

THE D G CHARITABLE SETTLEMENT

CHARITY NO. 1040778

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

THE D G CHARITABLE SETTLEMENT

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THE D G CHARITABLE SETTLEMENT

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	D J Gilmour P Samson
Charity number	1040778
Administrative office	Basement Flat 7 Medina Terrace Hove East Sussex BN3 2WL
Independent Examiner	Lorenzo Mosca ACA Saffery Champness LLP 71 Queen Victoria Street London EC4V 4BE
Bankers	HSBC Private Bank (UK) Limited 8 Cork Street Mayfair London W1S 3LJ
Solicitors	Simkins LLP Lynton House 7-12 Tavistock Square London WC1H 9LT

THE D G CHARITABLE SETTLEMENT

REPORT OF THE TRUSTEES

The Trustees submit their report and financial statements for the year ended 30 June 2020. The financial statements comply 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 published on 16 July 2014 and in accordance with the Charities Act 2011.

Objects

The Charitable Settlement was established to benefit certain charitable institutions and to further charitable purposes or objects at the discretion of the Trustees. The Trustees have always sought to assist appeals aimed at current social issues.

Achievements and performance

In June 2019, the Charitable Settlement held a very successful fundraising auction to raise funds for ClientEarth. The Charitable Settlement generated net income of £13,180,326 from the auction in the year. This was paid over to ClientEarth after the year end, once the proceeds from the auction had been collected.

In 2020 the Trustees made grants totalling £5,000 (2019: £13,448,326) during the year. This brings the total level of grants made by the Trustees since the establishment of the Charitable Settlement to almost £23.6m.

Since the establishment of the Charitable Settlement the Trustees have made grants to charities in the following areas:

	Granted in 2020 £	Total Grants since the establishment of the Charitable Settlement £
Homeless	-	3,360,750
Elderly	-	267,000
Human Rights	-	1,251,612
Cancer	-	285,000
Environment	-	14,091,326
Poverty overseas	-	2,437,000
Other medical	-	921,350
Other	5,000	984,358
	<u>5,000</u>	<u>23,598,396</u>

The Trustees regularly review the work of the recipients of their grants and each new application for funding is studied with great care.

Financial review

The financial statements on pages 6 to 12 set out the financial results of the Charitable Settlement for the year ended 30 June 2020.

THE D G CHARITABLE SETTLEMENT

REPORT OF THE TRUSTEES

The Charitable Settlement generated income of £298,460 (2019: 13,803,682). In 2019 £13,678,682 of this related to proceeds from the fundraising auction. Income from the auction has been recognised as restricted income in the financial statements as the auction was held to benefit ClientEarth. No such auction income was received in 2020.

Grant expenditure and related costs amounted to £6,729 (2019: £13,955,874).

The overall result for the year is net income of £270,787 for the year (2019: net expenditure of £152,192).

Reserves policy and going concern

It is the Trustees policy that the level of reserves should not be more than approximately one year's anticipated expenditure. At year end, the Charitable Settlement had general reserves of £272,357 (2019: £1,570). Subsequent to the year end, the Charitable Settlement has received further donations. Having considered the charity's financial position, commitments and future plans, the Trustees are satisfied that the charity has adequate resources to continue in operational existence for the foreseeable future.

Risk management

Given the size of the charity and the close involvement of the Trustees, the Trustees do not believe that the Charitable Settlement is exposed to significant risks.

Future plans and impact of COVID-19

In March 2020 the World Health Organisation declared the outbreak of the COVID-19 virus to be a global pandemic. The Trustees have considered the impact of COVID-19 on the charity's risks, its activities and its future plans. The Trustees will continue to make grants at their discretion.

Constitution and other statutory information

The Charitable Settlement is governed by a deed dated 2 September 1994. The settlement is a Registered Charity (Number 1040778). The principal office of the charity is Basement Flat, 7 Medina Terrace, Hove, East Sussex, BN3 2WL.

Structure, governance and management

The Trustees who served during the year and since the balance sheet date are noted on page 1. D J Gilmour, the settlor, has the power to appoint new trustees.

The Trustees meet at least annually to review and revise as necessary the Charitable Settlement's policies as regards grant making, investment, risk management and reserves policy.

Given the size of the Charitable Settlement there is not a formal policy for the induction and appointment of Trustees.

Grant making policy

The Trustees' policy is to make grants based upon the level of funds available subject to those payments falling within the objects of the charity or any restrictions imposed by the original donors of the funds.

Investment powers and policy

The Trustees have the power to invest in such assets as they see fit. Given the normally short period from the receipt of donations to the making of grants, surplus funds are kept on deposit account with the Settlement's bankers.

