



*The*  
**GOLDSMITHS'**  
*Company Charity*

**Annual Report and Financial Statements**

**For the year ended 31 March 2020**



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# Directors' Report

## Objectives and activities

The Goldsmiths' Company Charity was established by the Goldsmiths' Company, one of the Twelve Great Livery Companies of the City of London. The Charity has three objectives:

- The relief of poverty in the Greater London area and elsewhere in the United Kingdom;
- The advancement of education; and
- The advancement of such other charitable purposes (according to the law of England and Wales) as the Trustees see fit from time to time.

The Charity recognises two separate charitable activities undertaken in furtherance of the charitable objectives:

- General grant-making (through the Charity Committee, Education Committee and Court of Wardens); and
- Grant-making and other activities in support of the Goldsmiths' and allied trades (through the Collections Committee, and by funding of the Goldsmiths' Centre).

Several advisory Committees with relevant skills and expertise in their respective areas have been established, to which the Directors delegate responsibility for grant-making and other decisions on activities and spending. Each of these Committees has a separate constitution and meets regularly to address its areas of responsibility, reporting back regularly to the Directors who, over this year, were responsible for approving all of their work. The Directors meet seven times a year and consider matters that relate to the Charity's activities. Formal delegations to the Chairmen of the Committees have been agreed to ensure the timely and structured conduct of business.

The Directors confirm that they have referred to the Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning their activities for the year. The following review of achievements and performance shows how the public benefit requirements have been met.

## Achievements and performance

### Charity Committee

The Charity Committee continued to make grants in the three priority focus areas of: Prisoner Resettlement; Young People (focusing on mental health and looked-after children) and an Ageing Population. The Charity Committee maintained a balance between pledging multi-year support to ensure stability for hard-working charities, and leaving some of the budget free to support new partners and projects. Over one hundred large, small and multi-year grant payments were made during the year representing over £1m in awards.

The Charity Committee reviewed some excellent appeals from charities working to support young people's mental health and those transitioning from the care system to independent living. One such charity being supported with a grant over three years is MyBnk. The charity received their second tranche of funding for two projects – 'Money Works' and 'Money House'. The aim of these projects is to support young people who have been in care with the transition to independent living by providing them with critical money management skills. This has proven effective in helping to reduce their debt, increase the number of participants saving regularly and reduce their reliance on specialist advice services such as Step Change or Citizens Advice.

In the Ageing Population category, the Committee continued its support for charities working regionally as well as nationally, allowing smaller voluntary organisations working specifically on the issues of isolation and loneliness to apply for funding. The majority of grants awarded in this category have been small, with some exceptions. Time & Talents is a charity founded in 1887 which supports the people of Rotherhithe and Bermondsey and runs social, art and learning-based activities for all ages. The Charity Committee supported their targeted and long-standing work with older, isolated people through their befriending scheme and the Committee were pleased to hear about the effort and thought that had gone into matching people who had common interests.

The Charity Committee increased and strengthened its support of charities working in prisoner resettlement and continues to support several dedicated and specialist charities working in a very tumultuous prison environment. During the year the Charity Committee continued its grants to Clinks, the umbrella body for all charities working in the criminal justice system in the UK, and the Prison Reform Trust. New funding relationships were developed with The Clink, Prison Radio Association, the Hardman Trust, and Switchback, amongst others. The Charity Committee continues to learn a huge amount from these important relationships with charity partners, increasing its understanding of the many and varied difficulties present within the prison system.

## Directors' Report (continued)

Under its broader category of General Welfare, the Charity Committee reignited support for the national food poverty initiative, 'Feeding Britain' and longstanding support for the Refugee Council through its 'Age Disputes' project.

The executive team managing the grants were pleased to report that the Charity Committee's application system has moved online, with a successful transition to a new database. This welcome change means it is easier for organisations to apply and this, alongside other factors, has resulted in a marked increase in charities applying for small grants.

In the new financial year, the Committee will be working on drawing together all areas of giving and aligning the Small Grants Programme with the Charity Committee's main priority areas. The new guidelines will be published on the Charity's website in due course.

### Education Committee

The priority of the Education Committee is to support primary and secondary school pupils in the UK focusing on STEAM subjects. It aims to enrich the curriculum and stimulate creativity as well as improve the well-being and mental health of all those involved in education. The total grants made by the Committee in the year came to £379,000.

The Committee supported two new projects in East Yorkshire: SEED Eating Disorders Support Service and First Story. SEED is a small charity that provides sufferers and carers alike with confidential non-judgemental advice, the Goldsmiths' grant supports 50 Educational Toolkit licences for secondary schools in Hull and East Riding. First Story supports under-achieving young people from disadvantaged backgrounds to develop the knowledge, skills and cultural capital needed to succeed in life, the Charity's grant supports their work across Humberside and Grimsby.

Following the success of the National Theatre's 'On Demand in Schools' service (now known as 'NT Collection' and self-funding), the Charity now supports 'Let's Play' a creative learning programme for primary schools across the UK. The grant in the form of bursaries enables harder-to-reach schools to participate. The Charity also gave a grant to the Royal Shakespeare Company's Next Generation ACT programme enabling young people from BAME and low-income backgrounds to pursue their creative passions in acting.

The British Library launched 'Discovering Children's Books', a flagship learning website for teachers and children across the UK. The Charity's grant supports a National Outreach Manager who aims to inspire fresh ways to enrich the English curriculum and is working on an outreach programme with emphasis on disadvantaged children in hard to reach areas of the UK.

The Education Committee's Specialist Mathematics project that supports three primary schools in Gravesham (King's Farm, Lawn and Whitehill Primary schools) continued to thrive and over three years has had a wide-reaching impact on the lives of many children. Prior to the project, the schools needed an urgent injection of expertise, enthusiasm and experience to have any chance of turning around. In January 2020 the Head teacher of King's Farm Primary School received a letter from the Minister of State for School Standards congratulating the school on its Key Stage 2 assessments in 2019. The school is in the top 3% of primary schools in the country in terms of the progress the pupils made between Key Stage 1 and the end of Key Stage 2.

