

THE JULIAN BREAM TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019

THE JULIAN BREAM TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees Julian Alexander Bream
Susan Elizabeth de Candole
Michael David Percy Lewin
Fiona Walwyn Southey Rogers

Charity number 1130890

Registered office Cherryfield Cottage
Newtown
Tisbury
Salisbury
SP3 6SS

Accountant HW Fisher
Acre House
11-15 William Road
London
NW1 3ER

Independent Examiner Julian S Challis
Acre House
11-15 William Road
London
NW1 3ER

Bankers Coutts & Co
440 Strand
London
WC2R 0QS

Investment advisors Coutts & Co
440 Strand
London
WC2R 0QS

THE JULIAN BREAM TRUST

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THE JULIAN BREAM TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2019

The trustees present their report and financial statements for the year ended 31 March 2019.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Deed of Trust, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

Objectives and activities

The charity's objective, as set out in the Charitable Trust Deed, is for the trustees to apply capital and income to the advancement and promotion for the public benefit of education in and appreciation and understanding of the art and science of music and musical education in particular by providing scholarships for exceptionally gifted students of classical guitar or the lute for all or part of their studies of these instruments, either at the Royal College of Music, the Royal Academy of Music or the Royal Welsh College of Music and Drama and commissioning and promulgating new original musical compositions for the classical guitar.

With regard to providing scholarships, the trustees have been interviewing with a view to selecting recipients for scholarships. During the year four students received a donation from the Trust as contributions towards their studies.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

During the year the Trust generated income resources of £31,736 (2018: £85,308).

During the year Edward Cowie continued to work on the music composition for the Wigmore Hall concert in 2019.

Public benefit

The trustees have complied with their duty in section 17 of the Charities Act 2011 to have due regard to guidance published by the Charity Commission.

Financial review

The Trust received income from investments which amounted to £6,736 (2018: £6,544).

As shown in Note 12, the gain on revaluation of investments amounted to £5,277 (2018: gains of £1,468) and the loss on sale of investments was £3,032 (2018: gains of £758). The Statement of Financial Activities shows the net increase in funds for the year of £7,559 (2018: £60,376).

Reserves Policy

It is the policy of the charity to maintain unrestricted funds (free reserves) at a level which, on investment, generates sufficient income to meet annual expenditure and cover management and administration costs and to respond to emergency applications for grants which arise from time to time. In situations where the income is insufficient to meet annual expenditure, the reserves are required to make up any shortfall out of capital.

The unrestricted funds of the charity as at 31 March 2019 amounted to £345,615 (2018: £338,056).

Risk

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Investment Policy

In order for the trustees to maintain the value of the Trust fund, Coutts & Co advise them on their approach to their portfolio of investments, in particular on asset allocation so as to achieve a wide diversification of the Trust's investment portfolio in order to spread risk. The current investment policy is to adopt a balanced return from income and capital growth.

THE JULIAN BREAM TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

Structure, governance and management

The Julian Bream Trust is registered with the Charity Commissioners (No 1130890) and constituted by Deed of Trust dated 15 April 2009.

The trustees who served during the year were:

Julian Alexander Bream
Susan Elizabeth de Candole
Michael David Percy Lewin
Fiona Walwyn Southey Rogers

In accordance with the deed the power to appoint new trustees lies with the founder Julian Bream during his lifetime, and thereafter the power shall be vested in the trustees.

The trustees meet to assess grant applications and to review and accept individual grant applications during the year.

On behalf of the Board of Trustees

Michael Lewin

Trustee

Dated: 25 October 2019

THE JULIAN BREAM TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2019

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 of the charity for that year.

In preparing these 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 judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material 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 operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time 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.

THE JULIAN BREAM TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE JULIAN BREAM TRUST

I report to the trustees on my examination of the financial statements of The Julian Bream Trust (the charity) for the year ended 31 March 2019.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no 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 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements to be reached.

Julian S Challis
Chartered Accountant

HW Fisher
Acre House
11-15 William Road
London
NW1 3ER

Dated: 2 December 2019

THE JULIAN BREAM TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2019

		Unrestricted funds 2019 £	Unrestricted funds 2018 £
	Notes		
<u>Income and endowments from:</u>			
Donations and legacies	3	25,000	75,000
Investments	4	6,736	6,544
Other income	5	-	3,764
		<hr/>	<hr/>
Total income		31,736	85,308
		<hr/>	<hr/>
<u>Expenditure on:</u>			
Raising funds	6	1,636	1,874
		<hr/>	<hr/>
Charitable activities	7	24,786	25,246
		<hr/>	<hr/>
Total resources expended		26,422	27,120
		<hr/>	<hr/>
Net gains/(losses) on investments	12	2,245	2,226
		<hr/>	<hr/>
Net incoming resources		7,559	60,414
Other recognised gains and losses			
Revaluation of tangible fixed assets		-	(38)
		<hr/>	<hr/>
Net movement in funds		7,559	60,376
Fund balances at 1 April 2018		338,056	277,680
		<hr/>	<hr/>
Fund balances at 31 March 2019		345,615	338,056
		<hr/> <hr/>	<hr/> <hr/>

The statement of financial activities includes all gains and losses recognised in the year.

