

1 Accounting Policies

a) Basis of Accounting

The financial statements have been prepared under the historical cost convention, with items recognised at cost or transaction value unless otherwise stated in the notes to these financial statements. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

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 Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but which has been withdrawn.

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

The Trustees consider there are no material uncertainties about the Trust's ability to continue as a going concern.

b) Investment income

Dividends are credited to the financial statements when they are due for payment or credited to the Trust.

c) Grant Expenditure

Unconditional grants payable are included in the accounts in the year when the offer is conveyed to the recipient, notwithstanding that the grants may be paid in future accounting periods. Grants that are subject to certain conditions being met by the grantee are recognised and, therefore, included in the accounts, if the payment of the grant looks probable, even if the conditions have not been met.

d) Investments

Investments are stated at market value at the balance sheet date. Realised gains and losses on the disposal of investments are taken to the Statement of Financial Activities. Unrealised gains or losses in the market value of investments are also included in the Statement of Financial Activities.

e) Debtors and prepayments

Debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid net of any discounts due.

f) Creditors and accruals

Creditors, loans and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfers of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement value after allowing for any discounts which may be due.

THE FRANK PARKINSON AGRICULTURAL TRUST

Notes to the Financial Statements

For the year ended 31 December 2016

1 Accounting Policies (continued)

g) Funds accounting

Funds held by the Trust are:

Expendable Endowment Funds - these are funds which represent the capital of the Trust. They may be used in furtherance of the charitable objects, at the discretion of the Trustees.

General Unrestricted Income Funds - these are funds which represent the income of the Trust. The Trustees are free to use these funds in accordance with the charitable object of the Trust.

h) Support Costs - Governance

These are the costs associated with the general running of the charity. The costs include Trustees' expenses, costs of meetings, secretarial and accountancy costs and fees for the independent examination of the accounts.

i) Critical Accounting Estimates and Judgements

In the application of the charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities.

j) Financial Instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

k) Taxation

The charity is exempt from income and corporation tax to the extent that income and gains are applicable and applied to charitable purposes only.

THE FRANK PARKINSON AGRICULTURAL TRUST

Notes to the Financial Statements

For the year ended 31 December 2016

2 Investment Income

The Trustees have invested in collective investment schemes. The investment management fees are levied at fund level, which is achieved by deducting amounts centrally from capital or income. It is not practicable to ascertain the fees charged to this Trust and, therefore, investment income is shown without adjustment for fees.

	2016 £	2015 £
Investment income:		
M&G investments		
Investments representing Expendable Endowment Funds - Income Received		
Charifund Income Units	35,601	34,598
Charibond Income Shares	4,780	6,736
Investments representing General Unrestricted Income Funds - Income Received		
Charifund Income Units	1,231	1,196
Charibond Income Shares	164	232
Investments representing General Unrestricted Income Funds - Income Reinvested		
Charifund Accumulation Units	571	529
Charibond Accumulation Shares	76	103
Total Income Received or Reinvested as General Unrestricted Income Funds	42,423	43,394
M&G investments		
Investments representing Expendable Endowment Funds - Income Reinvested		
Charifund Accumulation Units	16,493	15,308
Charibond Accumulation Shares	2,211	2,979
Total Income Reinvested as Expendable Endowment Funds	18,704	18,287
Total investment income after deduction of fees	£61,127	£61,681

3 Investment Management Fees

M&G's fees for Charifund units are deducted centrally from the fund capital at the rate of 0.47%pa and are reflected in the published prices of the units. Their fees for Charibond shares are at the rate of 0.30%pa plus VAT (equivalent to 0.36%pa) and are deducted centrally from income. There is also an audit charge. As it is not practicable to ascertain the costs charged to the Trust with reasonable accuracy, the investment income is reported after deduction of fees.

