

**Report of the Trustees and
Financial Statements for the Year Ended 31 December 2017
for
THE BENTHAM-MOXON TRUST**

Shipleys LLP
Chartered Accountants
Statutory Auditor
5 Godalming Business Centre
Woolsack Way
Godalming
Surrey
GU7 1XW

THE BENTHAM-MOXON TRUST
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FOR THE YEAR ENDED 31 DECEMBER 2017

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THE BENTHAM-MOXON TRUST
Report of the Trustees
FOR THE YEAR ENDED 31 DECEMBER 2017

The Trustees present their report with the financial statements of the charity for the year ended 31 December 2017. The financial statements have been prepared in accordance with the accounting policies set out note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 and 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 published on 16 July 2014.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Trust's mission is to provide financial support for plant and fungal collection, research and education that further the work of the Royal Botanic Gardens, Kew.

The Trust's main activities to achieve these objectives are:-

Grants to botanists for fieldwork and research at home and abroad, attendance at conferences and for the work of the Royal Botanic Gardens, Kew School of Horticulture;

The support of the Krukoff Curator of African Botany, Krukoff Graduate Bursary and other activities related to African botany;

Monitoring and controlling the investment of the Trust's funds.

The Trustees confirm that they have referred to the guidance contained in the Charities Commission's general guidance on public benefit when reviewing the Charity's aims and objectives.

Grantmaking

The Trust has established its grant making policy to achieve its objective for the public benefit. The Trust's aim is to provide support for plant and fungal collection, research and education that further the work of the Royal Botanic Gardens, Kew.

The Trust invites institutions and individuals to apply for funding support through its application process. The Trustees meet and review the applications and decide if the project meets the Trust's aims and objectives. The Trustees also decide on the level of support that can be offered to each application.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Trust's annual awards scheme drew a lower level of applications to that of 2016, 50 (58, 2016) and the Trustees approved 35 awards in 2017 (36 in 2016). The total level of spending on grants in 2017 was £159,432 which was more than that of 2016 (£131,206).

The Trust continued to support the Royal Botanic Gardens, Kew School of Horticulture with an award that contributes towards the cost of the third year students taking part in a field study course in Spain and funding Stella Ross-Craig Travel Scholarships to all second year students.

Income from the Krukoff Fund's investments and publication sales continues to fund the salary of the Krukoff Curator of African Botany and the editorial and production costs of the Flora Zambesiaca. In addition, the Krukoff Fund is providing support for the Krukoff Graduate through a bursary.

The Trustees continues to monitor the performance of the investments and are satisfied that the investments generate the appropriate level of income required to support the aims and objectives of the charity.

The Trustees consider that the above activities are in line with the aims and objectives above.

THE BENTHAM-MOXON TRUST

Report of the Trustees FOR THE YEAR ENDED 31 DECEMBER 2017

FINANCIAL REVIEW

Reserves policy

The Trust has two types of unrestricted reserves, those held in the COIF Equity Fund and the segregated funds managed by Rathbones, and those represented by non-investment assets. The former have been designated by the Trustees to be retained by the Trust in order to maintain the value of its annual grant making in real terms, the main activity of the Trust. The latter, the unrestricted non-investment assets, or "free reserves", are held as working capital and to fund minor unforeseen circumstances. The Trustees have agreed that the free reserves should be maintained at the level of approximately six months' non-grant expenditure or 25% of the value of the unrestricted grants whichever is the greater, in 2017 equal to approximately £18,000. The free reserves held at the year end were £31,523 (2016 £28,000).

The total net assets at 31 December 2017 was £5,456,358 (2016: £5,055,483) £2,778,080 of which was restricted (2016 £2,574,033).

Financial Review

The Trust's total income for 2017 was £174,737 compared to the previous year's income of £173,188. This increase was mainly due to the increase in investment income during the year.

Total expenditure for 2017 was £186,579 which is an increase on the expenditure in 2016 which was £159,002. This increase was mainly due to a new graduate bursary see note 6.

