

Registered Charity Number: 1080118

The Amaryllis Fleming Foundation
REPORT AND FINANCIAL STATEMENTS
For the year ended 31 December 2018

CONTENTS

	Page
Reference and Administrative Information	1
Trustees' Annual Report	2 – 4
Report of the Independent Examiner	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8 - 14

REFERENCE AND ADMINISTRATIVE INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2018

TRUSTEES

Roderick John Fleming
Geoffrey Adrian Richards
Sir Roger Gibbs (Deceased 3/10/2018)
Sir Brian Williamson

PRINCIPAL OFFICE

The Amaryllis Fleming Foundation
c/o RF Trustee Co. Limited
15 Suffolk Street
London
SW1Y 4HG

INDEPENDENT EXAMINER

Neil Finlayson
Moore Kingston Smith LLP
Devonshire House
60 Goswell Road
London
EC1M 7AD

INVESTMENT ADVISORS

Stanhope Capital LLP
35 Portman Square
London
W1H 6LR

SOLICITORS

Currey & Co LLP
33 Queen Anne Street
London
W1G 9HY

REGISTERED CHARITY NUMBER

1080118

TRUSTEES' ANNUAL REPORT FOR YEAR ENDED 31 DECEMBER 2018

The Trustees present their report along with the financial statements of the charity for the year ended 31 December 2018. The financial statements have been prepared in accordance with the Charity's Trust Deed, the Charities Act 2011, as amended, and the reviewed Statement of Recommended Practice - Accounting and Reporting by Charities (SORP 2015).

Reference and administrative information set out on page 1 forms part of this report.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Trustees who held office throughout the year are shown on page 1. No Trustee receives a fee for the service they provide to the charity, all time spent is donated free of charge. RFT Management Services Limited provides the charity with charity administration and financial reporting services.

OBJECTS AND ACTIVITIES

The Trust Deed directs that the capital (expendable endowment) and income of the Fund is to be held and applied to promote and support such charitable purposes and organisations (according to the Charity Laws of England and Wales) as the trustees shall from time to time in their discretion decide.

The Trustees have been granted wide powers to act in furtherance of the charity's objects.

The Trustees support a variety of UK charitable causes, with a focus on musical education and development and work with young people generally.

GRANT MAKING POLICY

The Trustees consider applications and approve grants they receive from various sources at regular meetings. However, due to the constraints on income, unsolicited applications can no longer be considered.

The Trustees have considered the Charity Commission's guidance on public benefit including the guidance "public benefit: running a charity" when formulating the grant making policy. In particular, the Trustees consider how grants can be made to ensure maximum benefit flows through to the intended ultimate beneficiaries. The grants benefit a number of public cases, as detailed in note 5.

ACHIEVEMENTS AND PERFORMANCE

The five string Amati 'Cello has been consigned to Florian Leonhard Fine Violins who have been engaged by the Trustees to sell the instrument. The instrument is insured by them whilst it remains in their possession. The Trustees intend to invest the proceeds from the sale to derive additional resources to further the objectives of the Charity.

The Trustees make grants to a number of beneficiaries, usually other registered charities which benefit by way of increased financial resources to meet their charitable objects.

The Trustees look forward to being able to continue their charitable work in the coming years in accordance with the grant making policy.

TRUSTEES' ANNUAL REPORT FOR YEAR ENDED 31 DECEMBER 2018 (CONT'D)

RISK MANAGEMENT

The major risks to which the charity is exposed, as identified by the Trustees, have been reviewed and the Trustees are satisfied that the systems in place mitigate those risks.

FINANCIAL REVIEW AND INVESTMENT POLICY

The Charity's principal source of income is from its investments, which amounted to £38,838 (2017 - £39,681). During the year the Trustees spent £85,167 (2017-£145,244) on charitable activities and governance and administration of the Charity.

The Trustees, continue to monitor the performance of the portfolio with regular reporting and meetings. The Trustees do not consider that there have been any significant positive or negative factors which have affected the performance of the portfolio in the context of its objectives.

RESERVES POLICY

It is the Trustees' intention to sustain the unrestricted funds at a level which will provide sufficient investment income to maintain the level of donations paid, cover the charity's management and administration costs and to be able to respond to any emergency applications that may arise from time to time. At the Balance Sheet date the free reserves of the charity including the expendable endowment, amounted to £2,085,984.

KEY MANAGEMENT PERSONNEL

The Trustees are considered to be the Key Management Personnel of the charity. The Trustees are not remunerated for their services and there are no paid staff employed by the Trust with day to day management being carried out under an agreement with RFT Management Services Limited.

STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR 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 (United Kingdom Generally Accepted Accounting Practice).

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 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 Charities SORP;
- Make judgments 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 in business.

TRUSTEES' ANNUAL REPORT FOR YEAR ENDED 31 DECEMBER 2018 (CONT'D)

STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS (CONT'D)

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure the financial statements comply with the Charities Act 2011, as amended, the Charities SORP 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 the Trustees and signed on their behalf by:



G A RICHARDS

Trustee

Dated 3rd September 2019

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE AMARYLLIS FLEMING FOUNDATION FOR THE YEAR ENDED 31 DECEMBER 2018

I report to the trustees on my examination of the accounts of the Amaryllis Fleming Foundation for the year ended 31 December 2018.

Responsibilities and basis of report

As the charity trustees of the Foundation 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 Foundation's accounts carried out 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 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 Foundation 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.

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.

Moore Kingston Smith LLP

Neil Finlayson
Moore Kingston Smith LLP, Chartered Accountants
Devonshire House
60 Goswell Road
London EC1M 7AD

Date: 16/4 / 2019

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2018

				31-Dec-18 Total Unrestricted Funds £	31-Dec-17 Total Unrestricted Funds £
	NOTE	Expendable Endowment £	Income £		
INCOME					
Income	3	-	38,838	38,838	39,681
TOTAL INCOME		-	38,838	38,838	39,681
EXPENDITURE					
Investment management costs	4	14,593	-	14,593	14,811
Charitable activities	5	5,574	65,000	70,574	130,433
TOTAL EXPENDITURE		20,167	65,000	85,167	145,244
Gains/(Losses) on assets Realised and unrealised	9	(72,863)	-	(72,863)	63,081
Gains/(Losses) on investments					
Gains/(Losses) on tangible assets	10	64,720	-	64,720	(109,000)
NET EXPENDITURE		(28,310)	(26,162)	(54,472)	(151,482)
Gross transfers	8	(26,000)	26,000	-	-
OTHER RECOGNISED GAINS AND LOSSES					
Gains/(Losses) on foreign exchange		179	-	179	(93)
NET MOVEMENT IN FUNDS		(54,131)	(162)	(54,293)	(151,575)
RECONCILIATION OF FUNDS					
Total funds brought forward		2,120,821	19,456	2,140,277	2,291,852
BALANCE CARRIED FORWARD		2,066,690	19,294	2,085,984	2,140,277

The Amaryllis Fleming Foundation

BALANCE SHEET AS AT 31 DECEMBER 2018

	NOTE	31-Dec-18 Unrestricted Funds £	31-Dec-17 Unrestricted Funds £
FIXED ASSETS			
Investments	9	886,327	1,039,930
CURRENT ASSETS			
Tangible Assets – Held for sale	10	1,174,720	1,110,000
Cash at Bank		51,513	10,159
		<u>1,226,233</u>	<u>1,120,159</u>
LIABILITIES			
Creditors: amounts falling due within one year	11	(26,576)	(19,812)
NET CURRENT ASSETS		<u>1,199,657</u>	<u>1,100,347</u>
TOTAL ASSETS LESS LIABILITIES		<u>2,085,984</u>	<u>2,140,277</u>

Representing:

UNRESTRICTED FUNDS

Expendable Endowment	2,066,690	2,120,821
Income	19,294	19,456
	<u>2,085,984</u>	<u>2,140,277</u>

Approved by the Trustees and signed on their behalf by:



G A RICHARDS
Trustee

Dated: 3rd September 2019

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

1. ACCOUNTING POLICIES

(a) **Basis of Preparation**

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The Foundation is a public benefit entity for the purposes of FRS 102 and a registered charity and therefore has 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 Charities Act 2011. The accounts are prepared in sterling, which is the functional currency of the Charity and rounded to the nearest pound.

(b) **Going Concern**

The Trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern. The most significant areas of uncertainty that affect the carrying value of assets held by the Charity are the level of investment return and the performance of investment markets (see the investment policy and performance and risk management sections of the Trustees' annual report for more information).

(c) **Fund Structure**

Unrestricted Funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

The Expendable Endowment Fund represents those assets which are held for the longer term for the Charity, in accordance with the terms of the Trust Deed. Income arising on the Expendable Endowment Fund can be used in the Unrestricted Income Fund. As an Expendable Endowment Fund can be used in accordance with the objects of the Trust and is included in the Unrestricted Funds, capital can also be spent in certain circumstances in fulfilment of the Charity's objects. Any capital gains or losses arising on the investments held in the Expendable Endowment Fund form part of that fund. To the extent that grants paid exceed the amount available from income funds, transfers are made from the Expendable Endowment.