THE FRANK PARKINSON AGRICULTURAL TRUST

Notes to the Financial Statements

For the year ended 31 December 2016

4 Grants - Commitments made in the year	2016 £	2015 £
The Oxford Farming Conference - committed in 2014 to £4,000pa for conferences in 2016, 2017 and 2018. Paid £4,000 in 2015 and 2016.	-	-
AgriFood Charities Partnership - committed in 2013 to subscriptions of £250pa for five years 2013 to 2017. Paid £250 in 2013, 2014, 2015 and 2016.	-	-
St George's House - committed in 2015 to £5,000 re consultation in February 2016 on upskilling UK farmers. Paid £5,000 in 2015.	-	5,000
Nuffield Soils Group - committed to £5,000 in 2015 for the Group's set up costs. Paid £5,000 in 2015.	-	5,000
Fresh Start Land Enterprise Centre CIC - committed to £15,000 in 2015 to help fund a pilot matching service. Paid £15,000 in 2015.	-	15,000
Agri-Leadership Programme Award - committed to £20,000 in 2015 for Alastair Leake's proposal. Paid £20,000 in 2015 - committed to £20,000 in 2016 for Holly Beckett's proposal. Paid £15,000 in 2016.	- 20,000	20,000 -
Farming Scholarships Trust - committed to £8,000 in 2016 in support of Nuffield Farming lecture. Paid £8,000 in 2016.	8,000	-
Institute of Agricultural Management - committed to £10,000 in 2016 in support of an application for chartered status	10,000	-
	<u>£38,000</u>	<u>£45,000</u>

All of the above grants are institutional and were made in furtherance of the general objects of the Trust for the improvement and welfare of British agriculture.

THE FRANK PARKINSON AGRICULTURAL TRUST

Notes to the Financial Statements

For the year ended 31 December 2016

4 Grants - Commitments made in the year (continued)

Reconciliation of grants payable	2016 £	2015 £
Outstanding Commitments at 1 January 2016	8,500	12,750
Commitments made in the year 2016 (as above)	38,000	45,000
	<u>46,500</u>	<u>57,750</u>
Grants paid during the year 2016:		
AgriFood Charities Partnership (2016 subscription)	250	
The Oxford Farming Conference (for 2017 conference)	4,000	
Agri-Leadership Award (paid to Holly Beckett)	15,000	
Nuffield Farming Scholarships Trust (for lecture)	<u>8,000</u>	<u>(49,250)</u>
	<u>(27,250)</u>	<u>(49,250)</u>
Commitments at 31 December 2016	<u>£19,250</u>	<u>£8,500</u>

5 Support costs - Governance

	2016 £	2015 £
Trustees' expenses:		
- postage & stationery (2016 2 Trustees, 2015 2 Trustees)	14	73
- travel costs (2016 1 Trustee, 2015 1 Trustee)	600	426
AGM costs:		
- room & meals (2016 5 Trustees, 2015 5 Trustees)	-	-
- travel costs (2016 2 Trustees, 2015 2 Trustees)	111	183
Secretarial and Accountancy costs - fees	2,000	2,000
Independent Examiner's fees	1,560	1,530
Subscriptions to charity journal	148	226
Bank charges	10	-
	<u>£4,443</u>	<u>£4,438</u>

THE FRANK PARKINSON AGRICULTURAL TRUST

Notes to the Financial Statements

For the year ended 31 December 2016

6 Investments

a) Investments Representing Expendable Endowment Funds

	UK Listed Investments £	Total 2016 £	Total 2015 £
Market Value at 1 January 2016	1,231,983	1,231,983	1,227,332
Dividends reinvested by M&G - Accumulation Units/Shares	18,704	18,704	18,287
Unrealised gain/(loss) on revaluation 31 December 2016	85,772	85,772	(13,636)
	<hr/>	<hr/>	<hr/>
Market value at 31 December 2016	£1,336,459	£1,336,459	£1,231,983
	<hr/>	<hr/>	<hr/>
Historic cost at 31 December 2016	£1,234,853	£1,234,853	£1,234,853
	<hr/>	<hr/>	<hr/>

The UK listed investments are held in the following Funds managed by M&G

	Market Value 31 December 2016 £	Market Value 31 December 2015 £
M&G:		
Charibond Income Shares	134,015	126,823
Charibond Accumulation Shares	63,495	57,961
Charifund Income Units	769,895	718,975
Charifund Accumulation Units	369,054	328,224
	<hr/>	<hr/>
	£1,336,459	£1,231,983
	<hr/>	<hr/>

