

Charity Registration No. 1040076

Company Registration No. 2873432 (England and Wales)

THE MURRAY DOWNLAND TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

THE MURRAY DOWNLAND TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	G Ryan QC MA S Ward FRICS Claire Norwood BSc FCA CTA J Murray CDA CDFM M Edwards BSc FRES N Sherwin MA LLM Solicitor M Hadley R Windle FRICS FAAV Alice Parfitt BSc(Hons)	(Appointed 17 May 2021)
Secretary	Claire Norwood BSc FCA CTA	
Charity number	1040076	
Company number	2873432	
Principal address	Heyshott Farmhouse Leggs Lane Heyshott Midhurst West Sussex GU29 0DJ	
Registered office	Piper House 4 Dukes Court Bognor Road Chichester West Sussex PO19 8FX	
Independent examiner	Alain Mardle FCA Greens Court West Street Midhurst West Sussex GU29 9NQ	
Bankers	Lloyds TSB Bank plc 5 The Square Petersfield Hampshire GU32 3HL	

THE MURRAY DOWNLAND TRUST

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THE MURRAY DOWNLAND TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2021

The Trustees present their report and financial statements for the year ended 31 March 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the trust's governing document, the Companies Act 2006 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) (effective 1 January 2015)"

Objectives and activities

See Chairman's Report and reserve reports.

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

Achievements and performance

See reserve reports.

Financial review

See Treasurer's Report.

It is the policy of the company that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between six and twelve month's expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the company's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

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

Structure, governance and management

The trust is a company limited by guarantee (no. 2873432) incorporated on 19 November 1993 and is a registered charity (no. 1040076). The trust's objects are the preservation, protection, development and improvement of land of specific interest or natural beauty. The trust achieves its objects with the help of volunteers and paid contractors as necessary.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

G Ryan QC MA

S Ward FRICS

Claire Norwood BSc FCA CTA

J Murray CDA CDFM

M Edwards BSc FRES

N Sherwin MA LLM Solicitor

M Hadley

R Windle FRICS FAAV

Alice Parfitt BSc(Hons)

(Appointed 17 May 2021)

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.


THE MURRAY DOWNLAND TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2021

The charity is administered by a board of 9 directors/trustees who meet approximately 8 times a year including governance meetings and site visits. Under the Memorandum and Articles of Association, the charity has the power to make any investments which the trustees see fit.

The Trustees' report was approved by the Board of Trustees.



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N Sherwin MA LLM Solicitor

Trustee
Dated: 5th July 2021

THE MURRAY DOWNLAND TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE MURRAY DOWNLAND TRUST

I report on the financial statements of the company for the year ended 31 March 2021, which are set out on pages 4 to 11.

Respective responsibilities of Trustees and examiner

The company's Trustees, who are also the directors of The Murray Downland Trust for the purposes of company law, are responsible for the preparation of the financial statements. The Trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- (i) examine the financial statements under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- (iii) to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the next statement.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - (ii) to prepare financial statements which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.



Alain Mardle FCA

Chartered Accountant
Greens Court
West Street
Midhurst
West Sussex
GU29 9NQ

Dated: 10.09.21

THE MURRAY DOWNLAND TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
<u>Income and endowments from:</u>					
Donations and legacies	3	2,933	-	2,933	8,896
Charitable activities	4	13,016	-	13,016	10,156
Investments	5	8,031	-	8,031	9,632
Other income	6	1,800	-	1,800	-
Total income and endowments		25,780	-	25,780	28,684
<u>Expenditure on:</u>					
Charitable activities	7	14,500	-	14,500	27,638
Total resources expended		14,500	-	14,500	27,638
Net losses/(gains) on investments	11	25,837	-	25,837	(32,001)
Net movement in funds		37,117	-	37,117	(30,955)
Fund balances at 1 April 2020		222,973	7,000	229,973	260,928
Fund balances at 31 March 2021		260,090	7,000	267,090	229,973

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

THE MURRAY DOWNLAND TRUST

BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Investments	12		229,402		203,565
Current assets					
Debtors	14	2,637		-	
Cash at bank and in hand		36,254		26,716	
		<u>38,891</u>		<u>26,716</u>	
Creditors: amounts falling due within one year	15	(1,203)		(308)	
Net current assets			37,688		26,408
Total assets less current liabilities			<u>267,090</u>		<u>229,973</u>
Income funds					
Restricted funds	16		7,000		7,000
Unrestricted funds			260,090		222,973
			<u>267,090</u>		<u>229,973</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2021.

