

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

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THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2021

Trustees	D J Banister E D Banister E M Banister E F Cairns L P Glaister
Charity registered number	00275487
Principal office	Tees Law Tees House 95 London Road Bishop's Stortford Hertfordshire CM23 3GW
Independent auditors	Price Bailey LLP Chartered Accountants Causeway House 1 Dane Street Bishop's Stortford Hertfordshire CM23 3BT
Solicitors	Tees Law Tees House 95 London Road Bishop's Stortford Hertfordshire CM23 3GW

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees present their annual report together with the audited financial statements for the 1 January 2021 to 31 December 2021.

CONSTITUTION

The unincorporated charitable trust is governed by the trust deed dated 19 December 1977. The objects of the trust are widely charitable, although the Trustees have determined to utilise the income and capital of the trust fund towards the relief of poverty, supporting educational projects and the promotion of peace.

METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES

The Trustees named below were appointed by the trust deed dated 19 December 1977 or by deeds of appointment dated 27 August 1998, 12 May 2009, 21 February 2013, 29 April 2015 and 30 June 2019.

David John Banister
Elizabeth Banister
Letitia Pamela Campbell Glaister
Eleanor Marianne Banister
Edmund Frederick Cairns

POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF TRUSTEES

The appointment of any new trustee is by invitation of the existing trustees.

New trustees would be provided with a copy of the trust deed and have a meeting with the existing trustees to explain the aims and objectives of the trust.

ORGANISATIONAL STRUCTURE AND DECISION MAKING

The Allan & Nesta Ferguson Charitable Trust is managed by the Trustees, who have delegated day to day administration to Tees (solicitors), of Tees House 95 London Road, Bishop's Stortford, Hertfordshire.

The Trustees have appointed Price Bailey LLP of Causeway House, 1 Dane Street, Bishop's Stortford, Hertfordshire as auditors.

The Trustees receive investment advice on a portfolio review basis from Ravenscroft (UK) Limited of Tees House, 95 London Road, Bishop's Stortford, Hertfordshire.

The Trustees have a bank account with Barclays Bank, 1 Churchill Place, Canary Wharf, London, E14 5HP.

RISK MANAGEMENT

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

The Trustees are bound by the governing deed and operate in accordance with the trust's conflict of interest policy.

The trust operates in accordance with its risk management policy which is currently being updated and its safeguarding policy which was most recently updated on 15 March 2021.

The Trustees have identified the following key risks to the charity:

Misuse of the trust funds by recipients – The Trustees seek to limit exposure through funding policies, the trust will not provide funding to educational institutes based outside the UK or any charitable organisation not registered with the Charity Commission in England and Wales, Scotland or Northern Ireland. The trustees will not make payments direct to an individual.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

Misuse of funds by trustees/advisors – The trust is controlled by the five trustees and is reliant on services provided by Tees & Ravenscroft for day-to-day administration. The process of majority decision making, regular accounting checks, multiple approvals for grant payments, reviews and annual external audit minimises the trust's exposure to risk.

Exposure to Informa plc – The trustees are conscious the trust continues to have significant financial exposure to Informa plc with the trust's holding in Informa representing a large proportion of the assets within the trust. The trustees have a continued policy of reducing the trust's exposure to fluctuations in Informa's stock price through sales and further diversification of the investments as and when they feel markets allow.

COVID 19 – The trustees acknowledge the impacts of the COVID 19 pandemic which has continued to influence both the charitable trust and the charities it supports throughout the year.

The trust is a grant making charity and the vast majority of the trust's income is generated from its investment portfolio. The economic impact of COVID has continued to influence both the capital value and the expected income yield of the charitable trust's investments. This continues to impact on the funds available for distribution in the short to medium term. The trustees have this in mind in their reviews of the investments and continue to maintain a long-term view.

POLICIES, OBJECTIVES AND THE PUBLIC BENEFIT

The trust is a grant making charitable trust and intends to achieve its constitutional aims set out above, by making grants targeting the trust's key themes of education, development and the promotion of peace.

