

Annual Report and Accounts 2021

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Legal and Administrative Information

<i>Charity Name</i>	Wessex Medical Trust
<i>Other names by which the charity is known:</i>	Wessex Medical Research Hope for Guernsey
<i>Trust Office</i>	Mailpoint 420 Level B—South Academic Block Southampton General Hospital Southampton SO16 6YD
<i>Registered Charity Number</i>	274839

Patrons and Trustees**Patrons:**

The Lords-Lieutenant of Hampshire, Wiltshire and the Isle of Wight
The Bailiffs of Guernsey and Jersey
Sir Christopher Benson
Sir de Vic Carey

Trustees

Terry Madden	<i>Chairman</i>
Roger Allsopp	
Tony Cottam	
Professor Jonathan Cole	
Professor Max Crispin	
Professor Diana Eccles	<i>Dean of the Faculty of Medicine, University of Southampton.</i>
Stella Gardener	<i>Retired 23.04.21</i>
Professor Sir Charles George	
Luke March	<i>Appointed 23.04.21</i>
Nick Page	
Angela Suggate FCCA	
Michael Wilkins	

Officers and Advisers

<i>Independent Auditors</i>	Sheen Stickland Chartered Accountants Statutory Auditors 7 East Pallant Chichester West Sussex PO19 1TR
<i>Honorary Solicitors</i>	Womble Bond Dickinson (UK) LLP Oceana House Commercial Road Southampton SO15 1GA

Bankers

HSBC Bank plc
55 Above Bar Street,
Southampton
SO14 7DZ

Investment Managers

M&G Securities Ltd
M&G House
Victoria Road
Chelmsford
CM1 1FB

Scientific Advisory Committee

Dr Nick Evans *Chairman*
Dr Nisreen Alwan
Dr Jeremy Blaydes
Dr Claire Clarkin

Dr Jana Kreppner

Professor Sumeet Mahajan

Professor Deborah Mackay
Professor Tiina Roose

Dr Tilman Sanches-Elsner
Professor Jon Strefford
Dr Will Tapper
Dr Dawn-Marie Walker

Dr Yihua Wang

Faculty of Medicine, University of Southampton.
Faculty of Medicine, University of Southampton
Faculty of Medicine, University of Southampton
Faculty of Environmental and Life Sciences
University of Southampton
Faculty of Environmental and Life Sciences
University of Southampton
Faculty of Physical Sciences and Engineering
University of Southampton
Faculty of Medicine, University of Southampton
Faculty of Physical Sciences and Engineering,
University of Southampton
Faculty of Medicine, University of Southampton
Faculty of Medicine, University of Southampton
Faculty of Medicine, University of Southampton
Faculty of Environmental and Life Sciences,
University of Southampton
Faculty of Environmental and Life Sciences,
University of Southampton

External Expert Assessors

Professor Neil Hanley
Professor Hilary Critchley
Dr Dario Carugo

University of Manchester
University of Edinburgh
University College London

Chairman's Statement



"...we now have a sound financial position... which will hopefully help us cope with any future downturn. "

As for many others, our experience of the process of emerging from the Covid 19 pandemic has been slower and more arduous than expected. However, compared with 2020, experience has shown a general improvement in our fortunes.

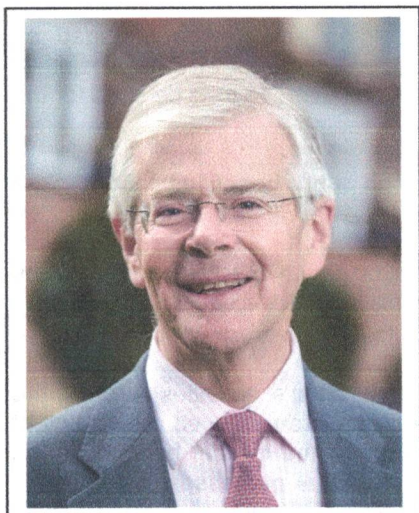
The temporary cashflow problem which was triggered in March 2020 as an immediate effect of the pandemic on stock market prices has been resolved by a happy combination of the receipt of a number of legacies and the general restoration of stock market values. As a result, we now have a sound financial position and have reserved a larger sum in cash and cash equivalents in our accounts which will hopefully help us cope with any future downturn.