THE FRANK PARKINSON AGRICULTURAL TRUST

Notes to the Financial Statements

For the year ended 31 December 2016

6 Investments (continued)

b) Investments Representing General Unrestricted Income Funds

	UK Listed Investments £	Total 2016 £	Total 2015 £
Market value 1 January 2016	42,587	42,587	42,428
Dividends reinvested by M&G - Accumulation Units/Shares	647	647	632
Unrealised gain/(loss) on revaluation 31 December 2016	2,967	2,967	(473)
	<hr/>	<hr/>	<hr/>
Market value at 31 December 2016	£46,201	£46,201	£42,587
	<hr/>	<hr/>	<hr/>
Historic cost at 31 December 2016	£42,686	£42,686	£42,686
	<hr/>	<hr/>	<hr/>

The UK listed investments are held in the following Funds managed by M&G

	Market Value 31 December 2016 £	Market Value 31 December 2015 £
M&G:		
Charibond Income Shares	4,633	4,384
Charibond Accumulation Shares	2,195	2,004
Charifund Income Units	26,615	24,854
Charifund Accumulation Units	12,758	11,345
	<hr/>	<hr/>
	£46,201	£42,587
	<hr/>	<hr/>

THE FRANK PARKINSON AGRICULTURAL TRUST

Notes to the Financial Statements

For the year ended 31 December 2016

7 Debtors and prepayments

	2016 £	2015 £
Sundry expenses - magazine subscriptions prepaid	107	-
	<u>£107</u>	<u>-</u>

8 Creditors: Amounts falling due within one year

	2016 £	2015 £
Independent Examiner's fees - Garbutt & Elliott LLP	1,560	1,530
Grants payable:		
AgriFood Charities Partnership - subscription, payable 2016	250	250
Oxford Farming Conference - January 2018 conference, payable 2017	4,000	4,000
Holly Beckett - payable in 2017	5,000	-
Institute of Agricultural Management	10,000	-
Trustees' expenses - C P Bourchier	349	358
	<u>£21,159</u>	<u>£6,138</u>

9 Creditors: Amounts falling due after more than one year

	2016 £	2015 £
Grants payable:		
AgriFood Charities Partnership subscription, payable 2017	-	250
Oxford Farming Conference - January 2018 conference, payable 2017	-	4,000
	<u>-</u>	<u>£4,250</u>

THE FRANK PARKINSON AGRICULTURAL TRUST

Notes to the Financial Statements

For the year ended 31 December 2016

10 Analysis of Net Assets Between Funds - Current Year

	General Unrestricted Income Funds £	Expendable Endowment Funds £	Total Funds £
Fund balances at 31 December 2016 are represented by:			
Investments	46,201	1,336,459	1,382,660
Cash at bank and prepayments	20,630	13,162	33,792
Liabilities: due within one year	(21,159)	-	(21,159)
	<hr/>	<hr/>	<hr/>
	£45,672	£1,349,621	£1,395,293
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Analysis of Net Assets Between Funds - Previous Year

	General Unrestricted Income Funds £	Expendable Endowment Funds £	Total Funds £
Fund balances at 31 December 2016 are represented by:			
Investments	42,587	1,231,983	1,274,570
Cash at bank and prepayments	10,526	13,162	23,688
Liabilities: due within one year	(6,138)	-	(6,138)
Liabilities: due after more than one year	(4,250)	-	(4,250)
	<hr/>	<hr/>	<hr/>
	£42,725	£1,245,145	£1,287,870
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11 Trustees' Remuneration

Neither the Trustees, nor any persons connected with them, have received any remuneration from the Trust during the year 2016 or 2015.

12 Related Party Transactions

There were no related party transactions during the year 2016 or 2015.

