

**THE AURELIUS CHARITABLE TRUST**

**REGISTERED CHARITY NO. 271333**

**TRUSTEES' REPORT  
AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 5 APRIL 2018**

# **THE AURELIUS CHARITABLE TRUST**

## **TRUSTEES' REPORT AND FINANCIAL STATEMENTS**

**for the year ended 5 April 2018**

### **INDEX**

	<b>PAGE</b>
Report of the Trustees	2 - 4
Independent Examiner's report	5
Statement of financial activities	6
Balance sheet	7
Summary income and expenditure account	8
Capital fund and Investment summary	9
Management expenses	10
Donations paid and committed	11
Accounting policies	12

# THE AURELIUS CHARITABLE TRUST

REGISTERED CHARITY NO. 271333

## TRUSTEES' REPORT FOR THE YEAR ENDED 5 APRIL 2018

### Administrative information, governance and management

<b>Trustees</b>	Mr P E Haynes FCA Mr W J Wallis BA FCA
<b>Honorary Secretary</b>	Mr W J Wallis, 5 Harestone Drive, Caterham, Surrey CR3 6HX
<b>Board of Advisors</b>	Prof. C C Dyer CBE, BA, PhD, FBA, FSA, FRHS Dr R Jackson BA, PhD Mr Peter Draper MA, FSA
<b>Independent Examiner</b>	Mr D P Wheeler, FCCA Braidwood Wheeler and Co, Chartered Certified Accountants Goodman House, 13a West Street, Reigate, Surrey, RH2 9BL
<b>Investment Managers</b>	Investec Wealth & Investment Limited, 2 Gresham Street, London, EC2V 7QN
<b>Bankers</b>	CAF Bank Ltd, 25 Kings Hill Avenue, Kings Hill, West Malling, Kent, ME19 4JQ
<b>Telephone</b>	Trustees: 01737 842186 / 01883 347763
<b>Email:</b>	philip.haynes@tiscali.co.uk

The Trust is a registered charity operating in accordance with a Trust Deed dated 22 December 1975, under which the late Dr M F B Fitch established a Trust Fund. The trustees hold this Fund, both capital and income, for such exclusively charitable purposes as they may determine. The Trust Deed provided specifically for a power of accumulation, so as to add to the Capital of the Fund, for a period of 21 years from the date of its execution. This period ended on 21 December 1996.

Following the Settlor's death, the Trustees have the power to appoint new and additional Trustees. The Trustees also appoint Advisors from time to time to provide informed comment on applications for donations.

The Trustees are required under the Trust Deed and the Charities Act 2011 to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Trust, and of its income and expenditure for that year.

In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently; and
- make reasonable and prudent judgements and estimates.

The Trustees are also responsible for:

- keeping proper accounting records;
- safeguarding the Trust's assets; and
- taking reasonable steps for the prevention and detection of fraud.

# THE AURELIUS CHARITABLE TRUST

## TRUSTEES' REPORT FOR THE YEAR ENDED 5 APRIL 2018

(continued)

The Trustees have reviewed the risks that the charity might face and are satisfied that appropriate and effective procedures are in place to minimise any potential impact should any of those risks materialise. The Trustees regularly review the position. The principal risks concern investment performance and the Trust's ability to continue to meet its objectives.

The Capital Fund represents a permanent endowment to which no further additions are expected and is represented by Stock Exchange investments which the Trustees expect to increase in value so as to more than match changes in real purchasing power and inflation in the long term whilst providing sufficient income to enable the Trustees to make those grants and donations they agree upon and which fall within the Trust's objectives.

The Trust has no income other than the dividends and interest derived from its invested capital and deposited funds. The Trust Deed imposes no restrictions on the nature of investments in which the funds of the Trust may be invested.

### Objectives, and activities for the public benefit

During the Settlor's lifetime, the income of the Fund was distributed broadly to reflect his interests in the conservation of culture inherited from the past and the dissemination of knowledge, particularly in the humanities field. Since the Settlor's death, in April 1994, the Trustees have continued to support these interests and it is their present intention to continue with this policy.

Applications for donations are received by the Trustees or put forward by the Advisors. The Trustees apply their discretion, with informed comment from their Advisors, as to which should be supported, generally in respect of specific projects. General administrative and/or operational costs are not felt to fall within these objectives and donations are only made to recognised charitable organisations. The Trustees have complied with the requirement to have due regard to public benefit guidance published by the Charity Commission but believe that all recipient charitable organisations meet the appropriate *public benefit* test. No donations are made to individuals.

The Trustees meet twice a year with the Advisors in order to identify and discuss the merits of a variety of projects which broadly accord with the objectives referred to above, donations being made as and when appropriate.

