Mayfield Valley Arts Trust

Information

Trustees

A H Thornton
J R Thornton
D Whelton
D Brown
S Derbyshire
J Williams

Charity number

327665

Independent Examiner

S L Bladen, Partner
Hawsons Chartered Accountants
463a Glossop Road
Sheffield
S10 2QD

Bankers

HSBC Bank plc
PO Box 50
17 Church Street
Sheffield
S1 1HH

Solicitors

Oriel Law
107 Bell Street
London
NW1 6TL

Investment advisors

Investec Wealth & Investment Limited
Beech House
61 Napier Street
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S11 8HA

Mayfield Valley Arts Trust
Trustees' Report and Accounts
For the year ended 5 April 2020

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Mayfield Valley Arts Trust

Trustees' Report

For the year ended 5 April 2020

The Trustees present their report and accounts for the year ended 5 April 2020.

Objects of the charity

The charity was established by a charitable trust deed in 1987. The objectives of the Trust are:-

1. To support those organisations which are committed to helping young artists of recognised potential, by offering them a platform/audience, which otherwise they may have difficulty in achieving.
2. To support those organisations that specialise in education through music, including special needs schools.
3. The Trust will not be involved in the education of individual students nor will it provide grants to individual students.
4. The Trust will not be involved in the provision of musical instruments for individuals, schools or organisations.

The policies adopted in furtherance of these objects are per current statutory requirements, Statement of Recommended Practice (SORP) – Accounting and Reporting by Charities and the trust deed.

The trustees have the power to invest in such stocks, shares and investments as they see fit. The trustees have engaged Investec Wealth & Investment Limited as investment managers. The policy is to adopt a moderate risk investment strategy using high quality blue chip equities together with government and corporate debt with an emphasis on income.

Review of activities

The year ended 5 April 2020 was an active year for the charity where continued support was granted to the performance of music, particularly chamber music.

Trustees

The Trustees of the Trust who served during the period were:

A H Thornton
J R Thornton
D Whelton
D Brown
S Derbyshire
J Williams

It is the trust's policy to select trustees to enable it to have all round specialism so that it has all the required facets of trusteeship.

Mayfield Valley Arts Trust

Trustees' Report

For the year ended 5 April 2020

Financial Review

The results for the year are set out in the Statement of Financial Activities on page 5.

The financial statements comply with current statutory requirements, the governing documents and the 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).

The accounts have been prepared under the accruals concept.

The amount of income spent on grants during the year was £144,100 (2019: £115,000). Of the total grants £29,100 were AHT Enterprise grants. The trustees desire is that these awards are funded from otherwise unrealised capital gains in Trust investments from the prior financial year.

The unrealised loss on investments of £518,139 was due to the impact of Covid-19 impacting markets globally.

The principal funding source of income for the Trust is its investments. These are managed on a mix of discretionary and delegated authority to generate income to support the cost of running the charity and for expenditure in its grant making programme.

The trustees have considered the factors which would impact future financial performance. They consider circumstances which negatively impact the performance of the investment portfolio as the most likely to affect the future financial performance of the trust. The trustees recognise their responsibility to where possible balance trust income with grant expenditure. Further, they are aware that the current outbreak of COVID-19 is impacting markets globally and it's detrimental effect on the trust's income. Developments will be kept under regular review by the trustees in conjunction with the investment managers. The trustees have initiated a plan to reduce the next two-year grant awards to reflect the predicted reduction in trust income.

The investment managers report in writing at least twice a year on the performance of the endowment funds. Thus the trustees are able to assess at least on two occasions in each year how the charity is progressing in its grant making, in relation to its investments and in relation to the performance of its objects.

The income of the Charity is modest and the Trustees, in accordance with good modern charity practice and present charity law have established a policy to give priority to the most pressing needs in the field. In performance of its objectives for the year, grants were repeated or increased to support a core of charities working in the field. The charity plans to proceed with a similar pattern of grant making.

