

**THE SWIRE CHARITABLE TRUST**

**REPORT AND ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2016**

**Charity number: 270726**

# THE SWIRE CHARITABLE TRUST

## I N D E X

Year ended 31 December 2016

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**THE SWIRE CHARITABLE TRUST**  
**GENERAL INFORMATION**  
**Year ended 31 December 2016**

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<b>Established by deed</b>	23 December 1975	
<b>Charity number</b>	270726	
<b>Trustees</b>	<p>J W J Hughes-Hallett CMG          Sir Adrian Swire          B N Swire          Sir John Swire CBE (deceased 28 November 2016)          J S Swire          M B Swire          S C Swire</p> <p>Power to appoint new Trustees is vested in the Settlers during their lifetimes and thereafter in the Trustees, provided that there are always at least five Trustees.</p>	
<b>Settlors</b>	<p>Sir John Swire CBE (deceased 28 November 2016)          Sir Adrian Swire</p>	
<b>Trust fund</b>	£100, and further monies, securities, land chattels or other investments donated upon and subject to the same trusts.	
<b>Objects</b>	Such charities or for such exclusively charitable purposes as the trustees may determine.	
<b>Investment</b>	The Trustees have powers of investment as if absolutely entitled to the Trust Fund beneficially, including a power to invest surplus income.	
<b>Investment managers</b>	<p>Sarasin &amp; Partners LLP          Juxon House          100 St Paul's Churchyard          London          EC4M 8BU</p>	
<b>Auditors</b>	<p>Dixon Wilson          22 Chancery Lane          London          WC2A 1LS</p>	
<b>Solicitors</b>	<p>Bircham Dyson Bell          50 Broadway          Westminster          London          SW1H 0BL</p>	<p>Lester Aldridge          1 King Street          London          EC2V 8AU</p>
<b>Bankers</b>	<p>Coutts &amp; Co          440 Strand          London          WC2R 0QS</p>	
<b>Address</b>	<p>Swire House          59 Buckingham Gate          London          SW1E 6AJ</p>	

## **THE SWIRE CHARITABLE TRUST**

### **R E P O R T   O F   T H E   T R U S T E E S**

**Year ended 31 December 2016**

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#### **Structure, governance and management**

The Swire Charitable Trust is an unincorporated charity, constructed under a trust deed dated 23 December 1975 and is a registered charity, number 270726.

The Swire Educational Trust (registered number 328366), which was an unincorporated charity established on 12 September 1989 was merged with The Swire Charitable Trust on 31 December 2015 and the merged charity operates under number 270276. The Swire Educational Trust has been removed from the register.

The power to appoint new Trustees is vested in the Settlers during their lifetime. Responsibility for the induction of any new Trustee, which involves awareness of the history and approach of the charity and an understanding of a Trustee's duties, lies with the Trustees. A new Trustee would receive copies of the previous year's accounts.

At the Trustees' meeting, the trustees agree the strategy of the trust, including consideration of donation making, investments, reserves and risk management policies. The day to day administration of the charity is carried out by John Swire & Sons Limited. The major risks to which the trust may be exposed, as identified by the trustees, have been reviewed to confirm that systems where appropriate, exist to mitigate those risks.

#### **Grant making policy**

The Trustees meet to consider what grants/donations they will make and to review any feedback they have received.

Although the Trustees make some grants with no formal applications, they normally require organisations to submit a request explaining how the funds could be used and what would be achieved.

The Trust also exists to administer a variety of scholarship schemes for students and to assist them to study at universities and colleges in the United Kingdom and elsewhere, through the Swire Educational Trust restricted fund.

Scholarships are advertised on affiliated universities/colleges websites and national papers in Hong Kong, Japan, China and other jurisdictions that the trustees see fit. The candidates apply directly to the universities and if they meet the academic criteria they are interviewed by a panel. On success, the university offers the candidate admission to their chosen course of study and refers the candidate to the trust for consideration of awarding a scholarship. The policy of making grants is to support deserving cases for awards for tertiary education.

The strategy of the fund is to continue to work with universities/colleges and make grants based on merit of the applicant.

#### **Objectives, activities and achievements for the public benefit**

The objective of the Trust is to provide donations and grants to charities in the United Kingdom and elsewhere.