Whilst we were able to award only one PhD studentship during the year (jointly funded by Rosetrees Trust), our improving cashflow situation has enabled us to take some tentative steps towards returning to our own 'normal' by offering three Innovation Grants during the summer.

For 2022, we are already processing three PhD studentships (each jointly funded) and we have agreed to offer three Innovation Grants.

Unfortunately, the New Forest Show was once again cancelled in 2021 but there is a much more positive outlook for 2022 and full preparations are in hand in conjunction with our colleagues from the Southampton University Roadshow.

During the year we bade farewell to Stella Gardiner who stepped down as a Trustee after her six year term. Stella has been very active in fundraising for the Trust over many years and we thank her in particular for this. We look forward to seeing her in the future and characteristically, she has already volunteered for a 'stint' at this year's New Forest Show.



Also during the year, we welcomed Luke March who returned as a Trustee after a gap of four years. A Deputy Lieutenant of Wiltshire, Luke lives in Salisbury and provides a very valuable ongoing link for the charity in South Wiltshire.

In conclusion, it is my pleasant duty to thank all those individuals and groups who supported us financially or otherwise during the year and especially the members of the volunteer group Hope for Guernsey whose sterling efforts have once again resulted in a substantial source of income for us.

A handwritten signature in blue ink that reads "Terry Madden". The signature is fluid and cursive, with a large initial 'T'.

Terry Madden

Trustees Report

This report should be read in conjunction with information shown on pages 2 and 3 and the Chairman's statement on pages 4 to 5.

The Trustees present their report along with the Financial Statements of the Trust for the year ended 31 December 2021. The Financial Statements have been prepared in accordance with the accounting policies set out on page 16 and comply with the trust deed, the Charities Act 2011 and the provisions of Accounting and Reporting by Charities: Statement of Recommended practice applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Charitable Objects

Wessex Medical Trust is an unincorporated Trust established by a Declaration of Trust dated 7th November 1977 and subsequent Charity Commission Schemes.

The objects of the charity are to further medical education, medical research and medical practice both in the Faculty of Medicine and more generally in the University of Southampton.

The Trustees award grants for the purposes of research into medically-related matters and the advancement of medical practice and medical education, all for the public benefit. These include the provision within the University of Southampton of:

- bursaries and scholarships for students;
- teaching facilities and medical equipment of all kinds; and
- amenities for the students and relevant staff including any person engaged on medically-related research or the instruction of medical students at such hospitals, places of education and other establishments as shall from time to time be used for the instruction of students or the carrying out of medical research.

The Trust considers it fulfils the requirements of charitable purpose and public benefit as set out in the Charities Act 2011:

- its principal charitable purpose is the advancement of health but it also contributes incidentally to the relief of those in need by reason of ill health or disability;
- its aims—as set out above—are clear and the benefits it creates are directly related to these aims and outweigh any potential detriment;
- the general public are the ultimate beneficiary of the Trust's activities through the advancement of medically-related science. Research papers produced as a result of each grant made are available in the public domain and the clinical benefits of the research are, subject to any necessary regulatory approval processes, immediately available to the general public, both in the Wessex region and beyond.

Trustees

The Board of Trustees comprises a maximum of twelve elected persons who may serve for up to two 3-year terms before retiring. An amendment made to the Trust Deed during 2012 means the Trustee Board now has the power in individual cases to extend a Trustee's tenure beyond six years. The Dean of the Faculty of Medicine at the University of Southampton is an ex-officio Trustee; the University of Southampton may appoint one further person to be a Trustee.

Grants Awarded

Details of all grants awarded during 2021 are set out on page 12. There was a total of 5 grants amounting in aggregate to £110,919 and 31 applicants made submissions for one or more of these. The Trustees are pleased to report that, once again, the grants made covered a broad range of diseases and conditions.

Trustees Report, *continued*

Research Results

The Trust not only has a rigorous process to ensure the quality of the research it supports but it also has a system of requiring reports on research results. This allows the Trustees to monitor progress from the fellowships and project grants that they award.