THE JULIAN BREAM TRUST

BALANCE SHEET

AS AT 31 MARCH 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Investments	13		259,045		259,827
Current assets					
Debtors	14	20,090		15,117	
Cash at bank and in hand		69,808		72,255	
		<u>89,898</u>		<u>87,372</u>	
Creditors: amounts falling due within one year	15	<u>(3,328)</u>		<u>(9,143)</u>	
Net current assets			86,570		78,229
Total assets less current liabilities			<u>345,615</u>		<u>338,056</u>
Income funds					
<u>Unrestricted funds - general</u>					
General unrestricted funds		345,615		338,094	
Revaluation reserve		-		(38)	
		<u>345,615</u>		<u>338,056</u>	
			<u>345,615</u>		<u>338,056</u>

The financial statements were approved by the Trustees on 25 October 2019

Michael Lewin
Trustee

THE JULIAN BREAM TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

Charity information

The Julian Bream Trust is a registered charity. The charity meets the definition of a public benefit entity under FRS102.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Deed of Trust, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared on the historical cost convention, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Income received under gift aid is stated gross with the relevant tax included in debtors.

Investment income received net is stated gross with the relevant tax deducted included under 'cost of raising funds'.

1.5 Resources expended

Liabilities are recognised as expenditure once 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.

All expenditure is accounted for on an accruals basis. All expenses, including support costs and governance costs, are allocated to the charitable activity in the statement of financial activities.

Costs of raising funds are those costs incurred in managing the charity's investment portfolio.

Governance costs relate to expenditure incurred in dealing with donations and administration and compliance with constitutional and statutory requirements.

Grants payable comprise donations directly related to the objects of the charity.

Grants payable are charged in the year when the offer is conveyed to the recipient. Grants offered subject to conditions are recognised in the period those conditions are met, prior to this they are noted as a commitment but not accrued as expenditure.

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

THE JULIAN BREAM TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies **(Continued)**

1.6 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, and bank overdrafts.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The Trustees do not consider there to be any significant estimates or judgements applied in the preparation of the financial statements.

3 Donations and legacies

	2019	2018
	£	£
Donations and gifts	25,000	75,000
	<u> </u>	<u> </u>

4 Investments

	2019	2018
	£	£
Interest and dividends	6,628	6,521
Interest receivable	108	23
	<u> </u>	<u> </u>
	<u>6,736</u>	<u>6,544</u>

5 Other income

	2019	2018
	£	£
Proceeds from Wigmore Hall concert	-	3,764
	<u> </u>	<u> </u>

6 Raising funds

	2019	2018
	£	£
Investment management fees	1,636	1,874
	<u> </u>	<u> </u>

THE JULIAN BREAM TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

7 Charitable activities

	2019	2019	Total	2018	2018	Total
	£	£	£	£	£	£
Concert expense	440	-	440	3,611	-	3,611
Music compositions	-	-	-	-	6,000	6,000
Grant funding of activities (see note 8)	19,114	-	19,114	9,754	-	9,754
Share of support costs (see note 9)	-	2,332	2,332	-	-	-
Share of governance costs (see note 9)	-	2,900	2,900	-	5,881	5,881
	<u>19,554</u>	<u>5,232</u>	<u>24,786</u>	<u>13,365</u>	<u>11,881</u>	<u>25,246</u>

8 Grants payable

	2019	2018
	£	£
Grants to individuals	19,114	9,754

9 Support costs

	Support costs	Governance costs	2019	Support costs	Governance costs	2018
	£	£	£	£	£	£
Administration cost	1,755	-	1,755	-	-	-
Website cost	432	-	432	-	-	-
Other costs	145	-	145	-	-	-
Accountancy	-	2,900	2,900	-	2,760	2,760
Administration fees	-	-	-	-	1,562	1,562
Accountancy fees	-	-	-	-	1,127	1,127
Advertising and marketing expenses	-	-	-	-	432	432
	<u>2,332</u>	<u>2,900</u>	<u>5,232</u>	<u>-</u>	<u>5,881</u>	<u>5,881</u>
Analysed between Charitable activities	<u>2,332</u>	<u>2,900</u>	<u>5,232</u>	<u>-</u>	<u>5,881</u>	<u>5,881</u>

Accountancy fees comprise Independent Examiner's Fee of £750 (2018: £750) and fee for accountancy services of £2,150 (2018: £2,010).

THE JULIAN BREAM TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

11 Employees

There were no employees during the year.

12 Net gains/(losses) on investments

	Unrestricted funds general 2019 £	Unrestricted funds general 2018 £
Revaluation of investments	5,277	1,468
Gain/(loss) on sale of investments	(3,032)	758
	<u>2,245</u>	<u>2,226</u>
	<u>2,245</u>	<u>2,226</u>

THE JULIAN BREAM TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

13 Fixed asset investments

	Shares £
Cost or valuation	
At 1 April 2018	259,827
Additions	69,731
Valuation changes	5,277
Disposals	(75,790)
At 31 March 2019	259,045
Carrying amount	
At 31 March 2019	259,045
At 31 March 2018	259,827

14 Debtors

	2019 £	2018 £
Amounts falling due within one year:		
Other debtors	20,090	15,117

15 Creditors: amounts falling due within one year

	2019 £	2018 £
Other creditors	428	6,383
Accruals	2,900	2,760

16 Related party transactions

There were no disclosable related party transactions during the year (2018 - none).