The investments held have risen from £4,898,816 to £5,304,132 during the year to 31 December 2017 and this represents a 8.27% rise in value on last year. This rise in the investments followed the general increase in the value of listed investments. The Trustees also agreed that the investment with Rathbones should be managed on a "total" return basis in 2016 and that this should continue in 2017 and the foreseeable future.

The investment policy followed by the Trust is to ensure that assets are invested to maintain a balance between income and risk.

FUTURE PLANS

The Trustees plan to continue following the objectives and activities of recent years;

a) Using the unrestricted General Funds to fund the Annual Awards Scheme with the main emphasis on the awards being fieldwork overseas, overseas botanists coming to Kew on short term projects and conference attendance. Unrestricted and Smith Travel Funds will continue to support the Royal Botanic Gardens, Kew School of Horticulture's second year Stella Ross-Craig travel scholarships and third year field study in Spain.

b) The Krukoff Funds continuing to be used to finance the Krukoff Curator and Flora Zambesiaca publications. They will seek an acceptable proposal to fulfil the Deed's requirements in relation to the Krukoff Graduate.

c) The Marjorie Hurley Fund will use its annual income and accrued funds for projects in the Gardens at Kew and Wakehurst.

d) The Trust will undertake a review of its audit services.

THE BENTHAM-MOXON TRUST
Report of the Trustees
FOR THE YEAR ENDED 31 DECEMBER 2017

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Bentham-Moxon Trust was founded by a Scheme of the Charity Commissioners for England and Wales sealed on 18th September 1984, combining the Charity of George Bentham, founded by will on 11th December 1884 and the Charity of James Edward and Louisa Sarah Moxon Memorial Fund, founded by will on 20th September 1920 and 22nd July 1930 respectively. All the charities and funds administered by the Trustees are treated as a single charity for purposes of accounting and registration with the Charity Commission. The Trustees must, however, ensure that the funds for each charity are spent for the purposes of the charity.

The governing documents are the 1984 Scheme and requests made by the donors of the individual funds. The Trustees have created a mission statement that embraces all the funds' objectives and sets out the long-term objectives of the Trust.

The charities and funds that make up Bentham-Moxon are listed below:

General Funds

George Bentham Trust; James Edward and Louisa Sarah Moxon Memorial Fund; Florence Hamilton Memorial Fund; Miss D R Butcher Bequest; Stanley Smith Gift (Other Purposes) Fund; Eleanor Constance Bor Trust; Kew Bicentenary Fund; Kazimierz & Winifred E A Kaminiski Memorial Fund; Mr William Donald Marshall Bequest; Jan Gillet Bequest; Stella Ross-Craig Bequest; the Metcalfe Cup; Donald Dring Memorial Prize; Henry Idris Matthews Memorial Travel Scholarship Fund; John Gilbert Prize; Landsman's Bookshop Prize, Perkins Fund for the use and benefit of the Herbarium at the Royal Botanic Gardens, Kew; Pat Brennan Fund; Frank Kingdon-Ward Fund and George Conrad Johnson Fund.

Restricted Funds

B A Krukoff Fund for the study of African Botany, Stanley Smith Gift (Travel and Expeditions) Fund and Marjorie Hurley Bequest for the Conservation of Wild Flowers at Kew and Wakehurst Place.

Recruitment and appointment of new trustees

The Trustees appointed Dr Mark Carine, a plant systematist and Principal Curator in Charge of the botanical collections at the Natural History Museum (NHM), to the vacant external Co-optative Trustee post and the Trustees approved this appointment on the 6 October 2017. Dr Mark Carine brings a wealth of experience including plant-based science expertise; knowledge of the Royal Botanic Gardens, Kew and similar organisations; and substantial experience in grant-making activities.

The Director of the Royal Botanic Gardens, Kew appointed Diane Scott, a qualified Solicitor and Legal Counsel for the Royal Botanic Gardens, Kew to the vacant Royal Botanic Gardens, Kew Co-optative Trustee post and the Trustees approved this appointment on the 8 December 2017. Diane Scott brings her legal expertise, knowledge of the Royal Botanic Gardens, Kew and experience of working with other charitable trusts.

