

G P S MACPHERSON CHARITABLE TRUST

REPORT AND FINANCIAL STATEMENTS

REGISTERED CHARITY NUMBER: 261045

for the year ended 31 October 2017

G P S MACPHERSON CHARITABLE TRUST

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**G P S MACPHERSON CHARITABLE TRUST
TRUSTEES' ANNUAL REPORT**

FOR THE YEAR ENDED 31 OCTOBER 2017

Reference and Administrative Information

Founder	George Philip Stewart Macpherson
Constitution	Trust Deed - 21 April 1970
Trustees	Ewen Cameron Stewart Macpherson Esq Philip Strone Stewart Macpherson Esq The Hon. Laura Macpherson (appointed 6th November 2017) Messrs. Hoare Trustees Limited Directors: Alexander Richard Quintin Hoare Alexander Simon Hoare Arabella Saxon Hoare Simon Merrik Hoare Venetia Elizabeth Hoare Lord Macpherson of Earl's Court
Nature of Trust	A registered charity with the Charity Commissioners for England and Wales. Charity number 261045.
Registered Office	Messrs. Hoare Trustees 37 Fleet Street London EC4P 4DQ
Bankers	C. Hoare & Co. 37 Fleet Street London EC4P 4DQ
Investment Custody	Speirs & Jeffrey George House 50 George Square Glasgow G2 1EH
Independent Examiner	Kreston Reeves LLP 37 St Margarets Street Canterbury Kent, CT1 2TU
Administrators	Messrs. Hoare Trustees 37 Fleet Street London EC4P 4DQ
Solicitors	Shepherd and Wedderburn LLP 1 Exchange Crescent Conference Square Edinburgh EH3 8UL

G P S MACPHERSON CHARITABLE TRUST

TRUSTEES' ANNUAL REPORT cont'd. FOR THE YEAR ENDED 31 OCTOBER 2017

Report of the Trustees for the year ended 31st October 2017

The Trustees present their report along with the financial statements of the charity for the year ended 31st October 2017. The financial statements have been prepared in accordance with the accounting policies set out on pages 7 and 8 and comply with the charity's Trust Deed, the Charities Act 2011 and the requirements of the 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 issued in July 2014.

Structure, Governance and Management

The Charity is managed by the Trustees who are appointed under the terms of the Trust Deed, with daily administration being dealt with by the Corporate Trustee, Messrs Hoare Trustees. No fund raising activities are undertaken to support the work of the Charity.

Objectives and activities

The objects of the Charity are to pay or apply the capital or income of the Trust for:

- i) such charitable purposes and in such proportions as the Trustees shall think fit, or
- ii) for the charitable purpose of the body corporate of the Provost and Scholars of the House of the Blessed Mary the Virgin in Oxford, commonly called Oriel College.

Grant making policy

Donations are decided periodically and paid at the Trustees' discretion. Unsolicited appeals are considered as well as causes which have been supported in the past. Only successful applicants are notified of the Trustees' decision. During the year under review the Trustees made one donation totalling £40,000 (2016: three donations totalling £1,050) as detailed in note 4 of the financial statements.

As required by Charities Act 2011 the Trustees confirm they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities.

Achievement and Performance

The activities of the Trust remain satisfactory and the objects of the Trust were achieved during the year. All the funds of the Trust are considered to form part of one Unrestricted Fund, which may be used in general furtherance of the Trust's objects. The Trustees are satisfied that the Trust's assets are available and adequate to fulfil the obligations of the Trust.

Financial Review

Total unrestricted income during the year amounted to £445,645 (2016: £139,005). Total unrestricted expenditure, including grants, amounted to £45,873 (2016: £5,833). The net inflow of funds amounted to £471,384 (2016: inflow of £148,996). The financial statements for the year are set out on pages 5 to 10.

The Trustees are satisfied with the financial position of the Charity and that they have sufficient assets available to fulfil their obligations.

Related Parties

The Charity does not have a relationship with any other charity or charitable organisations.

