

**THE WORSHIPFUL COMPANY OF CORDWAINERS
(INCORPORATED BY ROYAL CHARTER 1439 AD)**

CHARITABLE TRUSTS

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020**

The Cordwainers' Company Common Investment Fund (Pooled Trusts) Reg No 261891,
Minge's Gift Reg No 266073, Emily Frances Jackson Bequest Reg No 220442

THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Financial Statements For the year ended 31 July 2020

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THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Financial Statements For the year ended 31 July 2020

Registered Charities' Names	The Cordwainers' Company Common Investment Fund (Pooled Trusts), Minge's Gift and the Emily Frances Jackson Bequest
Charity Numbers	261891, 266073 and 220442
Principal Office	Clothworkers' Hall Dunster Court, Mincing Lane, London, EC3R 7AH
Trustees	<p>N P Easton (resigned 8 July 2020) P J Lamble Sir Roger Gifford J C Peal (appointed 8 July 2020)</p> <p>Advised by the Charity Committee of the Worshipful Company of Cordwainers, including:</p> <p>D P A Emerson, E C Fairweather, D J P Grice, P A Holmes, J J Mander, G A B Shaw, and H G B Shaw</p> <p>The trustees are the Master and Wardens of the Worshipful Company of Cordwainers, who are elected and installed into their office each year by the members of the Livery Company.</p>
Secretary	P J Graham
Auditor	Mazars LLP 2 nd Floor, 6 Sutton Plaza, Sutton Court Road, Sutton, SM1 4FS
Bankers	<p>C Hoare & Company 37 Fleet Street, London, EC4P 4DG</p> <p>Barclays Bank 39 Hatton Garden, London, EC1N 8DN</p>
Investment Managers	Bordier & Cie (UK) PLC 23 King Street, London, SW1Y 6QY
Solicitors	Squire Patton Boggs (UK) LLP 7 Devonshire Square, Cutlers Gardens, London, EC2M 4YH

THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Trustees' Annual Report Year ended 31 July 2020

The trustees present their annual report and the financial statements of the Cordwainers' Charitable Trusts for the year ended 31 July 2020.

The financial statements comply with the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

REFERENCE AND ADMINISTRATIVE DETAILS

Reference and administrative details are shown in the schedule of general information on page 1 of the financial statements.

TRUSTEES

The trustees who served during the period were as follows:

- N P Easton (resigned 8 July 2020)
- P J Lamble
- Sir Roger Gifford
- J C Peal (appointed 8 July 2020)

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing documents

The Worshipful Company of Cordwainers Charitable Trusts (the Charity) comprises charities governed by various deeds of trust as follows:

- **The Cordwainers Common Investment Fund (also known as the Pooled Trusts)** - the Charity Commissioners approved a pooling scheme for the majority of the Cordwainers' trusts in 1970. Although combined, the Cordwainers' Court (governing body) stipulated that the names of the individual benefactors should not be lost and therefore their names and the relevant funds are set out in Note 15. The trustees are directed to hold the capital and income of the Common Investment Fund for specific purposes and they are therefore restricted funds.
- **Minge's Gift** - the assets derived from the bequest of Richard Minge (1622) were established as a separate charitable trust named Minge's Gift in 1972. The trustees are directed to hold the capital and income of the trust for such general charitable purposes as they think fit.
- **Emily Frances Jackson Bequest** – the assets derived from the bequest of Emily Frances Jackson (1927) were established as a separate charity and are a restricted fund. The trustees are directed to hold the capital and income of the bequest for the benefit of poor ex-servicemen and women.
- **Other designated restricted funds** - fundraising undertaken by the members of the Worshipful Company of Cordwainers (the Company), for specific purposes is treated as a designated fund. Any balances carried forward at the end of the year are shown separately.

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Trustees' Annual Report Year ended 31 July 2020

Induction and training of new trustees

On appointment, new trustees receive detailed information on both their role as a trustee and the charity. They are invited to attend a trustees' meeting before formally accepting the position and are also invited and encouraged to visit and take part in aspects of the Charity's work to gain a fuller understanding of the issues involved.