Public benefit

The Trustees have referred to the advice contained in the Charity Commission's general guidelines on public benefit when reviewing the aims and objectives and in planning the future activities. In particular the Trustees consider how planned activities will contribute to the aims and objectives they have set. The Trustees consider the current activities deliver public benefit. Details of the objects which form the basis of this policy are given earlier in this report.

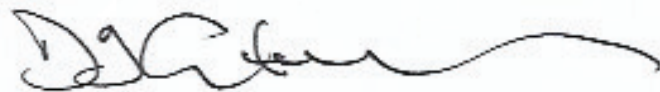
Statements of trustees' responsibilities

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standard (United Kingdom Generally Accepted Accounting Practice).

The law applicable in England & 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 and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 in business.

The trustees are responsible for keeping proper accounting records that 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 Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.



.....
D J Gilmour
Trustee

26 April 2021

THE D G CHARITABLE SETTLEMENT

Independent examiner's report to the Trustees

Independent examiner's report to the trustees of The DG Charitable Settlement

I report to the trustees on my examination of the accounts of The DG Charitable Settlement (the Trust) for the year ended 30 June 2020.

Respective Responsibilities of trustees and examiner

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 all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

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 Trust 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.

Signed:



Lorenzo Mosca ACA
Saffery Champness LLP
71 Queen Victoria Street
London
EC4V 4BE
5 May 2021

THE D G CHARITABLE SETTLEMENT

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2020

	Notes	Unrestricted funds £	Restricted funds £	2020 Total funds £	2019 Total funds £
Income from:					
Donations		262,160	-	262,160	125,000
Other trading activities					
Proceeds from auction		-	-	-	13,678,682
Other income					
Bank interest received		-	36,480	36,480	-
Total		<u>262,160</u>	<u>36,480</u>	<u>298,640</u>	<u>13,803,682</u>
Expenditure on:					
Raising funds					
Costs in connection with the fundraising auction		-	21,124	21,124	498,356
Charitable activities:					
Grant making		<u>6,729</u>	<u>-</u>	<u>6,729</u>	<u>13,457,518</u>
Total	2	<u>6,729</u>	<u>21,124</u>	<u>27,853</u>	<u>13,955,874</u>
Net income/(expenditure) and net movement in funds		255,431	15,356	270,787	(152,192)
Transfer between funds		15,356	(15,356)	-	-
Reconciliation of funds:					
Total funds brought forward		<u>1,570</u>	<u>-</u>	<u>1,570</u>	<u>153,762</u>
Total funds carried forward	8	<u>272,357</u>	<u>-</u>	<u>272,357</u>	<u>1,570</u>

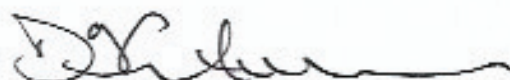
The notes on pages 8 to 12 form part of the financial statements.

THE D G CHARITABLE SETTLEMENT

BALANCE SHEET
AT 30 JUNE 2020

	Note	2020 £	2019 £
Current Assets:			
Debtors	6	-	13,471,406
Cash at bank and in hand		286,857	36,630
		<u>286,857</u>	<u>13,508,036</u>
Liabilities:			
Creditors: Amounts falling due within one year	7	(14,500)	(13,506,466)
		<u>272,357</u>	<u>1,570</u>
Net assets			
Funds			
Unrestricted	8	272,357	1,570
		<u>272,357</u>	<u>1,570</u>

Approved by the Board of Trustees on 26 April 2021 and signed on its behalf by



.....
D J Gilmour
Trustee

The notes on pages 8 to 12 form part of the financial statements.

1 Accounting policies

The financial statements have been prepared on an accruals basis under the historical cost convention.

The accounts have been prepared in accordance with the 'Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)', the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

The accounts are prepared in sterling, which is the functional currency of the Charitable Settlement. Monetary amounts in these financial statements are rounded to the nearest £.

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

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern. The charity had net assets of £272,357 at year end and has received further donations subsequent to the year end. Having considered the charity's financial position, commitments and future plans, the Trustees are satisfied that the charity has adequate resources to continue in operational existence for the foreseeable future, being a period of at least a year from the date of signing the financial statements. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

1.1 Incoming resources

All incoming resources are included in the Statement of Financial Activities when the Charitable Settlement is entitled to the income and the amounts can be quantified with reasonable accuracy.

1.2 Resources expended

Expenditure is accounted for on an accruals basis. Costs are allocated between activities based on the nature of the underlying expense. No estimate techniques are used to calculate their apportionment.

Expenditure on raising funds are those costs directly attributable to the Charitable Settlement's fundraising activities.

Expenditure on charitable activities are grant funding costs including the direct costs of grants awarded and related support costs. Grant funding costs are grants awarded to third parties in furtherance of the charitable objects of the Charitable Settlement. Grants payable are charged in the year when the offer is formally conveyed to the recipient.

Governance costs comprise all costs involved in the public accountability of the Charitable Settlement and its compliance with regulation and good practice. These costs include costs relating to statutory audit.