Risk Management

The Trustees have considered what risks the charity faces and believe these to be fraud or poor investment performance. Adequate systems are in place to mitigate fraud and investment performance is regularly monitored.

Investment Policy and Performance

The Trustees may use their absolute discretion to invest the funds of the Charity as they think fit. The investment strategy is overseen by the Trustee, Mr Ewen Macpherson, whose performance is benchmarked against the targets as per the Trust's Investment Policy Statement. The overall investment strategy is to achieve long term capital growth in real terms.

G P S MACPHERSON CHARITABLE TRUST

TRUSTEES' ANNUAL REPORT cont'd. FOR THE YEAR ENDED 31 OCTOBER 2017

Reserves Policy

It is the Trustees' intention to maintain an unrestricted fund at least equivalent to the historical cost of investments together with a small cash balance of income, to enable them to respond quickly to appeals requiring more significant support where appropriate, the timing of which is unpredictable. The current level of unrestricted funds is £599,830.06 (2016: £199,561.68) which the trustees consider adequate.

Future Plans

The intention of the Trustees is to continue with the present policy with regard to investments and donations.

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 accounting standards (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the Trustees to prepare financial statements for each financial period that give a true and fair view of the state of affairs that the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for the period. In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- comply with applicable accounting standards, including FRS102, subject to any material departures disclosed and explained in the financial statements;
- state whether a Statement of Recommended Practice (SORP) has been followed, subject to any material departures which are explained in the financial statements;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue operating.

The Trustees are responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the charity to ensure compliance with the Charities Act 2011. The Trustees are also responsible for the safeguarding of the assets of the charity and for taking reasonable steps for the detection and prevention of fraud and other irregularities.

Approved by the Trustees on:

..... 28/7/18
Date

.....
Ewen Cameron Stewart Macpherson Esq

.....
Philip Strone Stewart Macpherson Esq

Messrs. HOARE TRUSTEES
.....
AUTHORISED SIGNATORY

Messrs. HOARE TRUSTEES
.....
AUTHORISED SIGNATORY
Messrs. Hoare Trustees

.....
The Hon. Laura Macpherson

**G P S MACPHERSON CHARITABLE TRUST
INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 OCTOBER 2017**

Independent Examiner's Report to the G P S Macpherson Charitable Trust

I report on the accounts of the charity for the year ended 31 October 2017 which are set out on pages 5 to 10.

Responsibilities and basis of report

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

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

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 130 of the Act; or
- 2 the accounts do not accord with those records; or
- 3 the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.



Samantha Rouse FCCA DChA
Chartered Certified Accountant

KRESTON REEVES LLP
37 St Margaret's Street
Canterbury
Kent
CT1 2TU

Date

02 August 2018

G P S MACPHERSON CHARITABLE TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 OCTOBER 2017**

Income and Expenditure	Notes	Unrestricted Funds		Total Funds 2017 £	Unrestricted Funds		Total Funds 2016 £
		Income £	Expendable Endowment £		Income £	Expendable Endowment £	
INCOME							
Donations:-							
Gift Aid donation		125,000.00	-	125,000.00	125,000.00	-	125,000.00
Gift of 3i Group Plc shares		304,888.60	-	304,888.60	-	-	-
Investment income	3	15,756.73	-	15,756.73	14,005.01	-	14,005.01
TOTAL INCOME		445,645.33	-	445,645.33	139,005.01	-	139,005.01
EXPENDITURE							
Costs of raising funds							
Custody fees		-	496.97	496.97	-	131.58	131.58
Charitable activities	4	45,376.35	-	45,376.35	5,701.22	-	5,701.22
TOTAL EXPENDITURE		45,376.35	496.97	45,873.32	5,701.22	131.58	5,832.80
NET OPERATING INCOME/(EXPENDITURE)		400,268.98	(496.97)	399,772.01	133,303.79	(131.58)	133,172.21
OTHER RECOGNISED PROFIT							
Gain on Investments		-	71,611.88	71,611.88	-	15,824.28	15,824.28
NET INCOME		400,268.98	71,114.91	471,383.89	133,303.79	15,692.70	148,996.49
RECONCILIATION OF FUNDS							
Total funds brought forward		199,561.68	417,404.49	616,966.17	66,257.89	401,711.79	467,969.68
BALANCES CARRIED FORWARD		599,830.66	488,519.40	1,088,350.06	199,561.68	417,404.49	616,966.17

All amounts relate to continuing activities. All recognised gains and losses are included in the Statement of Financial Activities.