Risk management

The trustees have a duty to identify and review the risks to which the Charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. To this end, the Charity maintains a risk register.

The trustees have assessed the major risks to which the Charity is exposed, in particular those related to operations and finances of the Charity and are satisfied that systems are in place to mitigate exposure to the major risks. As part of the process, the trustees have implemented the following:

- A cash flow forecast which is revised regularly, taking account of variances in income and expenditure.
- The trustees are presented with six-monthly management accounts to keep them up to date with the charity's financial situation but have also been receiving regular financial updates since the start of the Covid-19 pandemic.
- The trustees meet at least twice per year to review the general financial position of the Charities including investments and adequate provision for property management and maintenance.

The trustees have reviewed the Charity's own internal financial controls and are satisfied that these are appropriate in minimising any risk to the Charity's funds.

The major risk facing the Charity currently is the financial uncertainty caused by the Covid-19 pandemic and its potential impact on rental and investment income. The trustees have assessed to the best of their abilities the current and potential future impact of the Covid-19 pandemic, to ensure that the Charity can maintain its day-to-day activities. The trustees will take whatever measures they consider to be required during this time to enable the charity to continue its operations.

The Charitable Trusts' freehold properties were due to be revalued in 2020. In the early part of the year this was not possible, owing to the restrictions resulting from the pandemic lockdown. The Trustees considered the position again in the early autumn and concluded that there was so much uncertainty in property markets that any valuation might well be invalid within a few months and that therefore the valuations should be delayed until the market had stabilised.

Brexit has had little impact on the activities of the Company over the last year.

OBJECTIVES AND ACTIVITIES

Objectives and aims

Donations policy

In accordance with the provisions of the various Charities' deeds, the trustees are responsible for the distribution of the income available each year. The income is derived from investments, rents and donations.

THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Trustees' Annual Report Year ended 31 July 2020

Public benefit

The objects of the charity are to improve the prospects and opportunities of young people and disadvantaged groups. This is achieved by making grants to appropriate institutions and individuals. The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities and setting the grant making policy for the year.

ACHIEVEMENTS AND PERFORMANCE

Charitable activities

During 2019-20, the Charity's major area of funding continued to be footwear education and training. However, grants were also awarded in a wide spectrum of charitable areas, ranging from charities which accord with the wishes of the Company's original benefactors, to those which relate to the Company's trade, and those with which the Company has historic links. These charitable areas include: the footwear industry, blind and visually impaired people, medicine, the City of London (including churches), the military, the elderly, music, deaf people, education and families in financial difficulty.

In addition, throughout the year, Cordwainer members raised funds for Harry's Giant Pledge at the Royal Marsden Cancer Charity. Harry's Giant Pledge was set up in 2019 by Cordwainer Past Warden James Shaw and his wife, following the diagnosis of their young son, Harry, with Ewing's Sarcoma, a rare bone cancer. Sadly, five-year-old Harry died in June 2019. Harry's Giant Pledge will fund pioneering research into a new treatment approach at the Royal Marsden for children with sarcoma cancers. Cordwainer members supported a wide range of activities including: the Prudential Ride 100 cycle challenge; the Trailwalker Challenge, a 100km trek across the South Downs; a wine tasting evening; and Christmas carol singing at London Bridge Underground Station. Covid-19 prevented a planned sponsored walk from going ahead but instead Cordwainer members, their families, friends and the Royal Regiment of Fusiliers took part in a socially distanced March for Harry in their local areas in June. The fundraising target for the year had been £15,000 but once Gift Aid has been included, as well as a £5,000 donation from the Charity and an impressive sponsorship total from one member which was given directly to the Royal Marsden Cancer Charity, the Cordwainers will have donated over £26,000 to Harry's Giant Pledge.

This year also saw the publication of the third Cordwainers Charity Report covering the Cordwainers Company charitable giving in 2018-19. This document provided the membership with information about all of the Cordwainers' charitable beneficiaries, and details of which projects the Cordwainers had helped, demonstrating the public benefit of the charitable giving and celebrating the charitable ethos of the Cordwainers, <http://cordwainers.org/charity-report/2018-2019/>.