The Committee continued to support the Museum of London's SEND programme, the Duke of Edinburgh's Award Scheme, Livery Schools Link, the annual Royal Society's Student Conference and Winchester Science Centre's outreach programme. It gave bursaries to The Guildhall School of Music and Drama, the Royal National Children's Springboard Foundation, a chorister at St Paul's Cathedral School and to students studying medicine as a second degree through BMA Charities.

The end of 2019 saw the completion of The Goldsmiths' Grants for Teachers programme that was introduced in 2008. The programme gave teachers and head teachers an opportunity to take time out from the classroom to undertake an original project of their choice, in the UK or abroad that aimed to enhance their personal and professional development. Over the course of the programme, 85 teachers each received a grant of up to £5,000 which included supply cover when needed. In March 2020, TES published an article on 'How to support pupils who have relatives in prison'. The author of the article received a grant in 2018, that enabled her to access and spend time at ten different prisons across England and Wales, learning about the range of support available to help prisoners strengthen their family ties and about the provision and facilities for the children and families of offenders. Afsheen Nawaz, a recipient of a grant in 2014, is now a member of the Education Committee.

Finally, November 2019 saw the opening of the Goldsmiths' Sutherland Centre for Philosophy and World Religions at Ashton Sixth Form College in the North West, part of Pembroke College Oxford's Outreach and access initiative, supported

## Directors' Report (continued)

by the Education Committee. Ten Goldsmiths' Sutherland scholars were also announced in memory of the late Lord Sutherland of Houndwood, Chairman of the Education Committee from 2004-2018.

### Court of Wardens

The Wardens disbursed £285k (2019 –£375k) in response to appeals outside the remits of the Charity and Education Committees. These included grants to the Goldsmiths' Company's various military affiliations; and to support museums, welfare charities and others to enable charities to use Goldsmiths' Hall for fundraising events. Grants were also made to related associations, charities and educational trusts, as well as some grants in support of the trade.

### Grants and activities in support of the trade

The Goldsmiths' Centre is a charity originally established by the Goldsmiths' Company. Its purpose is to advance, maintain and develop art, craft, design and artisan skills, including goldsmithing. During the year, the Charity made grants to the Goldsmiths' Centre of £1.96m (2019 – £1.7m) which were used to fill the gap between the income generated through its commercial activities and the costs of meeting its charitable objects. These include: the provision of managed workspace; education and training for the public benefit; and the fostering, promotion and expansion of the interest of the public in art, craft, design and artisan skills. In addition to the provision of workshops for established and emerging businesses, a programme of relevant exhibitions, events and masterclasses was maintained throughout the year. Courses were run for individuals aspiring to work in the trade, both at foundation and graduate levels, including technical instruction, access to workshop space and mentoring. A public programme of exhibitions, events and masterclasses was also delivered. Finally, the Collaborative Funding Programme launched in 2018 continued to offer grants to partner organisations. This significantly increased the reach and impact of the Centre enabling it to support mid-career silversmiths from across the UK to improve their technical skills, members of the public to gain experience of hand engraving and school children to have often their first experience of working in metal through a partnership with the Crafts Council.

Other activities in support of the trade included preparatory work from the curatorial department in anticipation of a major loan from the Goldsmiths' Company's Collection to Lincoln Museums for the planned 2021 exhibition Treasures of the Goldsmiths' Art. A major aspect of this preparatory work was the engagement of a photographer in January 2020 to produce new digital photography of many of the objects intended to be lent for the exhibition. In addition, the Charity became trustee of the Silver Trust, the charity responsible for the silver collection principally held and used at 10 Downing Street. This will enable collaborations with the Goldsmiths' Company to promote the trade through loans from the Company's Collection to high-profile events at Downing Street. The Charity has engaged an administrator to act as the interface between the Trust and the Charity. The administrator is responsible for the care and cataloguing of the pieces at No. 10 and elsewhere and will work towards an audit of the collection.

### Performance against internal objectives

The principal internal objective was for the Charity to operate within its means. Each of the Committees was given a budget that covered the year and was charged with operating within it. Overall, the Charity's unrestricted accumulated operating surplus of £3,523,679 at the end of the year had increased by £908,983 from £2,614,696 at the start of the year.

### Factors that impact on the ability to achieve the Charity's objectives

No factors have been identified that impact on the ability to achieve the Charity's objectives other than those identified in the Risk Assessment Policy.

### Plans for future years

The Directors plan to continue operating in future years on a similar basis as set out in the objectives and activities, and achievements and performance sections. It is their intention to maintain, into the future, a broadly similar level of charitable activity, making grants and supporting the goldsmiths' craft, using the in-year income arising from its investments.

It is anticipated that there will be a continuing need to provide support for the activities of the Goldsmiths' Centre.

In addition to these ongoing grants and activities, the Charity has pledged a £10m donation to fund the redevelopment of the Museum of London in its new location in West Smithfield.

### Covid-19 Fund

Following the end of the year, the Charity announced a £1 million fund – the Goldsmiths' Covid-19 Fund – to support individuals working in the jewellery, silversmithing and allied industries, helping them through a period of hardship and sustaining the craft, skills and future of the industry, during an unprecedented period in most people's lifetimes. This was funded by a transfer from the expendable endowment of the Charity.

# Directors' Report (continued)

## Financial Review

### Reserves policy

The Directors' Reserves Policy for the Charity has previously been to maintain a surplus of income of £1.5m to ensure the Charity could continue to meet its longer-term commitments in the face of a sudden downturn in income and recognise the intention to provide an operating grant for the Goldsmiths' Centre. This policy has recently been reviewed, and it has now been decided by the Directors that the policy should be amended to retain £1.8m to £2.0m as a reserve. The level of reserves which should be retained in the Charity is reviewed annually.