The charitable trust fulfils its objectives through making grants to other charitable bodies registered with a UK charity regulator and UK universities. The Trustees aim to promote the value and opportunity of education, peace and reconciliation and seek to have a positive impact through funding projects and scholarships which go on to have a wider impact in their communities for years to come.

GRANT MAKING POLICY

The trustees accept applications online through the trust's website.

The trustees sometimes invite applications from UK universities to fund scholarships that support the key principles of the trust, providing access to education for those otherwise unable to access the opportunities that education provides for the improvement of society as a whole. The trustees also occasionally invite applications from UK charities engaging in projects supporting the promotion of peace and reconciliation through understanding and education.

The trust's grant making policy is focused on achieving its objectives for the public benefit by concentrating its resources on the following purposes:

- The support of education in the UK & overseas
- The promotion of peace through international friendship and understanding
- To support further sustainable progress in the developing world

To achieve these objectives the Trustees accept applications for funding from the following applicants:

- UK registered charities undertaking projects in the UK and abroad. Candidates are required to demonstrate that they have a minimum of 30% matching funding in place for the trustees to give consideration to their application.
- UK universities to fund scholarships that support the key principles of the trust, providing access to education for those otherwise unable to access the opportunities that education provides.

It is the trustee's policy to only provide support to charitable projects in line with the Trust's objectives that are run by charities registered with the Charity Commission of England & Wales, Scotland or Northern Ireland. This is to ensure the recipient charity is required, by law, to comply with the requirements set out by one of those bodies. The trustees apply this restriction to protect the funds granted and ensure, as far as possible, the funds provided are applied to further the charitable objectives of the charity.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

It is the trustees' policy to pay grants concerning any individual directly to the educational institution or charity to ensure they are used to achieve the trustees' objectives of supporting education, peace and support of the developing world.

For any grant awarded equal to or in excess of £150,000 the trustees require the recipient of the grant to enter into a gift agreement confirming the purpose of the award and setting out the reporting requirements.

THE PUBLIC BENEFIT

In setting their grant making policy the trustees confirm that they have had regard to the guidance provided by the charity commission on public benefit.

The trustees are conscious, as a grant making charity, that they have no direct control over the success or failure of the individual projects to which they provide funds. The trustees do, however, seek to measure the success of grants to ensure that the funds are used to further the objectives of the trust. The trustees only make grants where the motivation of a project clearly aligns with the target themes of the trust and success is measured in a number of different ways depending on the circumstances of each grant.

- For university scholarships, success is measured by the successful completion of the course by the student(s) who otherwise would not have had the funds necessary to complete their studies.
- For other educational, overseas development, peace and reconciliation grants the trustees require the recipient charity to provide them with a report after 12 months to illustrate the progress of the project. Success is determined based on the expectations of the project outlined in the initial application made to the trustees.

The trustees look to support projects that have positive impacts on the communities in which they operate over the longer term.

In August 2021 we awarded a grant of £11,000 to EMMS International in support of their project in Malawi to promote girls' education and foster communities which work together to ensure girls are protected from the risks posed by teenage pregnancy and supported to thrive. The grant was used to help fund: girls attend vocational training and secondary school, sex education sessions in schools, a conference for boys to further understand girls' rights and a Youth & HIV Project Officer. In the first year of the project, the charity has helped to reduce teenage pregnancies from more than 1,000 to fewer than 500 in the target area, reaching 1,100 pupils at 20 schools educating them about sexual and reproductive health.

In August 2021 we awarded a grant to Project Trust. Project Trust is an educational charity that has been providing young people with opportunities for personal growth and development for over 53 years. Through international volunteering, volunteers spend 12 months working in some of the most challenging and culturally diverse locations in the world. In order to help make this learning experience available to all, regardless of circumstance, Project Trust has a financial bursary scheme so that each year 50 volunteers (aged 17-25) can be supported directly through the Access Fund with grants ranging from £500 to £3,000 made per recipient. The Ferguson Trust contributed £40,000 to this bursary scheme."