In 2016, the Trust made donations and grants totalling £3,908,584 (2015 - £3,772,490). There was a net reduction in funds for the year of £723,503 (2015 - £1,152,523).

During the year to 31 December 2016, the Trust approved the selection of 14 (2015 - 17) new scholars and granted 17 (2015 - 19) annual scholarships and awards to existing scholars. It expects to fund a similar number of scholarships and awards in the year to 31 December 2017.

The trustees intend to continue to provide support to their chosen charitable causes.

The trustees, having regard to the public benefit guidance published by the Charity Commission in accordance with section 17 of the Charities Act 2011, consider that the purpose and activities of the charity satisfy the requirements of the public benefit test set out in the section 4 of the same Act.

The investments held in the portfolio with Sarasin & Partners LLP have performed satisfactorily during the year, with the value of the portfolio increasing by 4.6% (2015 - 3.4%). Post year end performance of the investment portfolio at 31 March 2017 shows the value to be £10,567,567 which reflects a decrease of 0.8% on the 31 December 2016 position.

## **THE SWIRE CHARITABLE TRUST**

### **REPORT OF THE TRUSTEES**

**Year ended 31 December 2016**

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#### **Investment policy**

The Trustees' principal resources arise from donations to the trust. The Trustees have expended through donations and grants the income arising therefrom on an annual basis. The Trustees maintain a cash balance in order to provide a fund to meet grants and donations which they wish to make in excess of donations received in any particular year.

In this regard the Trustees have noted the statutory duty of care required by the Trustee Act 2000, in relation to their holding suitable investments and the need for diversification of investments so far as is appropriate to the circumstances of the trust.

It is the trustees' policy to utilise all of the funds in pursuance of the Trust's objectives in a period not exceeding fifteen years. There is no requirement to maintain a particular level of income reserves as endowment funds can be expended to meet expenditure as required.

The investment policy is to invest approximately 20% of the fund in fixed interest and cash with the remainder in UK and overseas equities to maximise the long term real return from the fund. This policy is implemented by independent fund managers.

The charity does not operate an "ethical investment policy".

#### **Reserves policy**

The Swire Charitable Trust was created in December 1975 and provides the Trustees with wide powers of discretion to distribute the donations and other income of the trust fund for charitable purposes as the Trustees determine. It has been the Settlers' and Trustees' intention that the trust fund should be able to grow during the accumulation period with the help of accumulation of income. Once income is accumulated, it becomes an addition to the Trust's capital. The accumulation period of the unrestricted fund ended 22 December 1996. The accumulation period of the restricted fund ended 12 September 2010.

It is the Trustees' policy not to retain reserves within the unrestricted fund as overheads are low and the grants that are made vary according to the income operated. As such no reserves are required to ensure the Trust's continued operations.

Endowment reserves are held within the restricted fund to support future scholarships.

#### **Key management personnel remuneration**

The trustees consider the board of trustees as comprising the key management personnel of the charity in charge of directing and controlling the charity and operating the charity on a day-to-day basis. All trustees give their time freely and no trustee remuneration or expense reimbursements were paid in the year.

#### **Risk management**

The principal risks faced by the charity lie in the performance of the investments and risks from ineffective grant making. The variability of investment returns is the charity's major financial risk. It mitigates this risk by retaining expert investment advisors and having a diversified investment portfolio. The risk from ineffective grant-making is mitigated by carrying out research on charitable institutions to establish whether potential donations will be used effectively and in furtherance of this charity's own objectives.

#### **Financial statements**

The financial statements comply with the requirements of the trust deed, the Charities Act 2011 and the Statements of Recommended Practice: Financial Reporting Standard 102.

## THE SWIRE CHARITABLE TRUST

### REPORT OF THE TRUSTEES

Year ended 31 December 2016

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#### Trustees' responsibilities in relation to the financial statements

The trustees are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards. The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### Statement as to disclosure to our auditors

In so far as the trustees are aware at the time of approving our trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the group's auditor is unaware, and
- the trustees, having made enquiries of fellow directors and the group's auditor that they ought to have individually taken, have each taken all steps that he/she is obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.



S C SWIRE  
For the trustees

7 September 2017

# THE SWIRE CHARITABLE TRUST

## AUDITOR'S REPORT

Year ended 31 December 2016

### INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE SWIRE CHARITABLE TRUST

We have audited the financial statements of The Swire Charitable Trust for the year ended 31 December 2016 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's trustees, as a body, in accordance with regulations under section 154 of the Charities Act 2011. 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 or assume responsibility to anyone other than the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

#### Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement set out on page 5, the trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

#### Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees' Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing this audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2016 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.

#### Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual 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.

Dixon Wilson, Statutory Auditor  
22 Chancery Lane, London WC2A 1LS

17 October 2017

Dixon Wilson is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

# THE SWIRE CHARITABLE TRUST

## STATEMENT OF FINANCIAL ACTIVITIES

Year ended 31 December 2016

	Note	Restricted Expendable Endowment Fund £	Restricted Income Fund £	Unrestricted Fund £	2016 Total £	2015 Total £
<b>Income and endowments from:</b>						
Investments	2	-	258,694	695	259,389	284,993
Donations and legacies		-	-	2,500,000	2,500,000	1,950,000
<b>Total income and endowments</b>		-	258,694	2,500,695	2,759,389	2,234,993
<b>Expenditure on:</b>						
Charitable activities	3	-	1,475,576	2,554,959	4,030,535	3,852,965
<b>Total expenditure</b>		-	1,475,576	2,554,959	4,030,535	3,852,965
Net gains on investment assets	4	547,643	-	-	547,643	465,449
<b>Net (expenditure) / income</b>		547,643	(1,216,882)	(54,264)	(723,503)	(1,152,523)
Transfers between funds		(1,216,882)	1,216,882	-	-	-
<b>Net movement in funds</b>		(669,239)	-	(54,264)	(723,503)	(1,152,523)
<b>Reconciliation of funds:</b>						
Fund balance brought forward at 1 January 2016		11,122,323	-	45,145	11,167,468	12,319,991
<b>Fund balance carried forward at 31 December 2016</b>		10,453,084	-	(9,119)	10,443,965	11,167,468

All amounts are in respect of continuing activities.

# THE SWIRE CHARITABLE TRUST

## BALANCE SHEET

At 31 December 2016

	Note	2016 £	2015 £
<b>Fixed assets</b>			
Investments	4	10,655,641	11,918,535
<b>Current assets</b>			
Debtors		2,489	4,302
Cash at bank and in hand		1,238,413	676,567
		1,240,902	680,869
<b>Liabilities</b>			
Creditors: amounts falling due within one year	5	(1,088,578)	(1,005,936)
<b>Net current assets</b>		152,324	(325,067)
Creditors: amounts falling due after one year	5	(364,000)	(426,000)
<b>Net assets</b>		10,443,965	11,167,468
<b>The funds of the charity:</b>			
Restricted expendable endowment funds	6	10,453,084	11,122,323
Unrestricted income fund	6	(9,119)	45,145
		10,443,965	11,167,468

The financial statements on pages 7 to 20 were approved by the board of trustees on 7 September 2017 and were signed on its behalf by:



S C SWIRE  
Trustee



B N SWIRE  
Trustee

**THE SWIRE CHARITABLE TRUST**

**STATEMENT OF CASH FLOWS**

**Year ended 31 December 2016**

	<b>Note</b>	<b>2016 Total £</b>	<b>2015 Total £</b>
Net cash used in operating activities	7	(1,508,080)	(1,965,707)
<i>Cash flows from investing activities:</i>			
Dividends and interest		259,389	294,328
Proceeds from sale of investments		14,209,507	17,400,015
Purchase of investments		(12,398,970)	(15,315,880)
Net cash provided by investing activities		<u>2,069,926</u>	<u>2,378,463</u>
Change in cash and cash equivalents		561,846	412,756
Cash and cash equivalents brought forward		<u>676,567</u>	<u>263,811</u>
Cash and cash equivalents carried forward		<u>1,238,413</u>	<u>676,567</u>

## THE SWIRE CHARITABLE TRUST

### NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2016

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#### **I. Accounting policies**

##### **(a) Basis of preparation and assessment of going concern**

The financial statements have been prepared under the historic cost convention, with the exception that investments are included at market value. 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 (FRS 102) issued on 16 July 2014 and the Charities Act 2011.

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

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. There are no significant areas of judgement and key assumptions that affect items in the accounts. With respect to the next reporting period, the most significant areas of uncertainty that affect the carrying value of assets held by the Trust are the level of investment return and the performance of investment markets (see the risk management section of the trustees' annual report for more information).