FINANCIAL REVIEW

The financial position of the Charity at the end of the financial year is positive. The result for the year is shown on page 10.

The Charity has a strong focus on supporting education in the shoe and leather industry and continued to make good progress in this area.

The main beneficiaries of the charitable funds continued to be footwear design students at the London College of Fashion (part of the University of the Arts, London), the University of Northampton and

THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Trustees' Annual Report Year ended 31 July 2020

De Montfort University, as well as the Royal Society for Blind Children, the Guildhall School of Music and Drama, the Urswick School in Hackney, and the Charity's almshouses in Chesham (Buckinghamshire) and Shorne (Kent).

Grants were also distributed to support charities helping blind and partially sighted people; innovation and benevolence at Footwear Friends; medical and military charities with historic links to the Company; and the charitable aspects of the work of the City of London.

In addition, there were numerous grants to those in need from the Pooled Trusts and Emily Frances Jackson Bequest (blind and partially sighted people; clergymen's widows; deaf and hearing impaired people; elderly ladies; families facing financial difficulty; and veterans).

Every effort is made to monitor the effectiveness of any awards made with annual reports requested from beneficiaries. The responses and letters of thanks from students and other recipients show us how important even modest grants can be.

The Charity's investments are under discretionary management by Bordier & Cie (UK) plc, and performance is closely monitored by the Company's Management and Charity Committees.

Reserves policy

The trustees' reserves policy, in respect of both the restricted and unrestricted funds, is to maintain these so that they generate sufficient income to maintain grant giving levels broadly in line with an average of the previous three years. In terms of the restricted income reserve funds, the trustees aim, in any one year, to operate on a basis where they cover potential liabilities and hold sufficient working capital to enable the distribution of grants.

The level of reserves as at 31 July 2020 is £4,461,780 split as follows:

Common Investment Fund (Pooled Trusts) – restricted	£1,627,074
Emily Frances Jackson Bequest – restricted	£577,890
Minge's Gift – unrestricted	£2,226,816
Designated – Music Fund	£30,000
Total	£4,461,780

Investment policy and objectives

All the Charity deeds confer upon the trustees wide powers of investment.

The Charity's monies may be invested in the purchase of such stocks, shares, securities or other investments as the trustees shall at their absolute discretion think fit.

At present investments comprise listed securities and properties.

On the instructions of the trustees, Bordier & Cie (UK) PLC hold the managed investments as independent custodians on behalf of the Charity.

The property deeds are held by the Charity's solicitors.

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Trustees' Annual Report Year ended 31 July 2020

PLANS FOR FUTURE PERIODS

The Charitable Trusts envisages continuing, in the coming year, with the grant-making activities described earlier, but consistent with maintaining the reserves policy set out above, where possible. This is however, all subject to the impact of the pandemic on the Charity's income and overall financial position.

TRUSTEES' RESPONSIBILITIES STATEMENT

The trustees are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and regulations.

Under that law the trustees have elected to prepare financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) which give a true and fair view of the state of affairs of the Charity and the income and expenditure 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 (FRS 102);
- 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 in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Charity. 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.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

AUDITOR

A resolution to reappoint Mazars LLP as auditors will be put to the trustees at the meeting of the Charity Committee for the Charity.


P J Graham (May 25, 2021 16:27 GMT+1)

P J Graham
Secretary

Dated 11 May 2021

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Year ended 31 July 2020

Qualified opinion

We have audited the financial statements of The Worshipful Company of Cordwainers Charitable Trusts for the year ended 31 July 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 FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 July 2020 and of 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 the requirements of the Charities Act 2011.

Basis for qualified opinion

With respect to freehold properties with a carrying value of £548,500, the audit evidence available to us was limited because it has not been possible for the Charity to obtain an up-to-date reliable external valuation of the properties. We were unable to obtain sufficient appropriate audit evidence to support the carrying value at 31 July 2020 by using other audit procedures. Consequently, we were unable to determine whether any adjustment to the carrying value, or consequential adjustments to related balances, were necessary.

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 qualified 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 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 issue.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Year ended 31 July 2020

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditor's report thereon. Our opinion of 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.