Three of the Trustees are members of the Royal Botanic Gardens, Kew staff and their appointment is determined by the Director of the Royal Botanic Gardens, Kew. The remaining three Trustees are appointed by the Bentham-Moxon Board of Trustees.

The Board have developed a skills matrix to identify gaps in their group competencies so that selection, induction and training of future trustees can be targeted as effectively as possible.

THE BENTHAM-MOXON TRUST
Report of the Trustees
FOR THE YEAR ENDED 31 DECEMBER 2017

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The Trust is managed by the Trustees, who delegate day-to-day responsibility to the Secretary/Treasurer. The approval of all financial transactions is evidenced by two signatories from the four signatories, one Trustee, two senior managers at the Royal Botanic Gardens, Kew and the Secretary/Treasurer.

The Trustees meet twice a year, currently June and December. At the December meeting the Trustees review grant applications and make grants for projects that further the work of the Royal Botanic Gardens, Kew. The size of the Trust makes it possible for all Trustees to take part in the grant decisions.

The Trustees are considered to be the key management of the charity.

Related parties

The Trust is related to another charity, the Royal Botanic Gardens, Kew, by virtue of the objects of both organisations being related and because three of the Co-optative Trustees are appointed by the Director of the Royal Botanic Gardens.

Risk management

The Trustees consider that the major risk is the potential reduction in the value of its investments and their annual dividends. The major part of the Trust's investments is held in COIF Equities, the pooled fund managed by CCLA, with the smaller part invested in a segregated fund managed by Rathbone Investment Management Ltd. This gives the Trust the benefit of advice from two separate investment teams and, for part of its investments, it is able to determine asset allocation. The Trustees review these arrangements annually.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

305966

Principal address

Royal Botanic Gardens
Kew
Richmond
Surrey
TW9 3AE

Trustees

Lady E Insall	
R Bower	
Dr C Clubbe	
Dr T Utteridge	
Dr M Carine	- appointed 6/10/2017
D Scott	- appointed 8/12/2017

Auditors

Shipleys LLP
Chartered Accountants
Statutory Auditor
5 Godalming Business Centre
Woolsack Way
Godalming
Surrey
GU7 1XW

THE BENTHAM-MOXON TRUST
Report of the Trustees
FOR THE YEAR ENDED 31 DECEMBER 2017

REFERENCE AND ADMINISTRATIVE DETAILS

Bankers

Cater Allen Private Bank
Abbey National House
2 Triton Square
Regents' Place
London NW1 3AN

Investment Managers

COIF Charity Funds
CCLA Investment Management Services Limited
Senator House
85 Queen Victoria Street
London EC4V 4ET

Rathbone Investment Management Ltd
8 Finsbury Circus
London EC2M 7AZ

Secretary/Treasurer

Mrs J Alsop

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees 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 and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures that must be disclosed and explained in the financial statement;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to 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.

Approved by order of the Board of Trustees on 22 June 2018 and signed on its behalf by:



Dr C Clubbe - Trustee

Report of the Independent Auditors to the Trustees of The Bentham-Moxon Trust

Opinion

We have audited the financial statements of The Bentham-Moxon Trust for the year ended 31 December 2017 which comprise the statement of financial position 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 FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations under Section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members 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 and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2017 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustee's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustee has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the annual trustees report, other than the financial statements and our auditor's report thereon. The trustee are responsible for the other information. 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.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Report of the Independent Auditors to the Trustees of The Bentham-Moxon Trust

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustee's report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) regulations 2008 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustee's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the trustee

As explained more fully in the trustee's responsibilities statement, the trustee is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustee determines 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 trustee is 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 trustee either intends to liquidate the charity or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustee.