STRATEGIES FOR ACHIEVING OBJECTIVES

The trustees review, on a monthly basis, applications to the trust as well as meeting bi-annually to discuss non-routine applications.

All applications are assessed by the trustees against the trust's objectives and policies to ensure the project is in line with the trust's stated objectives. The trustees review the size of the grant requested, other funding in place and the value for money offered by the project. Value for money is assessed based on the impact of the project, i.e. how many people are reached, any lasting benefit of the project and any future opportunities provided to the individuals reached and their communities as a result of the project/funding.

In determining whether to offer a grant to an applicant the Trustees will also consider the time a charitable applicant has had charitable status, their level of fundraising activity and the charity's annual turnover when making decisions on funding.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

ACTIVITIES FOR ACHIEVING OBJECTIVES

The trustees continue to meet regularly to discuss grant applications and ensure the trust's funds are used to achieve its objectives.

The trustees require charitable organisations who have received grants to provide reports on how the funds have been used to complete or advance the objectives of the project funded and by default the trustees' objectives.

GOING CONCERN

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

REVIEW OF ACTIVITIES

During the year to 31 December 2021 the trustees awarded grants totalling £2,347,180 (2020 - £1,598,279) to various individuals and organisations, as detailed in note 4. This represented 633% (2020 - 447%) of the incoming revenue generated from the assets.

Grants made are applied to a number of organisations in support of their goals and in line with those of the trustees, to encourage and support the provision of education, understanding and peace.

The trustees have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission in exercising any powers or duties to which the guidance is relevant.

RESERVES POLICY

Money held in reserve by the Trustees is there to meet the ongoing demand for grants awarded on a monthly basis. In addition, the Trustees ensure they have sufficient reserves ahead of the autumn to meet their annual commitment to scholarship funding of approximately £550,000. Further, the Trustees have agreed on strategy to move a greater proportion of the portfolio to ethical investments. A proportion of the reserves held are to be reinvested in the ethical market.

The trust held total funds of £29,324,954 (2020 - £29,071,418) at the end of the reporting period all of which was held in unrestricted reserves. The charitable trust is a grant making charity, the trustees are able to adjust the level of grants made were there to be a drastic change in income or capital returns in a year if appropriate. As such the trustees policy is to make grants as appropriate with no particular requirement to maintain a certain level of reserves. Where there are reserves these will be spent when appropriate grant making opportunities arise.

INVESTMENT POLICY AND PERFORMANCE

The Trust deed authorises the Trustees to make and hold investments as if they were absolute beneficial owners.

The Trustees' holding of Informa Plc shares continues to reduce over time when market conditions allow, providing a rising cash weighting within the investment portfolio and which may be used to fund donations by the Trust. Continuing advice regarding the investment profile of other investments held as well as a general balance of asset class weightings is provided by Ravenscroft (UK) Limited.

The Trust funds are invested with a medium-term view of 5-10 years and are benchmarked against the ARC GBP STEADY GROWTH PCI. There are no geographical constraints on the investments made at present, but the Trustees have provided an increasing emphasis in wishing to develop a clear policy of ethical restrictions towards the Trust investments managed by Ravenscroft (UK) Limited. This policy will apply to all future investments made and continues to be effected via the investment of a proportion of the fund assets into a managed Ethical portfolio model.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

At the end of 2021 the Aggregate Performance (net of fees) was +10.26% against the ARC Steady Growth benchmark of +10.2%.

The trustees and investment managers agree that the transition to a more ethically focused portfolio should continue over the medium/long term but during the 2021 year, taking into account the adverse market conditions, it did not make any sense to escalate the process. The trustees will continue to seek advice on the opportune moments to further this goal.

The trust continues to have a significant holding in Informa and the trustees are pleased to note that the company scores very highly in the ethical screenings applied to its investments. Nevertheless the trustees seek to diversify when opportunity allows to ensure the continued resilience of the trust.

