

The Brampton Trust

Charity registration no. 242326

Trustees' report and accounts

For the year ended 5 April 2020

The Brampton Trust

Legal and administrative information

Trustees	Mr Francis Fitzherbert-Brockholes His Eminence, Cardinal Vincent Gerard Nichols, Archbishop of Westminster Mr Charles Fitzherbert Mr Simon Jamieson Mr Thomas Scrope Dr Hania Cox
Charity number	242326
Principal address	25 Moorgate London EC2R 6AY
Accountants and administrators	Smith & Williamson LLP 25 Moorgate London EC2R 6AY
Independent auditors	Banks & Co Limited 1 Carnegie Road Newbury Berkshire RG14 5DJ
Investment managers and bankers	Smith & Williamson Investment Management LLP 25 Moorgate London EC2R 6AY
Solicitors	Pothecary Witham Weld 70 St George's Square London SW1V 3RD

The Brampton Trust

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The Brompton Trust

Trustees' report for the year ended 5 April 2020

The trustees have pleasure in presenting their report and Trust's accounts for the year ended 5 April 2020.

The accounts have been prepared in accordance with the accounting policies set out on pages 10 and 11 to the attached accounts and the recommendations of 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 (FRS 102) (effective 1 January 2019).

Objects, activities, and relevant policies

Objects and activities

The Trust was established in 1909 by Lord and Lady Brompton. Lord Brompton, or Sir Henry Hawkins as he was before he was raised to the peerage, was a well-known barrister and judge, and under the terms of his and his wife's wills they established what is known as The Brompton Trust. Lord and Lady Brompton were major benefactors of the Roman Catholic Church in England and the establishment of the Trust was but one of their benefactions. The Trust's original assets comprised a number of properties in St John's Wood and elsewhere and a portfolio of investments.

The primary purpose of the Trust is to support the Hospital of St John & St Elizabeth ('the Hospital'), which is a registered charity, and, for so long as the Hospital continues to be carried on to the trustees' satisfaction, the trustees will pay the income of the Trust to the Hospital, failing which they may pay the income of the Trust to any other Roman Catholic charity. The trustees have similar discretions with respect to the Trust's capital.

The trustees maintain a close relationship with the Hospital, regularly review its activities and receive reports from the Hospital's management so as to enable them to assess whether it continues to be carried on to their satisfaction and whether the support provided by the Trust is used to further the charitable purposes of the Hospital and thus continues to benefit the public.

The trustees have regard to the Charity Commission's general guidance on public benefit when assessing the Trust's financial support for the Hospital. The trustees have determined that the Hospital continues to be operated to their satisfaction and for the public benefit and, accordingly, the Trust continues to support the Hospital financially.

The Trust provides indirect benefit to the public through its charitable activities, specifically from its support of the Hospital and the Hospital's own charitable purposes and activities. As outlined in the Hospital's Annual Report, those activities include the management and funding of a Hospice which provides free care and treatment to patients without distinction.

The Trust also owns three properties from which the Hospital benefits, Brompton House, the Butterworth Centre and 38 Circus Road, for which the Hospital pays peppercorn rents and which generated a rental income for the Hospital of £1,796,103 in the year ended 5 April 2020. In addition, the Central and North West London NHS Foundation Trust operates a 45 bed unit for older persons with mental illness in the Butterworth Centre, which includes an assessment unit and respite beds, providing care and treatment to very vulnerable patients free of charge.

Most of the Trust's income is used in making grants to the Hospital. Quarterly payments of £25,000 are made for the Hospital's general purposes and to support the Hospital's Community Nursing Service. The trustees review the grant making policy annually to ensure that it reflects the Trust's objectives and thereby advances public benefit.