(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.

Grants and Donations Receivable

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

Investment Income

Investment income is accounted for when receivable and is stated gross of any reclaimable taxation relief.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018 (CONT'D)

1. ACCOUNTING POLICIES (CONT'D)

(e) Expenditure

Resources expended are recognised as liabilities 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 the independent examiner's fees together with support costs.

(f) Fixed Asset Investments

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) Tangible Assets

Tangible assets, which are stated at cost or estimated value at the date of acquisition (or market value at the balance sheet date, where noted), comprise the Amaryllis Fleming collection of antique musical instruments. No depreciation or impairment is considered necessary as the Trustees consider that the estimated useful life of the collection is indefinite and its market value will not decline.

(h) 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 all the difference between sales proceeds and carrying value (or 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).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018 (CONT'D)

(i) **Critical accounting estimates and areas of judgement**

In preparing financial statements, it is necessary to make certain adjustments, estimates and assumptions that affect the amounts recognised in the financial statements. In the view of the Trustees in applying the accounting policies adopted, the only judgement of note is the valuation of the musical instrument held. For this, reliance is place on the valuation of experts as per note 10.

(j) **Cash and cash equivalents**

Cash and cash equivalents include cash at bank and in hand and short term deposits with a maturity date of three months or less.

(k) **Financial Instruments**

The Charity has elected to apply the provisions of Section 11 Basic Financial Instruments' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the Trust's balance sheet when the Trust 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.

(l) **Foreign Currencies**

Transactions in foreign currencies are recognised at the rate of exchange at the date of transaction. Monetary assets and liabilities are translated into sterling at the rate of exchange on the balance sheet date. Exchange differences are recognised through the Statement of Financial Activities.

2. **REMUNERATION OF TRUSTEES**

In the financial year ended 31 December 2018, none of the trustees received any remuneration or had expenses reimbursed by the charity (2017- nil).

3. **INCOME**

	Unrestricted Expendable Endowment	Unrestricted Income £	31-Dec-18 Total Unrestricted £	31-Dec-17 Total Unrestricted £
Income from Investments	-	37,100	37,100	35,552
Refund from Insurance Claim	-	-	-	4,125
Proceed from sale of painting	-	1,680	1,680	-
Interest on cash deposits	-	58	58	4
	-	38,838	38,838	39,681

4. **INVESTMENT MANAGEMENT COSTS**

	31-Dec-18 £	31-Dec-17 £
Investment Advisor	12,000	12,000
Custodian and Administration Fees	2,593	2,811
	14,593	14,811

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018 (CONT'D)

5. CHARITABLE ACTIVITIES

The charity undertook no direct charitable activities but awarded donations in furtherance of its charitable activities as follows:-

	£
Courteenhall Church	25,000
The Royal College of Music – Student Bursary Fund	15,000
Klosters Alpine Concerts	10,000
Island Heritage Initiative Trust	10,000
Solomon's Knot Production	5,000
Total	65,000
Support and Governance costs (See note 7)	5,574
	70,574

6. ANALYSIS OF DONATIONS MADE

	2018 No.	2017 No.	2018 £	2017 £
The advancement of the arts, culture, heritage or science	3	7	25,000	53,250
The advancement of education	1	2	15,000	20,000
The advancement of religion	1	2	25,000	20,000
The advancement of amateur sport	-	1	-	10,000
The advancement of health	-	2	-	20,000
	5	14	65,000	123,250

7. SUPPORT AND GOVERNANCE COSTS

	Unrestricted Expendable Endowment £	Unrestricted Income £	31-Dec-18 Total Unrestricted £	31-Dec-17 Total Unrestricted £
Independent Examiners -current year	2,400	-	2,400	2,310
Independent Examiners - prior year (over)/under accrual	(190)	-	(190)	550
Legal and Professional Fees	2,445	-	2,445	3,247
Bank Charges	919	-	919	1,076
To Charitable Activities	(5,574)	-	(5,574)	(7,183)
	-	-	-	-

8. FUND TRANSFERS

The Trustees made a transfer of £26,000 (2017 - £80,000) from the Expendable Endowment Fund to the Income Fund in respect of the charitable activities.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018 (CONT'D)