##### **(b) Funds structure**

The charity has an endowment fund created by a gift. The income of this trust is unrestricted. The terms of the endowment allow the capital of the fund to be spent if the trustees so determine.

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have created a fund for a specific purpose.

The assets of the restricted fund were transferred to Swire Charitable Trust on 31 December 2015 from the Swire Educational Trust. These assets continue to be used to further the purposes of the Swire Educational Trust, which has now been wound up. The objects of the fund are to promote and advance education by all such means as may be appropriate to charitable purposes and furthering the education of persons attending educational establishments in the UK or overseas.

##### **(c) Income recognition**

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

Donations are recognised when the Trust has been notified in writing of both the amount and settlement date.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and the notification has been received of the dividend due. This is normally upon notification by our investment advisor of the dividend yield of the investment portfolio.

##### **(d) Expenditure recognition**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. This is accrued once the recipient has been notified of the grant award.

##### **(e) Irrecoverable VAT**

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

## THE SWIRE CHARITABLE TRUST

### NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2016

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**(f) Support and governance costs**

The Charity does not incur support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. Governance costs relate to charitable activities.

**(g) Charitable activities**

Costs of charitable activities include grants made and governance costs as shown in note 3.

**(h) Fixed asset investments**

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The Trust does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities within particular sectors or sub sectors.

**(i) Realised gains and losses**

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

# THE SWIRE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2016

2. Investment income	Restricted Income Fund £	Unrestricted Fund £	2016 Total £	Restricted Income Fund £	Unrestricted Fund £	2015 Total £
UK bank interest	-	695	695	-	714	714
UK equities	204,557	-	204,557	98,462	-	98,462
UK unit trusts	-	-	-	122,453	-	122,453
Fixed interest	54,137	-	54,137	47,984	-	47,984
Overseas unit trusts	-	-	-	14,768	-	14,768
Overseas investment trusts	-	-	-	612	-	612
	<u>258,694</u>	<u>695</u>	<u>259,389</u>	<u>284,279</u>	<u>714</u>	<u>284,993</u>

### 3. Analysis of charitable expenditure

The charity did not undertake any activity directly but met its charitable purposes by making donations and grants.

	2016 £
ABF The Soldier's Charity	5,000
Action Against Cancer	20,000
Action for Stammering Children	2,500
Action Medical Research	2,500
Aidis Trust	2,500
Air League Trust	29,000
All Saints Church, Deane	1,000
Alzheimer's Society	1,500
Amber Foundation	5,000
Ambition	5,000
Anna Freud	5,000
Art Room (The)	2,500
Arthritis Research UK	10,000
Aspire	10,000
Asthma UK	10,000
Ataxia-Telangiectasia Society	2,500
Barnardo's	10,000
Beanstalk	50,000
Beating Bowel Cancer	5,000
Berkshire Youth	5,000
Big Issue Foundation	5,000
Bipolar UK	5,000
Birmingham Settlement	5,000
Blond McIndoe Research Foundation	5,000
Bloodwise	10,000
Bounce Back Foundation	5,000
Bowel Disease Research Foundation	5,000
Bristol Aerospace Centre	5,000
British Blind Sports	5,000
British Exploring Society	20,000
British Heart Foundation	1,500
Carried forward	<u>255,500</u>

# THE SWIRE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2016

3. Analysis of charitable expenditure (continued)	2016 £
Brought forward	255,500
British Lung Foundation	10,000
British Red Cross	20,000
British School of Osteopathy	2,500
Calibre Audio Library	10,000
Cancer Research UK	7,500
Cancer Vaccine Institute	15,000
Cardinal Hume Centre	10,000
Carers UK	5,000
Caritas Anchor House	5,000
Chadwell Heath Community Centre	2,500
Chalke Valley History Trust	10,000
CHANCE Sunderland	5,000
Chance to Shine	2,500
Change Foundation	7,500
Children's Hospice South West	2,500
Churches Conservation Trust	5,000
Clean Rivers Trust	5,000
Cleft Lip & Palate Association	5,000
Cleveland Housing Advice Centre	10,000
College of Arms	3,100
College of St Barnabas	5,000
Combat Stress	30,000
Cosgrove Care	2,500
Countryside Learning	2,500
Crisis UK	7,500
Cycle-R	5,000
Cystic Fibrosis Trust	6,000
Daisy's Dream	5,000
Dame Vera Lynn Children's Charity	10,000
Dementia UK	15,000
DePaul UK	15,000
Derby Toc H Children's Camp	2,500
Diabetes UK	10,000
Disabled Sailors Association	2,500
Dystonia Society	5,000
East Anglican Air Ambulance	16,000
Emmaus Village Carlton	7,500
Empire Fighting Chance	20,000
Essex Yeomanry Regimental Trust	1,500
Eton College	2,500
Family Action	5,000
Fare Share	5,000
Fields in Trust	10,000
First Light Trust	5,000
Foundation for Social Improvement (FSI)	2,000
Friends of Cathedral Music	4,000
Carried forward	600,600

