

THE DISTILLERS' CHARITY
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2021

Registered Charity no: 1038763

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FOR THE YEAR ENDED 31 OCTOBER 2021

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THE DISTILLERS' CHARITY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 OCTOBER 2021

REFERENCE AND ADMINISTRATION DETAILS

Trustee The Worshipful Company of Distillers

Principal Address 1 The Sanctuary
London
SW1P 3JT

Registered Charity Number 1038763

Independent Examiner Joanna Dyne FCA
38 Letty Green
Hertford
Herts
SG14 2NZ

Bankers C Hoare & Co
37 Fleet Street
London
EC4P 4DQ

Investment Cazenove Capital
1 London Wall Place
London
EC2Y 5AU

THE DISTILLERS' CHARITY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 OCTOBER 2021

The trustees present their report and the financial statements for the year ended 31 October 2021, which have been prepared in compliance with the Charities Act 2011 and the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard FRS 102.

Structure, Governance & Management

The Charity is governed by a Trust Deed dated 16th December 1955, constituted as a Charitable Trust.

The trustee is the Worshipful Company of Distillers, represented by its Court of Assistants.

Objectives and Activities

The activities of the charity places philanthropy firmly at the heart of the work of our Livery. The trustees confirm they have referred to The Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives and setting its grant making policy.

The Charity's vision is to make a difference especially to young people, and those within the distilled spirits trade, helping them to reach their full potential, improve their life chances, and make a positive contribution to their communities.

The year was marked by the continuation of the global COVID-19 pandemic, with the related national emergency impacting every corner of our economy and society. With respect to the third sector and charities, services continued to be adapted in the face of restrictions placed upon movement of citizens, while facing rising demand for emergency poverty relief. Many funders relaxed their grant agreements to provide unrestricted funding to their charitable beneficiaries.

Distillers' Charity continued to respond to the crisis by a series of fundraising activities in order to provide support, where possible, to our existing beneficiaries. Income by way of donations, including Gift Aid, totalled £98,582.

The majority of Livery members continued to generously support the Charity with regular donations throughout the year.

The Charity is indebted for the generosity of all those who donated financially or volunteered in whatever way to support our grantees.

The income from Distillers' Charity endowment supplemented the Charity's ability to continue supporting its grant-making activities and the value of our investments were £1,174,286 at the year-end.

THE DISTILLERS' CHARITY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 OCTOBER 2021
(CONTINUED)

Grant-making

Our activities during 2021 in support of our beneficiaries focused on the following primary areas of need funded by grant-making totalling £93,890:

- **Vocational training & education** (£10,640) support continued in the form of scholarships to successful students across the following three partner organisations: Institute of Brewing & Distilling, Heriot-Watt University International Centre for Brewing & Distilling (ICBD) and the Wine & Spirit Education Trust (WSET). During the year the committee responsible for Vocational training & education worked on implementation of the refreshed and significantly up-weighted long-term strategy in this important area for our charity.
- **Alcohol related education** (£30,000) targeting young people, continued to be a key area of focus. The Charity continued to support the Alcohol Education Trust (AET), which included on-going support for their programmes in Scotland.
- **Drinks trade charities** (£20,000) through our long-standing funding for The Drinks Trust we help their work across well-being, financial and practical support for individuals in need.
- **City & Livery related charities** (£33,250) covered a variety of needs including the Lord Mayor's Appeal supporting disadvantaged young people through Future Youth Zone Barking & Dagenham (£20,000), as well as the Sheriffs' & Recorders' Fund, St Lawrence Jewry, St Paul's Cathedral and other smaller grants.

Future Plans

During the year, the charity worked on the establishment of a new structure in the form of a CIO, retaining the identity 'Distillers' Charity'. The new charity was registered in March 2021, maintaining continuity in terms of vision and mission with focus across three giving themes: vocational training & education, young people, particularly from disadvantaged backgrounds, and support for City & Livery related causes. Supporting the new governance and legal structure, trustees were appointed by the Court.

Reserves Policy

The present level of reserves are deemed necessary in order to generate sufficient income to fund future regular donations including, but not limited to vocational training & education scholarships.

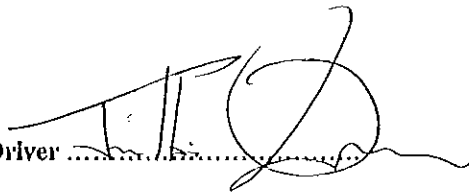
THE DISTILLERS' CHARITY
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 OCTOBER 2021
(CONTINUED)

Going Concern

The trustees are satisfied that the charity will continue as a going concern for the foreseeable future, albeit as the recently incorporated CIO. The potential impact of Covid-19 (coronavirus) upon the charity has been considered. As a grant making charity with assets exceeding £1 million held in readily marketable listed investments, the Distillers' Charity is well placed to weather the economic effects of the global pandemic.