As described in the Basis for qualified opinion section of our report, we were unable to satisfy ourselves in respect of the carrying value of freehold properties at 31 July 2020. We have concluded that where the other information refers to the carrying value of freehold properties, it may be materially misstated for the same reason.

Opinions on other matters prescribed by the Charities Act 2011

Except for the possible effects of the matter described in the Basis for qualified opinion section of our report, in our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Annual Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

Arising solely from the limitation on the scope of our work relating to the valuation of freehold properties, referred to above:

- we have not obtained all the information and explanations that we considered necessary for the purpose of our audit.

We have nothing to report in respect of the following matters in relation to which the Charities Act (Accounts and Reports) Regulations 2008 requires 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' Annual Report; or
- sufficient accounting records have not been kept; or
- we have not received all the information and explanations we require for our audit.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Year ended 31 July 2020

Responsibilities of Trustees

As explained more fully in the Trustees' responsibilities statement set out on page 6, 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.

Auditor's responsibilities for the audit of the financial statements

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 or 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 www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditor's report.

Use of the audit report

The report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulation 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 auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept responsibility to anyone other than the Charity and the Charity Trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Signed:


Mazars LLP (May 28, 2021 11:12 GMT+1)

Mazars LLP Chartered Accountants and Statutory Auditor
6 Sutton Plaza, Sutton Court Road, Sutton, Surrey SM1 4FS

Date: 28/05/2021

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Statement of Financial Activities (incorporating the Income & Expenditure Account)

Year ended 31 July 2020

	Note	Unrestricted Funds	Restricted Funds	2020 Total Funds	2019 Total Funds
		£	£	£	£
INCOME					
Donations and legacies	2	72,188	73	72,261	175,958
Income from investments	3	77,474	43,376	120,850	110,991
Shorne Almshouses		-	30,371	30,371	28,271
Francis Almshouses		22,832	-	22,832	15,870
TOTAL INCOME		172,494	73,820	246,314	331,090
EXPENDITURE					
Raising funds	4	44,437	10,511	54,948	40,704
Shorne Almshouses	7,16	-	16,449	16,449	27,099
Francis Almshouses	8	17,837	-	17,837	17,450
Charitable Activities	5	179,447	25,284	204,731	239,446
TOTAL EXPENDITURE		241,721	52,244	293,965	324,699
NET (EXPENDITURE)/ INCOME		(69,227)	21,576	(47,651)	6,391
Realised (losses)/gains on investments		(659)	(839)	(1,498)	61,190
Unrealised (losses) on investments		(99,802)	(127,021)	(226,823)	(29,066)
Transfer between funds	15,16	30,000	(30,000)	-	-
NET MOVEMENT IN FUNDS FOR THE YEAR		(139,688)	(136,284)	(275,972)	38,515
Total funds brought forward		2,396,504	2,341,248	4,737,752	4,699,237
TOTAL FUNDS CARRIED FORWARD		2,256,816	2,204,964	4,461,780	4,737,752

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of comprehensive income has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 12 to 21 form part of these financial statements

THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Balance Sheet

As at 31 July 2020

	Notes	Unrestricted Funds	Restricted Funds	2020 Total Funds	2019 Total Funds
		£	£	£	£
FIXED ASSETS					
Properties	11	165,000	125,000	290,000	290,000
Investment properties	11	548,500	-	548,500	548,500
Investments	12	1,532,638	1,999,166	3,531,804	3,701,437
		<u>2,246,138</u>	<u>2,124,166</u>	<u>4,370,304</u>	<u>4,539,937</u>
Current Assets					
Debtors	13	21,280	22,417	43,697	35,239
Cash at bank		14,091	58,381	72,472	220,142
		<u>35,371</u>	<u>80,798</u>	<u>116,169</u>	<u>255,381</u>
Creditors: amounts falling due within one year	14	(24,693)	-	(24,693)	(57,566)
NET CURRENT ASSETS		<u>10,678</u>	<u>80,798</u>	<u>91,476</u>	<u>197,815</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,256,816</u>	<u>2,204,964</u>	<u>4,461,780</u>	<u>4,737,752</u>
TOTAL ASSETS		<u>2,256,816</u>	<u>2,204,964</u>	<u>4,461,780</u>	<u>4,737,752</u>
FUNDS					
Unrestricted income funds		2,256,816	-	2,256,816	2,396,504
Restricted funds	16	-	2,204,964	2,204,964	2,341,248
TOTAL FUNDS		<u>2,256,816</u>	<u>2,204,964</u>	<u>4,461,780</u>	<u>4,737,752</u>