# THE SWIRE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2016

3. Analysis of charitable expenditure (continued)	2016 £
Brought forward	600,600
Get Set Girls	7,000
Giving World	2,500
Goodwill Children's Home	5,000
Grandparents Plus	5,000
Grey Coat Hospital	5,000
Gurkha Welfare Trust	40,000
Hand in Hand International	50,000
Hawk and Owl Trust	5,000
Helping Hand	2,500
Helping Uganda Schools (HUGS)	7,500
HemiHelp	2,500
Hereford Cathedral Perpetual Trust	2,500
Heritage of London Trust	15,000
Hope Housing Training & Support	5,700
Hope UK	2,500
Hospital of St John & St Elizabeth	5,000
Hydration Foundation CIC	15,000
Imperial Hospital-More Smiles Appeal	50,000
Indendent Parental Special Education Advice (IPSEA)	10,400
InterAct Stroke Support	10,000
International Spinal Research Trust	5,000
James Wentworth-Stanley Memorial Fund	2,500
Jo's Cervical Cancer Trust	2,500
Juvenile Diabetes Research	10,000
Keepout-The Crime Diversion Scheme	5,000
Kenya Keys	2,500
Key (The)	5,000
Kidney Research UK	5,000
KIDS	2,500
King Edward VII's Hospital	10,000
King's Arms Project	5,000
King's Furniture Darlington	5,000
Kingwood Trust	10,000
LEADS	15,000
League of Remembrance	5,000
Learning Partnerships	5,000
LEPRA-British Leprosy Relief Association	5,000
Listening Books	5,000
Living Paintings	5,000
Llanhilleth Miner's Institute	5,000
London Flying Angel Committee	1,000
London's Air Ambulance	5,000
London's Free Open Air Theatre Season	20,000
Lord Mayor's Appeal	10,000
Lowe Syndrome Trust	2,500
Lupus UK	2,500
Carried forward	1,004,700

**THE SWIRE CHARITABLE TRUST****NOTES TO THE FINANCIAL STATEMENTS****Year ended 31 December 2016**

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<b>3. Analysis of charitable expenditure (continued)</b>	<b>2016 £</b>
Brought forward	1,004,700
Macmillan Cancer Support	10,000
Magdalen College Development Trust	5,000
Missing People	5,000
Mission Aviation Fellowship (MAF)	5,000
Mission to Seafarers	25,000
Mobility Trust	5,000
Movember Europe	1,500
Movement Centre (The)	5,000
Mulberry Bush School	5,000
Multi-Story Music	2,500
Muscular Dystrophy UK	5,000
Museum of Army Flying	10,000
Music in Hospitals	5,000
Naomi House & Jack's Place	5,000
NAPAC	5,000
National Brain Appeal	10,000
National Maritime Museum	5,000
No Way Trust	5,000
Noah's Ark Children's Venture	10,000
Norman Trust	25,000
Nottingham Trent University	5,000
Oasis Partnership	10,000
OnSide Youth Zones	5,000
Opera Holland Park	10,000
Oracle Cancer Trust	50,000
Orchid	2,500
Outset Youth Action	5,000
Outward Bound Trust	5,000
Overseas Service Pensioners' Association	10,000
Oxfam	10,000
Pagoda Arts	20,000
Passage (The)	10,000
PBC Foundation	5,000
Pennywell Youth Project	2,500
Personal Support Unit	5,000
Planters' Benevolent Fund of Ceylon	2,000
Prince's Regeneration Trust	5,000
Prince's Trust	50,000
Prior's Court Foundation	50,000
Prisoners Education Trust	10,000
Project Trust	10,000
PSP Association	5,000
PWRR Benevolent Fund	2,500
Queen Alexandra Hospital Home	5,000
Queen Elizabeth Foundation	20,450
Queen's Choral Foundation	25,000
Carried forward	<u>1,498,650</u>