Financial Review

Unexpected income of £1,050,000 was received during the year by way of a restrictive legacy.

The Trust continues to manage the awarding of grants in accordance with financial circumstances and keeps fundraising and administrative costs under tight control.

Details of restricted fund movements during the year are set out in Note 17 to the financial statements and details of grants awarded are on page 12.

The value of investments reached its lowest point in March 2020, due to the pandemic, but has improved considerably since.

The overall financial position of the Trust remains sound.

The Future

The major emphasis continues to be on providing pump priming grants from the Innovation Fund to early career researchers. In addition, we have continued to develop the award of PhD studentships, which is particularly welcomed by the research community.

Governance

The Trust is governed by a Board of Trustees who are each elected for a three year period. A maximum of two consecutive three year periods may be served after which the Trustee must retire. Trustees may then be re-elected after a gap of at least one year unless invited specifically by the Trustees to continue for a further period which must itself be specified at the outset. An exception is the Dean of the Faculty of Medicine whose appointment is ex-officio.

The Trustees aim to ensure that the board has a mixture of experience and talents and is representative of the Wessex region and the Channel Islands. Once elected, the Trustees are given full written information about their duties and about the Trust and are invited to have a discussion with the Trust Director about specific policies and procedures of the time. They are also kept up to date with the Trust's work through attendance at Board Meetings and by ad hoc briefings during the year. A Trustee induction pack is given to all new Trustees.

The Board meets at least twice each year: in the late spring to receive and approve the annual accounts for the previous year, and in the autumn to review the performance of the Trust during the first half year. In addition, the Trustees attend to all matters of policy and governance.

Previously, an Executive Committee, comprising the Chairman, the Dean, the Trustee with responsibility for Finance and up to two additional co-opted Trustees, met approximately every three months with the Trust Director to review progress. Its minutes were circulated to all Trustees. However, since the closure of the fundraising operation in 2016, it has not been felt necessary to hold meetings of this committee: nevertheless, its activity may be revived if felt necessary by the Trustees.

The Board of Trustees accepts full responsibility for all of the activities of the Trust and has approved a comprehensive set of policies and procedures to guide its activities in accordance with current best practice in governance. The Board seeks external professional advice where it feels this is appropriate.

The Trustee with responsibility for Finance is charged with ensuring that sufficient controls and procedures are in place to protect the interests of our donors and of our Trustees and that the Trust satisfies the requirements of the Charity Commission, as well as advising the Board on financial matters such as the investment of its funds and on other issues such as a reserves policy. The Trustees have

Trustees Report, *continued*

appointed M&G to act on their behalf in the investment of funds whilst awaiting application. In addition, from time to time, excess cash may be invested in interest-earning cash deposit accounts with the Trust's bankers, HSBC, and other major UK banks.

As a Member of the Association of Medical Research Charities (AMRC), the Trust subscribes to a code of conduct which includes subjecting applications for funding to peer review in order that the merit and likely outcome of the project can be gauged and the scientific integrity of the projects being funded by the Trust ensured. The Trust successfully completed the most recent AMRC peer review audit in 2020.

To maintain this process independently of the Board of Trustees, the Trust has a Scientific Advisory Committee, chaired by a member of the Faculty of Medicine who also has strong academic connections to the Faculty of Physical Sciences and Engineering, both at the University of Southampton. Committee members are listed on page 3 and each serves for a maximum three year term (with a possible single extension of 3 years) or for the length of their relevant appointment at the University, whichever is shorter. Each member is precluded from receiving any research grant from the Trust during their period of office.

On each occasion, once the Scientific Advisory Committee has evaluated all applications for a grant for both scientific quality and relevance to the declared priorities of the relevant Faculty from time to time, all applications, together with its list of preferred candidates will invariably be sent for external expert assessment. For grants of £50,000 and over, all applications are additionally sent for formal external peer review, normally by at least two reviewers. Additionally, internal peer review may also be sought.

Once peer review has been satisfactorily concluded, the Trustees are invited to authorise the relevant grant.

Grants are formally awarded by the Trustees on a discretionary basis.

