

THE SWIRE CHARITABLE TRUST

REPORT AND ACCOUNTS

YEAR ENDED 31 DECEMBER 2018

Charity number: 270726

THE SWIRE CHARITABLE TRUST

I N D E X

Year ended 31 December 2018

	Page
General information	2
Report of the trustees	3
Auditor's report	6
Statement of financial activities	8
Balance sheet	9
Statement of cash flows	10
Notes to the financial statements	11

THE SWIRE CHARITABLE TRUST

GENERAL INFORMATION

Year ended 31 December 2018

Established by deed	23 December 1975	
Charity number	270726	
Trustees	J W J Hughes-Hallett CMG (resigned 12 October 2019) Sir Adrian Swire (resigned 23 August 2018) B N Swire J S Swire M B Swire S C Swire M V Allfrey (appointed 15 February 2018) Power to appoint new Trustees was vested in the Settlers during their lifetimes and thereafter in the Trustees, provided that there are always at least five Trustees.	
Settlers	Sir John Swire CBE (deceased) Sir Adrian Swire (deceased 23 August 2018)	
Trust fund	£100, and further monies, securities, land chattels or other investments donated upon and subject to the same trusts.	
Objects	Such charities or for such exclusively charitable purposes as the trustees may determine.	
Investment	The Trustees have powers of investment as if absolutely entitled to the Trust Fund beneficially, including a power to invest surplus income.	
Investment managers	Sarasin & Partners LLP Juxon House 100 St Paul's Churchyard London EC4M 8BU	
Auditors	Dixon Wilson 22 Chancery Lane London WC2A 1LS	
Solicitors	Bircham Dyson Bell 50 Broadway Westminster London SW1H 0BL	Lester Aldridge 1 King Street London EC2V 8AU
Bankers	Coutts & Co 440 Strand London WC2R 0QS	
Address	Swire House 59 Buckingham Gate London SW1E 6AJ	

THE SWIRE CHARITABLE TRUST

REPORT OF THE TRUSTEES

Year ended 31 December 2018

The Trustees present their report and financial statements of the charity for the year ended 31 December 2018. The financial statements have been prepared in accordance with the accounting policies set out in note 1 of the financial statements and with the 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 (FRS102).

Structure, governance and management

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

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

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

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

Grant making policy

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

The Trustees have established an online application process for charities to make formal applications for grants explaining how any funds would be used and what would be achieved.

In 2018 the charity provides grants through three main programmes:

- The welfare programme, which focussed on supporting positive change in the community.
- The opportunity programme, which focussed on nurturing potential by helping children and adults from all backgrounds to fulfil their potential and make the most of their talents.
- The heritage programme, designed to promote regeneration through restoration.

In July 2019, these programmes were further refined, and a new Environment Funding Programme was launched.

The charity now provides grants to charities through the following three programmes:

- The opportunity programme, which aims to improve life chances for the following: ex-service men and women; victims of slavery and trafficking; children and young people in the care of their local authority, involved with the criminal justice system or from the most socio-economically disadvantaged backgrounds.
- The environment programme which funds charities that can connect people to the environment and support the UK's biodiversity
- The heritage programme, which funds heritage work that can deliver social and economic benefits to deprived communities or disadvantaged people and charities working to safeguard endangered skills

In addition to this core funding programme, the Trustees continue to make grants to charities on a discretionary basis.

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

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

THE SWIRE CHARITABLE TRUST

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

Year ended 31 December 2018

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

Objectives, activities and achievements for the public benefit

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

In 2018, the Trust made donations and grants totalling £3,672,799 (2017 - £3,856,262). There was a net reduction in funds for the year of £1,059,909 (2017 - £611,476).

During the year to 31 December 2018, the Trust approved the selection of 15 (2017 - 14) new scholars and granted 18 (2017 - 21) annual scholarships and awards to existing scholars. It expects to fund a similar number of scholarships and awards in the year to 31 December 2019.

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

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

The investments held in the portfolio with Sarasin & Partners LLP have decreased by 5% during the year (2017 - 1.5% increase). Post year end performance of the investment portfolio at 31 March 2019 shows the value to be £10,011,109 which reflects a decrease of 2.6% on the 31 December 2018 position.