Mayfield Valley Arts Trust

Trustees' Report

For the year ended 5 April 2020

Reserves policy

As at 5 April 2020 the Trust has unrestricted reserves of £1,834,952. It is the trustees' policy to maintain unrestricted reserves at this level. The total reserves represent the funds arising from donations and past operating results. The trust's policy is to have expenditure including the management and administration costs of the trust to be broadly in line with the amount of investment income received in the year. However in the current Covid-19 environment the Trustees are keen to continue support for the beneficiaries. This may result in a short term period of expenditure exceeding income.

Investment

The charity's powers of investment are governed by the Trustee Act 2000. The Trustees take professional advice from their investment advisors on all investment matters. The Trust's policy is to maximise income for grant making whilst preserving the capital value of its assets. Bearing in mind the turbulence in investment markets the Trustees believe this objective has been broadly fulfilled. The Trust's investments are dealt with partly on a delegated basis and otherwise by way of a holding of Performance is measured regularly against recognised benchmarks

Grants

It is the trust's policy to support those organisations which are committed to helping young artists of recognised potential, by offering them a platform/audience, which otherwise they would have difficulty in achieving. It is also the trust's policy to support those organisations who specialize in educational music, including Special Needs Schools.

Risks

As a matter of best practice, the Trustees are conscious of the need to consider risk. The Trustees address and seek to mitigate the principal areas of risk by engaging and relying upon professional investment managers (who carry indemnity insurance).


Public benefit

The board of trustees have complied with the duty within the Charities Act 2011 to have due regard to public benefit guidance published by the Commission.

Plans for Future Periods

The Trust plans to maintain its grant making programme. It believes that its objectives and its grant policies enable it to deliver its objects. It is clear from the liaison with the beneficiaries that at the local level the funds made available through the charity are crucial for the continuing work of the charities which the Trust supports.

On behalf of the board of Trustees



D Brown
Trustee
2 November 2020

Mayfield Valley Arts Trust

Independent Examiner's Report

To the Trustees of Mayfield Valley Arts Trust

I report to the charity trustees on my examination of the accounts of the charity for the year ended 5 April 2020 which are set out on pages 5 to 11.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



S L Bladen FCA, Partner
Hawsons Chartered Accountants
463a Glossop Road
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S10 2QD

2 November 2020

Mayfield Valley Arts Trust

Statement of Financial Activities

For the year ended 5 April 2020

	Note	2020 £	2019 £
Income	2	<u>122,292</u>	<u>126,298</u>
Expenditure			
Charitable expenditure			
Grants payable	3	144,100	115,000
Management and administration	4	<u>5,462</u>	<u>5,676</u>
Total resources expended	5	<u>149,562</u>	<u>120,676</u>
Net (expenditure)/income		(27,270)	5,622
Other recognised (losses)/gains			
Realised (Loss)/Gain on investment assets		(6,461)	29,012
Unrealised (Loss)/Gain on investment assets	8	(518,139)	72,348
Investment management charges		<u>(16,190)</u>	<u>(16,502)</u>
Net movement in funds		(568,060)	90,480
General Fund		<u>2,403,012</u>	<u>2,312,532</u>
Fund balances at 5 April 2020		<u>1,834,952</u>	<u>2,403,012</u>

Mayfield Valley Arts Trust


Balance Sheet

As at 5 April 2020

	Notes	£	2020 £	£	2019 £
Fixed assets					
Investments	8		1,776,313		2,319,220
Current assets					
Debtors	9	384		384	
Cash at bank and in hand		<u>60,955</u>		<u>86,108</u>	
		61,339		86,492	
Creditors: amounts falling due within one year	10	<u>2,700</u>		<u>2,700</u>	
Net current assets			<u>58,639</u>		<u>83,792</u>
Total assets less current liabilities			<u>1,834,952</u>		<u>2,403,012</u>
Income funds					
Unrestricted funds	11		<u>1,834,952</u>		<u>2,403,012</u>
			<u>1,834,952</u>		<u>2,403,012</u>

The accounts were approved and authorised for issue by the Trustees on 2 November 2020.