At 31 March 2020 the unrestricted fund balance is £3,523,679 (2019 – £2,614,696) which is in excess of the target level of reserve of £1,800,000 to £2,000,000. It is currently planned to use the excess of £1,523,679 to help support expenditure in the face of the drop in investment income due to the Covid-19 pandemic as well as partially fund the pledged donation to the Museum of London.

### Principal funding sources

The Charity delivers its charitable activities as a result of endowments bequeathed over the centuries, and the Directors are not required to raise further funds to meet their objectives. The endowments are primarily invested in the stock market and are managed, on behalf of the Directors, by the investment managers listed on page 9.

### 1327 funds

During the year, the Charity launched a charitable giving initiative to enable members of the Goldsmiths' Company to contribute to the work of the Charity. Members can donate to the Members' Industry Scheme, focussing on young people, emerging talent, and established makers who are working or aspiring to work in the jewellery, silversmithing and allied industries. Or members can donate to the Members' Charitable Partnerships Scheme, which contributes via charitable and educational partners whose activities fall within the Charity's priority areas of youth, criminal justice, and an ageing population. Some members may also choose to donate to both of these important schemes. During the year, the Members' Industry Scheme received donations of £32,110 and the Members' Charitable Partnerships Scheme received donations of £76,282.

### Investment policy

The Directors review the Charity's Investment Policy every year. The Charity considers it best to hold its assets in the form of marketable securities. It is the intention to dispose of the remaining investment properties when the timing is right.

In instructing the investment managers, the Directors have decided to pursue an investment policy for the Charity which both provides income to enable them to address their current objectives and enhances income and capital growth over the longer term, thereby enabling them to meet their objectives into the future. The investment managers are required to pay attention to the standard investment criteria, namely the suitability of the class of the investment and the need for diversification when appropriate.

Any restrictions on the type of investments or markets in which the investment manager can invest are set out in writing. Over the year of this report, no restrictions were placed on the investment manager other than that no derivative transactions were to be undertaken without prior written permission.

### Investment objectives

The standing investment objectives set down for the investment manager were as follows:

- To maintain the real value of the capital over the longer term;
- To provide annual income as directed (annually) by the Investment Committee on behalf of the Directors;
- To invest the assets in a balanced portfolio, which will consist mainly of equities and fixed income securities, to provide a growing income; and
- To seek an appropriate level of income from each investment.

### Investment performance against investment objectives

The Charity's total investment portfolio had a market value on 31 March 2020 of £126.7m (2019 – £145.1m), inclusive of investments attributable to restricted funds and cash available for investment.

The value of the endowment fund portfolio managed by the investment managers decreased by 13.3% to £115.0m (2019 – increased by 4.6% to £132.7m). Other investments held were alternative investments of £1.2m (2019 – £1.6m) held in Private Equity Funds, and £7.2m (2019 – £7.4m) in a property investment fund.

## Directors' Report (continued)

The investment managers were set an income target of £3.6m for the year. Actual income achieved from the portfolio was £4.4m (2019 – £4.0m) which was an annual return of 3.3% (2019 – 3.2%) on the opening investment portfolio managed by the investment managers.

The value of investment properties included in the Charity's investment portfolio remained level at £3.2m (2019 – decrease of £20k to £3.2m) which reflects the changing conditions in the City. The rental income of £0.1m remains unchanged.

The Directors are mindful of the present challenging economic conditions owing to the Covid-19 pandemic and, through the Investment Committee which meets quarterly, will keep under review the income targets, capital growth performance and investment mix to minimise risk. The total investment portfolio recovered significantly from £126.7m at 31 March 2020 to £141.6m at 30 June 2020.

### Fundraising activities

The Directors take their responsibilities under the Charities (Protection and Social Investment) Act 2016 seriously and have considered the implications on their fundraising activities. The Charity does not raise funds directly from the general public and does not actively solicit donations. The Charity does not receive commercial sponsorship. The Directors are not aware of any complaints made in respect of fundraising during the year.

### Risk assessment policy

A risk assessment report is reviewed at least once a year by the Directors. The five principal areas of risk that have been identified and require to be managed are deemed to be: the protection of assets; the protection of income; staffing issues; the protection of reputation; and effective grant-making. The Directors keep under review the major risks facing the Charity and are satisfied that appropriate systems and processes are in place to mitigate these risks, summarised below.

**Protection of assets:** immediate oversight provided by the Investment Committee, which consults professional advisors and monitors their performance as appropriate. Cash is spread between various banks with appropriate credit ratings. The Covid-19 pandemic saw significant reductions in investment values in March, which reduced the value of the Charity's investments. Some recovery has been seen since the end of the year, however the markets remain volatile. The Investment Committee has continued to assess and mitigate risk as considered appropriate.

**Protection of income:** an expenditure budget is set against forecast income each year. A free reserves policy has been set to guard against factors outside the control of the Directors which may adversely affect income. The Covid-19 pandemic is expected to materially reduce income in the short-term, and the Directors are taking action, such as reducing expenditure and the use of reserves as considered appropriate.

**Staffing issues:** the Charity does not employ staff directly. All staff working on behalf of the Charity are employed by the Goldsmiths' Company, which makes a management recharge against the Charity. The Directors are satisfied that the Goldsmiths' Company holds appropriate insurances and has sufficient capacity and disaster recovery plans to continue to provide administration services for the Charity in the event of contingency situations or foreseeable disasters. The Covid-19 pandemic necessitated that staff work from their own homes as opposed to their normal workplace, but has not caused significant issues beyond this.

**Protection of reputation:** the Directors are careful to observe procedures laid down in relevant legislation, standards and guidance from regulators. Solicitors are appointed to give advice on any charitable matter the Directors deem appropriate. The Charity is a member of the Association of Charitable Foundations which gives advice on updated regulations and best practice. The Charity does not make grants to any body with an evident party-political stance, or any body which might adversely affect its reputation.