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Trustees' report for the year ended 5 April 2020

In addition to the grants referred to above the Trust also supports the Hospital in other ways. For example, it has outstanding three interest free loans to the Hospital of which £744,333 remains repayable as at 5 April 2020. These loans are secured by a second charge over certain freehold land owned by the Hospital and were repayable in 60 equal quarterly instalments starting in December 2010. The balance of the loans would therefore be repaid by 2025. However, at their meeting on 6 May 2020, and after consultation with the Hospital Board, the trustees agreed to suspend the Hospital's loan repayments for the remainder of the 2020 calendar year in order to assist the Hospital and mitigate any short-term financial difficulties it might face as a result of the Covid-19 pandemic and its impact of the Hospital's fund raising activities. This situation was reviewed by the trustees at their meeting in September 2020 and they decided to continue the suspension and review it again at their first meeting in 2021. Accordingly, £33,833 has been shown in the accounts (note 10) as falling due within one year, rather than the usual annual payments totaling £135,333.

The Trust also makes specific grants to support the Hospital. See 'Plans for future periods' below.

Investment policy

The charity has a portfolio of listed investments that had a market value of £8,854,946 at 5 April 2020 (2019 - £10,396,887) with a further £598,192 (2019 - £682,978) being held in cash. The trustees receive advice from Smith & Williamson Investment Management LLP.

This investment portfolio is reviewed on a six-monthly basis with the investment advisers in order to ensure that returns are adequate and that the Trust is not exposed to significant risk. The composition of the investment portfolio is consistent with the objects of the charity and its management is subject to guidelines adopted by the trustees. These are being developed to include criteria consistent with those adopted by other Roman Catholic charities and may entail a reprofiling of the portfolio over the course of the next twelve months.

The trustees are satisfied that the performance of the Trust's investment portfolio will enable it to continue its support of the Hospital despite the adverse effects of the current pandemic.

The trustees have presented the Accumulated Fund carried forward as a 'General Fund', which represents the market values as at 5 April 2020 of the three properties leased to the Hospital at peppercorn rents, the market values of listed investments and the outstanding loans to the Hospital, all of which is available for distribution.

Achievements and performance

Grants

During the year, the trustees provided funding of £100,000 to the Hospital of St John & St Elizabeth. This has been made in line with the charity's objects, and with due regard to the guidance issued by the Charity Commission on public benefit.

Investments

During the year, the main source of funding was investment income, arising from the portfolio of investments held at Smith & Williamson Investment Management LLP.

The trustees are satisfied with the performance of the charity's investments.

Financial review

Results for the year

The financial activities are summarised on page 8 of the accounts. During the year, the trustees had net incoming resources, before realised and unrealised losses on investments, of £68,865 having made grants of £100,000 (2019 - net incoming resources of £18,293, grants of £170,000).

The Brampton Trust

Trustees' report for the year ended 5 April 2020

Reserves policy

The Trust is required, like other charities, to formulate a reserves policy. Although the Trust has historically supported the Hospital through grants of substantially all of its income, it is under no formal obligation to do so. Further, it holds a broad range of investments and therefore has access to liquidity should it need to make any unforeseen payments. Accordingly, the trustees are of the opinion that the Trust does not need to have any specifically designated reserves and that its investment portfolio in effect constitutes a readily accessible reserve.

The trustees have also reviewed the reserves of the Trust and forecast levels of free reserves (those that are not restricted or designated) that will provide the Trust with financial flexibility and provide a cushion against shortfalls in income, either planned or unanticipated. The level of free reserves at 5 April 2020 was £13,379,772 (2019 - £15,192,371). The trustees consider this level of free reserves satisfactory to enable the Trust to continue its charitable activities as planned.

Plans for future periods

The coronavirus pandemic has caused material falls in value and volatility in many asset classes and, compared with the value at 5 April 2019, the value of the Trust's investment portfolio had fallen by 15% as at 5 April 2020. The trustees have considered the potential impact on the financial position of the Trust over the next 12 months and the current value of its investment portfolio and have concluded that there is no reason why the Trust should not continue to adopt the going concern basis in the preparation of its financial statements.

The trustees will continue to support the Hospital and consider projects and applications as they arise and will continue to liaise with the Hospital to consider any assistance that may be needed due to the impact of the current pandemic. The trustees are confident that they have sufficient income and reserves to provide further support if required.