The major part of Informa's business is arranging conferences, expos, seminars etc. Consequently during the uncertainty of the Covid lockdowns the dividend was cut and the share price fell dramatically affecting the trust value more significantly than the rest of the portfolio. The trust has now received a first dividend (since Covid) which is very positive news. The trust did not sell any shares in 2021 in anticipation of further recovery in the share price. This decision appears to have been vindicated as 2022 YTD the share price is +7.4% .

MATERIAL INVESTMENTS POLICY

Funds under the control of the Trustees have been invested in a broker-managed portfolio. The initial assets of the trust were shares in Taylor & Francis Limited and proportion of investment remains in that company, which has since floated on the London Stock Exchange and has subsequently been merged to form Informa Plc. The Trustees will continue to diversify the portfolio as the opportunity arises.

FUTURE DEVELOPMENTS

The trustees will continue to make grants, in line with the constitution and policies of the trust, to suitable causes or projects until they have expended all of the funds at their disposal.

The trustees will continue to make grants to suitable causes or projects to support until they have invested all of the funds at their disposal.

AUDIT

Insofar as the Trustees are aware:

- There is no relevant audit information of which the Auditor; and
- Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the Auditor is aware of that information.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

TRUSTEE'S RESPONSIBILITIES STATEMENT

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

The law applicable to charities 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 principals in the Charities SORP 2019 (FRS 102);
- Make judgments and accounting 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 operation.

The trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and 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 provision 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.

This report was approved by the Trustees and signed on their behalf by:

LPC Glaister

L P Glaister
(Glaister, Oct 27, 2022, 10:33am)
Trustee

Date: 27 Oct 2022

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

Opinion

We have audited the financial statements of The Allan and Nesta Ferguson Charitable Trust (the 'charity') for the year ended 31 December 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the related notes, 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).

.This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2021 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 Auditors' 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 United Kingdom, including the Financial Reporting Council'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

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST (CONTINUED)

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditors' report thereon. The Trustees are responsible for the other information contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; 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, the Trustees are responsible for the preparation of the 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 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.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST (CONTINUED)

Auditors' 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 the Act and relevant regulations made or having effect thereunder.

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 auditors' 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management regarding laws and regulations applicable to the charity, actual and potential litigation and claims, and any known instances of non-compliance;
- Review of minutes of Trustee meetings;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, and evaluating the rationale of significant transactions outside the normal course of business; and
- Reviewing our work throughout the audit file for evidence of non-compliance.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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 auditors' report.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE ALLAN AND NESTA FERGUSON
CHARITABLE TRUST (CONTINUED)**

Use of our report

This report is made solely to the charity'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 charity's trustees those matters we are required to state to them in an auditors' 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.



Price Bailey LLP

Chartered Accountants
Statutory Auditors
Causeway House
1 Dane Street
Bishop's Stortford
Hertfordshire
CM23 3BT

Date: 27 October 2022

Price Bailey LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Note	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:				
Investments	2	371,052	371,052	357,234
Total income		<u>371,052</u>	<u>371,052</u>	<u>357,234</u>
Expenditure on:				
Raising funds	3	131,217	131,217	118,976
Charitable activities	4	2,470,163	2,470,163	1,729,164
Total expenditure		<u>2,601,380</u>	<u>2,601,380</u>	<u>1,848,140</u>
Net expenditure before net gains/(losses) on investments		(2,230,328)	(2,230,328)	(1,490,906)
Net gains/(losses) on investments		2,483,864	2,483,864	(2,643,116)
Net (expenditure)/income for the year		<u>253,536</u>	<u>253,536</u>	<u>(4,134,022)</u>
Net movement in funds		<u>253,536</u>	<u>253,536</u>	<u>(4,134,022)</u>
Reconciliation of funds:				
Total funds brought forward		29,071,418	29,071,418	33,205,440
Net movement in funds		253,536	253,536	(4,134,022)
Total funds carried forward		<u>29,324,954</u>	<u>29,324,954</u>	<u>29,071,418</u>

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 15 to 25 form part of these financial statements.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**BALANCE SHEET
AS AT 31 DECEMBER 2021**