**Effective grant-making:** grant-making is normally confined to the Greater London Area, national charities and community foundations. Grant applications are conducted through an application form available on the Charity's website, and are supported by the applicant's latest financial statements. Where necessary, the applicant is visited and/or independent referees are consulted. Grants are decided by the Directors via the relevant Committee. Grant recipients are asked to submit a report detailing how the grant has been used and the impact achieved, which is reviewed by the relevant Committee.

### Overview

The Charity's net assets have decreased to £136.9m (2019 – £154.2m). The decrease was mainly due to the effect of the Covid-19 pandemic on investment values.

## Directors' Report (continued)

On the balance sheet date the Charity held £21.1m in bank balances (2019 – £9.7m) of which £11.8m (2019 – £1.9m) was uninvested cash held by the investment managers. The increase in cash held by investment managers was due to a change in investment managers, and has now largely been invested in securities. £6.0m of the cash is held for the planned donation to the Museum of London.

### Statement of Directors' Responsibilities

The Directors are responsible for preparing the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law they are required to prepare the financial statements in accordance with UK Accounting Standards including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland.

Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the excess of income over expenditure for that year. In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK 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 charitable company will continue its activities.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the charitable company and to prevent and detect fraud and other irregularities.

The Directors who held office at the date of approval of the Directors' report confirm that, so far as they are aware, there is no relevant audit information of which the Charity's auditor is unaware. Furthermore, the Directors are of the view that, under their delegated authority, the members of the Charity's staff have taken all steps that they ought to have taken as management to make themselves aware of any relevant audit information and to establish that the Charity's auditor is aware of that information. Pursuant to Section 487 of Companies Act 2006, the auditor will be deemed to be reappointed and Saffery Champness LLP will therefore continue in office.

### Reference and Administrative Details

The Goldsmiths' Company Charity is a charitable company limited by guarantee and does not have share capital. The company was formed on 6 November 2017 in England and Wales with company number 11048746 and registered with the Charity Commission for England and Wales on 7 November 2017 with charity number 1175593.

The principal and registered office of the company is Goldsmiths' Hall, 13 Foster Lane, London EC2V 6BN.

The Directors of the company (who are also Trustees of the Charity for the purposes of charity law) are as follows:

Mr R.N. Fox – Chair  
Mr R.D. Agutter  
Mr E.C. Braham  
The Lord Bridges  
Dame Lynne Brindley  
Ms V.R. Broackes  
Brigadier E.A. Butler  
Mr N.A.P. Carson  
Mrs J.A. Cobham-Lowe  
Mr A.P.A. Drysdale  
Mr T.R.B. Fattorini  
Mr A.M.J. Galsworthy  
Ms J.F.C. Goad

Mr R.N. Hambro  
Ms J. Hardy  
Mr E.M. Harley  
Mr G.G. Macdonald  
Dr C.G. Mackworth-Young  
Mr R.R. Madeley  
Mr H.J. Miller  
Mr W.H.M. Parente  
Mr M.C.T. Prideaux  
Mr R.H. Reid  
Mr T.B. Schroder  
Mr M.J. Wainwright

# Directors' Report (continued)

## Structure, Governance and Management

### Restructure and linked charities

As of 1 April 2019, under a Charity Commission Scheme dated 13 June 2019, the Goldsmiths' Company Charity, charity number 1175593, became the trustee of The Silver Trust, charity number 299152.

The charities were linked for accounting and administration purposes under a single registration number, preparing a single set of accounts. The Charitable undertakings of the Goldsmiths' Company Charity or its linked charities did not change as a result of this event.

All amounts shown in these financial statements, including the 2019 comparative amounts, incorporate the movements and balances of The Silver Trust. Further analysis is included note 11.

### Board of Directors – Selection and Induction

Directors are elected to the board through a process of selection from the Livery of the Goldsmiths' Company. Upon appointment, each new Director of the Charity meets with the Clerk of the Goldsmiths' Company who, in his capacity as Clerk and Correspondent to the Charity, briefs the new Director on the role and responsibilities of a Director. Each Director is also issued with a pack of appropriate documents including the Charity Governance Code as well as the following Charity Commission publications:

- CC3 "The Essential Trustee – What you need to know";
- CC8 "Internal Financial Controls for Charities";
- CC26 "Charities and Risk Management".

The Directors monitor their own performance and ensure that they are kept up to date on all the relevant changes to the legal and accounting requirements for a Charity of this size.

### Key management personnel

The Directors delegate day to day management of the Charity to the following:

Sir David Reddaway – Clerk and Correspondent  
Miss C.A. Brown – Head of Charitable Partnerships & Strategy  
Mr S.G. Hutchinson – Deputy Clerk

### Professional advisors

Solicitors: Forsters LLP  
31 Hill Street  
London W1J 5LS

BDB Pitmans LLP  
One Bartholomew Close  
London EC1A 7BL

Surveyor: CBRE Ltd  
St Martin's Court  
10 Paternoster Row  
London EC4M 7HP

Auditor: Saffery Champness LLP  
71 Queen Victoria Street  
London EC4V 4BE

## Directors' Report (continued)

Investment Managers: Sarasin & Partners LLP  
Juxon House  
100 St Paul's Churchyard  
London EC4M 8BU

Waverton Investment Management Limited  
16 Babmaes Street  
London SW1Y 6AH

Banker: Barclays Bank plc  
1 Churchill Place  
London E14 5HP

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements were approved by the board of directors on  
and are signed on their behalf by:



..... Date: 23 September 2020

Richard Fox

Chair

## Independent Auditor's Report to the Members (continued)

### Opinion

We have audited the financial statements of The Goldsmiths' Company Charity for the year ended 31 March 2020 which comprise the Statement of Financial Activities, Balance sheet, 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, including Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the charitable company's state of affairs as at 31 March 2020 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; and
- have been prepared in accordance with the Companies Act 2006.

### 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 charitable company 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 directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company'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 directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report 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 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.

## Independent Auditor's Report to the Members (continued)

### Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

### Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and to take advantage of the small companies exemption in preparing the Directors' Report.

### Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page 7, the directors (who are also trustees of the charitable company for the purposes of charity law) 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 directors 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 directors are responsible for assessing the charitable company'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 charitable company or to cease operations, or have no realistic alternative to do so.

### Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under the Companies Act 2006 and report in accordance with 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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

## Independent Auditor's Report to the Members (continued)

### Use of our report

This report is made solely to the charitable company's members and the directors, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company, the charitable company's members and directors as a body, for our audit work, for this report, or for the opinions we have formed.



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Liz Hazell (Senior Statutory Auditor)  
for and on behalf of Saffery Champness LLP

Chartered Accountants      71 Queen Victoria Street  
Statutory Auditors          London EC4V 4BE

Date: 6 October 2020.

Saffery Champness LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

# Statement of Financial Activities

For the year ended 31 March 2020  
(including the Income and Expenditure Account)

	Note	2020			2019
		Unrestricted Fund	Restricted Funds	Endowment Fund	Total Funds
		£	£	£	£
<b>Income from</b>					
Donations	2	-	119,511	-	1,084,079
Investments	2	4,949,889	15,708	-	4,751,063
Other	2	-	329	-	290
<b>Total</b>		<b>4,949,889</b>	<b>135,548</b>	<b>-</b>	<b>5,835,432</b>
<b>Expenditure on</b>					
Raising funds:					
Investment management fees		-	-	594,854	532,337
Charitable activities:					
General grants	3	1,908,411	43,835	-	2,396,010
Support of the trade	3	2,132,495	29,315	-	2,148,123
Total charitable activities		4,040,906	73,150	-	4,544,133
<b>Total</b>		<b>4,040,906</b>	<b>73,150</b>	<b>594,854</b>	<b>5,076,470</b>
		908,983	62,398	(594,854)	758,962
Net (losses)/gains on investments		-	(21,076)	(17,595,304)	6,644,255
<b>Net income/(expenditure) and net movement in funds</b>		<b>908,983</b>	<b>41,322</b>	<b>(18,190,158)</b>	<b>7,403,217</b>
<b>Total funds brought forward</b>		<b>2,614,696</b>	<b>1,159,535</b>	<b>150,398,222</b>	<b>146,769,236</b>
<b>Total funds carried forward</b>		<b>3,523,679</b>	<b>1,200,857</b>	<b>132,208,064</b>	<b>154,172,453</b>

All amounts relate to continuing operations.

The Charity has no recognised gains or losses other than the net movement in funds for the year.

The notes on pages 16 to 33 form part of these financial statements.

A comparative Statement of Financial Activities is included in note 18.

The figures shown for 2019 in the financials statements and notes to the accounts include the linked charity, The Silver Trust, as described in note 11.

# Balance Sheet

As at 31 March 2020

Company number 11048746

		<u>2020</u>	<u>2019</u>
	Note	£	£
<b>Fixed assets</b>			
Heritage assets	11	520,596	520,596
Investments	6	<u>126,684,763</u>	<u>145,064,847</u>
		<u>127,205,359</u>	<u>145,585,443</u>
<b>Current Assets</b>			
Debtors	7	1,163,642	1,250,178
Cash at bank		<u>9,286,809</u>	<u>8,289,447</u>
		10,450,451	9,539,625
<b>Current liabilities</b>			
Creditors falling due within one year	8	723,210	819,365
<b>Net current assets</b>			
		<u>9,727,241</u>	<u>8,720,260</u>
<b>Non-current liabilities</b>			
Creditors falling due in more than one year	8	-	133,250
<b>Net assets</b>			
		<u>136,932,600</u>	<u>154,172,453</u>
<b>Funds</b>			
Endowment fund	12	132,208,064	150,398,222
Restricted funds	13	1,200,857	1,159,535
General fund	14	3,523,679	2,614,696
		<u>136,932,600</u>	<u>154,172,453</u>

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The notes on pages 16 to 33 form part of these financial statements.

The figures shown for 2019 in the financials statements and notes to the accounts include the linked charity, The Silver Trust, as described in note 11.

Signed on behalf of the Board of Directors by:



Richard Fox – Chair Date: 23 September 2020



Lynne Brindley – Director Date: 23 September 2020

# Statement of Cash Flows

For the year ended 31 March 2020

	<u>2020</u>	<u>2019</u>
	£	£
<b>Cash flows from operating activities</b>		
Net income for the year per SoFA	(17,239,853)	7,403,217
Adjustments for:		
Net losses/(gains) on investments	17,616,380	(6,644,255)
Dividends, interest and rents from investments	(4,965,597)	(4,751,063)
Decrease in debtors	86,536	311,627
(Decrease)/increase in creditors	<u>(229,405)</u>	<u>570,651</u>
Net cash used in operating activities	<u>(4,731,939)</u>	<u>(3,109,823)</u>
<b>Cash flows from investing activities</b>		
Dividends, interest and rents from investments	4,965,597	4,751,063
Proceeds from sale of investments	88,250,840	41,539,533
Purchase of investments	<u>(77,062,743)</u>	<u>(43,075,738)</u>
Net cash provided by investing activities	<u>16,153,694</u>	<u>3,214,858</u>
Change in cash and cash equivalents in the year	11,421,755	105,035
Cash and cash equivalents at the beginning of the period	<u>9,688,044</u>	<u>9,583,009</u>
<b>Cash and cash equivalents at the end of the period</b>	<u>21,109,799</u>	<u>9,688,044</u>
<b>Analysis of cash and cash equivalents</b>		
Cash at Bank	3,536,809	2,289,447
Deposits with maturity in less than 12 months	5,750,000	6,000,000
Cash available for investment held by investment managers	<u>11,822,990</u>	<u>1,398,597</u>
	<u>21,109,799</u>	<u>9,688,044</u>
<b>Analysis of changes in net debt</b>		
Cash and cash equivalents at the beginning of the period	9,688,044	9,583,009
Cash flows	<u>11,421,755</u>	<u>105,035</u>
<b>Cash and cash equivalents at the end of the period</b>	<u>21,109,799</u>	<u>9,688,044</u>

The notes on pages 16 to 33 form part of these financial statements.

