

# **THE COTTON TEXTILES RESEARCH TRUST**

Annual Report for the year ended 31<sup>st</sup> March 2022

The trustees present their report and the accounts for the year ended 31 March 2022

## **STRUCTURE, GOVERNANCE AND MANAGEMENT**

The Cotton textiles Research Trust (formerly The British Cotton Growing Association Workpeople's Collection Fund) is constituted by Deed of Trust and is a registered charity, No. 509075. Its address is c/o Finance Directorate, University of Manchester, Oxford Road, Manchester M13 9PL.

The charity trustees during the year to 31<sup>st</sup> March 2022 were:-

Professor D. Colman (Chair)

Mr. A.J. Bond

Professor R. Green

Mr. A, Ogden

The charity originated in 1904 from donations made by textile workers. The Fund is governed by a Trust declared by an order of the Court of Appeal dated 30<sup>th</sup> July 1959.

## **OBJECTIVES AND ACTIVITIES**

Founded for the benefit of workers in the British Textile Industry the charity's work includes; the promotion of such charitable objects as the Trustees shall consider beneficial to workers in the textile industry, including (but without prejudice to the generality of the foregoing) the promotion of medical research into the prevention, treatment and cure of ailments and diseases to which such workers are especially liable.

## **ACHIEVEMENTS AND PERFORMANCE**

During the year 2021/22 the charity received an exceptional number of applications and accepted three of them. Approval was given for expenditure of up to £184,101 to be spread into subsequent financial years. This sum exceeds the Trusts' annual income but the trustees judged that the quality of the applications justified drawing on the substantial accumulated cash surplus from earlier years. Recent grants have been increasingly directed to research likely to lead directly to innovation in UK textile production.

The charity continues to publicise its role and to invite bids for funding for funding via its website at <https://cottontextilesresearchtrust.org/>

The charity obtains all its income from its investment assets, which were valued at £2,215,905 at 31st March 2022 (£2,341,761 at 31st March 2021).

The investment powers of the charity permit the trustees to invest in equities in the UK and a wide range of overseas markets including the US.

### **FINANCIAL REVIEW**

The charity showed net losses resources for the year 1<sup>st</sup> April 2021 to 31<sup>st</sup> March 2022 of £94,751 (2021 Gain: £96,285) after expenditure of £189,178 (2021: £4,156) and at that date had cash on deposit amounting to £658,702 (2021: £547,657). The charity can realise investments to finance expenditure, as there is no requirement to spend only investment income rather than capital.

At 31 March 2022 the charity had unrestricted funds of £2,712,818 (2021: £2,933,426).

### **Reserves Policy**

The trustees regard the present level of reserves as adequate for the present needs of the Charity. The trustees' policy is to use funds raised primarily for the benefit of the charity's aims and objectives whilst maintaining an adequate level of reserves for normal working capital requirements.

On behalf of the trustees



Professor David Colman

Chairperson

**Statement of Financial Activities for the financial year ended 31 March 2022**

		<b>Unrestricted funds</b>	<b>Total</b>	<b>Total</b>
	<i>Notes</i>	<b>2021/22 £</b>	<b>2021/22 £</b>	<b>2020/21 £</b>
<b>INCOMING RESOURCES</b>				
<i>Investment income</i>				
Dividends from investments	4	82,009	<b>82,009</b>	100,277
Interest on cash		-	-	164
Return on unspent Grant		12,417	<b>12,417</b>	0
		<hr/>	<hr/>	
<b>TOTAL INCOMING RESOURCES</b>		94,427	<b>94,427</b>	100,441
<b>RESOURCES EXPENDED</b>				
<i>Charitable activities</i>				
Grants paid/(repaid) from individual to support research		184,101	<b>184,101</b>	0
Brokerage - custody fee		2,205	<b>2,205</b>	2,656
Administration fee		1,500	<b>1,500</b>	1,500
Miscellaneous expenses		1,372	<b>1,372</b>	0
		<hr/>	<hr/>	
<b>TOTAL RESOURCES EXPENDED</b>		189,178	<b>189,178</b>	4,156
<b>NET INCOMING RESOURCES BEFORE RECOGNISED GAINS AND LOSSES</b>				
		(94,751)	<b>(94,751)</b>	96,285
Net (loss)/gain on investment assets		(125,856)	<b>(125,856)</b>	670,901
		<hr/>	<hr/>	
<b>NET MOVEMENT IN FUNDS</b>		(220,608)	<b>(220,608)</b>	767,186
		<hr/>	<hr/>	
Fund balances brought forward at 1 April		2,933,426	<b>2,933,426</b>	2,166,240
		<hr/>	<hr/>	
<b>FUND BALANCES CARRIED FORWARD AT 31 MARCH</b>		2,712,818	<b>2,166,240</b>	2,933,426
		<hr/> <hr/>	<hr/> <hr/>	