### Achievements and performance

Total donations approved and paid during the past ten years have been as follows:

	£
2008/09	81,220
2009/10	88,562
2010/11	53,520
2011/12	57,031
2012/13	73,312
2013/14	75,500
2014/15	100,546
2015/16	89,722
2016/17	81,247
2017/18	87,427

Details of donations made during the year are set out on page 11.

# THE AURELIUS CHARITABLE TRUST

## TRUSTEES' REPORT FOR THE YEAR ENDED 5 APRIL 2018

(continued)

Investec Wealth & Investment Limited has been appointed by the trustees to manage the investment portfolio and an Investment Management Agreement has been agreed with them. Outline details are shown on page 9 setting out a broad analysis of the portfolio and its performance over the year. Portfolio management fees continue to be charged to the capital fund together with other fees relating to investments.

Performance is considered on a medium/long term basis in view of the endowed nature of the investment portfolio, quarterly reports are received and meetings with the fund managers held when considered necessary to review performance and the Trust's future requirements.

The Trust Deed sets no restrictions on the investments which may be made and, after due consideration of all relevant issues, the Trustees have decided not to place any restrictions on the investments which may be made by the fund managers within the Discretionary Agreement entered into.

### Financial Review and Reserves Policy

The financial statements for the year ended 5 April 2018 are set out on pages 6 to 12. As indicated in the Accounting Policies on page 12, the financial statements have been prepared in accordance with the Statement of Recommended Practice applicable to charities ("Charities SORP (FRS 102)").

The main items in the Income Account, set out on page 8, are as follows:

	2017/2018 £'000	2016/2017 £'000
Investment income	94	86
Management expenses	(7)	(7)
Donations paid or committed	(87)	(81)
(Deficit)/Surplus carried to Income Fund	(-)	(2)

Investment income increased during the year, reflecting the investment decisions made by the portfolio managers together with certain exceptional dividends received during the year. Donations made increased as compared to previous years, but broadly reflected investment income but this still left a small deficit to deduct from the balance brought forward on Income Account.

The Trustees' believe that the structure of the portfolio will continue to deliver an acceptable level of income, enabling them to respond positively to the requests for relevant donations they receive whilst allowing the value of the underlying investments gradually to increase in value at least in line with general inflation over a period of years.

Taking one year with another, the Trustees expect to distribute net income arising, after management expenses, whilst retaining sufficient funds to meet any non-binding indicative support they may have given. Provision is made in the financial statements for any binding commitments made in respect of donations to be paid in subsequent years.

*P E Haynes*..... P E Haynes

*W J Wallis*..... W J Wallis

**Trustees**

26 May 2018

# THE AURELIUS CHARITABLE TRUST

## Independent examiner's report to the trustees of The Aurelius Charitable Trust

I report to the trustees on my examination of the accounts of the Aurelius Charitable Trust for the year ended 5<sup>th</sup> April 2018.

### Responsibilities and basis of report

As the charity trustees of the Trust 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 Trust's accounts as required under section 145 of the 2011 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 Trust as required by section 130 of the Act; or
2. That accounts do not accord with those records; or
3. That 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 the requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

*David Wheeler* - Independent Examiner

David Wheeler FCCA  
Braidwood Wheeler & Co  
Chartered Certified Accountants  
Goodman House  
13a West Street  
Reigate  
Surrey  
RH2 9BL

Dated: 30 May 2018

# THE AURELIUS CHARITABLE TRUST

## STATEMENT OF FINANCIAL ACTIVITIES

for the year ended 5 April 2018

	Page	Accumulated Income Fund £	Endowed Capital Fund £	Total Funds 2018 £	Total Funds 2017 £
<b>Income from</b>					
Investments		94,139		94,139	86,136
Bank and deposit interest		116		116	130
<b>Total Income</b>	<b>8</b>	<b>94,255</b>		<b>94,255</b>	<b>86,266</b>
<b>Expenditure on</b>					
Raising funds	8	933	16,320	17,253	16,566
Charitable donations	11	87,427		87,427	81,247
Management expenses	9	6,091		6,091	6,052
<b>Total expenditure</b>		<b>94,451</b>	<b>16,320</b>	<b>110,771</b>	<b>103,865</b>
Net gains on sale of investments			12,465	12,465	14,745
<b>Net (Expenditure) for the year</b>		<b>(196)</b>	<b>(3,855)</b>	<b>(4,051)</b>	<b>(2,854)</b>
(Losses)/gains on revaluation of investments	9		(23,646)	(23,646)	330,461
<b>Net Movement in Funds</b>		<b>(196)</b>	<b>(27,501)</b>	<b>(27,697)</b>	<b>327,607</b>
<b>Reconciliation of funds</b>					
Fund balances brought forward		17,685	2,500,599	2,518,284	2,190,677
<b>Fund balances carried forward</b>		<b>17,489</b>	<b>2,473,098</b>	<b>2,490,587</b>	<b>2,518,284</b>