THE D G CHARITABLE SETTLEMENT

NOTES AND ACCOUNTING POLICIES FOR THE YEAR ENDED 30 JUNE 2020

1.3 Funds

Unrestricted funds represent the balance of income from all sources after deduction of grants paid and other necessary expenditure. The fund can be spent on any purpose within the Charitable Settlement's objects at the discretion of the trustees.

Restricted funds reflect funds held by the Charitable Settlement on specific trusts, to be spent in accordance with the terms of those trusts. Specific trusts may be declared by donors when making gifts or may result from the terms of an appeal for funds.

2 Expenditure

	2020 £	2019 £
Raising funds		
Contractual auction costs	21,124	498,356
Charitable activities		
Grants paid	5,000	13,448,326
Governance costs (see note 4)	1,500	7,920
Management and administration costs	229	1,272
	6,729	13,457,518
Total expenditure	6,729	13,955,874

NOTES AND ACCOUNTING POLICIES
FOR THE YEAR ENDED 30 JUNE 2020

3 Grants payable

Grant expenditure for the year comprises the following amounts payable:

	2020 £	2019 £
Age International	-	5,000
Amnesty International	-	10,000
Battersea Dogs' and Cats' Home	-	1,000
Cancer Research UK	-	5,000
Client Earth	-	13,180,326
Crisis	-	40,000
Freedom from Torture	-	5,000
Great Ormond Street Hospital	-	15,000
Horsham District Scout Council	-	1,000
Howard League	-	5,000
Liberty Choir	-	15,000
Medical aid for Palestinians	-	500
Migrant Offshore Aid Station	-	10,000
Oxfam	-	100,000
Prisoners Abroad	-	2,500
Prisoners of Conscience Appeal Fund	-	5,000
Roger's Wildlife Rescue	-	1,500
Shelter	-	25,000
The Alexandra Wylie Tower	5,000	10,000
The Folly Wildlife Rescue Trust	-	1,500
Women for Refugee Women	-	10,000
	5,000	13,448,326

The grants comprise amounts payable to institutes of £5,000 (2019: £13,448,326) and grants to individuals of nil (2019: nil).

4 Governance costs

Governance costs include the following amounts payable to the charity's auditor (net of VAT):

	2020 £	2019 £
Audit services	-	6,320
Accountancy support	1,500	1,600

THE D G CHARITABLE SETTLEMENT

NOTES AND ACCOUNTING POLICIES FOR THE YEAR ENDED 30 JUNE 2020

5 Employees

The average monthly number of persons employed by the charity during the year was 0 (2019 – 0).

6 Debtors

	2020 £	2019 £
Accrued income	-	13,471,406

7 Creditors: Amounts falling due within one year

	2020 £	2019 £
Accruals	4,500	9,820
Other creditors	-	306,320
Grants payable		
ClientEarth	-	13,180,326
Other	10,000	10,000
	<u>14,500</u>	<u>13,506,466</u>

The Charitable Settlement held a fundraising auction in June 2019 in aid of ClientEarth. The amount accrued as a grant payable to ClientEarth reflects the net income generated from the auction in the year. The Charitable Settlement paid the gift to ClientEarth in October 2019 once the proceeds from the auction had been collected.

8 Fund movements in year

General funds are unrestricted funds. Unrestricted funds comprise those funds which the trustees are free to spend on any of the charity use in accordance with the charitable objects.

The Charitable Settlement held a fundraising auction in the previous year to raise funds for ClientEarth. Restricted funds in the previous year reflect all income and expenditure relating to that auction.

9 Related party transactions

David Gilmour Music Ltd made a donation of £262,160 in the year (2019: £250,000) and paid administrative costs on behalf of the charity amounting to £229 (2019: £1,240). As at 30 June 2020 the charity owed David Gilmour Music Ltd £nil (2019: £5,240).

As at 30 June 2020 the charity owed D J Gilmour, a trustee, £10,000 (2019: £10,000).

The Trustees were not reimbursed for expenses and did not receive remuneration or any other payments for services during the current or previous year.

10 Prior year Statement of Financial Activities

	Unrestricted funds £	Restricted funds £	2019 Total Funds £
Income from:			
Donations	125,000	-	125,000
Other trading activities			
Proceeds from auction	-	13,678,682	13,678,682
Total	125,000	13,678,682	13,803,682
Expenditure on:			
Raising funds			
Costs in connection with the fundraising auction	-	498,356	498,356
Charitable activities:			
Grant making	277,172	13,180,326	13,457,518
Total	277,172	13,678,682	13,955,874
Net expenditure and net movement in funds	(152,192)	-	(152,192)
Reconciliation of funds:			
Total funds brought forward	153,762	-	153,762
Total funds carried forward	1,570	-	1,570