**Report of the Independent Auditors to the Trustees of
The Bentham-Moxon Trust**

- Conclude on the appropriateness of the trustee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Shipleys LLP
Chartered Accountants
Statutory Auditor
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
5 Godalming Business Centre
Woolsack Way
Godalming
Surrey
GU7 1XW

Date: 22/07/2018

THE BENTHAM-MOXON TRUST
Statement of Financial Activities
FOR THE YEAR ENDED 31 DECEMBER 2017

		Unrestricted funds	Restricted funds	2017 Total funds	2016 Total funds
	Notes	£	£	£	£
INCOME FROM					
Charitable activities	2				
Books sales		-	792	792	1,368
Royalties		28	-	28	106
Investment income	3	<u>85,158</u>	<u>88,759</u>	<u>173,917</u>	<u>171,714</u>
Total		<u>85,186</u>	<u>89,551</u>	<u>174,737</u>	<u>173,188</u>
EXPENDITURE ON					
Raising funds	4	5,761	-	5,761	5,492
Charitable activities	5				
Botanical grants and research expenses		<u>83,303</u>	<u>97,515</u>	<u>180,818</u>	<u>153,510</u>
Total		<u>89,064</u>	<u>97,515</u>	<u>186,579</u>	<u>159,002</u>
Net (expenditure) / income and net movement in funds before gains and losses		(3,878)	(7,964)	(11,842)	14,186
Net gains on investments		<u>200,706</u>	<u>212,011</u>	<u>412,717</u>	<u>479,322</u>
Net income and net movement in funds		196,828	204,047	400,875	493,508
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>2,481,450</u>	<u>2,574,033</u>	<u>5,055,483</u>	<u>4,561,975</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>2,678,278</u></u>	<u><u>2,778,080</u></u>	<u><u>5,456,358</u></u>	<u><u>5,055,483</u></u>

The notes form part of these financial statements

THE BENTHAM-MOXON TRUST

**Balance Sheet
AT 31 DECEMBER 2017**

		Unrestricted funds	Restricted funds	2017 Total funds	2016 Total funds
	Notes	£	£	£	£
FIXED ASSETS					
Investments	10	2,646,755	2,657,377	5,304,132	4,898,816
CURRENT ASSETS					
Debtors	11	15,036	21,448	36,484	35,412
Cash in hand		<u>132,035</u>	<u>184,952</u>	<u>316,987</u>	<u>285,729</u>
		147,071	206,400	353,471	321,141
CREDITORS					
Amounts falling due within one year	12	(115,548)	(85,697)	(201,245)	(164,474)
NET CURRENT ASSETS		<u>31,523</u>	<u>120,703</u>	<u>152,226</u>	<u>156,667</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,678,278</u>	<u>2,778,080</u>	<u>5,456,358</u>	<u>5,055,483</u>
NET ASSETS		<u><u>2,678,278</u></u>	<u><u>2,778,080</u></u>	<u><u>5,456,358</u></u>	<u><u>5,055,483</u></u>
FUNDS	13				
Unrestricted funds				2,678,278	2,481,450
Restricted funds				<u>2,778,080</u>	<u>2,574,033</u>
TOTAL FUNDS				<u><u>5,456,358</u></u>	<u><u>5,055,483</u></u>

The financial statements were approved by the Board of Trustees on 22 June 2018 and were signed on its behalf by:


Dr C Clubbe - Trustee


Lady E Insa - Trustee

The notes form part of these financial statements

THE BENTHAM-MOXON TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

1. ACCOUNTING POLICIES

Basis of preparing the 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 (FRS 102) published on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

The Trust constitutes a public benefit entity as defined by FRS 102. The trust is a registered charity (registration number 305966) and the governing document, as detailed on page 3, is the Scheme that was set up in 1984. The principal address is noted on page 4.

These financial statements are in Sterling (£).

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The accounts are prepared on a going concern basis.

Income

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

Investment income is recognised when the charity has notification that the income is receivable and is certain. This is normally upon notification by the investment fund managers of the amounts of dividend or income that the charity is going to receive. Deposit income is included when receivable.

Books sales and book royalties are recognised when the charity receives notification of the amount due to the charity from the publishers and is only recognised when the income is certain and relates to the period in question.

Expenditure

Expenditure is included in the Statement of Financial Activities on an accruals basis.

Grants which are made to individuals to carry out research projects are regarded as a grant to an institution with which the individual is connected rather than as a grant to the individual. Grants made to individuals include only those that are made for the direct benefit of the individuals who receive them. Grants payable are recognised in the Statement of Financial Activities when the liability is committed and is then adjusted if the award is amended before the date the grant is paid.