Whilst the value of the Trust's investment portfolio had fallen considerably at 5 April 2020, by the end of the calendar year this had recovered, with levels returning to pre-pandemic levels. As well as suspending certain loan repayments by the Hospital as described above the trustees have also agreed to provide an additional grant to the Hospital in the sum of £163,000 in order to enable the completion of certain projects which had been delayed as a result of the effect of the pandemic on the Hospital's regular fundraising programme.

Governance, structure and management

Governance

The Trust is governed by two Declarations of Trust dated 3 July 1909, which are now managed as a single trust by virtue of a Charity Commission Scheme dated 15 November 1995. The Trust is a registered charity, number 242326.

Trustees

The trustees who served during the year were:

Mr Francis Fitzherbert-Brockholes

His Eminence, Cardinal Vincent Gerard Nichols, Archbishop of Westminster

Mr Charles Fitzherbert

Mr Simon Jamieson

Mr Thomas Scrope

Dr Hania Cox

When appointing new trustees, the trustees will give full consideration to the Trust's objectives and aim to ensure that they appoint individuals who understand the duties expected of them and who will act in the best interests of the Trust.

The Brampton Trust

Trustees' report for the year ended 5 April 2020

The trustees feel that their combined skills and experience are sufficient to ensure the efficient functioning of the Trust at this time and feel that, given the size and nature of the Trust, a formal programme of training is not currently necessary. However, they will continue to monitor the situation and will provide suitable training where circumstances arise.

The Trust is administered by all the trustees and they conduct the affairs of the Trust and exercise all the powers and discretions conferred upon them by law in furtherance of the Trust's charitable objects. The trustees do not receive remuneration or reimbursement of expenses, nor does the Trust have any employees.

Related parties

During the year, the Trust made grants totaling £100,000 (2019 - £170,000) towards the running costs of the Hospital. Charles Fitzherbert is a trustee and an elected director of the Hospital. Bishop John Sherrington, who holds Power of Attorney for the Archbishop of Westminster, as a trustee, is also a director of the Hospital and Francis Fitzherbert-Brockholes was elected a director of the Hospital in December 2019.

The Trust has provided interest free loans to the Hospital, the outstanding balance of which at the year end stood at £744,333 (2019 - £879,666) and leases property included in fixed assets to the hospital for a peppercorn rent. The estimated benefit received by the Hospital during the year as a result of this latter arrangement is included earlier in the trustees' report, by reference to the rental income received.

Structure and management reporting

The management of the charity is the responsibility of the trustees whose co-option and election is governed under the terms of the Trust Deeds of the charity. The trustees are in regular and frequent contact to review developments with regard to the charity, its activities and to make any important decisions. The trustees review the level of grants and approve them as appropriate. When necessary, the trustees seek advice and support from the charity's professional advisers including investment managers and accountants.

Risk factors

The trustees have assessed the major risks to which the Trust is exposed, in particular those related to the operations and finances of the Trust and are satisfied that systems and procedures are in place to mitigate its exposure to the major risks

Risks to investment income and levels of reserves have increased due to market volatility during the pandemic, however, the trustees have arrangements in place to mitigate these, and maintain a close relationship with their investment advisors in order to monitor performance.

Statement of disclosure of information to the independent auditors

We, the trustees of the Trust who held office at the date of approval of these accounts, as set out above, each confirm so far as we are aware, that:

- there is no relevant information of which the Trust's independent auditor is unaware; and
- we have taken all the steps that we ought to have taken as trustees in order to make ourselves aware of any relevant information and to establish that the Trust's independent auditor is aware of that information.

Principal address

25 Moorgate, London, EC2R 6AY

Accountants and administrators

Smith & Williamson LLP, 25 Moorgate, London, EC2R 6AY

The Brampton Trust

Trustees' report for the year ended 5 April 2020

Independent auditors

Banks & Co Limited, 1 Carnegie Road, Newbury, Berkshire, RG14 5DJ

Investment managers and bankers

Smith & Williamson Investment Management LLP, 25 Moorgate, London, EC2R 6AY

Solicitors

Pothecary Witham Weld, 70 St George's Square, London, SW1V 3RD

Trustees' responsibilities

The trustees are responsible for preparing the trustees' report and accounts in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Law applicable to charities in England and Wales requires the trustees to prepare accounts for each financial year which give a true and fair view of the Trust's financial activities during the year and of its financial position at the end of the year.