Signed on behalf of the Trustees

Jonathan Driver

A handwritten signature in black ink, appearing to be 'Jonathan Driver', written over a dotted line.

Date: 22 June 2022

INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF THE DISTILLERS' CHARITY

I report to the charity trustees on my examination of the accounts of the Distillers' Charity ("the Trust") for the year ended 31 October 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

I have completed my examination. I confirm that no 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:



Joanna Dyne FCA
38 Letty Green
Hertford
Herts
SG14 2NZ

Date:

18 July 2022

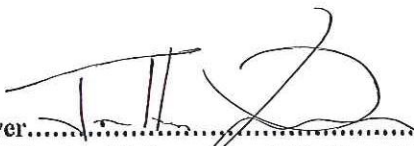
THE DISTILLERS' CHARITY
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 OCTOBER 2021

| | Note | Unrestricted Fund £ | Restricted Fund £ | Total 2021 £ | Total 2020 £ |
|--|------|---------------------------|-------------------------|--------------------|--------------------|
| Income | | | | | |
| Fundraising Activities | | | | | |
| Charity Auction | | - | 11,272 | 11,272 | 60,080 |
| Master's Cask | | 3,135 | - | 3,135 | 7,817 |
| Carol Service | | - | - | - | 660 |
| Burns Night | | 490 | | 490 | - |
| Master's Bike Ride | | - | 21,195 | 21,195 | 40,405 |
| | | <u>3,625</u> | <u>32,467</u> | <u>36,092</u> | <u>108,962</u> |
| Donations (Including Gift Aid) | | 49,490 | 13,000 | 62,490 | 85,039 |
| Investment income - | | | | | |
| Dividends and Interest | | 29,576 | - | 29,576 | 30,641 |
| Total Income | | <u>82,691</u> | <u>45,467</u> | <u>128,158</u> | <u>224,642</u> |
| Expenditure | | | | | |
| Charitable Activities: | | | | | |
| Donations, Grants and Scholarships | 7 | 48,423 | 45,467 | 93,890 | 215,426 |
| Sundry | | 16 | - | 16 | 978 |
| Raising Funds: | | | | | |
| Investment Management Fees | | 2,767 | - | 2,767 | 2,483 |
| Other Expenditure: | | | | | |
| Legal Fees | | - | - | - | 2,400 |
| Consultancy Fees | | (3,570) | - | (3,570) | 3,570 |
| Total Expenditure | | <u>47,636</u> | <u>45,467</u> | <u>93,103</u> | <u>224,857</u> |
| Net Income/(Expenditure) Before Gains/(Losses) on Investments | | 35,055 | - | 35,055 | (215) |
| Net Gains/(Losses) on Investments | | <u>257,864</u> | <u>-</u> | <u>257,864</u> | <u>(141,416)</u> |
| Net Movement in Funds | | 292,919 | - | 292,919 | (141,631) |
| Total Funds Brought Forward | | 976,105 | 25,000 | 1,001,105 | 1,142,736 |
| Transferred to | | | | | |
| The Distillers' Charity CIO | | (60,409) | (25,000) | (85,409) | - |
| Total Funds Carried Forward | | <u>£ 1,208,615</u> | <u>-</u> | <u>£ 1,208,615</u> | <u>£ 1,001,105</u> |

THE DISTILLERS' CHARITY
BALANCE SHEET AS AT 31 OCTOBER 2021

| | Note | 2021 | 2020 |
|-------------------------------------|------|---------------------------|---------------------------|
| | | £ | £ |
| Fixed Assets: | 2 | | |
| Listed Investments | | 1,174,286 | 951,619 |
| Cash Held for Investment | | 9,436 | 7,671 |
| | | <u>1,183,722</u> | <u>959,290</u> |
| Current Assets: | | | |
| Debtors | 3 | 26,215 | 33,609 |
| Cash at Bank | | 17,458 | 48,611 |
| | | <u>43,673</u> | <u>82,220</u> |
| Liabilities: | | | |
| Creditors - Payable within one year | 4 | 18,780 | 40,405 |
| Net Current Assets | | <u>24,893</u> | <u>41,815</u> |
| Net Assets | | <u><u>£ 1,208,615</u></u> | <u><u>£ 1,001,105</u></u> |
| Total Charity Funds | | | |
| Unrestricted Fund | | 1,208,615 | 976,105 |
| Restricted Fund | 6 | - | 25,000 |
| | | <u><u>£ 1,208,615</u></u> | <u><u>£ 1,001,105</u></u> |

Approved by the trustees on *22 June* 2022 and signed on
their behalf by:


Jonathan Driver.....
Master of The Worshipful Company of Distillers (2020/21)

THE DISTILLERS' CHARITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2021

1. Accounting Policies

These accounts have been prepared under the historic cost convention (except listed investments which are shown at market value) 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) and the Charities Act 2011.