Risk Management

The Trustees have instituted a procedure for considering the risks to which the Trust is exposed and have taken steps to remove or minimise these risks where they are within their control. In evaluating these risks, the Trustees have identified the volatility of the stock market as a significant financial risk. The procedures in place to mitigate this risk are detailed in the paragraph of this report entitled 'Reserves Policy'. The Trustees have also identified a risk of lack of free reserves: steps to mitigate this risk are also set out in the Reserves Policy.

Investment Policy

The Trustees have full discretionary investment powers in accordance with the Declaration of Trust dated 7th November 1977 under which the Trust was set up. They have chosen to invest in two M&G unit trusts, Charifund and Charibond, and in cash. Charifund is equity based; Charibond is gilt and corporate bond based. The Trustees keep the allocation between the funds and cash under regular review to maintain a balance of risk.

Reserves Policy

It is the policy of the Trust to retain a reserve of £200,000 to protect the Trust from stock market volatility. This policy is kept under review by the Trustees during the year and on preparation of the annual accounts.

Unrestricted Reserves are set out in Note 18 to the accounts.

Trustees Report, *continued*

Liquidity

The Trustees have set an appropriate reserves policy relating to liquidity. It is the Trust's policy to keep sufficient funds in cash or cash equivalents for 12 months' forecast cash outflow. These cash funds will provide for grants payments during the year.

Supporters and Advisers

The Board of Trustees thanks our honorary solicitors, Womble Bond Dickinson LLP, for their assistance during the year. We are also extremely grateful to those external expert assessors who give their time voluntarily to assist the Scientific Advisory Committee.

Finally we are enormously grateful to all our donors, many of long standing, who have continued to support our work: without their support the charity could not have achieved so much over recent years. Particular mention goes to the Hope for Guernsey committee whose members work tirelessly organising events to raise funds and gain publicity for the charity. Our thanks go to them all.

Statement of Trustees' Responsibilities

Under charity law, the Trustees are required to prepare financial statements for each financial year which show a true and fair view of the Trust's financial activities during the year and of its financial position at the end of the year. In preparing those financial statements, generally accepted accounting practice requires that the Trustees:

- select suitable accounting policies and then apply them consistently;
- observe the methods & principles in the applicable charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether the recommendations of applicable Accounting Standards and the Statement of Recommended Practice: Accounting and Reporting by Charities (Charities SORP FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 the Trust will continue its activities.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Trust and which 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Trust and to prevent and detect fraud and other infringements.

Signed on behalf of the Trustees



Trustee
22nd April 2022

**Report of the Independent Auditors to the Trustees of
Wessex Medical Trust****Opinion**

We have audited the financial statements of Wessex Medical Trust (the 'charity') for the period ended 31st December 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31st December 2021 and of its incoming resources and application of resources, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and

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 Auditors' 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or

**Report of the Independent Auditors to the Trustees of
Wessex Medical Trust**

- sufficient accounting records have not been kept; 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 Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

-Auditing the risk of management override of controls including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale of significant transactions outside the normal course of business.

-Discuss matters around non-compliance with laws and regulations and how fraud may occur including assessment of how and where the financial statements may be susceptible to fraud.

-Auditing the risk of management override of controls including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale of significant transactions outside the normal course of business.

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 Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. 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 auditors' 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.



Sheen Stickland

Chartered Accountants

Statutory Auditors

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

7 East Pallant

Chichester, West Sussex

PO19 1TR

Date: 22nd April 2022

GRANTS AWARDED FOR THE PERIOD: 1ST JANUARY 2021 - 31ST DECEMBER 2021

	Grantee <i>Research Project</i>	Total value £
AB01	Dr Zöe Walters Faculty of Medicine PhD Studentship <i>jointly funded with Rosetrees Trust</i> <i>Student—Jack Harrington</i> <i>Investigating the therapeutic efficacy of EZH2 inhibitors for the treatment of diseases with pathogenic histone modifying enzyme mutations.</i>	49,986
AB02	3 rd Year Medical Student Project Presentation Grants	1,000
AB03	Dr Franklin de Nobrega Faculty of the Environment and Life Sciences <i>Using phages to give new life to old antibiotics against superbugs</i>	20,000
AB04	Dr Adnan Khan Faculty of Medicine <i>A clinical study evaluating biomarkers of immunosenescence in the progression of Age Related Macular Degeneration (The Immuno AMD Study)</i>	19,933
AB05	Dr Nicole Prior Faculty of the Environment and Life Sciences <i>Chemically defined biomimetic hydrogels to support human liver and pancreas organoids for the development of clinical therapies</i>	20,000
	Annual Total 2021	110,919
	<i>Annual Total 2020</i>	<i>91,228</i>