The Cotton Textiles Research Trust

**Balance sheet as at 31 March 2022**

	Notes	2022 £	2021 £
<i>FIXED ASSETS</i>			
Investments	2	<u>2,215,905</u>	<u>2,341,761</u>
<i>CURRENT ASSETS</i>			
Accrued income		41,812	62,008
Cash held on deposit		<u>658,702</u>	<u>547,657</u>
TOTAL CURRENT ASSETS		<u>700,514</u>	<u>609,665</u>
<i>CURRENT LIABILITIES</i>			
Accrued expenditure		<u>(203,601)</u>	<u>(18,000)</u>
TOTAL CURRENT LIABILITIES		<u>(203,601)</u>	<u>(18,000)</u>
<i>NET CURRENT ASSETS</i>		<u>496,913</u>	<u>591,665</u>
<b>NET ASSETS</b>		<u><u>2,712,818</u></u>	<u><u>2,933,426</u></u>
<i>REPRESENTED BY:</i>			
UNRESTRICTED FUNDS		2,712,818	2,933,426
<b>TOTAL FUNDS</b>		<u><u>2,712,818</u></u>	<u><u>2,933,426</u></u>



DR Colman

## Notes to the accounts

### 1. Accounting policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and the preceding year.

#### 1.1 Basis of accounting

The accounts are prepared on an accruals basis.

### 2. Fixed asset investments

No of shares	Shareholding	Market Value at 31 March 2022 £	Market Value at 31 March 2021 £
47,636	Murray Income Trust	<b>422,055</b>	406,811
65,000	Murray International Trust Ord. 25p	<b>815,100</b>	785,200
450,000	Mercantile Investment Trust Ord. 25p	<b>978,750</b>	1,149,750
<b>Total Market Value 31 March</b>		<b>2,215,905</b>	2,341,761

The shares are all listed on the UK stock exchange

### 3. Contingent Liabilities

There were no contingent liabilities at 31st March 2022

### 4. Investment Income and restatement of comparatives

Investment income is stated gross of custodian fees which are shown separately in resources expended.



**Section A**

**Independent Examiner's Report**

**Report to the trustees/  
members of**

Charity Name  
The Cotton Textiles Research Trust

**On accounts for the year  
ended**

31/03/2022

**Charity no  
(if any)**

509075

**Set out on pages**

1 to 3

*(remember to include the page numbers of additional sheets)*

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended **31 / 03 / 2022**.

**Responsibilities and  
basis of report**

As the charity trustees of the Trust, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

**Independent  
examiner's statement**

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination which gives me cause to believe that in, any material respect:

- accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
- the accounts do not accord with those records; or
- 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.

**Signed:** G. Haworth

**Date:** 01/02/2023

**Name:** Gordon Haworth

**Relevant professional  
qualification(s) or body  
(if any):**

(CPFA) – Chartered Institute of Public Finance and Accountancy

**Address:**

70 Hollytree Road

Liverpool

L25 5PD

Only complete if the examiner needs to highlight matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

**Give here brief details of any items that the examiner wishes to disclose.**