9. FIXED ASSET INVESTMENTS

Movement in fixed asset investments

	Unquoted Investments		Quoted Investments		Total	Total
	31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17
	£	£	£	£	£	£
Market Value brought forward	12,870	14,000	1,027,059	1,021,503	1,039,929	1,035,503
Acquisitions at cost	1,306	-	72,611	80,000	73,917	80,000
Less disposal proceeds	(1,510)	-	(153,146)	(138,655)	(154,656)	(138,655)
	12,666	14,000	946,524	962,848	959,190	976,848
Realised (Losses) /Gains on disposal	(789)	-	(19,396)	6,035	(20,185)	6,035
Net Gain/(Loss) on revaluation	1,133	(1,130)	(53,811)	58,176	(52,678)	57,046
Market Value at 31 December	13,010	12,870	873,317	1,027,059	886,327	1,039,929
<i>Historical Cost at 31 December</i>	<i>10,638</i>	<i>10,717</i>	<i>765,336</i>	<i>817,975</i>	<i>775,974</i>	<i>828,692</i>

	Unquoted Investments		Quoted Investments		Total	Total
	31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17
	£	£	£	£	£	£
Geographical Analysis						
United Kingdom	8,924	8,943	842,774	988,754	851,698	997,697
Overseas Investments	4,086	3,927	30,543	38,305	34,629	42,232
Market Value at 31 December	13,010	12,870	873,317	1,027,059	886,327	1,039,929

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018 (CONT'D)

9. FIXED ASSET INVESTMENTS (CONT'D)

The following investments comprise in excess of 5% of the value of the portfolio:

Name	Holding	Value £
M&G Investment Management Limited Corporate Bond	214,903	84,865
Rathbone Unit Trust Ethical Bond	84,663	80,290
Mayfair Capital Investment MGM Ltd Property Inc	85,976	77,232
Baillie Gifford & Co Corporate Bond	87,253	74,104
Sarasin Investment Funds International Equity Income	46,304	72,787
Artemis Fund Managers Income Institutional Inc	33,137	72,135
Artemis Fund Managers Global Income Units Instl Inc	79,696	63,624
The Charities Property Fund	49,078	63,591
BNY Mellon Fund Manager	38,809	58,848
M&G Investment Management Limited Charifund Inc	4,034	57,445
Link Fund Solutions Ltd Trojan Income S INC	32,245	52,227

10. TANGIBLE ASSETS

	Instruments	31-Dec-18 Total	31-Dec-17 Total
	£	£	£
Cost or value at 1 January	1,110,000	1,110,000	1,219,000
Revaluation	64,720	64,720	(109,000)
Cost or value at 31 December	1,174,720	1,174,720	1,110,000

Instruments comprise the Amati 'Cello which was professionally valued by Florian Leonhard Fine Violins Ltd at USD 1.5m during the year. This equates to £1,174,720 and accordingly a revaluation gain amount of £64,720 has been recognised. The instrument is held for sale.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018 (CONT'D)

11. CREDITORS

	Unrestricted Expendable Endowment	Unrestricted Income	31-Dec-18 Total Unrestricted
	£	£	£
Accruals	6,576	-	6,576
Donations	-	20,000	20,000
	6,576	20,000	26,576

	Unrestricted Expendable Endowment	Unrestricted Income	31-Dec-17 Total Unrestricted
	£	£	£
Accruals	9,812	-	9,812
Donations	-	10,000	10,000
	9,812	10,000	19,812

12. FUND ANALYSIS

	Unrestricted Expendable Endowment	Unrestricted Income	31-Dec-18 Total Unrestricted
	£	£	£
Investments	886,327	-	886,327
Tangible Fixed Assets	1,174,720	-	1,174,720
Cash at Bank	12,219	39,294	51,513
Creditors	(6,576)	(20,000)	(26,576)
	2,066,690	19,294	2,086,274

	Unrestricted Expendable Endowment	Unrestricted Income	31-Dec-17 Total Unrestricted
	£	£	£
Investments	1,039,930	-	1,039,930
Tangible Fixed Assets	1,110,000	-	1,110,000
Cash at Bank	(19,297)	29,456	10,159
Creditors	(9,812)	(10,000)	(19,812)
	2,120,821	19,456	2,140,277

13. RELATED PARTY TRANSACTIONS

One of the trustees is the president of the Board of the Klosters Music Festival and a member of the Council for The Royal College of Music to whom donations of £10,000 and £15,000 were paid during the year.(2017:£10,000 and £15,000).