Balance Sheet as at 31st December 2021

	Note	2021 £	2020 £
Fixed Assets			
Tangible Assets	10	-	-
Investments	11	1,339,252	868,776
		<u>1,339,252</u>	<u>868,776</u>
Current Assets			
Investments	12	31,503	32,624
Debtors	13	50,512	50,604
Cash at bank and in hand		670,924	129,175
		<u>752,939</u>	<u>212,403</u>
Current Liabilities			
Amounts falling due within one year	14	<u>(256,993)</u>	<u>(394,771)</u>
Net Current Assets / (Liabilities)		495,946	(182,368)
Total Assets less Current Liabilities		<u>1,835,198</u>	<u>686,408</u>
Liabilities			
Amounts falling due after more than one year	15	(171,019)	(146,715)
Net Assets	16	<u>1,664,179</u>	<u>539,693</u>
Funds			
Unrestricted General	18	541,698	477,295
Restricted	17	1,122,481	62,398
Total Funds		<u>1,664,179</u>	<u>539,693</u>

These financial statements were approved by the Board of Trustees on 22nd April 2022 and were signed on its behalf by



Terry Madden
Chairman

The notes on pages 16 to 21 form part of these financial statements.

Statement of Financial Activities
For the Year Ended 31st December 2021

	Note	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
Income and endowments from					
Donations	2a	9,035	10,000	19,035	42,319
Legacies	2b	16,366	1,050,000	1,066,366	151,000
Other trading activities		-	2,641	2,641	3,560
Investment income	3	50,903	-	50,903	45,979
Total		76,304	1,062,641	1,138,945	242,858
Expenditure on					
Raising Funds	4	15,302	-	15,302	17,114
Charitable activities	5,8	120,953	(2,442)	118,511	94,286
Total		136,255	(2,442)	133,813	111,400
Other recognised gains/(losses)		-	-	-	-
Gains/(losses) on investment assets		119,354	-	119,354	(193,733)
Net income/(expenditure)		59,403	1,065,083	1,124,486	(62,275)
Transfers between funds	17	5,000	(5,000)	-	-
Net movement in funds		64,403	1,060,083	1,124,486	(62,275)
Reconciliation of funds					
Balances brought forward at 1 st January 2021		477,295	62,398	539,693	601,968
Balances carried forward at 31st December 2021		541,698	1,122,481	1,664,179	539,693

All amounts relate to continuing activities.

There were no other recognised gains or losses during the period.

The notes on pages 16 to 21 form part of these financial statements.

Cash Flow Statement

		2021	2020
		£	£
Cash from Operating Activities	Note 1	840,846	(20,135)
Cash flow from Investing			
Purchase of Fixed Asset Investments	(500,000)	-	-
Sale of Fixed Asset Investments	150,000	50,000	50,000
Sale of Current Asset Investments	-	17,500	17,500
Distributions Received	50,903	45,979	45,979
		<u>(299,097)</u>	<u>113,479</u>
Change in cash and cash equivalents in the period		541,749	93,344
Cash and cash equivalents at 1st January 2021		129,175	35,831
Cash and cash equivalents at 31st December 2021		<u>670,924</u>	<u>129,175</u>

Note 1**Cash from operating Activities**

Net income/(expenditure) for reporting period per SOFA	1,124,486	(62,275)
Adjustments for:		
Distributions received	(50,903)	(45,979)
Decrease in Debtors	92	8,132
Increase / (Decrease) in Creditors	1,482	(19,005)
(Decrease) in Grants payable	(114,957)	(94,741)
(Gain)/Loss on Investments	(119,354)	193,733
	<u>840,846</u>	<u>(20,135)</u>