# THE AURELIUS CHARITABLE TRUST

## BALANCE SHEET

as at 5 April 2018

	Page	£	2018 £	£	2017 £
<b>Investment assets:</b>					
Investments at market value	9		2,328,691		2,441,260
Investec Wealth & Investment – Cash held on investment account	9		133,137		47,659
<i>Total fixed assets</i>			<b>2,461,828</b>		<b>2,488,919</b>
<b>Current assets:</b>					
Debtors:					
Dividends & interest receivable			20,907		20,500
Bank balances			17,794		19,823
<i>Total current assets</i>			<b>38,701</b>		<b>40,323</b>
<b>Liabilities:</b>					
Accrued expenses			9,942		10,958
<i>Net current assets</i>			<b>28,759</b>		<b>29,365</b>
<b>Total net assets</b>			<b>2,490,587</b>		<b>2,518,284</b>
<b>The Funds of the charity:</b>					
Endowed Capital Fund	9		2,473,098		2,500,599
Accumulated Income Fund	8		17,489		17,685
<b>Total Charity Funds</b>	6		<b>2,490,587</b>		<b>2,518,284</b>

These accounts were approved and signed by the Trustees on 26 May 2018

*P E Haynes*

*W J Wallis*

# THE AURELIUS CHARITABLE TRUST

## ACCUMULATED INCOME FUND

for the year ended 5 April 2018

	Page	2018 £	2017 £
<b>Investment income and interest</b>	6	<b>94,255</b>	<b>86,266</b>
<b>Direct charitable expenditure</b>			
Donations paid and committed	11	87,427	81,247
Management expenses	10	933	833
		<b>88,360</b>	<b>82,080</b>
<b>Other expenditure</b>			
Accountancy and review fees	10	6,091	6,052
<b>Expenditure on Income Account</b>		<b>94,451</b>	<b>88,132</b>
 <b>(Deficit)/Surplus for the year</b>		 <b>(196)</b>	 <b>(1,866)</b>
 <b>Opening balance</b>		 17,685	 19,551
<b>Closing balance</b>		<b>17,489</b>	<b>17,685</b>
 <b>Represented by:</b>			
Cash at bank		2,340	4,160
Debtors		20,907	20,500
Creditors		(5,758)	(6,975)
		<b>17,489</b>	<b>17,685</b>

# THE AURELIUS CHARITABLE TRUST

## ENDOWED CAPITAL FUND

for the year ended 5 April 2018

	Page	2018 £	2017 £
<b>Opening balance</b>		2,500,599	2,171,126
Realised gains on sales of portfolio investments		12,465	14,745
Unrealised (losses)/gains on portfolio investments		(23,646)	330,461
		<b>2,488,418</b>	<b>2,516,332</b>
<b>Less:</b>			
Investment management expenses		16,320	15,733
<b>Closing balance</b>	7	<b>2,473,098</b>	<b>2,500,599</b>
Represented by:			
<b>Investment Portfolio</b>	7	2,461,828	2,488,919
<b>Creditors</b>		(4,184)	(3,983)
<b>Cash at bank</b>		15,454	15,663
		<b>2,473,098</b>	<b>2,500,599</b>

## INVESTMENT PORTFOLIO SUMMARY as at 5 April 2018

Structure of Portfolio	Agreed Ranges	Agreed Benchmarks	5 April 2018 £	5 April 2017 £
Fixed Interest Stocks & Funds	10-25%	16%	259,123	255,325
UK Equities & Funds	50-70%	60%	1,361,595	1,470,010
International Equities & Funds	5-15%	10%	311,005	310,856
Infrastructure & Property Funds	5-23%	14%	396,968	405,069
			<b>2,328,691</b>	<b>2,441,260</b>
Cash and money market instruments	0-10%	0%	133,137	47,659
<b>Total</b>			<b>2,461,828</b>	<b>2,488,919</b>
<b>Historical Cost of Investments</b>			<b>2,176,194</b>	<b>2,112,197</b>

The above ranges and benchmark were agreed with Investec Wealth & Investment to apply from 6 April 2015.