# THE SWIRE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2016

3. Analysis of charitable expenditure (continued)	2016 £
Brought forward	1,498,650
Ramsbury PCc	5,000
RAPT	5,000
RBLI	20,000
Refuge	5,000
Respite Association	2,500
Rethink Mental Illness	5,000
RLSB	10,000
RNLI	6,000
Ronald McDonald House Charities	25,000
Rowan Alba	3,500
Royal Academy of Arts	25,000
Royal Air Force Benevolent Fund	5,000
Royal Air Force Museum London	25,000
Royal Ballet School	15,000
Royal Brompton and Harefield Hospitals	50,000
Royal Hospital for Neuro-disability	5,000
Royal Marsden Cancer Charity	150,000
Royal National College for the Blind	6,000
Royal Trinity Hospice	10,000
RP Fighting Blindness	5,000
Rushmoor Gymnastics Academy	5,000
Sailors' Society	1,000
SANE	5,000
Save the Children	10,000
School Under the Tree	5,000
Seafarers UK	5,000
Sheffield Hospital Charity	5,000
Shelter	2,500
Shirlie Project	10,000
SHS (School Home Support)	20,000
Siblings Together	5,000
Simon Trust	5,000
Sir Oswald Stoll Foundation	5,000
Sir Thomas Lipton Foundation	5,000
SkillForce	15,000
Spinal Injuries Association	5,000
ss Great Britain Trust	5,000
SSAFA Forces Help	5,000
St Andrew's Youth Club	15,000
St Joseph's Hospice Hackney	5,000
St Luke's Eldercare	1,027
St Luke's Hospital, Basildon	5,000
St Mary Le Bow Young Homless Charity	5,000
St Mary's Cathedral Workshop	10,000
St Michael's Fellowship	10,000
St Mungo's	5,000
Carried forward	2,056,177

# THE SWIRE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2016

3. Analysis of charitable expenditure (continued)	2016 £
Brought forward	2,056,177
St Peter's PCC	2,500
St Petrock's (Exeter)	5,000
St Vincent's Family Project	5,250
St Werburghs City Farm	2,500
Starlight	2,500
Step by Step	5,000
Step Together Volunteering	5,000
Stoke Manderville Spinal Research	10,000
Storeroom2010	10,000
Straight Talking Peer Education	5,000
Style for Soldiers	2,500
Suzy Lamplugh Trust	5,000
Swings & Smiles	5,000
Team Up	11,000
Three Cs Support	7,500
Together Trust	10,000
Tommy's	5,000
Trust for Sustainable Living	2,500
Turtle Key Arts	10,000
UCanDoIT	2,500
Ufton Court Educational Trust	5,000
University of Bristol	47,969
University of Southampton	100,000
Unseen	5,000
Upper Room (The)	10,000
Urology Foundation	5,000
Veterans Aid	5,000
Victim Support	5,000
Virtual Development UK	2,500
Voluntary Services Overseas	15,000
Volunteer Link Service	7,500
Walking with the Wounded	15,000
War Memorials Trust	2,500
Wellington Trust	5,000
Who Cares Trust	10,000
Winchester Cathedral Trust	50,000
Windsor Lions Club	1,500
Wordsworth Trust	10,000
Yellow Door (Solent)	5,000
	2,476,896
Donations and grants of less than £1,000 during the year	3,432
Grant gifting for educational scholarship scheme	1,428,256
	3,908,584

# THE SWIRE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2016

<b>3. Analysis of charitable expenditure (continued)</b>	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Total donations	3,908,584	3,772,490
<i>Governance costs allocated to charitable activities:</i>		
Consultancy costs	72,007	33,185
Auditors remuneration	5,172	5,072
Bank charges	48	20
Legal fees	197	849
Trustees fees	-	1,042
Management fees	37,713	36,000
Investment management fees	6,814	(51)
Foreign exchange loss	-	4,358
	<u>121,951</u>	<u>80,475</u>
	<u>4,030,535</u>	<u>3,852,965</u>

In 2016 £2,554,959 of charitable expenditure related to the unrestricted fund and £1,475,576 related to the restricted income fund.