In preparing accounts giving a true and fair view, the trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable United Kingdom Accounting Standards have been followed, subject to any departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the Trust and which enable them to ensure that the accounts comply with the applicable law. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the trustees

Francis Fitzherbert-Brockholes
Trustee

Charles Fitzherbert
Trustee

Dated: 30 April 2021

Dated: 30 April 2021

The Brampton Trust

Auditors' report to the trustees of The Brampton Trust

Opinion

We have audited the financial statements of The Brampton Trust (the 'Trust') for the year ended 5 April 2020 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

give a true and fair view of the state of the Trust's affairs as at 5 April 2020, and of its incoming resources and application of resources, for the year then ended;

have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and

have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or

the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Trust's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

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

The Brampton Trust

Auditors' report to the trustees of The Brampton Trust

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.

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 trustees

As explained more fully in the trustees' responsibilities statement set out on page 5 the trustees are responsible for the preparation of financial statements which 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 Trust'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.

Auditor's 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 regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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

The Brampton Trust

Auditors' report to the trustees of The Brampton Trust

Use of our report

This report is made solely to the Trust'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 Trust's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Trust and the Trust's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Richard Mark Lodge Taylor FCCA

Senior Statutory Auditor

Banks & Co

Chartered Certified Accountants

1 Carnegie Road, Newbury

RG14 5DJ

Dated: 30 April 2021

Banks & Co is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

The Brampton Trust

Statement of financial activities for the year ended 5 April 2020

	Notes	2020 £	2019 £
<u>Income</u>			
Investment income	2	247,201	248,808
Investment income - adjustment to gift aid receivable		(3,940)	(3,943)
Rental income		23,880	23,870
Total income		267,141	268,735
<u>Expenditure</u>			
Costs of raising funds			
Investment management fees	4	63,519	61,919
Expenditure on charitable activities			
Grants and support costs	3 & 4	134,757	188,523
Total expenditure		198,276	250,442
Net incoming resources before gains and losses on investments		68,865	18,293
Realised and unrealised (losses)/gains on investment assets		(1,881,464)	3,334,437
Net movement in funds	12	(1,812,599)	3,352,730
Fund balances brought forward at 6 April 2019		15,192,371	11,839,641
Fund balances carried forward at 5 April 2020		13,379,772	15,192,371

The notes on pages 11 to 17 form part of the accounts.

The Brampton Trust

Balance sheet as at 5 April 2020

	Notes	£	2020 £	£	2019 £
Fixed assets					
Tangible assets	7		3,000		3,000
Freehold investment properties	8		3,217,000		3,217,000
Quoted investments	9		9,453,138		11,079,865
			<u>12,673,138</u>		<u>14,299,865</u>
Current assets					
Debtors: amounts falling due within one year	10	35,498		140,871	
Debtors: amounts falling due after more than one year	10	710,500		744,333	
Cash at bank and in hand		1,298		40,959	
			<u>747,296</u>	<u>926,163</u>	
Current liabilities					
Creditors: amounts falling due within one year	11	(40,662)		(33,657)	
			<u>706,634</u>		<u>892,506</u>
Net current assets					
			<u>13,379,772</u>	<u>15,192,371</u>	
Total assets less current liabilities			<u><u>13,379,772</u></u>	<u><u>15,192,371</u></u>	
Income funds					
Unrestricted funds			<u>13,379,772</u>	<u>15,192,371</u>	
			<u><u>13,379,772</u></u>	<u><u>15,192,371</u></u>	

The accounts were approved by the trustees on 30 April 2021

Francis Fitzherbert-Brockholes
Trustee

Charles Fitzherbert
Trustee

The notes on pages 11 to 17 form part of the accounts.