Investment policy

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

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

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

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

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

Reserves policy

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

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

Endowment reserves are held within the restricted fund to support future scholarships. At balance sheet date the funds held in the Endowment reserve were £8,666,450 (2017 - £9,811,701).

THE SWIRE CHARITABLE TRUST
REPORT OF THE TRUSTEES
Year ended 31 December 2018

Key management personnel remuneration

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

Risk management

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

Trustees' responsibilities in relation to the financial statements

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

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

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

Statement as to disclosure to our auditors

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

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



S C SWIRE
For the trustees
8 October 2019

THE SWIRE CHARITABLE TRUST

A U D I T O R ' S R E P O R T

Year ended 31 December 2018

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

Opinion

We have audited the financial statements of The Swire Charitable Trust (the 'charity') for the year ended 31 December 2018, which comprise the statement of financial activities, balance sheet, statement of cashflows and notes to the financial statements, 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 Financial Reporting Standard 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 Trustees, as a body, in accordance with regulations made under section 154 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charity's Trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity 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 2018 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 Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have 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 Trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees 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.

THE SWIRE CHARITABLE TRUST

AUDITOR'S REPORT

Year ended 31 December 2018

Matters on which we are required to report by exception

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

- the information given in the Trustees' annual report is inconsistent in any material respect with the financial statements; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement set out on page 5, the Trustees are 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 Trustees determine 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 Trustees are 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 Trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

Our 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's Trustees, as a body, in accordance with regulations made under section 154 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.



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

16 October 2019

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

THE SWIRE CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES

Year ended 31 December 2018

	Note	Restricted Expendable Endowment Fund £	Restricted Income Fund £	Unrestricted Fund £	2018 Total £	2017 Total £
Income and endowments from:						
Investments	2	-	246,915	855	247,770	241,591
Donations and legacies		-	-	2,750,000	2,750,000	2,500,000
Total income and endowments		-	246,915	2,750,855	2,997,770	2,741,591
Expenditure on:						
Raising funds		-	(8,235)	-	(8,235)	(1,272)
Charitable activities	3	-	1,120,817	2,665,513	3,786,330	3,962,176
Total expenditure		-	1,112,582	2,665,513	3,778,095	3,960,904
Net (losses)/gains on investment assets	4	(279,584)	-	-	(279,584)	607,837
Net (expenditure) / income		(279,584)	(865,667)	85,342	(1,059,909)	(611,476)
Transfers between funds		(865,667)	865,667	-	-	-
Net movement in funds		(1,145,251)	-	85,342	(1,059,909)	(611,476)
Reconciliation of funds:						
Fund balance brought forward at 1 January 2018		9,811,701	-	20,788	9,832,489	10,443,965
Fund balance carried forward at 31 December 2018		8,666,450	-	106,130	8,772,580	9,832,489

All amounts are in respect of continuing activities.

THE SWIRE CHARITABLE TRUST

BALANCE SHEET

At 31 December 2018

	Note	2018 £	2017 £
Fixed assets			
Investments	4	10,277,072	10,816,776
Current assets			
Debtors		8,563	18,540
Cash at bank and in hand		592,966	606,871
		601,529	625,411
Liabilities			
Creditors: amounts falling due within one year	5	(1,533,021)	(1,118,698)
Net current assets		(931,492)	(493,287)
Creditors: amounts falling due after one year	5	(573,000)	(491,000)
Net assets		8,772,580	9,832,489
The funds of the charity:			
Restricted expendable endowment funds	6	8,666,450	9,811,701
Unrestricted income fund	6	106,130	20,788
		8,772,580	9,832,489

The financial statements on pages 8 to 24 were approved by the board of trustees on 8 October 2019 and were signed on its behalf by:



S C SWIRE
Trustee



B N SWIRE
Trustee

THE SWIRE CHARITABLE TRUST

STATEMENT OF CASH FLOWS

Year ended 31 December 2018

	Note	2018 Total £	2017 Total £
Net cash used in operating activities	7	(521,795)	(1,319,835)
<i>Cash flows from investing activities:</i>			
Dividends and interest		247,770	241,591
Proceeds from sale of investments		4,591,569	9,425,837
Purchase of investments		(4,331,449)	(8,979,135)
Net cash provided by investing activities		507,890	688,293
 Change in cash and cash equivalents		 (13,905)	 (631,542)
Cash and cash equivalents brought forward		606,871	1,238,413
Cash and cash equivalents carried forward		592,966	606,871