Signed on behalf of the board of trustees


 D Brown
 Trustee

Mayfield Valley Arts Trust

Notes to the accounts

For the year ended 5 April 2020

1 Accounting policies

1.1 Basis of preparation

The accounts are prepared under the historical cost convention modified to include the revaluation of certain fixed assets.

The accounts have been prepared in accordance with Accounting and Reporting by Charities: the 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).

1.2 Income resources

Donations, legacies and other forms of voluntary income are recognised as incoming resources when receivable, except insofar as they are incapable of financial measurement.

1.3 Investments

Fixed asset investments are stated at mid-market value ruling at the balance sheet date and are provided by Investec Wealth & Investment Limited.

1.4 Accumulated funds

Designated funds comprise funds which have been set aside at the discretion of the Trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the accounts.

2. Investment income

	2020 £	2019 £
Income from listed investments	122,277	119,810
Interest receivable	15	4
Donations	-	5,000
Income tax received on donations	-	1,250
Income tax received on investments	-	234
	<u>122,292</u>	<u>126,298</u>

Mayfield Valley Arts Trust

Notes to the accounts

For the period ended 5 April 2020

3. Grants payable

	2020 £	2019 £
Grants to institutions:		
Music in the Round	30,000	30,000
York Early Music Foundation	30,000	30,000
Live Music Now	30,000	30,000
Wigmore Hall	10,000	10,000
Prussia Cove	15,000	15,000
AHT Enterprise Grants	29,100	-
	<u>144,100</u>	<u>115,000</u>

4. Management and administration costs

	2020 £	2019 £
Bank charges	12	12
Administration expenses	2,660	2,964
Accountancy	2,790	2,700
	<u>5,462</u>	<u>5,676</u>

5. Total resources expended

	Total 2020 £	Total 2019 £
Charitable expenditure:		
Grants payable	144,100	115,000
Management and administration	<u>5,462</u>	<u>5,676</u>
	<u>149,562</u>	<u>120,676</u>

6. Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the period.

Mayfield Valley Arts Trust

Notes to the accounts

For the period ended 5 April 2020

7. Employees

There were no employees during the period.

8. Fixed asset investments

	Equities £
Market value at 6 April 2019	2,319,220
Disposals at market value	(137,064)
Acquisitions at cost	112,746
Change in value in the period	(518,139)
Equalisation	(450)
Market value at 5 April 2020	<u>1,776,313</u>
Historical cost:	
At 5 April 2020	<u>2,249,229</u>
At 5 April 2019	<u>2,226,883</u>

9. Debtors

	2020 £	2019 £
Income tax reclaimable	<u>384</u>	<u>384</u>

10. Creditors

	2020 £	2019 £
Accruals	<u>2,700</u>	<u>2,700</u>

11. Income Funds

	AHT Enterprise Fund £	Unrestricted Funds £
At 6 April 2019	30,000	2,373,012
Net movement in funds	(29,100)	(538,960)
Transfer between funds	-	-
At 5 April 2020	<u>900</u>	<u>1,834,052</u>

The AHT Enterprise Fund is a designated fund established to broaden the scope of the charities work within the current policy guidelines and in particular to fund new initiatives.