<b>4. Fixed asset investments</b>	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
<b>Quoted investments</b>		
Market value at start of year	11,918,535	13,546,558
Additions at cost	12,398,970	15,305,505
Disposal proceeds	(14,209,507)	(17,398,977)
Net realised gains/(losses) on disposal	17,606	452,772
Net unrealised investment gains	530,037	12,677
Market value at end of year	<u>10,655,641</u>	<u>11,918,535</u>
 Split as follows:		
<b>UK holdings</b>		
Equities	1,750,950	1,674,009
Unit trusts	7,991,085	4,588,756
Investment trusts	211,663	4,987,228
	<u>9,953,698</u>	<u>11,249,993</u>
 <b>Non UK holdings</b>		
Unit trusts	330,730	487,171
Investment trusts	328,189	140,855
Investment funds	43,024	40,516
	<u>701,943</u>	<u>668,542</u>

# THE SWIRE CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2016

### 4. Fixed asset investments (continued)

The historical cost of investments at 31 December 2016 was £10,125,603 (2015 - £11,518,282)

There were 6 investments in individual entities held at 31 December 2016 which were over 5% of the portfolio by value (including cash deposit) and are therefore considered by the trustees to be material in the context of the investment portfolio.

- 2,004,206.85 Sarasin Global Dividend (£ Hedged) I Inc Market Value £2,308,847 (19.78%)
- 1,500,000 Abbey National PLC CD ICAP 0.3000% 15/02/17 Market Value £1,500,000 (12.85%)
- 1,500,000 Nationwide Building Society CD 0.3000% 15/02/17 Market Value £1,500,000 (12.85%)
- 1,132,690.46 Sarasin Global Dividend Market Value £1,356,373 (11.62%)
- 858,898 Sarasin Sterling Bond Market Value £984,297 (8.43%)
- 599,334.02 Sarasin Charity-Thematic UK Equity Market Value £686,238 (5.88%)

The net realised gains on investments in both years related to the restricted expendable endowment fund.

The charity is partly reliant on investment income in the form of interest and dividends received from investments held.

### 5. Creditors

	2016 £	2015 £
<b>Amounts falling due within one year</b>		
Donations/grants payable	643,000	815,000
Accruals	61,996	24,894
Other creditors	383,582	166,042
	<u>1,088,578</u>	<u>1,005,936</u>
<b>Amounts falling due after one year</b>		
Donations/grants payable	364,000	426,000
	<u>1,452,578</u>	<u>1,431,936</u>

### 6. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Endowment funds £	Total £
Fund balances as at 31 December 2016 are represented by:			
Debtors	-	2,489	2,489
Cash at bank and in hand	33,432	1,204,981	1,238,413
Creditors	(42,551)	(1,410,027)	(1,452,578)
	<u>(9,119)</u>	<u>(202,557)</u>	<u>(211,676)</u>
Investments	-	10,655,641	10,655,641
	<u>(9,119)</u>	<u>10,453,084</u>	<u>10,443,965</u>

**THE SWIRE CHARITABLE TRUST****NOTES TO THE FINANCIAL STATEMENTS****Year ended 31 December 2016****7. Reconciliation of net movement in funds to net cash flow from operating activities**

	<b>Restricted Income Fund £</b>	<b>Unrestricted Fund £</b>	<b>2016 Total £</b>	<b>2015 Total £</b>
Net movement in funds	(59,457)	(664,046)	(723,503)	(1,152,523)
Deduct income from investments	(695)	(258,694)	(259,389)	(284,993)
Deduct gains on investments	-	(547,643)	(547,643)	(465,449)
(Increase)/decrease in creditors	(74,757)	95,399	20,642	(70,556)
Decrease in debtors	-	1,813	1,813	7,814
Net cash used in operating activities	<u>(134,909)</u>	<u>(1,373,171)</u>	<u>(1,508,080)</u>	<u>(1,965,707)</u>

**8. Related party transactions**

During the year John Swire & Sons Limited, a company in which the trustees have a participating interest, paid expenses on the charity's behalf totalling £1,706,782 (2015 - £1,995,657). At the year end £420,875 (2015 - £69,548) was owed to John Swire & Sons Limited.

During the year, the trustees received no emoluments or reimbursement of expenses for their services (2015 - none).