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

1. Accounting policies

(a) Basis of preparation and assessment of going concern

The financial statements have been prepared under the historic cost convention, with the exception that investments are included at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

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

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

(b) Funds structure

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

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

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

(c) Income recognition

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

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

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

(d) Expenditure recognition

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

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

(e) Irrecoverable VAT

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

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

(f) Costs of raising funds

The costs of generating funds consist of investment management fees.

(g) Support and governance costs

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

(h) Charitable activities

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

(i) Realised gains and losses

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

(j) Fixed asset investments

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

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

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

(k) Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably results in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

2.	Investment income	Restricted Income Fund £	Unrestricted Fund £	2018 Total £	Restricted Income Fund £	Unrestricted Fund £	2017 Total £
	UK bank interest	-	855	855	-	279	279
	UK equities	199,950	-	199,950	193,993	-	193,993
	Fixed interest	46,965	-	46,965	47,319	-	47,319
		<u>246,915</u>	<u>855</u>	<u>247,770</u>	<u>241,312</u>	<u>279</u>	<u>241,591</u>

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

3. Analysis of charitable expenditure

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

	2018 £	2017 £
1851 Marine Trust	5,000	-
A Band Of Brothers (ABOB)	30,000	-
Aberdeen Cyrenians	15,000	-
Ablaze	5,000	-
Action Against Cancer	-	10,000
Action For Conservation	15,000	15,000
Aid to the Church in Need	-	2,500
Air League Trust	15,000	29,000
Ali's Gift	-	2,500
Alzheimer's Society	-	1,000
Amber Foundation	5,000	-
Ambitious About Autism	1,000	-
Amigos dos Gatos do Algarve	-	2,500
Amnesty International	-	1,500
Ampney Crucis PCC	3,500	5,000
Andrew Clark Trust	2,500	2,500
Anna Freud	5,000	5,000
Argyl & Sutherland Highlanders Museum Trust	10,000	10,000
Art History in School CIO	15,000	15,000
Arthritis Research UK	5,000	-
Aspire	1,500	1,500
Assisting Berkshire Children to Read	-	5,000
Asthma UK	-	10,000
Attingham Trust	15,000	-
Autism Bedfordshire	-	4,000
Autistica	5,000	5,000
Baca Charity	10,000	-
Back On Track Manchester	10,000	-
Barnardo's	32,058	-
Barnstaple Municipal Charities	10,000	-
Beating Time	22,000	-
Become	-	30,000
Berkshire Youth	2,500	5,000
Big Issue Foundation	-	16,500
Birmingham Disability Resource Centre	12,742	-
Birmingham Methodist District	16,590	-
Birmingham Royal Ballet	2,000	-
Blesma	-	2,500
Blind in Business	-	5,000
Bloodwise	5,000	10,000
Bolton Lads & Girls Clubs	-	23,530
Bolton Wanderers Community Trust	10,000	-
Bournemouth University	7,500	5,000
Bowel Disease Research	-	2,500
Brathay Trust	3,500	-
Breaking Barriers	6,000	-
Breakthrough UK	-	10,000
Carried forward	303,390	237,030