These financial statements were approved by the Board of Trustees on 11 May 2021 and are signed on their behalf by:



P J Lamble
Chairman



John Peal
Trustee

The notes on pages 12 to 21 form part of these financial statements

THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Notes to the Financial Statements

Year ended 31 July 2020

I ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared in accordance with Accounting and Reporting Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) (effective 1 January 2019) – Charities SORP (FRS 102) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS (102)).

The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are presented in sterling, which is the functional currency of the Charity and rounded to the nearest pound.

Going concern

The trustees assess whether the use of going concern is appropriate and have identified no material uncertainties related to events or conditions that may cast significant doubt on the ability of the Charity to continue as a going concern. The trustees make this assessment in respect of a period of twelve months from the date of approval of the financial statements.

Income

Donations, investments and rental income are recognised on a receivable basis.

Expenditure and irrecoverable VAT

Expenditure is accounted for on an accruals basis and is recognised once there is an obligation to make a payment to a third party and the amount of the obligation can be measured reliably. Expenditure is inclusive of any VAT which cannot be recovered.

Expenditure which is directly attributable to specific activities has been included in the cost of operation of the activities. Other office costs which are attributable to more than one activity are allocated to governance.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees. The trustees can designate certain income to named funds within the unrestricted funds. Every year, the Designated Cordwainer Charity of Year has specific income and expenditure assigned to it, with the balance being the donation to the chosen charity. There is one other designated fund, the Music Fund, which has been set aside for future musical projects.

Restricted funds can only be used for particular restricted purposes within the objects of the charity in question. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Investments and freehold properties

Listed investments are valued using the mid-market price at the year-end date.

Freehold properties (both those used for charitable activities and investment properties) are valued at market valuation although the planned revaluation, due for 2020, could not be carried out owing to complications resulting from the pandemic.

THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Notes to the Financial Statements

Year ended 31 July 2020

Taxation

The charity is exempt from corporation tax on its charitable activities.

Critical accounting judgements and key sources of estimation

In the application of the Charity's accounting policies management is required to make judgements, estimates and assumptions about the carrying values 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.

2 DONATIONS AND LEGACIES

	Unrestricted funds	Restricted funds	2020 Total funds	2019 Total funds
	£	£	£	£
Donations received	42,965	73	43,038	113,540
Designated Cordwainer Charity of the Year (including Gift Aid)	21,564	-	21,564	55,373
HMRC Gift Aid	7,659	-	7,659	7,045
	72,188	73	72,261	175,958

3 INCOME FROM INVESTMENTS

	Unrestricted funds	Restricted funds	2020 Total funds	2019 Total funds
	£	£	£	£
Income from investments	34,081	43,376	77,457	79,243
Rental income – investment property	43,108	-	43,108	30,818
Deposit account interest	285	-	285	930
	77,474	43,376	120,850	110,991

4 EXPENDITURE ON RAISING FUNDS

	Unrestricted funds	Restricted funds	2020 Total funds	2019 Total funds
	£	£	£	£
Investment property costs	30,433	-	30,433	15,054
Investment managers fees	8,258	10,511	18,769	18,812
Other fundraising costs	5,746	-	5,746	6,838
	44,437	10,511	54,948	40,704

THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Notes to the Financial Statements

Year ended 31 July 2020

5 CHARITABLE ACTIVITIES

	Note	Unrestricted funds	Restricted funds	2020 Total funds	2019 Total funds
		£	£	£	£
Grants	6	138,325	16,400	154,725	159,813
Designated Cordwainer Charity of the Year		19,408	-	19,408	47,356
Support and governance costs		21,714	8,884	30,598	32,277
		179,447	25,284	204,731	239,446