The figures shown for 2019 in the financials statements and notes to the accounts include the linked charity, The Silver Trust, as described in note 11.

# Notes to the Financial Statements

For the year ended 31 March 2020

## 1. Principal accounting policies

- a) The financial statements have been prepared under the historical cost convention, with the exception that investment properties and investments are included at market value. The financial statements have been prepared in accordance with the Charities SORP (FRS 102) 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) and the Financial Reporting Standard (FRS 102) applicable in the United Kingdom and Republic of Ireland and the Charities Act 2011 and UK Generally Accepted Accounting Practice.
- b) There are no material uncertainties about the Charity's ability to continue and the financial statements are prepared on a going concern basis. While the Covid-19 pandemic had a material effect on investment values at 31 March 2020, and reduced income and market volatility is expected to continue, the Charity is still very well placed to withstand any further impact.
- c) The Charity is a public benefit entity.
- d) The financial statements are prepared in pounds sterling.
- e) Income is brought into account when receivable; dividends are recognised once the dividend has been declared and the amount is known.
- f) Expenditure is accounted for on an accruals basis.
- g) Charitable activities – The Directors consider that the Charity is involved in two areas of charitable activity: direct grant making and activities which are in support of the goldsmithing, silversmithing and allied trades.
- h) Support costs – The Charity does not employ any staff. A management recharge is made by the Goldsmiths' Company which includes staffing and associated costs on a time-apportionment basis. The majority of these costs support the grant-making activity, with a small proportion being allocated to governance costs.
- i) Governance costs comprise all costs involving the public accountability of the Charity and its compliance with regulation and good practice. These include costs related to statutory audit and legal fees and Director insurance, and are part of the support costs.
- j) Grants payable are recognised in the year in which the commitment is made. Commitment is made when the Charity is obligated to pay the grant, for example: when the grantee is notified in writing of the award, or; the grant is paid.
- k) Investment management and property valuation fees are charged to the Endowment Fund.
- l) Valuation, capitalisation and depreciation of property – Investment properties are included in the financial statements at open market values. No depreciation or amortisation is provided in respect of freehold properties. Gains or losses on revaluation are included in the Endowment Fund.
- m) Investments are included on the Balance Sheet at market value. Investment gains and losses are calculated by reference to opening market value and disposal proceeds and are recognised as movements in the Endowment Fund.
- n) Cash at Bank – Included in this figure are amounts held directly by the Charity in a number of bank accounts, together with amounts held by the investment managers on the Charity's behalf.
- o) Areas of significant estimation or judgement – investment properties are valued each year on a market value basis, in accordance with practice statements of the Appraisal and Valuation Manual of the Royal Institution of Chartered Surveyors. No other significant estimations or judgements have been identified.
- p) Following the amalgamation of three charities in 2001 the permanent and expendable endowment funds presented in these financial statements are based on those inherited from the predecessor charities. Where applicable, specific movements attributable to the brought forward permanent and expendable endowment funds have been allocated to the funds to which they relate. All other movements have been allocated to the funds based on the relative percentages of the permanent and expendable endowment funds at the beginning of the year (see Note 12).
- q) In addition to the restriction on expenditure of permanent endowment laid down by the Charity Commission Scheme, current policy is not to apply expendable endowment for income purposes. All income from endowment funds is allocated to an Unrestricted Fund for expenditure in furthering the objects of the Charity.
- r) Taxation – the Charity is exempt from direct taxation on its income and gains to the extent that they are applied exclusively to charitable activities. The Charity is not registered for Valued Added Tax and therefore irrecoverable Input Tax is included within the relevant cost heading.



## Notes to the Financial Statements (continued)

### 3. Expenditure on charitable activities

	2020		
	Unrestricted Fund £	Restricted Funds £	Total Funds £
General grants			
Charity Committee	1,026,990	-	1,026,990
Education Committee	379,333	-	379,333
Wardens Grants - General	243,368	-	243,368
Other Grants - General	-	43,800	43,800
<b>Total Grants - General</b>	<b>1,649,691</b>	<b>43,800</b>	<b>1,693,491</b>
Goldsmiths' Centre	1,818,000	-	1,818,000
Goldsmiths' Centre - Capital Funding	142,000	-	142,000
Other grants - Support of trade	41,000	11,491	52,491
<b>Total Grants - Support of the Trade</b>	<b>2,001,000</b>	<b>11,491</b>	<b>2,012,491</b>
<b>Total Grants</b>	<b>3,650,691</b>	<b>55,291</b>	<b>3,705,982</b>
Department spend in support of the trade	14,263	16,998	31,261
<b>Total Grants &amp; Other Charitable Activities</b>	<b>3,664,954</b>	<b>72,289</b>	<b>3,737,243</b>
Support costs	375,952	861	376,813
<b>Total expenditure</b>	<b>4,040,906</b>	<b>73,150</b>	<b>4,114,056</b>
	2019		
	Unrestricted Fund £	Restricted Funds £	Total Funds £
General grants			
Charity Committee	986,110	-	986,110
Education Committee	415,049	-	415,049
Wardens Grants - General	324,495	-	324,495
Other Grants - General	385,000	7,991	392,991
<b>Total Grants - General</b>	<b>2,110,654</b>	<b>7,991</b>	<b>2,118,645</b>
Goldsmiths' Centre	1,627,000	-	1,627,000
Goldsmiths' Centre - Capital Funding	86,000	-	86,000
Other grants - Support of trade	50,270	38,721	88,991
<b>Total Grants - Support of the Trade</b>	<b>1,763,270</b>	<b>38,721</b>	<b>1,801,991</b>
<b>Total Grants</b>	<b>3,873,924</b>	<b>46,712</b>	<b>3,920,636</b>
Department spend in support of the trade	190,420	2,911	193,331
<b>Total Grants &amp; Other Charitable Activities</b>	<b>4,064,344</b>	<b>49,623</b>	<b>4,113,967</b>
Support costs	430,072	94	430,166
<b>Total expenditure</b>	<b>4,494,416</b>	<b>49,717</b>	<b>4,544,133</b>

A full list of grants is included on pages 29 to 33.