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

3. Analysis of charitable expenditure (continued)	2018	2017
	£	£
Brought forward	303,390	237,030
Bristol Hospitality Network (BHN)	10,000	-
Britain Nepal Medical Trust	5,000	5,000
British Exploring Society	10,000	-
British Film Institute (BFI)	2,500	-
British Lung Foundation	-	10,000
British Red Cross	-	54,300
British Refugee Council	20,000	20,000
British Skin Foundation	3,907	-
Brunei Gallery SOAS	-	5,000
Building Heroes Education Foundation	25,000	-
Buttle UK	-	10,000
Calvert Trust Exmoor	10,000	-
Cancer Research UK	-	5,000
Cardboard Citizens	15,000	-
Care For Casualties	2,500	-
Care For Veterans	8,000	-
Career Ready	-	10,000
Carefree Kids	-	5,000
Carefreebreaks	30,000	5,000
Carers UK	5,000	5,000
Caritas Anchor House	-	5,000
Caryl Jenner Productions (Unicorn Theatre)	-	5,000
Caudwell Children	2,500	-
Certitude Support	-	2,500
Chailey Heritage Foundation	-	10,000
Chance for Change	-	18,000
Charlie's House	4,000	-
Charms – The Essex Therapy Centre	1,000	-
Charnwood 20:20 (Twenty Twenty)	3,240	3,240
CHASE Africa	2,500	2,500
Children in Crisis	-	5,000
Children's Hospital at Westmead	-	2,500
Children's Literacy Charity	-	16,859
Churches Conservation Trust	-	8,000
Churchill And Blakedown Villages Trust	4,000	-
City & Guilds Of London Art School	50,000	-
Cleft Lip And Palate Association (CLAPA)	2,500	-
Cliffe Castle Museum, Keighley (Bradford Council)	5,000	-
Colostomy Association	2,500	-
Combat Stress	40,000	-
Community Action Ledbury	1,500	-
Compass Disability Services	-	10,000
Connecting for Children and Families	-	8,927
Cornwall Air Ambulance Trust	-	1,000
Countess of Brecknock Hospice	-	10,000
Country Trust	2,500	5,000
Crisis UK	13,500	2,000
Cumbria Youth Alliance	10,000	14,000
Cystic Fibrosis Care	15,000	10,000
Carried forward	610,037	510,856

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

3. Analysis of charitable expenditure (continued)	2018 £	2017 £
Brought forward	610,037	510,856
Dame Kelly Holmes Trust	-	5,000
Dame Vers Lynn Children's Charity	-	5,000
Daniel Spargo-Mabbs Foundation	5,000	5,000
Deaf World	-	6,500
Debate Mate Schools Limited	50,000	-
DEC East Africa Crisis Appeal	-	10,000
Dementia UK	10,000	10,000
Derby Toc H Children's Camp	2,500	-
Derbyshire Wildlife Trust	-	8,000
Diabetes UK	-	10,000
Disabled Sailors Association	-	2,500
Discover DeCrypt	-	20,000
Dogs Trust	-	2,500
Dream Holidays	3,000	-
DrugFAM	-	5,000
Dystonia Society	-	5,000
East Coast Sail Trust	3,000	-
East Surrey Dial-A-Ride	2,500	5,000
Empire Fighting Chance	30,000	-
Erskine	2,500	2,500
Fair Close Centre	-	2,500
Faithworks Wessex (FWW)	-	10,000
Falkland Islands Memorial Chapel Trust	2,500	-
Families United Network	10,000	10,000
Family Lives	15,975	-
Farm Inspiration Trust	-	20,000
Father Hudson's Society	-	20,000
Felix Project	5,000	10,000
Fields In Trust	15,000	10,000
Fife Society for the Blind	-	5,000
Flying Scholarship for Disabled People	-	5,000
Forward Assist Ltd	-	9,014
Forward Trust	5,000	-
Foundation Of The College Of St George	21,438	-
Freedom Kit Bags	2,500	2,500
Friends for Leisure	-	10,000
Friends Of Cathedral Music	5,000	6,500
Friends Of Westonbirt Arboretum	27,500	-
Garden Classroom (TGC)	10,000	-
Geffrye Museum	-	50,000
Get Set Girls	2,500	-
Giving World	15,000	15,000
Good Morning Service (The)	2,500	-
Great Ormond Street Children's Charity	10,000	5,000
Greater Manchester Fire Service Museum	15,000	-
Greater Manchester Youth Network (GMYN)	20,000	-
Greenwich Foundation of the Royal Naval College	-	25,000
Grey Coat Hospital	5,000	5,000
Carried forward	908,450	833,370