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

a) Recognition of Income

Income is recognised once the charity has entitlement, it is probable that the income will be received and the amount of income can be measured reliably.

Investment income is recognised upon notification from the investment advisor of the dividends due.

b) Recognition of Expenditure

Liabilities are recognised, on an accruals basis, as soon as there is a legal or constructive obligation committing the charity to that expenditure.

Grants payable are accrued when the charity committee has resolved to make unconditional payment to the beneficiary.

c) Fixed Asset Investments

Listed Investments are included at market value at the year end. Gains and losses on revaluation and disposals are included in the Statement of Financial Activities.

The investment in the subsidiary company is included at cost.

THE DISTILLERS' CHARITY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2021

| | | |
|---|------------------|----------------|
| 2. Investments | 2021 | 2020 |
| | £ | £ |
| UK Listed Investments | | |
| Market Value at 1 November 2020 | 951,619 | 1,036,837 |
| Additions at Cost | - | 56,364 |
| Disposal at Carrying Value | (35,197) | (166) |
| Net Gain Loss on Revaluation | 257,864 | (141,416) |
| Market Value at 31 October 2021 | <u>1,174,286</u> | <u>951,619</u> |
| 3. Debtors | 2021 | 2020 |
| | £ | £ |
| Due from Distillers' Company | 3,135 | 7,817 |
| Accrued Dividends | 5,199 | 5,154 |
| Tax Recoverable (Gift Aid) | 6,016 | 9,969 |
| Master's Bike Ride Pledged Donations | - | 10,669 |
| Due from The Distillers' Ventures Ltd | 11,865 | - |
| | <u>26,215</u> | <u>33,609</u> |
| 4. Creditors - Payable Within One Year | 2021 | 2020 |
| | £ | £ |
| Grants and Donations Pledged | | |
| - Master's Bike Ride | 11,000 | 40,405 |
| - Other | 7,630 | - |
| Sundry Creditor | 150 | - |
| | <u>18,780</u> | <u>40,405</u> |

5. Trustees Remuneration

The trustees received no remuneration or reimbursement of expenses during the year.

There were no employees in the year.

6. Restricted Fund

A grant of £25,000 was received in the year ended 31 October 2017 from The Diageo Foundation as kick-start funding of the Distillers' Charity Rare and Collectable Auction. This has been transferred to The Distillers' Charity CIO to provide capital funding for future auctions, through its wholly owned subsidiary The Distillers' Ventures Limited.

THE DISTILLERS' CHARITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2021

| | | | |
|-----------|--|-------------------------|-------------------------|
| 7. | Donations, Grants and Scholarships | 2021 £ | 2020 £ |
| | a) To support education within the trade, including the Macdonald Buchanan Bursaries and other scholarships | | |
| | Wine & Spirit Education Trust | 6,130 | 4,500 |
| | Heriot-Watt/ICBD | 1,500 | - |
| | Institute of Brewing & Distilling | 3,010 | 2,250 |
| | | 10,640 | 6,750 |
| | b) To support alcohol related education, especially targeted at young people | | |
| | Alcohol Education Trust | 30,000 | 30,000 |
| | New Philanthropy Capital | - | 13,440 |
| | | 30,000 | 43,440 |
| | c) To support charities relating to the drinks trade | | |
| | The Drinks Trust | 20,000 | 110,080 |
| | d) To support the Livery and City related charities | | |
| | Lord Mayor's Appeal for Onside 'Future' Youth Zone | 20,000 | 32,500 |
| | Sheriffs' & Recorders' Funds | 1,000 | 1,000 |
| | St Lawrence Jewry | 750 | 750 |
| | St Paul's Cathedral | 500 | 500 |
| | Other Charities specified by the participants in the Master's Bike Ride | 11,000 | 20,406 |
| | | 33,250 | 55,156 |
| | Total Donations | 93,890 | 215,426 |

8. Post Balance Sheet Events

During the financial year ending 31 October 2022, the remaining assets of this charity will be transferred to The Distillers' Charity CIO.