G P S MACPHERSON CHARITABLE TRUST

BALANCE SHEET AS AT 31 OCTOBER 2017

	Note	2017 £	2016 £
FIXED ASSETS			
Investments	6	480,339.91	417,404.49
CURRENT ASSETS			
Cash at Bank		608,610.15	175,161.68
Debtors	7	-	25,000.00
		608,610.15	200,161.68
CURRENT LIABILITIES			
Creditors - falling due within one year	8	600.00	600.00
NET CURRENT ASSETS		608,010.15	199,561.68
NET ASSETS		1,088,350.06	616,966.17
CAPITAL FUND			
Expendable Endowment		488,519.40	417,404.49
INCOME FUND			
Unrestricted Fund	9	599,830.66	199,561.68
		1,088,350.06	616,966.17

Approved by the Trustees and authorised for issue on:


Ewen Camerson Stewart Macpherson Esq


Philip Strone Stewart Macpherson Esq

28/1/18
Date

Messrs. HOARE TRUSTEES

AUTHORISED SIGNATORY
Messrs. Hoare Trustees
Messrs. HOARE TRUSTEES

AUTHORISED SIGNATORY

The Hon. Laura Macpherson

G P S MACPHERSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2017

1 ACCOUNTING POLICIES

(a) General Information

The GPS Macpherson Charitable Trust is an unincorporated registered charity with the Charity Commission for England and Wales, charity number 261045. The registered office for the Trust is Messrs. Hoare Trustees, 37 Fleet Street, London, EC4P 4DQ.

(b) Basis of Preparation

The financial statements have been prepared under the historical cost convention.

The financial statements have been prepared in accordance with the Financial reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The Charity is a public benefit entity for the purposes of FRS 102 and therefore the charity also prepared its financial statements in accordance with the 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 (The FRS 102 Charities SORP) and the Charities Act 2011.

The financial statements are prepared in sterling, which is the functional currency of the charity.

The principal accounting policies adopted in the preparation of the financial statements are set out below.

(c) Fund Structure

Income funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Capital funds comprise expendable endowments, where there is no requirement to spend the capital unless, or until, the Trustees decide to do so. These funds are invested to produce unrestricted income which can be spent in accordance with the charitable objectives.

Investment income, gains and losses are allocated to the appropriate fund.

(d) Income

All income is recognised in the Statement of Financial Activities (SOFA) when the conditions for receipt have been met and there is reasonable assurance of receipt. Where a claim for repayment of income tax has been or will be made, such income is grossed up for the tax recoverable. The following accounting policies are applied to different categories of income:

Grants and Donations Receivable

Grants and Donations are recognised in the SOFA when conditions for receipt have been complied with.

Investment Income

Interest receivable on deposit and securities is accounted for as it accrues. Dividend income receivable on securities is accounted for when received by the investment manager.

(e) Expenditure

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. The following accounting policies are applied to the different categories of expenditure:

Costs of Generating Funds

The costs of generating funds consist of investment management and certain legal fees.

Charitable Activities

Donations payable are recognised when they are approved by the trustees and the recipient of the grant has been informed of the amount to be paid.

Governance Costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit fees together with support costs.

G P S MACPHERSON CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2017

1 ACCOUNTING POLICIES (continued)

(f) Fixed Assets

Investments are stated at market value at the Balance Sheet date. The SOFA includes the net gains and losses on revaluation and disposals throughout the year.

(g) Realised and Unrealised Gains and Losses

All gains and losses are taken to the SOFA as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or purchase date if later).