Notes forming part of the financial statements**1. Accounting policies**

a) The financial statements are prepared under the historical cost convention as modified by the revaluation of investments at market value, and are in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard 102 and the Charities Act 2011. The transition to FRS102 has had no material effect on the reported financial performance and position of the charity.

b) The restricted funds represent monies received by the Trust that is specified by the donors for particular projects. The unrestricted fund represents uncommitted funds. The designated funds are unrestricted funds that have been set aside by the Trustees for a specific purpose.

c) Investments are stated at mid-market value. Investments that are separately held to meet current obligations are treated as current assets. The Statement of Financial Activities includes the net gains and losses arising on revaluations and disposals throughout the year.

d) All resources expended, including irrecoverable VAT, are charged against income on an accruals basis. Expenditure is allocated directly where the costs are directly attributable, otherwise on a basis of staff usage and their allocation of time. For further details of expenses, please refer to note 4 of the accounts.

Grants payable are payments made to third parties in the furtherance of the charitable objectives of the Trust. Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the Trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and any condition attaching to the grant is outside of the control of the Trust. Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

e) Donations and legacies are recognised in the Statement of Financial Activities only when there is a reasonable assurance of receipt.

f) Dividends on investments and bank interest are accounted for on the accruals basis.

g) Fixed assets are depreciated over their estimated useful lives. The method of depreciating Fixtures, Fittings and Equipment is 33% on cost. All assets costing over £500 are capitalised.

h) Costs in respect of operating leases are charged on a straight line basis over the lease term.

i) Gifts in kind are recognised at market value at the date of receipt.

Notes forming part of the financial statements - continued

2a. Donations	2021	2020
	£	£
Trusts and foundations	12,000	30,950
Individuals	6,366	6,313
Gift aid	647	21
Corporate	22	35
Other	-	5,000
	<u>19,035</u>	<u>42,319</u>

2b. Legacies

Legacies	<u>1,066,366</u>	<u>151,000</u>
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At the year end the Trust had an outstanding balance on one legacy of approximately £50,000 which has been accrued for in these accounts (2020 : 1 legacy £50,000).

3. Investment Income

	2021	2020
	£	£
Income from UK quoted investments	<u>50,903</u>	<u>45,979</u>
	<u>50,903</u>	<u>45,979</u>

4. Raising Funds

	Unrestricted	Restricted	2021	2020
	£	£	£	£
Event Costs	-	-	-	1,750
Brochures and Leaflets	3,126	-	3,126	2,990
Advertising	260	-	260	690
Support Costs	<u>11,916</u>	<u>-</u>	<u>11,916</u>	<u>11,684</u>
	<u>15,302</u>	<u>-</u>	<u>15,302</u>	<u>17,114</u>

5. Analysis of Expenditure on Charitable Activities

	Grant Funding of Activities £	Support Costs £	Total £
Advancement of medical research	96,929	21,583	118,511
	<u>96,929</u>	<u>21,583</u>	<u>118,511</u>

Notes forming part of the financial statements - continued**6. Allocation of Support Costs**

	Raising Funds	Charitable Activities	Total
	£	£	£
Office Costs	1,421	1,528	2,949
Professional Fees	10,495	16,154	26,649
Audit Fees	-	3,900	3,900
	<u>11,916</u>	<u>21,582</u>	<u>33,498</u>

Professional fees (relating to bookkeeping, accountancy and Trust Director) have been apportioned by the approximate amount of time spent in each area by the professional to which the cost relates.

Office costs have been apportioned to the activity the cost related to.

7. Staff Costs

There were no employees in 2021 (2020:nil)

No remuneration was paid to any Trustee in 2021 (2020: nil)

No expenses were paid to Trustees in 2021 (2020: nil)

8. Grants Awarded

During the year 2021 five grants totalling £110,919 (2020: three grants totalling £91,228) were awarded to the University of Southampton to fund educational posts and research projects as detailed on page 12. Grants not expended totalling £13,990 (2020: £16,609) were added/netted against these figures in the Statement of Financial Activities, of these £2,442 (2020:£nil) was from restricted funds.