The directors acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 5/7/21



Claire Norwood BSc FCA CTA
Trustee

Company Registration No. 2873432

THE MURRAY DOWNLAND TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Company information

The Murray Downland Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Piper House, 4 Dukes Court, Bognor Road, Chichester, West Sussex, PO19 8FX.

1.1 Accounting convention

The accounts have been prepared in accordance with the company's governing document, the Companies Act 2006 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 2019). The company is a Public Benefit Entity as defined by FRS 102.

The company has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and 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 company 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.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the company.

1.4 Incoming resources

Income is recognised when the company 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.

Cash donations are recognised on receipt. Other donations are recognised once the company has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

THE MURRAY DOWNLAND TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

1.5 Resources expended

Liabilities are recognised on an accruals basis.

Charitable expenditure includes those expenses directly related to charitable activities and includes related support costs.

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.7 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. Bank overdrafts are shown within borrowings in current liabilities.

1.8 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company 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.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

THE MURRAY DOWNLAND TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

2 Critical accounting estimates and judgements

In the application of the company'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.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	1,444	7,210
Membership fees	1,489	1,686
	<u> </u>	<u> </u>

4 Charitable activities

	2021	2020
	£	£
Performance related grants	13,016	10,156
	<u> </u>	<u> </u>

THE MURRAY DOWNLAND TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

5 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Income from listed investments	8,031	9,632
	<u>8,031</u>	<u>9,632</u>

6 Other income

	Unrestricted funds	Total
	2021	2020
	£	£
Other income	1,800	-
	<u>1,800</u>	<u>-</u>

7 Charitable activities

	Nature reserve care 2021 £	Support costs 2021 £	Sundry expenditure 2021 £	Total 2021 £	Total 2020 £
Operating costs	13,647	673	-	14,320	26,618
Other expenditure	-	-	180	180	1,020
	<u>13,647</u>	<u>673</u>	<u>180</u>	<u>14,500</u>	<u>27,638</u>
	<u>13,647</u>	<u>673</u>	<u>180</u>	<u>14,500</u>	<u>27,638</u>

8 Description of charitable activities

Conservation of chalk grassland
Upkeep of nature reserves

9 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the company during the year, but 5 (2020: 4) of them were reimbursed a total of £1,256.31 (2020: £1,570.02) for postage, printing, stationery and sundries.

THE MURRAY DOWNLAND TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

10 Employees

There were no employees during the year.

11 Net (losses)/gains on investments

	2021	2020
	£	£
Revaluation of investments	25,837	(32,001)

12 Fixed asset investments

	Listed investments £
Cost or valuation	
At 31 March 2020	203,565
Valuation changes	25,837
At 31 March 2021	229,402
Carrying amount	
At 31 March 2021	229,402
At 31 March 2020	203,565

Investments exceeding 5% of the total market value

M&G Charibond Charities Income, number of shares 79,670.76 valued at £98,409.33 (2020 £98,146.41)
M&G Charifund Equities, number of shares 8,382.92 valued at £123,430.97 (2020 £100,215.31)

Fixed asset investments revalued

The historic cost of the investments is £202,734 (2020 - £202,734).

13 Financial instruments

	2021	2020
	£	£
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	229,402	203,565

14 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Trade debtors	2,637	-

THE MURRAY DOWNLAND TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

15 Creditors: amounts falling due within one year

	2021 £	2020 £
Other creditors	1,203	308

16 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds		Movement in funds		
	Balance at 1 April 2019 £	Incoming resources £	Balance at 1 April 2020 £	Incoming resources £	Balance at 31 March 2021 £
Warden Fund	7,000	-	7,000	-	7,000

17 Analysis of net assets between funds

	Unrestricted £	Restricted £	Total £
Fund balances at 31 March 2021 are represented by:			
Investments	222,402	7,000	229,402
Current assets/(liabilities)	37,688	-	37,688
	260,090	7,000	267,090