# **THE AURELIUS CHARITABLE TRUST**

## **MANAGEMENT EXPENSES**

**for the year ended 5 April 2018**

	<b>Page</b>	<b>2018</b> £	<b>2017</b> £
<b>Management expenses chargeable to income</b>			
Philip Haynes FCA ( a trustee) Accountancy and advisory services		5,491	5,452
Independent Examination Fee		600	600
Grant management expenses including bank charges		933	833
	<b>8</b>	<b>7,024</b>	<b>6,885</b>
 <b>Management expenses chargeable to capital</b>			
Investment Management fees		16,236	15,733
Stock Exchange fees		84	-
	<b>9</b>	<b>16,320</b>	<b>15,733</b>
 <b>Total management expenses</b>		<b>23,344</b>	<b>22,618</b>

# THE AURELIUS CHARITABLE TRUST

## DONATIONS PAID & COMMITTED

for the year ended 5 April 2018

PAID:	£
The National Trust – re <i>Newtown NNR Saltpans Isle of Wight</i>	2,500
Royal Museums Greenwich – re conservation of <i>Royal Observatory's Altazimuth Pavilion</i>	2,000
Bristol Cathedral Trust – re conservation assessment of <i>historic paper archive</i>	3,500
Art Workers' Guild re <i>6 Queen Square 'Raising the Roof' project</i>	2,500
Westminster Abbey Foundation – re conservation of <i>3 Medieval Indentures</i>	2,079
Painshill Park Trust – re conservation of <i>19<sup>th</sup> C. Waterwheel</i>	3,500
Butser Ancient Farm – re renovation of <i>Roman Villa</i>	2,000
English Heritage – re conservation of <i>Darwin Daguerreotypes at Down House</i>	2,000
Sinodun Players – re conservation/replacement of the <i>Corn Exchange, Wallingford</i>	3,500
Haslemere Educational Museum – re restoration of <i>painted windows</i>	3,353
The Grand Pavilion Ltd – re essential repairs to <i>Grand Pavilion, Matlock Bath</i>	2,500
The Museum of Army Flying – re improvements under ' <i>Project Eagle</i> '	2,000
Castle Cary & Ansford District Museum – re publication of <i>ancient map c.1684</i>	5,000
Sancreed PCC – re critical repairs to <i>St Creden Church, Sancreed, Cornwall</i>	5,000
Romney Society of Kendal – re publishing correspondence of <i>painter George Romney (1734 – 1802)</i>	890
Sussex Archaeological Society – re <i>Wealden Iron Gallery at Anne of Cleves House</i>	2,000
The Wallace Collection – re digitisation of library of <i>Thomas Evelyn Scott-Ellis</i>	4,000
The National Gallery – re conservation of <i>Saint Michael triumphs over the Devil</i>	3,630
Winterbourne Medieval Barn Trust – re restoration of <i>West Barn</i>	3,975
Cambridge University Library – re cataloguing of collection of western medieval manuscripts	5,000
Hay Castle Trust – re conservation & restoration of the <i>Medieval Gate</i>	3,500
University of Nottingham – re acquisition of the <i>Clarke collection archive</i>	3,000
Huguenots of Spitalfields – re <i>Journeyman Weavers Houses</i>	1,000
Queen Elizabeth Scholarship Trust – re funding a <i>Scholarship in Conservation</i>	5,000
National Heritage Ironwork Group – re <i>Colour Finishes to Historic Ironwork</i>	2,000
King's College London – re renovation of Chapel ' <i>Father Willis</i> ' Organ	3,000
Lanhydrock Parish Church, Cornwall – re essential roof repairs	3,500
Bristol Old Vic Theatre – re conservation of ' <i>Thunder Run</i> '	3,000
RAF Benevolent Fund – re <i>Bomber Command Memorial</i> upkeep endowment	2,500
	<b><u>£87,427</u></b>
<b>COMMITTED in a previous year and now PAID:</b>	
Northumbria University – re specialist equipment for Conservation of Fine Art Department	<b><u>£1,000</u></b>

# **THE AURELIUS CHARITABLE TRUST**

## **ACCOUNTING POLICIES**

**for the year ended 5 April 2018**

- 1 The charity is a public benefit entity.
- 2 The accounts have been prepared 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 (Charities SORP (FRS 102)).
- 3 Income from the investment portfolio is accounted for by reference to the payment date of dividends and interest falling due for payment within the accounting period.
- 4 Interest on bank accounts and cash held within the investment portfolios is accounted for on a receipts basis, interest being credited on a quarterly basis.
- 5 All income is accounted for gross. Dividends declared on accumulation shares are added to the cost of investment.
- 6 The portfolio of investments is shown at market value, with unrealised surpluses or deficits being disclosed in the Statement of Financial Activities. Realised surpluses and deficits are also shown in the Statement of Financial Activities. All investment surpluses and deficits are credited to the Capital Fund. Interest accrued on fixed interest securities at the valuation date is not included in the financial statements
- 7 Investment portfolio management fees are charged to the Capital Fund together with other professional fees relating to the investment portfolio.
- 8 Expenses incurred are reimbursed to trustees. Professional fees payable to one trustee are disclosed on page 10.
- 9 The Trust does not meet the definition of a 'larger charity' as set out in the Charities SORP (FRS 102) so is not required to prepare a Cash Flow Statement.