Expenditure which is directly attributable to specific activities has been included in these categories. Where costs are attributable to more than one activity, they have been apportioned across the cost categories on a basis consistent with the use of these resources. In particular support costs have been allocated between charitable expenditure and governance costs of the Trust, in proportion to staff costs on those activities, which in turn has been apportioned on an estimated time basis. Governance costs include the costs of audit and strategic management of the Trust. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

THE BENTHAM-MOXON TRUST

Notes to the Financial Statements - continued FOR THE YEAR ENDED 31 DECEMBER 2017

1. ACCOUNTING POLICIES - continued

Irrecoverable VAT

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

Costs of raising funds

The costs of generating funds consist of investment management costs.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds comprise accumulated surpluses and deficits on general funds. They are available for use at the discretion of the Trustees in furtherance of the general charitable objectives.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purpose. A fund has been created reflecting the value of unrestricted investments held to generate income.

Restricted funds are funds that are to be used in accordance with specific restrictions imposed by the donors or which have been raised by the Trust for specific purposes. The aim and use of each restricted fund is described in the Trustees Report.

Fixed asset investments

Investments are included in the accounts at their market value. Any gain or loss on revaluation is taken to the Statement of Financial Activities. Realised and unrealised gains and losses on investment assets are included in the accounts as they arise.

Exemption from production of a cash flow statement

The trust has taken advantage of the exemption in "Bulletin 1: Amendments to 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" from the requirements to produce a cash flow statement on the grounds that is a small charity.

2. INCOME FROM CHARITABLE ACTIVITIES

	2017			2016		
	Unrestricted funds	Restricted funds	Total funds	Unrestricted funds	Restricted funds	Total funds
	£	£	£	£	£	£
Activities						
Books sales	-	792	792	-	1,368	1,368
Royalties	<u>28</u>	<u>-</u>	<u>28</u>	<u>106</u>	<u>-</u>	<u>106</u>
Charitable Activities income	<u>28</u>	<u>792</u>	<u>820</u>	<u>106</u>	<u>1,368</u>	<u>1,474</u>

3. INVESTMENT INCOME

	2017			2016		
	Unrestricted funds	Restricted funds	Total funds	Unrestricted funds	Restricted funds	Total funds
	£	£	£	£	£	£
Investment income	84,855	88,759	173,614	84,137	87,014	171,151
Deposit account interest	<u>303</u>	<u>-</u>	<u>303</u>	<u>563</u>	<u>-</u>	<u>563</u>
Investment income	<u>85,158</u>	<u>88,759</u>	<u>173,917</u>	<u>84,700</u>	<u>87,014</u>	<u>171,714</u>

THE BENTHAM-MOXON TRUST

Notes to the Financial Statements - continued FOR THE YEAR ENDED 31 DECEMBER 2017

4. RAISING FUNDS

Investment management costs

	2017	2016
	£	£
Portfolio management	<u>5,761</u>	<u>5,492</u>

All investment management costs both in 2017 and in 2016 were attributable to unrestricted funds.

5. CHARITABLE ACTIVITIES COSTS

	Unrestricted funds	2017 Restricted funds	Total funds	Unrestricted funds	2016 Restricted funds	Total funds
	£	£	£	£	£	£
Grant Funding of activities (see note 6)	61,917	97,515	159,432	76,826	54,380	131,206
Direct Costs	<u>21,386</u>	<u>-</u>	<u>21,386</u>	<u>22,304</u>	<u>-</u>	<u>22,304</u>
Total	<u>83,303</u>	<u>97,515</u>	<u>180,818</u>	<u>99,130</u>	<u>54,380</u>	<u>153,510</u>

Included in the Direct costs above are the Governance costs which are as follows;

	2017	2016
	£	£
Wages	4,000	4,000
Auditors remuneration	4,800	5,200
Insurance	73	70
Payroll	30	30
Trustees meeting expenses	<u>172</u>	<u>380</u>
	<u>9,075</u>	<u>9,680</u>

All the support costs included in the Direct costs above are considered to be supporting the grant making activity except for 25% of the wages which are considered to be Governance costs.