Mayfield Valley Arts Trust

Schedule of investments

For the period ended 5 April 2020

Investments		Book Value £	Market Value £	Gross Income £
Investment Company				
40,000	GCP Infrastructure	49,696	45,080	3,040
109,219	SQN Asset Finance Ord Npv	114,184	31,674	7,829
46,240	Sequoia Economic I NPV	48,727	43,836	2,525
		<hr/> 212,607	<hr/> 120,590	<hr/> 13,394
Overseas Fixed Interest				
5,200	Capital Group Global High Income Opps Zgd	119,233	74,724	9,031
10,000	Franklin Templeton Emerging Mkts Bond	109,355	53,200	6,420
		<hr/> 228,588	<hr/> 127,924	<hr/> 15,451
Property				
31,000	Empiric Student Pr	32,341	18,414	1,550
30,000	Primary Hlth Prop Ord	29,707	45,990	2,091
52,500	Target Healthcare NPV	54,185	53,445	3,480
		<hr/> 116,233	<hr/> 117,849	<hr/> 7,121
Alternative Assets				
37,500	Hicl Infrastructu. Ord	59,437	56,063	3,075
33,750	INT Public Partner	52,505	48,566	2,393
50,000	The Renewables Inf Ord	51,985	62,950	3,320
45,000	Canadian Imp Bank 6.5%	45,031	35,582	-
39,800	HSBC Bank 5.8% FTSE Income	40,838	32,401	2,308
		<hr/> 249,796	<hr/> 235,562	<hr/> 11,096

Mayfield Valley Arts Trust

Schedule of investments

For the period ended 5 April 2020

Investments		Book Value	Market Value	Gross Income
Equities		£	£	£
15,000	BP Ord	76,344	50,599	4,859
3,000	Royal Dutch Shell 'B' Ord	60,914	42,540	5,013
2,300	Wood Group (John) Ord	14,980	3,950	637
500	BHP Group Plc Ord	8,192	6,207	563
1,020	Rio Tinto Ord	32,532	38,357	5,025
515	Brit Amer Tobacco Ord	19,721	15,144	1,045
1,075	Imperial Brands P1	41,105	16,818	2,221
550	Astrazeneca Ord USD 0.25	27,194	39,287	1,201
2,665	Glaxosmithkline	40,759	39,703	2,132
25,000	Vodafone Grp Ord	50,942	27,748	2,207
2,000	SSE Plc	26,423	21,450	1,844
3,205	National Grid Ord	30,841	26,976	1,415
13,625	Barclays Plc Ord	22,925	10,937	-
7,775	HSBC Holdings Plc	50,498	30,894	3,079
6,900	Aviva Ord	36,155	16,122	2,087
11,000	Legal & General Gp Ord	30,356	17,564	1,387
2,865	British Land Co	17,355	9,003	901
3,543	STD Life Aberdeen Ord	12,970	6,832	765
950	Schroders Non Vtg	21,691	18,269	1,083
2,250	Sage Group	14,904	12,557	380
42,613	Royal London	50,313	36,836	-
34,000	Maitland Insl Svc MI Chelverton UK Equity	44,286	25,463	1,967
14,250	Link Fund Sol Ltd LF Milton UK	23,643	21,341	1,297
70,000	Aberdeen Std Fd Mg European Equity	55,059	54,551	3,862
50,000	Blackrock FM Ltd	61,116	66,000	3,227
6,935	Invesco Fd Mngrs	26,407	18,256	1,020
48,523	Aviva Investors UK US Equity Inc li 2 Inc Nav	79,163	62,663	2,206
80,000	Blackrock North Am	89,118	106,400	6,400
35,823	JP Morgan Ltd US Equity	35,081	34,712	3,845
1,745	Vanguard Funds Plc S&P	60,672	67,322	896
9,000	Man Fd Mgmt UK Ltd Man GLG Jpn	20,129	15,579	347
2,400	Link Asst Services Morant Wright Fuji Yld Strl	24,857	19,814	883
110,000	Schroder Unit Trust Asian Income Maximiser	58,453	47,047	6,357
66,500	Schroder Unit Tst Asian Income L Inc	44,840	37,094	-
16,575	BB Healthcare	22,941	19,849	402
29,000	Apax Global Alpha Ord Npv	39,879	33,988	2,768
58,085	J P Morgan Am UK Ltd	34,376	29,629	-
28,695	J P Morgan Gbl Emerg	34,871	26,887	-
		1,442,005	1,174,388	73,321
Lloyds Banking Grp		-	-	1,894
Total		2,249,229	1,776,313	122,277