The Brampton Trust

Notes to the accounts for the year ended 5 April 2020

1 Accounting policies

1.1 General information

The Trust is governed by two Declarations of Trust dated 3 July 1909, which are now managed as a single trust by virtue of a Charity Commission Scheme dated 15 November 1995. The Trust is a registered charity, number 242326.

1.2 Basis of preparation

These accounts are prepared under the historical cost convention with the exception of investments as noted in 1.10 below.

These accounts have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS 102") including section 1A, and with the Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with FRS 102 issued in 2014 and revised in 2016. The accounts are also prepared in accordance with the Charities Act 2011.

The Trust constitutes a public benefit entity as defined by FRS 102.

The key risks to the Trust are a fall in investment income or a fall in value of the investment portfolio, both of which are of particular relevance during the current pandemic, but the trustees have arrangements in place to mitigate those risks.

1.3 Exemption

The Trust has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102:

- the requirements of section 7 Statement of Cash Flows.

1.4 Fund accounting

The funds held are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objects of the Trust and which have not been designated for any other purposes.

1.5 Going concern

The trustees are confident that the Trust will continue to be a going concern and the accounts have been prepared on that basis.

1.6 Functional currency

The accounts are prepared in sterling, which is the functional currency of the Trust. Monetary amounts in these accounts are rounded to the nearest Pound.

1.7 Incoming resources

All incoming resources are included in the Statement of financial activities when the Trust is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Rental income and expenditure from properties is included in the accounts on an accruals basis.

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Notes to the accounts for the year ended 5 April 2020

(Continued)

1 Accounting policies

1.8 Resources expended

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

1.9 Tangible fixed assets and depreciation

The three properties leased by the Hospital of St John and St Elizabeth (the "Hospital"), namely Brampton House, the Butterworth Centre and 38 Circus Road, which the Trust cannot sell, have been included at a nominal value as fixed assets for use by the Charity in the Balance Sheet. For this reason, depreciation has not been charged in the accounts.

The properties at 46 Circus Road and 46 Grove End Road are included in the accounts at market value on 5 April 2020, as confirmed by Cluttons LLP. The trustees are of the opinion that any depreciation arising would be immaterial. As such, the trustees' policy is not to depreciate these properties.

1.10 Quoted investments

Listed investments are included on the Balance sheet at their mid-market value at the end of the financial year.

Realised and unrealised gains and losses on investments are credited, or debited, to the Statement of financial activities in the year in which they arise.

1.11 Financial instruments

The Trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are recognised at transaction value and subsequently measured at their settlement value.

Financial assets and financial liabilities are recognised in the Balance sheet when the trust becomes a party to the contractual provisions of the instrument.

Debtors and creditors are classified as basic financial instruments and measured at transaction price. A provision is established when there is objective evidence that the Trust will not be able to collect all amounts due. The concessionary loan to the Hospital of St John and St Elizabeth is stated at transaction price and has been split between the repayment due within one year and due in more than one year in accordance with the loan agreement.

Cash and cash equivalents are classified as basic financial instruments and comprise cash in hand and at bank.

1.12 Grants paid

Grants are recognised in the year in which the grant was formally approved, irrespective of the period covered by the grant.

1.13 Liabilities

Liabilities are recognised on the Balance Sheet as soon as a constructive obligation resulting from a past event can be reliably measured. Current liabilities represent those liabilities which are expected to be settled within the next 12 months from the balance sheet date.

1.14 Taxation

The Trust is exempt from tax on its charitable activities.

The Brampton Trust

Notes to the accounts for the year ended 5 April 2020

2 Investment income

	2020 £	2019 £
Bank interest	1,692	1,022
UK interest bearing securities	39,310	41,391
UK equities	146,685	135,493
Overseas equities	59,514	70,902
	<u>247,201</u>	<u>248,808</u>

3 Grants

	2020 £	2019 £
Grants paid to institutions:		
<u>Healthcare</u>		
Hospital of St John & St Elizabeth	<u>100,000</u>	<u>170,000</u>
Reconciliation of grants payable		
Commitments at 6 April 2019	-	150,000
Grants payable for the year	100,000	170,000
Grants paid during the year	<u>(100,000)</u>	<u>(320,000)</u>
Commitments at 5 April 2020	<u>-</u>	<u>-</u>
Grants payable to institutions	100,000	170,000
Support and governance costs	<u>34,757</u>	<u>18,523</u>
	<u>134,757</u>	<u>188,523</u>