	Unrestricted funds	Restricted funds	2020 Total funds	2019 Total funds
	£	£	£	£
Support and governance costs				
Salaries, employers NIC and pension costs	16,602	7,106	23,708	18,049
Auditors' remuneration	3,420	1,464	4,884	4,440
Accountancy fees	736	314	1,050	9,392
Sundry	812	-	812	100
Bank charges	144	-	144	296
	21,714	8,884	30,598	32,277

6 GRANTS

RESTRICTED FUNDS	2020	2019
	£	£
Clergymen's Widows	600	600
Blind – including the Royal Society for Blind Children, Blind in Business and Blind Veterans UK	13,000	600
Deaf	600	600
Distressed fathers	600	600
Ex-service men and women	1,000	600
Elderly ladies	600	600
Total restricted grants	16,400	3,600

THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Notes to the Financial Statements

Year ended 31 July 2020

UNRESTRICTED FUNDS	2020	2019
	£	£
Individual grants	-	2,000
Standard grants:		
University of St Andrews	-	1,000
University of Northampton	22,000	22,000
Northampton Museum and Gallery	-	3,000
University College London	3,000	5,500
De Montfort University	29,950	10,288
Capel Manor College	15,000	14,800
Urswick School, Hackney	10,000	10,000
Footwear Friends	8,000	8,000
British Footwear Development Trust	-	10,050
Royal Society for Blind Children *	-	10,000
Blind in Business *	-	1,000
Blind Veterans UK *	-	2,000
St Olave's Church	1,000	1,250
St Dunstan-in-the-West Church	-	300
St Sepulchre's-Without-Newgate	-	300
St Paul's Cathedral	-	500
St Mary Aldermary	1,000	1,250
St Mary Magdalene, Enfield	1,000	1,000
Shorne Parish Church	300	300
United Guilds Service	175	175
City University	4,000	4,000
Guildhall School of Music	12,500	12,500
Help Musicians UK	250	250
The Almshouse Association	250	250
Fusiliers Aid Society	5,000	1,000
Lord Mayor's Fund	2,000	2,500
Royal British Legion	-	1,000
Royal Marsden Cancer Charity	5,000	5,000
British Red Cross City of London	-	500
Sheriffs' and Recorder's Fund	250	250
FANY (PRNC)	1,000	1,000
QEST	-	6,000
Guildhall Library	250	-
Master's Discretionary Fund	-	450
Cordwainers' National Footwear Student Awards	11,400	11,800
SSAFA	5,000	5,000
Total unrestricted grants	138,325	154,213

*these grants were made from the Pooled Trusts in 2019/20

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Notes to the Financial Statements

Year ended 31 July 2020

7 SHORNE ALMSHOUSES EXPENDITURE

Hayes Terrace, Crown Lane, Shorne, Kent – 5 houses

	2020	2019
	£	£
Management charges	3,645	3,392
Repairs	8,037	20,150
Gas and electricity	-	952
Council tax	192	(158)
General and water rates	-	60
Garden maintenance	1,080	2,703
Insurance	1,095	-
Surveyor's fees	2,400	-
	16,449	27,099

8 FRANCIS ALMSHOUSES EXPENDITURE

Francis Cottages, White Hill, Chesham, Buckinghamshire – 4 houses

	2020	2019
	£	£
Management charges	3,060	4,800
Repairs	2,391	752
Gas and electricity	4,368	5,177
Insurance	958	2,291
Cesspit emptying	4,200	3,750
Garden maintenance	560	680
Surveyor's fees	2,300	-
	17,837	17,450

9 STAFF COSTS AND NUMBERS

Total staff costs were as follows:

	2020	2019
	£	£
Wages & salaries	23,708	18,049

Particulars of employees:

The charity directly employed three part-time staff members and the average monthly number of employees (including part time staff) during the year was 3. The average number was as follows:

	2020	2019
	No	No
Support staff	3	2

No employee received remuneration of more than £60,000 during the year (2019: – Nil).

THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Notes to the Financial Statements

Year ended 31 July 2020

10 TRUSTEES' REMUNERATION

No trustees' remuneration was paid in either year. No trustees' expenses were paid in either year.