## Notes to the Financial Statements (continued)

### 4. Support costs

The Charity does not itself employ any staff.

Management recharges from the Goldsmiths' Company for central support functions and grants administration are calculated to include staffing and associated costs on a time-apportionment basis. The total amount of management recharges from the Goldsmiths' Company in the year was £338,591 (2019 – £430,072).

Professional fees include the auditors' remuneration of £12,300 (2019 £12,000).

None of the Directors received any remuneration in the year (2019 – nil). No expenses were reimbursed to any Director during the year.

	2020		Total £
	General grants £	Support of the Trade £	
<b>Unrestricted funds</b>			
Management Recharge			
Staffing Costs	160,359	65,368	225,727
Office Costs	80,180	32,684	112,864
	<u>240,539</u>	<u>98,052</u>	<u>338,591</u>
Direct costs	18,181	19,180	37,361
Total support costs	<u>258,720</u>	<u>117,232</u>	<u>375,952</u>
Direct expenditure			
Total Grants - General	1,649,691	-	1,649,691
Total Grants - Support of the Trade	-	2,001,000	2,001,000
Department spend in support of the trade	-	14,263	14,263
Total unrestricted fund expenditure	<u>1,908,411</u>	<u>2,132,495</u>	<u>4,040,906</u>
<b>Restricted funds</b>			
Direct costs	35	826	861
Total support costs	<u>35</u>	<u>826</u>	<u>861</u>
Direct expenditure			
Total Grants - General	43,800	-	43,800
Total Grants - Support of the Trade	-	11,491	11,491
Department spend in support of the trade	-	16,998	16,998
Total restricted fund expenditure	<u>43,835</u>	<u>29,315</u>	<u>73,150</u>
Total expenditure on charitable activities	<u>1,952,246</u>	<u>2,161,810</u>	<u>4,114,056</u>

## Notes to the Financial Statements (continued)

	<b>2019</b>		
	<b>General grants</b>	<b>Support of the Trade</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Unrestricted funds</b>			
Management Recharge			
Staffing Costs	178,591	95,596	274,187
Office Costs	89,295	47,798	137,093
	<u>267,886</u>	<u>143,394</u>	<u>411,280</u>
Direct costs	9,396	9,396	18,792
Total support costs	<u>277,282</u>	<u>152,790</u>	<u>430,072</u>
Direct expenditure			
Total Grants - General	2,110,654	-	2,110,654
Total Grants - Support of the Trade	-	1,763,270	1,763,270
Department spend in support of the trade	-	190,420	190,420
Total unrestricted fund expenditure	<u>2,387,936</u>	<u>2,106,480</u>	<u>4,494,416</u>
<b>Restricted funds</b>			
Direct costs	83	11	94
Total support costs	<u>83</u>	<u>11</u>	<u>94</u>
Direct expenditure			
Total Grants - General	7,991	-	7,991
Total Grants - Support of the Trade	-	38,721	38,721
Department spend in support of the trade	-	2,911	2,911
Total restricted fund expenditure	<u>8,074</u>	<u>41,643</u>	<u>49,717</u>
Total expenditure on charitable activities	<u>2,396,010</u>	<u>2,148,123</u>	<u>4,544,133</u>

### 5. Governance costs

Governance costs are included within the direct support costs in note 4 and include costs related to the statutory audit, legal fees and Director insurance, together with an allocation of costs for staff time involved in supporting the governance of the Charity.

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Apportionment of Staff Costs	68,851	48,736
Professional fees (audit, legal)	20,870	2,312
Trustee Indemnity Insurance	3,511	2,608
	<u>93,232</u>	<u>53,656</u>

## Notes to the Financial Statements (continued)

### 6. Investments

#### a) Investment properties

The Charity's investment properties comprise one City of London office property, a housing trust and sundry other properties in Acton. The historical cost of all properties is nil.

The properties were revalued at 31 March 2020 by CBRE Ltd, Chartered Surveyors, St Martin's Court, 10 Paternoster Row, London EC4M 7HP, on a market value basis, in accordance with practice statements of the Appraisal and Valuation Manual of the Royal Institution of Chartered Surveyors.

CBRE noted that, due to the unknown future impact of the coronavirus pandemic, the valuation was subject to material valuation uncertainty as set out in VPS 3 and VPGA 10 of the RICS Valuation – Global Standards.

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<i>Endowment Fund</i>		
Valuation brought forward	3,181,000	3,201,000
Disposal Proceeds	-	(1,177,538)
Profit on Disposals	-	127,538
Additions at Deemed Cost	-	1,050,000
Net Loss on Revaluation	-	(20,000)
Valuation carried forward	<u>3,181,000</u>	<u>3,181,000</u>
Historical Cost	-	-
Accumulated Gains	<u>3,181,000</u>	<u>3,181,000</u>

#### b) Investments

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<i>Endowment Fund</i>		
Valuation brought forward	140,056,692	131,888,197
Disposal Proceeds	(88,250,822)	(39,930,537)
(Loss)/Profit on Disposals	(9,329,346)	1,556,273
Additions at Cost	77,062,743	41,594,280
Net (Loss)/Gain on Revaluation	(8,265,977)	4,948,479
Valuation carried forward	<u>111,273,290</u>	<u>140,056,692</u>
Historical Cost	111,929,483	123,215,772
Accumulated (Losses)/Gains	<u>(656,193)</u>	<u>16,840,920</u>

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<i>Restricted Funds</i>		
Valuation brought forward	428,558	396,593
Disposal Proceeds	-	(431,458)
Profit on Disposals	-	34,864
Additions at Cost	-	431,458
Net Loss on Revaluation	(21,075)	(2,899)
Valuation carried forward	<u>407,483</u>	<u>428,558</u>