13 Financial Instruments

	2016 £	2015 £
<i>Carrying amount of Financial Assets</i>		
Equity assets measured at fair value	1,382,660	1,274,570
Financial assets that are debt instruments measured at amortised cost	<hr/> 33,685 <hr/>	<hr/> 23,688 <hr/>
<i>Carrying amount of Financial Liabilities</i>		
Financial liabilities measured at amortised cost	<hr/> 21,159 <hr/>	<hr/> 10,388 <hr/>

THE FRANK PARKINSON AGRICULTURAL TRUST

Notes to the Accounts - FOR THE TRUSTEES' ATTENTION ONLY

For the year ended 31 December 2016

Income from Investments		2016	2015	2016	2015
				£	£
		Rate per unit	Rate per unit	Income	Income
		After deduction	After deduction	After deduction	After deduction
		of fees	of fees	of fees	of fees
<u>M&G Investments</u>					
No of Units in 2016					
Investments representing Expendable Endowment Funds					
Charifund Income Units					
50,142.290	Quarterly Distribution received - to 31 Jan	11.75p p.u.	11.50p p.u.	5,892	5,766
50,142.290	Quarterly Distribution received - to 30 April	17.75p p.u.	17.50p p.u.	8,900	8,775
50,142.290	Quarterly Distribution received - to 31 July	16.50p p.u.	16.00p p.u.	8,273	8,023
50,142.290	Quarterly Distribution received - to 31 Oct	25.00p p.u.	24.00p p.u.	12,536	12,034
	Net income	<u>71.00p p.u.</u>	<u>69.00p p.u.</u>	<u>35,601</u>	<u>34,598</u>
Charibond Income Shares					
103,927.539	Quarterly Distribution received - to 31 Jan	1.15p p.u.	1.62p p.u.	1,195	1,684
103,927.539	Quarterly Distribution received - to 30 April	1.15p p.u.	1.62p p.u.	1,195	1,684
103,927.539	Quarterly Distribution received - to 31 July	1.15p p.u.	1.62p p.u.	1,195	1,684
103,927.539	Quarterly Distribution received - to 31 Oct	1.15p p.u.	1.62p p.u.	1,195	1,684
	Net income	<u>4.60p p.u.</u>	<u>6.48p p.u.</u>	<u>4,780</u>	<u>6,736</u>
Total Net Income Received -					
Investments representing Expendable Endowment Funds				<u>£40,381</u>	<u>£41,334</u>

Note: The M&G Charifund Income units were bought 18 August 2014 (ex div)

The M&G Charibond Income shares were bought 21 August 2014 (ex div)

THE FRANK PARKINSON AGRICULTURAL TRUST

Notes to the Accounts - FOR THE TRUSTEES' ATTENTION ONLY

For the year ended 31 December 2016

Income from Investments	2016	2015	2016	2015
	Rate per unit	Rate per unit	£	£
	After deduction	After deduction	Income	Income
	of fees	of fees	After deduction	After deduction
			of fees	of fees

M&G Investments

**No of Units
in 2016**

Memorandum Only - Income not distributed but retained and reflected in the value of the units

Investments representing Expendable Endowment Funds

Charifund Accumulation Units

1,658.450	Quarterly Distribution - to 31 Jan	160.00p p.u.	151.00p p.u.	2,654	2,504
1,658.450	Quarterly Distribution - to 30 April	247.00p p.u.	232.00p p.u.	4,096	3,848
1,658.450	Quarterly Distribution - to 31 July	232.50p p.u.	215.00p p.u.	3,856	3,566
1,658.450	Quarterly Distribution - to 31 Oct	355.00p p.u.	325.00p p.u.	5,887	5,390

Net income	994.50p p.u.	923.00p p.u.	16,493	15,308
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Charibond Accumulation Shares

1,604.288	Quarterly Distribution - to 31 Jan	34.05p p.u.	45.56p p.u.	546	731
1,604.288	Quarterly Distribution - to 30 April	34.36p p.u.	46.12p p.u.	551	740
1,604.288	Quarterly Distribution - to 31 July	34.50p p.u.	46.71p p.u.	553	749
1,604.288	Quarterly Distribution - to 31 Oct	34.98p p.u.	47.33p p.u.	561	759

Net income	137.89p p.u.	185.72p p.u.	2,211	2,979
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Total Net Income Retained -

Investments representing Expendable Endowment Funds	£18,704	£18,287
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Note: The M&G Charifund Accumulation units were bought 2 September 2014

The M&G Charibond Accumulation shares were bought 2 September 2014

Total Income - Investments representing Expendable Endowment Funds	£59,085	£59,621
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THE FRANK PARKINSON AGRICULTURAL TRUST