4 Support costs

	Costs of governance £	Raising funds £	Total 2020 £	Costs of governance £	Raising funds £	Total 2019 £
Accountancy and administration fees	17,226	-	17,226	14,863	-	14,863
Bank interest and charges	-	-	-	60	-	60
Independent auditors' fees	9,068	-	9,068	3,600	-	3,600
Investment management fees	-	63,519	63,519	-	61,919	61,919
Legal fees	8,463	-	8,463	-	-	-
	<u>34,757</u>	<u>63,519</u>	<u>98,276</u>	<u>18,523</u>	<u>61,919</u>	<u>80,442</u>

The Brampton Trust

Notes to the accounts for the year ended 5 April 2020

5 Trustees

The trustees did not receive any remuneration from the Trust during the year, nor were they reimbursed for any expenditure incurred in the course of their duties during the year (2019 - nil).

6 Employees

There were no employees during the year (2019 - none).

7 Tangible fixed assets

	2020 £	2019 £
Cost		
At 5 April 2020 and 5 April 2019	3,000	3,000
Net book value		
At 5 April 2020 and 5 April 2019	3,000	3,000

The above is a nominal figure of £3,000 to represent three properties owned by the Trust and leased to the Hospital. The Trust is not able to sell these properties whilst they are leased to the Hospital. The properties are 38 Circus Road, Brampton House, and the Butterworth Centre, included in the balance sheet at £1,000 each. In view of the nominal nature of their inclusion in the balance sheet, the properties are not depreciated. Their current insurance value is in excess of £30,400,000.

8 Freehold investment properties

	2020 £	2019 £
Market value/historic cost value at 6 April 2019	3,217,000	481,600
Revaluation	-	2,735,400
Market value at 5 April 2020	3,217,000	3,217,000
Cost at 5 April 2020 and 6 April 2019	481,600	481,600

The trustees have considered their treatment of the properties they hold, and they have concluded that the properties at 46 Circus Road and 46 Grove End Road are 'investment properties' for the purposes of FRS 102.

46 Circus Road was let on a 75 year lease from December 1980. The land at 46 Grove End Road is subject to a 99 year lease from December 1976 and the current tenant, a social housing provider, operates retirement flats on the site. Both properties are situated in the United Kingdom.

Prior to the year ended 5 April 2019 the properties had been identified as 'tangible fixed assets' and included at cost but, on review, it has been determined that it would be more appropriate for them to be included as investment properties.

Both properties were valued at 5 April 2019 by Cluttons LLP. The trustees do not consider that there have been any material changes but will continue to monitor this on a regular basis.

The Brampton Trust

Notes to the accounts for the year ended 5 April 2020

9 Quoted investments

	2020 £	2019 £
Quoted investment summary		
Market value at 6 April 2019	10,396,887	9,980,143
Disposal proceeds	(1,586,663)	(1,860,630)
Additions	1,926,186	1,678,337
Net investment (losses)/gains	(1,881,464)	599,037
Market value at 5 April 2020	8,854,946	10,396,887
Cash held by investment managers for re-investment	598,192	682,978
	9,453,138	11,079,865
Net investment (losses)/gains on quoted investments comprised:		
Realised gains	503,676	492,536
Unrealised (losses)/gains	(2,385,140)	106,501
	(1,881,464)	599,037
Cost of listed investments at 5 April 2020	8,888,820	8,034,046
Investments at market value comprised:		
UK interest bearing securities	1,555,944	1,324,440
UK equities	2,553,016	2,980,845
Overseas equities	4,745,986	6,091,602
	8,854,946	10,396,887
Material investments (greater than 5% of portfolio)		
268,400 Natixis Investment Managers Loomis Sayles US	482,239	523,334
2,480 Edgewood L Select US	479,857	631,639
6,310 Findlay Park Funds Plc American USD Dis	-	592,938
250,150 Hermes Investment Management US SMID Equity F USD Inc	-	661,319
	962,096	2,409,230