	Note	2021 £	2020 £
Fixed assets			
Investments	8	28,592,981	27,740,980
Current assets			
Debtors	9	1,676,256	1,677,953
Cash at bank and in hand	13	375,970	644,914
		<u>2,052,226</u>	<u>2,322,867</u>
Creditors: amounts falling due within one year	10	(729,631)	(645,579)
Net current assets		<u>1,322,595</u>	<u>1,677,288</u>
Total assets less current liabilities		<u>29,915,576</u>	<u>29,418,268</u>
Creditors: amounts falling due after more than one year	11	(590,622)	(346,850)
Total net assets		<u><u>29,324,954</u></u>	<u><u>29,071,418</u></u>
Charity funds			
Unrestricted funds		<u>29,324,954</u>	<u>29,071,418</u>
Total funds		<u><u>29,324,954</u></u>	<u><u>29,071,418</u></u>

The financial statements were approved and authorised for issue by the Trustees on 27 Oct 2022
and signed on their behalf by:

LPC Glaister

L. Glaister (Oct 27, 2022, 10:33am)
L P Glaister
Trustee

The notes on pages 15 to 25 form part of these financial statements.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021**

	2021 £	2020 £
Cash flows from operating activities		
Net cash used in operating activities (see note 12)	(1,664,114)	(106,260)
Cash flows from investing activities		
Dividends, interests and rents from investments	371,052	357,234
Proceeds from sale of investments	6,067,454	8,446,796
Purchase of investments	(5,043,336)	(8,270,363)
Net cash provided by investing activities	1,395,170	533,667
Change in cash and cash equivalents in the year	(268,944)	427,407
Cash and cash equivalents at the beginning of the year	644,914	217,507
Cash and cash equivalents at the end of the year	375,970	644,914

The notes on pages 15 to 25 form part of these financial statements

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Allan and Nesta Ferguson Charitable Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The functional and presentational currency is Pounds Sterling (£).

1.2 Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern. As such, they continue to adopt the going concern basis of accounts in the financial statements, which assumes the charity will continue in operational existence for the foreseeable future. The Trustees have given due consideration to the working capital and cash flow requirements of the charity for at least 12 months from the date of signature of the accounts.

1.3 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

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

1.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity.

Support and governance costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of raising funds are investment management fee costs incurred in generating income from investments.

Charitable activities and Governance costs are costs incurred on the charity's overseas and educational operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1. Accounting policies (continued)

1.4 Expenditure (continued)

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.5 Taxation

The Trust, being a charity, is not liable for income tax or corporation tax. Value Added Tax is not recoverable and is included in the relevant charges for administration expenses.

1.6 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the statement of financial activities.

Investments held as fixed assets are shown at cost less provision for impairment.

1.7 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.8 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.9 Liabilities and provisions

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

1.10 Financial instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their fair value as at the balance sheet date. All financial instruments of the charity are measured at cost with the exception of investments in the charity's portfolio, which are measured at fair value as at the balance sheet date using the closing bid value. The value of investments as well as their original cost is stated in note 8.

Financial assets include investments in the portfolio, the bank balances, trade debtors, accrued income and other debtors but exclude prepayments and taxation.

Financial liabilities include trade creditors, other creditors, accruals and deferred income but exclude social security and other taxes due.

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
UK listed investments	333,570	333,570	335,161
Foreign listed investments	37,482	37,482	22,073
	<u>371,052</u>	<u>371,052</u>	<u>357,234</u>
Total 2020	<u>357,234</u>	<u>357,234</u>	

3. Investment management costs

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Investment management fees	131,217	131,217	118,976
	<u>118,976</u>	<u>118,976</u>	
Total 2020	<u>118,976</u>	<u>118,976</u>	

4. Charitable activities

	Institutional grants £	Grants to individuals £	Support costs £	Total 2021 £
Grants made:				
Educational projects	853,961	160,000	55,430	1,069,391
Educational projects encompassing world peace	190,000	-	9,627	199,627
Overseas education	1,143,219	-	57,926	1,201,145
	<u>2,187,180</u>	<u>160,000</u>	<u>122,983</u>	<u>2,470,163</u>

During the year there were two grants made to institutions to distribute to individuals totalling £160,000 (2020 - 46 grants totalling £13,800).