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

3. Analysis of charitable expenditure (continued)	2018 £	2017 £
Brought forward	908,450	833,370
Hackney Pirates	20,000	-
Halo Trust	15,000	-
Hands Up Foundation	5,000	5,000
Hearing Dogs For Deaf People	7,500	-
Help Musicians UK	5,000	-
Helpforce Community Trust	40,000	-
Helping Uganda Schools (HUGS)	20,000	5,000
Helston Railway Preservation Society	-	8,000
Heritage Of London Trust	20,000	-
Heron Corn Mill (Beetham) Ltd	33,748	-
Hestia Housing & Support	-	15,000
Highground Projects Ltd	-	10,000
Historic Royal Palaces	-	25,000
Honourable Co. of Air Pilots (Hong Kong Region)	16,000	16,000
Hope For Tomorrow	11,000	34,000
Hope UK	-	2,500
Horatio's Garden Trust (Stanmore)	-	5,000
Horseworld Trust	24,605	-
Hospice in the Weald	-	2,000
Hull Children's University	8,870	-
Hull Homeless Community Project	-	10,000
Institute of Cancer Vaccines & Immunotherapy (ICVI)	15,000	15,000
International Spinal Research Trust	-	5,000
Involve Leeds	-	15,000
Island NI	-	10,000
Island Trust	8,000	-
James Hopkins Trust	5,000	5,000
Justice And Care	36,135	-
Kenya Keys	-	5,000
Key Changes (Islington Music Forum)	3,200	-
KIDS	7,500	15,928
Kilmartin Museum	-	2,500
King Edward VII's Hospital	-	15,000
King's Arms Project	-	10,000
Kingsley Organisation	7,500	-
Lane End Farm Trust	3,800	-
Launchpad Reading	-	10,000
Laverstock PCC	-	5,000
LEADS	-	18,100
League Of Remembrance	10,000	7,500
Leigh Building Preservation Trust	20,000	-
Livability	2,500	-
Living Paintings	5,000	10,000
Llamau	-	20,000
Llanhilleth Miners Institute	21,889	-
Loch Lomond Steamship Company	20,000	-
London Flying Angel Committee	-	1,000
London Bubble Theatre Co Ltd	10,000	10,000
Carried forward	1,310,697	1,150,898

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

3. Analysis of charitable expenditure (continued)	2018 £	2017 £
Brought forward	1,310,697	1,150,898
London's Free Open Air Theatre Season	25,000	-
London's Air Ambulance	5,000	5,000
London's Open Air Theatre	-	20,000
Lowe Syndrome Trust	2,500	-
Lullaby Trust	5,000	-
Macmillan Cancer Support	-	1,500
Maggie's	-	5,000
Marie Curie Cancer Care	-	5,000
Marine Society & Sea Cadets	25,000	-
Mary Fielding Guild	-	5,000
Mary Hare Foundation	20,000	-
Maymessy CIC	2,500	-
Me2 Club	7,500	-
Medical Aid For Palestinians	10,000	-
Mesotheioma UK Charitable Trust	-	5,000
Michael Roberts Charitable Trust	5,000	10,000
Milton Keynes Museum	15,000	-
Minehead Museum	1,000	-
Minstead Trust	-	15,000
Missing People	-	5,000
Mission Aviation Fellowship UK (MAF-UK)	5,000	5,000
Mission To Scafarers	26,000	25,000
Mix (The)	-	10,000
MNDA	5,000	5,000
Mobility Choice	-	15,000
Mobility Trust	-	5,000
Modo - Circus With Purpose	15,770	-
Movement Centre (The)	-	2,500
MS Society	-	10,000
Mulberry Bush School	5,000	5,000
Muscular Dystrophy UK	5,000	-
Mustard Tree	10,000	-
Myeloma UK	2,500	-
Naomi House & Jack's Place	-	5,000
NAPAC	-	5,000
National Maritime Museum	-	10,000
National Memorial Arboretum	-	10,000
National Museums Liverpool (NML)	50,000	-
Nehemiah Project (The)	10,000	-
New Hope	-	5,000
NOAH Enterprise	-	8,000
Notting Hill Churches Homeless Concern	25,000	25,000
Nottingham Trent University (Sir Joseph Banks Archive Project)	-	5,000
Now Teach (Ark UK Programmes)	-	25,000
Oakleaf Enterprise	-	5,000
Oldham Coliseum Theatre	8,100	-
Orchid	-	1,500
Ormiston Families	25,000	-
Ormiston Trust	2,500	2,500
Carried forward	1,629,067	1,416,898

