

THE COTTON TEXTILES RESEARCH TRUST

Annual Report for the year ended 31st March 2020

The trustees present their report and the accounts for the year ended 31 March 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Cotton textiles Research Trust (formerly The British Cotton Growing Association Workpeople's Collection Fund) is constituted by Deed of Trust and is a registered charity, No. 509075. Its address is c/o Finance Directorate, University of Manchester, Oxford Road, Manchester M13 9PL.

The charity trustees during the year to 31st March 2020 were:-

Professor D. Colman (Chair)

Mr. A.J. Bond

Professor R. Green

Doctor Steven Hayes

The charity originated in 1904 from donations made by textile workers. The Fund is governed by a Trust declared by an order of the Court of Appeal dated 30th July 1959.

OBJECTIVES AND ACTIVITIES

Founded for the benefit of workers in the British Textile Industry the charity's work includes; the promotion of such charitable objects as the Trustees shall consider beneficial to workers in the textile industry, including (but without prejudice to the generality of the foregoing) the promotion of medical research into the prevention, treatment and cure of ailments and diseases to which such workers are especially liable.

ACHIEVEMENTS AND PERFORMANCE

During the year 2019/20 the charity funded a research project 'Protective Efficiency of Respiratory Protective Equipment (RPE) against Byssinosis for Cotton' undertaken by Professor Henry (Yi) Li (University of Manchester). The charity also entered into an agreement with North West Textiles Network Ltd to provide a number of innovation

vouchers. The charity continued to support an Innovation Grant Scheme to SME companies operating through NWTEXTNET.

The charity continues to publicise its role and to invite bids for funding via its website at <https://cottontextilesresearchtrust.org/>

The charity obtains all its income from its investment assets, which were valued at £1,670,860 at 31st March 2020 (£2,188,975 at 31st March 2019).

The investment powers of the charity permit the trustees to invest in equities in the UK and a wide range of overseas markets including the US.

The charity showed net incoming resources for the year 1st April 2019 to 31st March 2020 of £77,384 (2019: £84,065) after expenditure of £13,981 (2019: £2,573) and at that date had cash on deposit amounting to £487,493 (2019: £415,535). The charity can realise investments to finance expenditure, as there is no requirement to spend only investment income rather than capital.

FINANCIAL REVIEW

Reserves Policy

The trustees regard the present level of reserves as adequate for the present needs of the Association. The trustees' policy is to use funds raised primarily for the benefit of the charity's aims and objectives whilst maintaining an adequate level of reserves for normal working capital requirements.

On behalf of the trustees



Professor David Colman
Chairperson

Statement of Financial Activities for the financial year ended 31st March 2020

| | | Unrestricted funds | Total | Total |
|--|--------------|-------------------------------|----------------------|----------------------|
| | <i>Notes</i> | 2019/20 £ | 2019/20 £ | 2018/19 £ |
| INCOMING RESOURCES | | | | |
| <i>Investment income</i> | | | | |
| Dividends from investments | 4 | 88,071 | 88,071 | 84,147 |
| Interest on cash | | 3,295 | 3,295 | 2,491 |
| | | | | |
| TOTAL INCOMING RESOURCES | | 91,366 | 91,366 | 86,638 |
| RESOURCES EXPENDED | | | | |
| <i>Charitable activities</i> | | | | |
| Grants paid/(repaid) from individual to support research | | 11,337 | 11,337 | - |
| Brokerage - custody fee | | 2,644 | 2,644 | 1,073 |
| Administration fee | | - | 0 | 1,500 |
| | | | | |
| TOTAL RESOURCES EXPENDED | | 13,981 | 13,981 | 2,573 |
| NET INCOMING RESOURCES BEFORE RECOGNISED GAINS AND LOSSES | | | | |
| | | 77,384 | 77,384 | 84,065 |
| Net (loss)/gain on investment assets | | (518,115) | (518,115) | (70,325) |
| | | | | |
| NET MOVEMENT IN FUNDS | | (440,731) | (440,731) | 13,740 |
| | | | | |
| Fund balances brought forward at 1 April | | 2,608,471 | 2,608,471 | 2,594,731 |
| | | | | |
| FUND BALANCES CARRIED FORWARD AT 31 MARCH | | 2,167,740 | 2,167,740 | 2,608,471 |

The Cotton Textiles Research Trust

Balance sheet as at 31 March 2020

| | <i>Notes</i> | 2020 £ | 2019 £ |
|----------------------------|--------------|-------------------------|-------------------------|
| <i>FIXED ASSETS</i> | | | |
| Investments | 2 | <u>1,670,860</u> | <u>2,188,975</u> |
| <i>CURRENT ASSETS</i> | | | |
| Accrued income | | 24,387 | 18,961 |
| Cash held on deposit | | <u>487,493</u> | <u>415,535</u> |
| TOTAL CURRENT ASSETS | | <u>511,880</u> | <u>434,496</u> |
| <i>CURRENT LIABILITIES</i> | | | |
| Accrued expenditure | | <u>(15,000)</u> | <u>(15,000)</u> |
| TOTAL CURRENT LIABILITIES | | <u>(15,000)</u> | <u>(15,000)</u> |
| <i>NET CURRENT ASSETS</i> | | <u>496,880</u> | <u>419,496</u> |
| NET ASSETS | | <u><u>2,167,740</u></u> | <u><u>2,608,471</u></u> |
| <i>REPRESENTED BY:</i> | | | |
| UNRESTRICTED FUNDS | | 2,167,740 | 2,608,471 |
| TOTAL FUNDS | | <u><u>2,167,740</u></u> | <u><u>2,608,471</u></u> |

Notes to the accounts

1. Accounting policies

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

1.1 Basis of accounting

The accounts are prepared on an accruals basis.

2. Fixed asset investments

| No of shares | Shareholding | Market Value at 31 March 2020 | Market Value at 31 March 2019 |
|---|--------------------------------------|-------------------------------------|-------------------------------------|
| | | £ | £ |
| 160,000 | Perpetual Income & Growth Ord. 0.10 | 317,760 | 517,600 |
| 65,000 | Murray International Trust Ord. 25p | 562,900 | 764,400 |
| 45,000 | Mercantile Investment Trust Ord. 25p | 790,200 | 906,975 |
| | | | |
| Total Market Value 31st March 2020 | | 1,670,860 | 2,188,975 |

The shares are all listed on the UK stock exchange

3. Contingent Liabilities

There were no contingent liabilities at 31st March 2020

4. Investment Income and restatement of comparatives

Investment income is stated gross of custodian fees which are shown separately in resources expended.



Section A

Independent Examiner's Report

Report to the trustees/
members of

Charity Name
The Cotton Textiles Research Trust

On accounts for the year
ended

31/03/2020

Charity no
(if any)

509075

Set out on pages

1 to 3

(remember to include the page numbers of additional sheets)

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended **31 / 03 / 2020**.

Responsibilities and
basis of report

As the charity trustees of the Trust, 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 Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed 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 (other than that disclosed below *) in connection with the examination which gives me cause to believe that in, any material respect:

- accounting records were not kept in accordance with section 130 of the Act or
- the accounts do not accord with the accounting records

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

** Please delete the words in the brackets if they do not apply.*

Signed:

Date:

01/02/2021

Name:

Heather Eaton

Relevant professional
qualification(s) or body
(if any):

ACCA

Address:

22 North Road

Glossop

SK13 7AS

Section B

Disclosure

Only complete if the examiner needs to highlight matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

Give here brief details of any items that the examiner wishes to disclose.