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

Charitable activities (comparatives)

	Institutional grants £	Grants to individuals £	Support costs £	Total 2020 £
Grants made:				
Educational projects	515,164	13,800	43,319	572,283
Educational projects encompassing world peace	45,000	-	3,813	48,813
Overseas education	1,024,315	-	83,753	1,108,068
	<u>1,584,479</u>	<u>13,800</u>	<u>130,885</u>	<u>1,729,164</u>

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

Grants to institutions

	2021 £	2020 £
Educational bodies		
London School of Hygiene & Tropical Medicine	-	50,000
Loughborough University	150,000	60,000
Kings College London	-	50,000
Barnardo's	-	20,000
National Deaf Children's Society	-	15,000
Awards for Young Musicians	28,000	-
Amnesty International	17,000	-
Royal Northern College of Music	-	-
Institute of Development Studies	-	-
University of Aston	-	-
Sidney Sussex College- Cambridge	50,000	50,000
City of Birmingham Symphony Orchestra	-	20,000
University of Oxford	-	40,160
University of Nottingham	-	30,000
University of Leeds	-	45,725
Starfish Asia	-	-
Glasgow School of Art	15,000	15,000
SOAS	-	50,000
University of Sheffield	150,000	50,000
University of Coventry	-	-
Manchester University	199,983	-
Royal Shakespeare Community	80,000	-
University of East Anglia	150,000	-
Other	13,978	19,279
	<u>853,961</u>	<u>515,164</u>

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

	2021 £	2020 £
Educational projects encompassing the promotion of world peace		
Conciliation Resources	-	30,000
Quakers in Britain	-	15,000
International Alert	150,000	-
Cord Global	25,000	-
Other	15,000	-
	<u>190,000</u>	<u>45,000</u>

	2021 £	2020 £
Overseas Education		
International Needs UK	-	25,000
CAMFED	-	25,000
East Africa Character Development Trust	-	25,000
The Gurkha Welfare Trust	-	35,000
Shared Interest Foundation	-	20,000
Signpost International	-	20,000
Classrooms for Malawi	-	20,000
Pragya UK	-	20,000
Excellent Development	-	20,000
The Haller Foundation	-	16,000
East African Playgrounds	-	15,000
African Adventures Foundation	-	15,000
Teach a Man to Fish	-	30,000
Afghanaid	-	30,000
Africa Educational Trust	-	30,000
S.A.F.E Arts for Education	-	25,000
Water Witness International	-	25,000
Tearfund	-	20,000
Hand in Hand International	-	20,000
SeeBeyondBorders	-	20,000
CAFOD	-	20,000
Firefly International	-	20,000
Community Action Nepal	-	19,000
World Association of Girl Guides and Girl Scouts	-	18,000
Tools for Self Reliance	-	16,000
Acet UK (AIDS Care Education and Training)	-	15,182

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

Pebbles Project UK Limited	-	15,000
Self Help Africa (UK)	-	15,000
The Virtual Doctors	-	15,000
AfriKids Limited	-	15,000
Scottish Love in Action	-	15,000
Teacher Aid	15,000	-
Cecily's Fund	15,000	-
Starfish Asia	20,000	-
Water Aid	125,000	-
Angellite	18,000	-
Bishop Simeon Trust	20,000	-
Ethiopiaid	15,000	-
Children of the Mekong	15,000	-
Canon Collins Educational and Legal Assistance Trust	19,668	-
Sense International	23,954	-
Save the Children UK	50,000	-
The Lunchbowl Network	20,000	-
The Mango Tree Orphan Support Programme	20,000	-
Railway Children	15,000	-
Able Child Africa	20,000	-
APT Action on Poverty	15,000	-
Hello World	20,000	-
Chance for Childhood	15,000	-
Pratham UK	15,000	-
StreetInvest	20,000	-
Mines Advisory Group	50,000	-
Hands Around the World	15,000	-
Sabre Education	25,000	-
Cheire Blair Foundation for Women	16,000	-
Network for Africa	15,000	-
Cambodian's Children's Fund	15,000	-
Mondo Challenge Foundation	25,000	-
SERVE	20,000	-
Plant your Future	17,500	-
Starfosh Greathearts Foundation	20,000	-
Windle Trust International	15,000	-
CARE International UK	30,000	-
Disability Africa	15,000	-
The Citizens Foundation	15,000	-
Other Grants	353,097	385,133
	<u>1,143,219</u>	<u>1,024,315</u>