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

3. Analysis of charitable expenditure (continued)	2018 £	2017 £
Brought forward	1,629,067	1,416,898
Outdoor Trust	5,000	-
Outward Bound Trust	-	10,440
Parkinson's UK	5,000	-
Parliament Choir	2,500	-
Passage (The)	50,000	50,000
PBC Foundation	5,000	-
Personal Support Unit	10,000	5,000
Petals Charity	2,500	-
Pilgrims Hospice	1,000	-
Pimlico Musical Foundation	-	2,500
Pimlico Toy Library	-	2,500
Pitzhanger Manor & Gallery Trust	5,000	-
Planters' Benevolent Fund of Ceylon	2,000	2,000
Pope's Grotto Preservation Trust	7,500	-
Prader Wili Syndrome Association UK	-	2,500
Prince's Regeneration Trust	-	20,000
Prior's Court Foundation	5,000	-
Prisoner's Education Trust	-	10,000
Project Trust	-	10,000
Prostate Cancer Research Centre	-	20,000
Prostate Cancer UK	2,000	5,000
PSP Association	-	2,500
PTSD 999 Blue Hero Foundation	2,500	-
QE2 Activity Centre	10,000	-
Queen Elizabeth II Silver Jubilee Activity Centre	-	10,000
Queen's University Of Belfast Foundation	4,348	-
Rainbow Trust	-	2,500
Ramsbury And Axford LCC	7,500	-
Ramsbury PCC	-	7,500
Ramsbury Pre-School	-	5,000
RAW Workshop	-	25,000
Re:Work Ltd	5,000	-
ReachOut Youth	-	20,000
Read Easy UK	10,000	20,000
Recover Team Ltd	-	22,464
Redthread Youth Ltd	-	12,500
Restart Africa (The Santa Charitable Trust)	-	5,000
Rio Centre (Dalston)	-	10,000
RNLI	10,000	8,500
ROSY	-	5,000
Roundhouse Trust	10,000	-
Routes to Roots (Poole) CIO	-	4,000
Routeways Centre Limited	10,000	-
Royal Air Force Benevolent Fund	10,000	-
Royal Airforce Association	-	10,000
Royal Ballet School	15,000	40,000
Royal British Legion Industries	61,134	-
Royal Brompton & Harefield Hospitals Charity	10,000	5,000
Royal Hospital for Neuro-Disabilities	5,000	2,500
Carried forward	1,902,049	1,774,302

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

3. Analysis of charitable expenditure (continued)	2018 £	2017 £
Brought forward	1,902,049	1,774,302
Royal Marsden Cancer Charity	-	50,000
Royal Mencap Society	-	10,000
Royal School of Needlework	-	2,500
Royal Trinity Hospice	-	10,000
Ruddi's Retreat	2,500	-
Sail 4 Cancer	5,000	-
Saint Francis Hospice	-	5,000
Saltdean Lido Trust	20,000	-
Samaritans	-	5,000
SAMEE	-	5,000
SANE	2,500	2,500
SASH (Safe & Sound Homes)	-	5,150
Save the Rhino	-	3,000
Saving Elephants	2,500	-
Saving The Elephants Run Inc	2,500	-
School-Home Support	30,000	-
Scotswood Natural Community Garden	-	5,000
Scottish Sports Futures	15,000	-
Seafarers UK	5,000	5,000
Second Chance Children's Charity	3,000	-
Shabang Inclusive Learning	-	19,950
Simon Trust	-	5,000
Sir John Soane's Museum	30,000	-
Sir Thomas Lipton Foundation	5,000	-
Sirona Therapeutic Horsemanship CIO	10,000	12,000
Skillforce	52,500	51,000
Smart Works Charity	20,000	-
Smile Support & Care	-	5,000
Societi	-	2,500
Somerset House Trust	5,000	-
Southwark Playhouse Theatre Company	4,800	-
SSAFA	55,000	5,000
St Andrew's Youth Club	15,000	15,000
St Basils	-	10,000
St Cuthbert's Centre	2,500	2,500
St Edward's Church of England School	-	4,058
St George's Crypt	2,500	-
St John's Church, Waterloo	-	20,000
St John's Smith Square Charitable Trust	10,000	-
St Luke's Hospice, Basildon	1,500	1,000
St Luke's Hospital	5,000	5,000
St Mary Le Bow Young Homeless Charity	-	7,500
St Michael's Fellowship	-	10,000
St Mungo's	10,000	-
St Paul's Cathedral Chorister Trust	1,000	-
St Wilfred's Hospice (Eastbourne)	-	5,000
Step Together Volunteering	5,000	-
Stop the Traffik	-	25,000
Stow Maries Great War Aerodrome	-	2,500
Carried forward	2,224,849	2,090,460