11 PROPERTIES AND INVESTMENT PROPERTIES

	Unrestricted funds £	Restricted funds – Pooled Trusts £	2020 Total funds £	2019 Total funds £
Charitable Properties:				
Shorne Almshouses – at estimated 2015 valuation and improvements at cost	-	125,000	125,000	125,000
Francis Almshouses – at estimated 2015 valuation	165,000	-	165,000	165,000
Investment properties:				
Rear car park, Bromham Road 30/32 Bromham Road, Bedford (45.56% at cost 1975)	13,500		13,500	13,500
46/48 High Street, Weybridge (at estimated 2015 valuation)	535,000		535,000	535,000
	<u>548,500</u>		<u>548,500</u>	<u>548,500</u>

DTZ Debenham Thorpe carried out an open market valuation of the properties on 31 July 2015 and the properties have been accounted for in accordance with this valuation.

The Charitable Trusts' freehold properties were due to be revalued in 2020. In the early part of the year this was not possible, owing to the restrictions resulting from the pandemic lockdown. The Trustees considered the position again in the early autumn and concluded that there was so much uncertainty in property markets that any valuation might well be invalid within a few months and that therefore the valuations should be delayed until the market had stabilised.

No depreciation is provided on freehold properties unless the building is considered to be of an unconventional structure. It is the policy of the Charity to maintain all its properties to a high standard and because of this such properties maintain a residual disposal value at least equal to their book values. Depreciation is therefore immaterial in the current year and in aggregate.

THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Notes to the Financial Statements

Year ended 31 July 2020

12 INVESTMENTS

	2020	2019
	£	£
Market value brought forward	3,383,998	3,424,431
Purchases	1,712,428	917,890
Disposals	(1,596,795)	(990,447)
Change in market value	(226,823)	32,124
	<u>3,272,808</u>	<u>3,383,998</u>
Cash held for investment	258,996	317,439
	<u>3,531,804</u>	<u>3,701,437</u>
Total investments		
	<u>3,470,436</u>	<u>3,348,811</u>

13 DEBTORS

	2020	2019
	£	£
The Worshipful Company of Cordwainers	-	2,006
Prepayments	2,705	2,503
Gift Aid recoverable	1,546	14,650
Almshouses	38,946	15,580
Property Agent cash account	500	500
	<u>43,697</u>	<u>35,239</u>

14 CREDITORS: amounts falling due within one year

	2020	2019
	£	£
Trade creditors	6,462	-
Accruals	10,350	50,608
Income received in advance	7,233	6,556
Social Security costs	536	402
The Worshipful Company of Cordwainers	112	-
	<u>24,693</u>	<u>57,566</u>

Deferred income:

	2020	2019
	£	£
Balance brought forward	6,556	4,440
Released during the year	(6,556)	(4,440)
Advanced rent received	7,233	6,556
	<u>7,233</u>	<u>6,556</u>
Balance carried forward		

THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Notes to the Financial Statements

Year ended 31 July 2020

15 BENEFACTORS OF THE RESTRICTED FUNDS

Pooled Trusts:

a) Scholars

A fund resulting from the legacies of James Shawe (1630) and A R Gregory (1968) as well as contributions from M G B Shaw (2004) to support scholars.

b) Clergymen's widows

A fund resulting from the legacy of John Came (1782) to support clergymen's widows

c) Blind

A fund resulting from the legacies of John Came (1782), Elizabeth Love (1805) and Martha and Ann Woolnough (1863) to support blind and partially sighted people.

d) Deaf

A fund resulting from the legacy of John Came (1782) to support deaf and partially deaf people.

e) Distressed fathers

A fund resulting from the legacy of James Milner (1830) to support poor distressed fathers and families.

f) Shorne

A fund resulting from Leveridge's Gift (1882) and William Leveridge's Gift (1899) for the provision, repair and maintenance of almshouses in Shorne, Kent for widows and unmarried women who are members of the Church of England over the age of 60.

g) Elderly ladies

A fund resulting from the Emily Frances Jackson for Women Fund (1969) and the Emily Frances Jackson North Street Trust (1971) to be used to support elderly women.

h) Travelling scholarships

A fund resulting from the legacy of F S Francis (1938) to support travelling scholarships

Emily Frances Jackson Bequest:

A fund resulting from the Emily Frances Jackson Bequest (1927) to be used for the benefit of ex-servicemen and women.