Notes to the Accounts - FOR THE TRUSTEES' ATTENTION ONLY

For the year ended 31 December 2016

Income from Investments		2016	2015	2016	2015
				£	£
		Rate per unit	Rate per unit	Income	Income
		After deduction	After deduction	After deduction	After deduction
		of fees	of fees	of fees	of fees
<u>M&G Investments</u>					
No of Units in 2016					
Investments representing General Unrestricted Income Funds					
Charifund Income Units					
1,733.385	Quarterly Distribution received - to 31 Jan	11.75p p.u.	11.50p p.u.	204	199
1,733.385	Quarterly Distribution received - to 30 April	17.75p p.u.	17.50p p.u.	308	304
1,733.385	Quarterly Distribution received - to 31 July	16.50p p.u.	16.00p p.u.	286	277
1,733.385	Quarterly Distribution received - to 31 Oct	25.00p p.u.	24.00p p.u.	433	416
	Net income	<u>71.00p p.u.</u>	<u>69.00p p.u.</u>	<u>1,231</u>	<u>1,196</u>
Charibond Income Shares					
3,592.705	Quarterly Distribution received - to 31 Jan	1.15p p.u.	1.62p p.u.	41	58
3,592.705	Quarterly Distribution received - to 30 April	1.15p p.u.	1.62p p.u.	41	58
3,592.705	Quarterly Distribution received - to 31 July	1.15p p.u.	1.62p p.u.	41	58
3,592.705	Quarterly Distribution received - to 31 Oct	1.15p p.u.	1.62p p.u.	41	58
	Net income	<u>4.60p p.u.</u>	<u>6.48p p.u.</u>	<u>164</u>	<u>232</u>
Total Net Income Received - Investments representing General Unrestricted Income Funds				<u>£1,395</u>	<u>£1,428</u>

Note: The M&G Charifund Income units were bought 18 August 2014 (ex div)

The M&G Charibond Income shares were bought 21 August 2014 (ex div)

THE FRANK PARKINSON AGRICULTURAL TRUST

Notes to the Accounts - FOR THE TRUSTEES' ATTENTION ONLY

For the year ended 31 December 2016

Income from Investments	2016	2015	2016	2015
			£	£
	Rate per unit	Rate per unit	Income	Income
	After deduction	After deduction	After deduction	After deduction
	of fees	of fees	of fees	of fees

M&G Investments

**No of Units
in 2016**

Memorandum Only - Income not distributed but retained and reflected in the value of the units

Investments representing General Unrestricted Income Funds

Charifund Accumulation Units

57.332	Quarterly Distribution received - to 31 Jan	160.00p p.u.	151.00p p.u.	92	87
57.332	Quarterly Distribution received - to 30 April	247.00p p.u.	232.00p p.u.	142	133
57.332	Quarterly Distribution received - to 31 July	232.50p p.u.	215.00p p.u.	133	123
57.332	Quarterly Distribution received - to 31 Oct	355.00p p.u.	325.00p p.u.	204	186

Net income	<u>994.50p p.u.</u>	<u>923.00p p.u.</u>	<u>571</u>	<u>529</u>
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Charibond Accumulation Shares

55.460	Quarterly Distribution received - to 31 Jan	34.05p p.u.	45.56p p.u.	19	25
55.460	Quarterly Distribution received - to 30 April	34.36p p.u.	46.12p p.u.	19	26
55.460	Quarterly Distribution received - to 31 July	34.50p p.u.	46.71p p.u.	19	26
55.460	Quarterly Distribution received - to 31 Oct	34.98p p.u.	47.33p p.u.	19	26

Net income	<u>137.89p p.u.</u>	<u>185.72p p.u.</u>	<u>76</u>	<u>103</u>
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Total Net Income retained -

Investments representing General Unrestricted Income Funds	<u>£647</u>	<u>£632</u>
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Note: The M&G Charifund Accumulation units were bought 2 September 2014

The M&G Charibond Accumulation shares were bought 2 September 2014

Total Income-Investments representing General Unrestricted Income Funds	<u>£2,042</u>	<u>£2,060</u>
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THE FRANK PARKINSON AGRICULTURAL TRUST

Trustees' Report (continued)

For the year ended 31 December 2016

Holly Beckett - The winner of the Trust's 2016 Agri-leadership Award.