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

3. Analysis of charitable expenditure (continued)	2018 £	2017 £
Brought forward	2,224,849	2,090,460
Straight Talking Peer Education	-	5,000
Street League	-	30,000
Stroke Association	1,000	-
Student Exploring Marriage Trust	2,500	2,500
Style For Soldiers	2,500	-
Sunderland Womens Centre	-	3,418
Supporters of Tiritiri Matangi	-	4,992
Surfers Against Sewage	2,500	2,500
Sussex Archaeological Society	-	10,000
Sustainable Merton	500	-
Suzy Lamplugh Trust	2,500	-
Swanage Pier Trust	-	10,000
Swandro-Orkney Coastal Archaeology Trust	4,940	-
Swinderby Pre-School	-	2,500
Swings & Smiles	-	5,000
Teach First	-	50,000
Team Cunard Million Makers	-	5,000
Teenage Cancer Trust	-	1,000
Theatres Trust	24,000	-
Three Choirs Festival	2,500	-
Thrive	-	10,000
Tiverton And Mid Devon Museum Trust	2,280	-
Trailblazers Mentoring Ltd	20,000	-
Tri For Life	1,000	-
Trinity Community Arts Ltd	-	5,000
Trinity Winchester	-	9,340
Turbary Resource Centre, Home of the Bus Stop Club	-	5,000
Turn To Starboard	20,000	-
Turtle Key Arts	10,000	-
Turtle Key Arts	-	-
Ufton Court Educational Trust	2,500	2,500
University Of Bristol	24,943	10,000
University Of Liverpool	15,000	-
Upper Room (St Saviour's)	-	15,000
Villiers Park Educational Trust	50,000	50,000
Vineyard Compassion	-	15,000
Voluntary Service Overseas (VSO)	-	10,000
Walking With The Wounded	15,000	-
War Memorials Trust	5,000	-
Watermill Foundation Limited	5,000	-
Watford Sheltered Workshop	-	15,000
Wellington Trust	5,000	5,000
West London Zone	50,000	-
Wheelyboat Trust	5,000	10,000
Whizz Kids	2,000	-
Who Cares? Scotland	25,000	-
Winterbourne Medieval Barn Trust	2,000	-
Wilton's Music Hall	-	5,000
Women V Cancer	-	2,000
Carried forward	2,527,512	2,391,210

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

3. Analysis of charitable expenditure (continued)	2018	2017
	£	£
Brought forward	2,527,512	2,391,210
Woodhams Stone Collection (The)	5,000	-
Wordsworth Trust	-	2,500
Workingrite	40,000	-
Yellow Door (Solent)	-	3,000
Young Enterprise Scotland	5,000	-
Young Gloucestershire	10,000	-
Youth Concern	-	5,000
	<u>2,587,512</u>	<u>2,401,710</u>
Donations and grants of less than £1,000 during the year	3,429	1,905
Grant gifting for educational scholarship scheme	1,081,858	1,452,647
	<u>3,672,799</u>	<u>3,856,262</u>
	2018	2017
	£	£
Total donations	3,672,799	3,856,262
<i>Governance costs allocated to charitable activities:</i>		
Consultancy costs	71,943	63,656
Auditors remuneration	5,460	5,369
Bank charges	92	436
Management fees	36,036	36,453
	<u>113,531</u>	<u>105,914</u>
	<u>3,786,330</u>	<u>3,962,176</u>

In 2018 £2,665,513 (2017 - £2,470,372) of charitable expenditure related to the unrestricted fund and £1,120,817 (2017 - £1,491,804) related to the restricted income fund.