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

5. Support costs

	Governance £	Support costs £	Total 2021 £	Total 2020 £
Legal and administration charges	113,220	-	113,220	124,221
Website development	-	348	348	420
Auditors fees for audit services	6,800	-	6,800	6,100
Other charges	-	115	115	144
	<u>120,020</u>	<u>463</u>	<u>120,483</u>	<u>130,885</u>
Total 2020	<u>130,321</u>	<u>564</u>	<u>130,885</u>	

Support Costs (Comparative)

	Governance 2020 £	Support 2020 £	Total funds 2020 £
Legal and administration charges	124,221	-	124,221
Website development	-	420	420
Auditors fees for audit services	6,100	-	6,100
Other charges	-	144	144
	<u>130,321</u>	<u>564</u>	<u>130,885</u>

6. Auditors' remuneration

	2021 £	2020 £
Auditors remuneration	<u>6,800</u>	<u>6,100</u>

7. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 December 2021, no Trustee expenses have been incurred (2020 - £NIL).

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

8. Fixed asset investments

	Listed investments £	Cash deposits £	Total £	Total funds 2020 £
At 1 January 2020	26,896,725	-	26,896,725	29,716,274
Additions	5,043,336	-	5,043,336	8,270,363
Disposals	(6,067,454)	-	(6,067,454)	(8,446,796)
Revaluations	2,483,864	-	2,483,864	(2,643,116)
Cash balance	-	236,510	236,510	844,255
Total 2021	28,356,471	236,510	28,592,981	27,740,980

The market value of investments individually constituting more than 5% of the total portfolio are as follows:

	31 December 2021	31 December 2020
Informa plc	6,071,225	6,442,525

This shareholding represents 0.3% (2020 - 0.3%) of the company's issued ordinary share capital.

The trustees wish to diversify the funds invested in Informa Plc and will do so when practical opportunities arise.

9. Debtors

	2021 £	2020 £
Due within one year		
Other debtors	1,676,256	1,677,953

10. Creditors: Amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	36,520	52,280
Grants payable	693,111	593,299
	729,631	645,579

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

11. Creditors: Amounts falling due after more than one year

	2021 £	2020 £
Grants payable	590,622	346,850

12. Reconciliation of net movement in funds to net cash flow from operating activities

	2021 £	2020 £
Net income/expenditure for the year (as per Statement of Financial Activities)	253,536	(4,134,022)
Adjustments for:		
(Gains)/losses on investments	(2,483,864)	2,643,116
Dividends received	(371,052)	(357,234)
(Increase)/decrease in cash investments	607,745	1,176,603
Decrease in debtors	1,697	697,777
Increase/(decrease) in creditors	327,824	(132,500)
Net cash used in operating activities	(1,664,114)	(106,260)

13. Analysis of cash and cash equivalents

	2021 £	2020 £
Cash in hand	375,970	644,914

14. Analysis of changes in net debt

	At 1 January 2021 £	Cash flows £	At 31 December 2021 £
Cash at bank and in hand	644,914	(268,944)	375,970

THE ALLAN AND NESTA FERGUSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

15. Related party transactions

During the year the Trust received a donation of £Nil (2020 - £Nil) from the Idwen Banister Will Trust which was a Trust of a close relative connected to D Banister. At the year end a balance of £1,629,624 (2020 - £1,629,624) was owed to the Trust in relation to this transaction.

Apart from the above there were no other related party transactions during the year.