6. GRANTS PAYABLE

	2017	2016
	£	£
Botanical grants and research expenses	<u>159,432</u>	<u>131,206</u>

The total grants paid to institutions during the year was as follows:

	2017	2016
	£	£
Krukoff Curator of African Botany	44,058	39,000
Krukoff Graduate Bursary	38,000	-
Flora Zambesiaca	8,377	10,969
Annual Award - Research Grants	68,816	75,992
Stanley Smith Travel Grants	15,735	10,445
Stella Ross-Craig Travel grants	6,000	6,000
Other Grants and awards	450	450
Grants previously awarded but not taken up	<u>(22,004)</u>	<u>(11,650)</u>
	<u>159,432</u>	<u>131,206</u>

All of the above grants were awarded to the Royal Botanic Gardens, Kew.

THE BENTHAM-MOXON TRUST

Notes to the Financial Statements - continued FOR THE YEAR ENDED 31 DECEMBER 2017

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2017 nor for the year ended 31 December 2016.

8. STAFF COSTS

	2017	2016
	£	£
Wages and salaries	<u>16,000</u>	<u>16,000</u>

The average monthly number of employees during the year was as follows:

	2017	2016
	<u>1</u>	<u>1</u>
Part-time employee		

No employees received emoluments in excess of £60,000.

The Treasurer's salary was for general charitable purposes except for 25% which was allocated to the governance of the Charity. The 25% is an estimate of time spent by the employee on Governance issues.

9. AUDITORS' REMUNERATION

The auditor's remuneration constitute an audit fee of £4,800 (2016 £5,200).

10. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 January 2017	4,898,816
Revaluations	412,717
Net cash released from investments	(1,640)
Investment management fees	<u>(5,761)</u>
At 31 December 2017	<u>5,304,132</u>
NET BOOK VALUE	
At 31 December 2017	<u>5,304,132</u>
At 31 December 2016	<u>4,898,816</u>

THE BENTHAM-MOXON TRUST

Notes to the Financial Statements - continued FOR THE YEAR ENDED 31 DECEMBER 2017

10. FIXED ASSET INVESTMENTS continued

Material Investments (over 5% by value)

Investment name	Value of investment	
CCLA Charities Investment Fund	£4,591,700	

Analysed as follows:	2017	2016
	£	£
COIF Charities Investment Fund	4,591,700	4,225,365
Quoted Investments	692,338	660,517
Cash held as part of portfolio	20,094	12,934
	<u>5,304,132</u>	<u>4,898,816</u>
Total	<u>5,304,132</u>	<u>4,898,816</u>

The main risk to the Trust from financial investments lies in the uncertainty of investment markets. The decision of the UK to leave the EU has increased the risk of volatility in the future.

Liquidity risk is considered to be low as the Trust's investments are traded in markets with good liquidity and high trading volumes.

The Trust manages these risks by investing the funds with fund managers who are considered to have expertise in their field and good knowledge of the markets that they are investing in.

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Other debtors	<u>36,484</u>	<u>35,412</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Other creditors	<u>201,245</u>	<u>164,474</u>

	2017	2016
	£	£
Grants and other provisions	195,845	151,874
Accruals and other creditors	<u>5,400</u>	<u>12,600</u>
	<u>201,245</u>	<u>164,474</u>

Movements in the provisions and funding commitments for grants during the year

	2017	2016
	£	£
Grants commitments recognised at the start of the year	151,874	157,963
New grant commitments charged to the SOFA in the year	159,432	131,206
Grants paid during the year	<u>(115,461)</u>	<u>(137,295)</u>
	<u>195,845</u>	<u>151,874</u>

THE BENTHAM-MOXON TRUST

Notes to the Financial Statements - continued FOR THE YEAR ENDED 31 DECEMBER 2017