The Brampton Trust

Notes to the accounts for the year ended 5 April 2020

10 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Hospital of St John & St Elizabeth - loan repayments	33,833	135,333
Investment income receivable	1,665	1,598
Income tax recoverable	-	3,940
Amounts falling due after more than one year:		
Hospital of St John & St Elizabeth - loan repayments	710,500	744,333
	745,998	885,204

Loans

The trustees are of the view that the loans to the Hospital should, for the purposes of FRS 102, be treated as concessionary loans. As such, the trustees have identified separately the amounts due within one year and amounts due after one year.

11 Creditors: amounts falling due within one year

	2020 £	2019 £
Accountancy and administration fees	15,990	11,178
Independent auditors' fees	10,536	7,200
Investment management fees	14,136	15,279
	40,662	33,657

12 Net movement in funds

	2020 £	2019 £
(Decrease)/increase in funds	(1,812,599)	3,352,730
Net funds at 6 April 2019	15,192,371	11,839,641
Net funds at 5 April 2020	13,379,772	15,192,371

Net movement in funds, included in the above, are as follows:

	Income £	Expenditure £	Gains/ (Losses) £	Net movement £
Unrestricted funds				
General Fund	267,141	(198,276)	(1,881,464)	(1,812,599)
	267,141	(198,276)	(1,881,464)	(1,812,599)

The Brampton Trust

Notes to the accounts for the year ended 5 April 2020

13 Related parties

During the year, the Trust made grants totaling £100,000 (2019 - £170,000) towards the running costs of the Hospital. Charles Fitzherbert is a trustee and an elected director of the Hospital. Bishop John Sherrington, who holds Power of Attorney for the Archbishop of Westminster, as a trustee, is also a director of the Hospital and Francis Fitzherbert-Brockholes was elected a director of the Hospital in December 2019.

The Trust has provided interest free loans to the Hospital, the outstanding balance of which at the year end stood at £744,333 ([2019 - £879,666) and leases property included in fixed assets to the hospital for a peppercorn rent. The estimated benefit received by the Hospital during the year as a result of this latter arrangement is included earlier in the trustees' report, by reference to the rental income received.

14 Loan

Included in the balance sheet are interest free loans as detailed in note 10. These loans are secured by a second charge over freehold land owned by the Hospital.

The balance of the loans outstanding at the year end was £744,333. This has been split between amounts falling due within one year (£33,833) and amounts falling due in more than one year (£710,500). None of these amounts is overdue.

At their meeting on 6 May 2020, and after consultation with the Hospital Board, the trustees agreed to suspend the Hospital's loan repayments for the remainder of the 2020 calendar year in order to assist the Hospital and mitigate any short-term financial difficulties it might face as a result of the Covid-19 pandemic and its impact of the Hospital's fund raising activities. This situation was reviewed by the trustees at their meeting in September 2020 and they decided to continue the suspension and review it again at their first meeting in 2021. Accordingly, £33,833 has been shown in the accounts (note 10) as falling due within one year, rather than the usual annual payments totaling £135,333.

There are currently no further concessionary loans which have been committed but not taken up.

15 Secured debts

The trustees have agreed to support the Hospital by allowing the Hospital's borrowings from Barclays Bank Plc to be secured against the Trust's freehold interests in Brampton House, the Butterworth Centre and 38 Circus Road in addition to the bank's security over land owned by the Hospital. This charge is limited in scope to the freehold interests in the aforementioned properties and does not extend to other assets of the Trust and is limited in amount to the borrowing by the Hospital from Barclays Bank Plc to fund its current redevelopment project at the Hospital.

The right of Barclays Bank Plc under the mortgage arrangements to sell Brampton House, the Butterworth Centre and 38 Circus Road, and apply the proceeds of sale does not arise unless and until there is default by the Hospital under its facilities with its lenders and is subject in any event to an intercreditor agreement with the Trust.