9. Auditors and Independent Examiners remuneration

	2021	2020
	£	£
Auditors/independent Examiners Services	3,900	2,400
	<u>3,900</u>	<u>2,400</u>

Notes forming part of the financial statements - continued**10. Tangible Fixed Assets**

	Fixtures, Fittings and Equipment £
Cost at 1st January 2021	190
Additions	-
Disposals	-
Cost at 31st December 2021	<u>190</u>
Accumulated depreciation at 1st January 2021	190
Charge for year	-
Disposals	-
Accumulated depreciation at 31st December 2021	<u>190</u>
Net Book Value	
31 st December 2021	<u>-</u>
31 st December 2020	<u>-</u>

11. Investments at market value: fixed assets

	£
Equities - UK	
Market Value at 1st January 2021	868,776
Additions	500,000
Disposals	(131,939)
Unrealised Gain for the year	102,415
Market value at 31st December 2021	<u>1,339,252</u>

The historical cost of investments at 31st December 2021 amounted to £1,151,123 (2020: £755,484).

The equities are investments held in the M&G Equities Investment Fund for charities (Charifund)

12. Investments at market value: current assets

	£
Government Stocks	
Market Value at 1st January 2021	32,624
Additions	-
Disposals	-
Unrealised Loss for the year	(1,121)
Market value at 31st December 2021	<u>31,503</u>

The historical cost of investments at 31st December 2021 amounted to £33,463 (2020: £33,463).

The government stocks are UK securities investments held in the M&G Charibond Charities Fixed Interest Common Investment Fund.

Notes forming part of the financial statements - continued**13. Debtors**

	2021	2020
	£	£
Other debtors	50,095	50,187
Prepayments	417	417
	<u>50,512</u>	<u>50,604</u>

14. Creditors: amounts falling due within one year

	2021	2020
	£	£
Grants payable	248,976	388,236
Accruals	8,017	6,535
	<u>256,993</u>	<u>394,771</u>

15. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Grants payable	171,019	146,715
	<u>171,019</u>	<u>146,715</u>

16. Analysis of net assets

	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	£
Fixed Assets	848,632	490,620	1,339,252
Current Assets	82,015	670,924	752,939
Current Liabilities	(244,493)	(12,500)	(256,993)
Amounts falling due after more than 1 year	(144,457)	(26,562)	(171,019)
Total Net Assets	<u>536,697</u>	<u>1,127,482</u>	<u>1,664,179</u>

Notes forming part of the financial statements - continued**17. Restricted Funds**

	2021	2020
	£	£
Opening balance at 1 st January 2021	62,398	95,539
Net movement in restricted funds	1,065,083	(33,141)
Transfer to unrestricted general funds	(5,000)	-
Balance at 31st December 2021	1,122,481	62,398

The income funds of the charity include restricted funds where the donors wish the monies to be applied in a specific research area. The Trust holds many different income funds and the largest of these are illustrated below.

The sums shown are the unexpended balances of donations held on trust to be applied for a specific purpose by the Trustees at a future date.

	Opening balance at 1 st January 2021	Incoming Resources	Resources Expended	Transfers between funds	Closing balance at 31 st December 2021
	£	£	£	£	£
Allergies	9,506	-	-	-	9,506
Brain Injury	9,089	-	-	-	9,089
Cancer	17,477	1,062,641	-	-	1,080,118
Cancer [Cervical]	-	-	2,442	-	2,442
Diabetes	135	-	-	-	135
Meningitis	7,247	-	-	-	7,247
Steve Mills fund	11,882	-	-	-	11,882
States of Guernsey	5,000	-	-	(5,000)	-
Other disease specific funds	2,062	-	-	-	2,062
Total	62,398	1,062,641	2,442	(5,000)	1,122,481

Funds from States of Guernsey have been transferred to General Reserves as these were not originally awarded for a specific purpose.

18. Unrestricted Funds

	2021	2020
	£	£
Opening balance at 1 st January 2021	477,295	506,429
Net movement in Free funds	59,403	(29,134)
Transfer from Restricted Funds	5,000	-
Balance at 31st December 2021	541,698	477,295

19. Related Party Disclosures

There were no related party transactions for the year ended 31 December 2021.