13. MOVEMENT IN FUNDS

	Brought Forward 01/01/2017	Income	Expenditure	Investment gains/Transfers	Carried Forward 31/12/2017
	£	£	£	£	£
Restricted					
The B.A Krukoff Fund	2,060,629	71,811	(80,134)	169,637	2,221,943
The Stanley Smith Gift Fund	379,177	13,687	(14,856)	32,693	410,701
Marjorie Hurley Bequest	134,227	4,053	(2,525)	9,681	145,436
	<u>2,574,033</u>	<u>89,551</u>	<u>(97,515)</u>	<u>212,011</u>	<u>2,778,080</u>
Designated Funds	£	£	£	£	£
	<u>2,453,450</u>	<u>-</u>	<u>-</u>	<u>193,305</u>	<u>2,646,755</u>

The Trust does not actively seek new funds and therefore its investments are held to generate income rather than directly fund expenditure. A designated fund has been created to match the unrestricted element of investments held. Please see the accounting policy on page 12 for the policy relating to restricted funds.

Summary of Funds	£	£	£	£	£
Restricted Funds	2,574,033	89,551	(97,515)	212,011	2,778,080
Designated Funds	2,453,450	-	-	193,305	2,646,755
General Funds	<u>28,000</u>	<u>85,186</u>	<u>(89,064)</u>	<u>7,401</u>	<u>31,523</u>
	<u>5,055,483</u>	<u>174,737</u>	<u>(186,579)</u>	<u>412,717</u>	<u>5,456,358</u>

Analysis of the movements in funds 2016

	Brought Forward 01/01/2016	Income	Expenditure	Investment gains/Transfers	Carried Forward 31/12/2016
	£	£	£	£	£
Restricted					
The B.A Krukoff Fund	1,851,763	70,991	(42,949)	180,824	2,060,629
The Stanley Smith Gift Fund	340,139	13,418	(9,228)	34,848	379,177
Marjorie Hurley Bequest	122,138	3,973	(2,203)	10,319	134,227
	<u>2,314,040</u>	<u>88,382</u>	<u>(54,380)</u>	<u>225,991</u>	<u>2,574,033</u>
Designated Funds	£	£	£	£	£
	<u>2,225,611</u>	<u>-</u>	<u>-</u>	<u>227,839</u>	<u>2,453,450</u>
Summary of Funds	£	£	£	£	£
Restricted Funds	2,314,040	88,382	(54,380)	225,991	2,574,033
Designated Funds	2,225,611	-	-	227,839	2,453,450
General Funds	<u>22,324</u>	<u>84,806</u>	<u>(104,622)</u>	<u>25,492</u>	<u>28,000</u>
	<u>4,561,975</u>	<u>173,188</u>	<u>(159,002)</u>	<u>479,322</u>	<u>5,055,483</u>

THE BENTHAM-MOXON TRUST

Notes to the Financial Statements - continued FOR THE YEAR ENDED 31 DECEMBER 2017

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	General Funds	Designated Funds	Restricted Funds	Total 31/12/2017
	£	£	£	£
Fixed assets	-	2,646,755	2,657,377	5,304,132
Debtors	15,036	-	21,448	36,484
Cash in hand	132,035	-	184,952	316,987
Creditors	(115,548)	-	(85,697)	(201,245)
Total	31,523	2,646,755	2,778,080	5,456,358

Analysis of net assets between funds (comparative figures)

	General Funds	Designated Funds	Restricted Funds	Total 31/12/2016
	£	£	£	£
Fixed assets	-	2,453,450	2,445,366	4,898,816
Debtors	14,341	-	21,071	35,412
Cash in hand	130,847	-	154,882	285,729
Creditors	(117,188)	-	(47,286)	(164,474)
Total	28,000	2,453,450	2,574,033	5,055,483

15. RELATED PARTY DISCLOSURES

As referred to in the Trustees' report, the Trust is connected to another charity, Royal Botanic Gardens (RBG), Kew. This is by virtue of the objects of both organisations being related, and because RBG, Kew has a right to appoint up to three of the Trustees of the Trust, with a maximum of three remaining Trustees being co-opted by existing Trustees.

All grants made in the year, as detailed in note 6 are considered to be related party transactions.

The Trustees are considered to be key management of the charity and they did not receive any remuneration in the year to 31 December 2017 (2016 £NIL).