(h) Going concern

The trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements. After making enquiries the trustees have concluded that there is a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

(i) Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

With the exceptions of prepayments and deferred income all other debtor and creditor balances are considered to be basic financial instruments under FRS 102. See notes 7 and 8 for the debtor and creditor notes.

(j) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less.

(k) Key Estimates and Judgements

In preparing financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements. The following judgements and estimates are considered by the trustees to have most significant effect on amounts recognised in the financial statements.

In the view of the trustees in applying the accounting policies adopted, no judgements were required that have a significant effect on the amounts recognised in the financial statements nor do any estimates or assumptions made carry a significant risk of material adjustment in the next financial year.

2 TRUSTEES' REMUNERATION

Messrs. Hoare Trustees received a fee of £4,751.35 (2016: £2,392.81) for its services as Corporate Trustee.

No other trustees received remuneration during the year or received reimbursement for expenses.

3 INVESTMENT INCOME

	2017 £	2016 £
Income from UK quoted securities	13,875.85	11,978.21
Income from overseas securities	1,848.00	1,701.00
HMRC Repayment Interest	32.88	-
Deposit interest received	-	325.80
	<u>15,756.73</u>	<u>14,005.01</u>

G P S MACPHERSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2017**

4 CHARITABLE ACTIVITIES	2017 £	2016 £
Grants made	40,000.00	1,050.00
Support costs		
Governance costs (note 5)	5,376.35	4,651.22
	<u>45,376.35</u>	<u>5,701.22</u>
The grants made comprised the following:		
Advancement of health or the saving of lives	-	750.00
SpecialEffect	-	500.00
SANDS	-	250.00
Advancement of citizen or community development	40,000.00	-
Fet-Lor Youth Club Endowment Trust	40,000.00	-
Advancement of arts, culture, heritage or science	-	300.00
Winchester Cathedral Appeal	-	300.00
5 OTHER EXPENSES	2017 £	2016 £
Governance Costs:		
Kleinwort Benson Trustees Limited fees	-	218.41
Messrs. Hoare Trustees fees	4,751.35	2,392.81
C. Hoare & Co. bank charges	25.00	-
Legal fees	-	1,440.00
Independent Examiner's fees	600.00	600.00
	<u>5,376.35</u>	<u>4,651.22</u>
6 INVESTMENTS QUOTED ON A RECOGNISED STOCK EXCHANGE	2017 £	2016 £
Listed investments		
Market Value Brought Forward	416,252.00	400,427.72
Additions at cost	304,888.60	-
Less Disposal proceeds	(317,476.48)	-
Realised gain on disposals	1,885.88	-
Profit on revaluation	69,726.00	15,824.28
Market Value Carried Forward	<u>475,276.00</u>	<u>416,252.00</u>
Cash held by C. Hoare & Co.	5,063.91	1,152.49
Total Investments at 31 October 2017	<u>480,339.91</u>	<u>417,404.49</u>

G P S MACPHERSON CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2017**

**6 INVESTMENTS QUOTED ON A RECOGNISED
STOCK EXCHANGE (Continued)**

Investments comprising greater than 5% of the portfolio	2017 %	2016 %
Alliance Trust ord 2.5p	21.64	19.88
Brunner Investment Company ord 25p	19.21	17.24
City of London Investment Trust ord 25p	9.01	9.50
Keystone Investment Trust ord 50p	10.88	11.65
Merchants Trust ord 25p	24.47	24.20
Schroder Oriental Income Fund ord 1p	11.60	11.91

7 DEBTORS

	2017 £	2016 £
HM Revenue & Customs - Gift Aid	-	25,000.00
	<u>-</u>	<u>25,000.00</u>

8 CREDITORS

- amounts falling due within one year

	2017 £	2016 £
Independent Examiner's fee	600.00	600.00
	<u>600.00</u>	<u>600.00</u>

9 UNRESTRICTED FUNDS

The income funds of the charity will be designated by the Trustees towards charities and charitable activities, as set out in the Trustees' Report attached to these accounts. Unrestricted funds are represented by the current liabilities of the Charity.