BENEFACTORS OF DESIGNATED FUNDS WITHIN UNRESTRICTED FUNDS

Music Fund:

A fund resulting from the Master's fundraising campaign for 2012/13 and subsequent years to support music related projects. This is a fund designated by the trustees rather than being legally restricted and therefore the funds have been transferred from restricted reserves to unrestricted reserves.

Designated Cordwainers Charity of the Year:

Each year the member's fundraising during the year is designated to a particular charity. During 2019/20, the chosen charity was Harry's Giant Pledge in aid of the Royal Marsden Cancer Charity, to fund research in sarcomas in children.

THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Notes to the Financial Statements

Year ended 31 July 2020

16 MOVEMENT ON RESTRICTED FUNDS

	Undistributed income 1/8/19	Income	Expend- iture	Grants paid during the year	Transfer to Designated Funds	Undistributed income 31/7/20	Capital funds 1/8/19	Movement in shares	Capital funds 31/7/20	Total funds 31/7/20
ai) Scholars (Shawe & Gregory)	984	430	(157)	-	-	1,257	20,678	(1,268)	19,410	20,667
aii) Scholars (Shaw)	388	287	(105)	-	-	570	14,050	(846)	13,204	13,774
aiii) Scholars (Shaws)	8,454	808	(293)	-	-	8,969	32,052	(2,379)	29,673	38,642
b) Clergymen's widows	13,233	3,324	(1,206)	(600)	-	14,751	153,692	(9,796)	143,896	158,647
c) Blind	(18,124)	1,709	(593)	(13,000)	-	(30,008)	100,242	(4,822)	95,420	65,412
d) Deaf	(9,797)	2,212	(803)	(600)	-	(8,988)	120,939	(6,523)	114,416	105,428
e) Distressed fathers	(5,957)	568	(207)	(600)	-	(6,196)	34,571	(1,676)	32,895	26,699
f) Shorne	292,564	48,511	(26,683)	-	-	314,392	750,899	(53,471)	697,428	1,011,820
g) Elderly ladies	26,787	2,611	(948)	(600)	-	27,850	104,439	(7,697)	96,742	124,592
h) Travelling scholars	9,013	1,280	(464)	-	-	9,829	55,336	(3,772)	51,564	61,393
Total Pooled Trusts	317,545	61,740	(31,459)	(15,400)	-	332,426	1,386,898	(92,250)	1,294,648	1,627,074
Emily Frances Jackson Bequest	79,143	12,080	(4,385)	(1,000)	-	85,838	527,662	(35,610)	492,052	577,890
Music Fund	30,000	-	-	-	(30,000)	-	-	-	-	-
Total Restricted Funds	426,688	73,820	(35,844)	(16,400)	(30,000)	418,264	1,914,560	(127,860)	1,786,700	2,204,964

THE WORSHIPFUL COMPANY OF CORDWAINERS CHARITABLE TRUSTS

Notes to the Financial Statements

Year ended 31 July 2020

17 CONTINGENCIES

The trustees have confirmed that there were no contingent liabilities which should be disclosed at 31 July 2020 (2019: Nil)

18 CAPITAL COMMITMENTS

As at 31 July 2020 that Charity had no outstanding capital expenditure commitments (2019: Nil).

19 POST BALANCE SHEET EVENTS

No events have occurred since the balance sheet date which would have a material effect on these accounts.

20 RELATED PARTY TRANSACTIONS

The Worshipful Company of Cordwainers is considered to be a related party of the Charity as the entity has the Master and Wardens in common.

At 31 July 2020, there was a balance due to/from The Worshipful Company of Cordwainers General Fund of £112 (2019: £2,006).

During the year The Charitable Trusts did not receive a donation from the Worshipful Company of Cordwainers General Fund (2019: £80,000).