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

4. Fixed asset investments	2018 £	2017 £
Quoted investments		
Market value at start of year	10,816,776	10,655,641
Additions at cost	4,331,449	8,979,135
Disposal proceeds	(4,591,569)	(9,425,837)
Net realised gains/(losses) on disposal	13,217	40,441
Net unrealised investment gains	(292,801)	567,396
Market value at end of year	<u>10,277,072</u>	<u>10,816,776</u>

The historical cost of investments at 31 December 2018 was £9,766,215 (2017 - £9,814,502).

There were 8 investments in individual entities held at 31 December 2018 which were over 5% of the portfolio by value (including cash deposit(s)) and are therefore considered by the Trustees to be material in the context of the investment portfolio.

- 1,307,027 Sarasin Global Higher Dividend (Sterling Hedged) - I Inc - Market value £1,569,739 (15.3%)
- 819,631 Sarasin Global Dividend I Inc - Market value £1,185,187 (11.5%)
- 1,000,000 Santander UK CD 0.8400% 20/02/19 - Market value £1,000,000 (9.7%)
- 1,000,000 Lloyds Bank CD 0.8500% 20/03/19 - Market value £1,000,000 (9.7%)
- 857,735 Sarasin Sterling Bond - I Inc - Market value £936,647 (9.1%)
- 982,134 Sarasin Fund for Charities - Thematic UK Equity (GBP) - X Inc - Market value £1,072,491 (10.4%)
- 6,339 ICS-INS Sterl Liq-Heritage ACC (Blackrock) - STP - Market value £658,365 (6.4%)
- 6,599 ICS-INS Sterl Liq-Heritage ACC (Blackrock) - Market value £685,359 (6.7%)

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

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

5. Creditors	2018 £	2017 £
Amounts falling due within one year		
Donations/grants payable	857,000	891,000
Accruals	12,823	56,498
Other creditors	663,198	171,200
	<u>1,533,021</u>	<u>1,118,698</u>
Amounts falling due after one year		
Donations/grants payable	573,000	491,000
	<u>2,106,021</u>	<u>1,609,698</u>

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

6. Analysis of net assets between funds

	Restricted Endowment Funds £	Unrestricted Funds £	Total £
Fund balances as at 31 December 2018 are represented by:			
Debtors	6,063	2,500	8,563
Cash at bank and in hand	424,972	167,994	592,966
Creditors	(2,041,657)	(64,364)	(2,106,021)
	<u>(1,610,622)</u>	<u>106,130</u>	<u>(1,504,492)</u>
Investments	10,277,072	-	10,277,072
	<u>8,666,450</u>	<u>106,130</u>	<u>8,772,580</u>

7. Reconciliation of net movement in funds to net cash flow from operating activities

	Restricted Income Fund £	Unrestricted Funds £	2018 Total £	2017 Total £
Net movement in funds	(1,145,251)	85,342	(1,059,909)	(611,476)
Deduct income from investments	(246,915)	(855)	(247,770)	(241,591)
(Gains)/losses on investments	279,584	-	279,584	(607,837)
Increase/(decrease) in creditors	483,884	12,439	496,323	157,120
(Increase)/decrease in debtors	2,477	7,500	9,977	(16,051)
Net cash used in operating activities	<u>(626,221)</u>	<u>104,426</u>	<u>(521,795)</u>	<u>(1,319,835)</u>

8. Related party transactions

During the year John Swire & Sons Limited, a company in which the Trustees have a participating interest, paid expenses on the charity's behalf totalling £1,129,037 (2017 - £1,126,100). At the year end £663,198 (2017 - £171,200) was owed to John Swire & Sons Limited.

During the year, the Trustees received no emoluments or reimbursement of expenses for their services (2017 - none).

THE SWIRE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

9. Financial assets and liabilities

The following are financial liabilities that qualify as basic financial instruments and are initially recognised at transaction value and subsequently measured at their amortised cost.

Financial liabilities	2018 £	2017 £
Accruals	12,823	56,498
Other creditors	663,198	171,200
Donations/grants payable	1,430,000	1,382,000
	<u>2,106,021</u>	<u>1,609,698</u>

The following are financial assets that qualify as basic financial instruments and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price:

Financial assets		
Quoted investments	10,277,072	10,816,776
	<u>10,277,072</u>	<u>10,816,776</u>