## Notes to the Financial Statements (continued)

### c) Investment cash

Cash held for the purpose of investing is as follows:

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<i>Endowment Fund</i>		
Cash available for investment	11,822,990	1,398,597
	<u>11,822,990</u>	<u>1,398,597</u>
Total Investments valuation carried forward	<u>126,684,763</u>	<u>145,064,847</u>

Investments are held in the following asset classes:

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Investment properties	3,181,000	3,181,000
Investment property fund	7,170,918	7,380,871
UK equities	23,870,733	41,366,072
Overseas equities	67,974,171	66,862,204
Fixed interest	12,664,951	24,876,103
Cash	11,822,990	1,398,597
	<u>126,684,763</u>	<u>145,064,847</u>

As at 31 March 2020, the external valuer for the investment property fund included a material uncertainty provision in its valuation certificate due to the effective closure of the commercial property market by the measures being taken to limit the spread of Covid-19, and dealing in the fund had been suspended.

## 7. Debtors

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Investment Income receivable	1,148,150	1,232,834
Sundry debtors and prepayments	15,492	17,344
	<u>1,163,642</u>	<u>1,250,178</u>

## 8. Creditors

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<i>Falling due within one year</i>		
Related party creditors	48,902	106,255
Grants payable	474,101	540,867
Investment Management fees	143,904	133,490
Rental income received in advance	25,313	25,313
Sundry Accruals	30,990	13,440
	<u>723,210</u>	<u>819,365</u>

## Notes to the Financial Statements (continued)

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<i>Falling due in more than one year</i>		
Grants payable	-	133,250
	<u>-</u>	<u>133,250</u>

### 9. Commitments

At 31 March 2020 the Charity is committed to providing funds to investment vehicles as part of the overall investment strategy of the Charity. The amounts committed at 31 March 2020 and 2019 are expressed in sterling in the table below.

The total commitments to investments in the Schroder Fund of Funds II and IV are due for settlement as follows:

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Schroder Private Equity Fund of Funds II	9,686	9,450
Schroder Private Equity Fund of Funds IV	46,802	73,703
	<u>56,488</u>	<u>83,153</u>

Under the terms of the funding agreement if the Charity defaults on its obligation to advance the required funds certain penalty clauses take effect. No provision has been made with respect of these clauses on the basis that the Charity intends to meet the commitments.

The Charity's investment property is let under an operating lease. The future minimum lease payments receivable under non-cancellable leases are as follows:

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Operating lease receipts which fall due:		
Within one year	101,250	101,250
After one year but within five years	405,000	405,000
Later than five years	4,809,375	4,910,625
	<u>5,315,625</u>	<u>5,416,875</u>

### 10. Related party transactions

In addition to the management recharges made by other Goldsmiths' entities which are explained in Note 4, there are expenses paid by the Goldsmiths' Company on behalf of the Charity which the Charity then reimburses to the Goldsmiths' Company. There are no other transactions between the Charity and the Goldsmiths' Company or connected persons.

The balance due to the Goldsmiths' Company of £48,902 (2019 – £106,255) represents unpaid management charges and other reimbursable expenditure.

The Charity made no purchases (2019 – £6,084) from Thomas Fattorini Limited, a company owned by one of the Directors of the Charity.

Donations made to the Charity by the Directors during the year came to £15,523 (2019 – £3,570).

### 11. Linked Charities

As of 1 April 2019, under a Charity Commission Scheme dated 13 June 2019, the Goldsmiths' Company Charity, charity number 1175593, became the trustee of The Silver Trust, charity number 299152.

The charities were linked for accounting and administration purposes under a single registration number, preparing a single set of accounts. The Charitable undertakings of the Goldsmiths' Company Charity or its linked charities did not change as a result of this event.

## Notes to the Financial Statements (continued)

All amounts shown in these financial statements, including the 2019 comparative amounts, incorporate the movements and balances of The Silver Trust.

Analysis of the individual charities follows.

### a) Analysis of principal SoFA components for the current year

	<b>2020</b>		
	<b>Goldsmiths' Company Charity</b>	<b>The Silver Trust</b>	<b>Combined total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Total income	5,085,437	-	5,085,437
Total expenditure	4,708,149	761	4,708,910
Net income/(expenditure)	377,288	(761)	376,527
Net gains on investments	(17,616,380)	-	(17,616,380)
Total funds brought forward	153,651,096	521,357	154,172,453
Total funds carried forward	136,412,004	520,596	136,932,600

### b) Analysis of principal SoFA components for the previous year

	<b>2020</b>		
	<b>Goldsmiths' Company Charity</b>	<b>The Silver Trust</b>	<b>Combined total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Total income	5,830,423	5,009	5,835,432
Total expenditure	5,073,559	2,911	5,076,470
Net income/(expenditure)	756,864	2,098	758,962
Net gains on investments	6,644,255	-	6,644,255
Total funds brought forward	146,249,977	519,259	146,769,236
Total funds carried forward	153,651,096	521,357	154,172,453

### c) Analysis of net assets at 1 April 2019

	<b>2020</b>		
	<b>Goldsmiths' Company Charity</b>	<b>The Silver Trust</b>	<b>Combined total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Net assets	153,651,096	521,357	154,172,453
Represented by			
Unrestricted funds	2,614,696	-	2,614,696
Restricted funds	638,178	521,357	1,159,535
Endowment funds	150,398,222	-	150,398,222
Total funds	153,651,096	521,357	154,172,453

## Notes to the Financial Statements (continued)

### 12. Endowment fund

	2020		
	Permanent	Expendable	Total
	Endowment	Endowment	
	£	£	£
Funds brought forward	114,665,983	35,732,239	150,398,222
Total income	-	-	-
Total expenditure	(457,123)	(137,731)	(594,854)
Net losses on investments	(13,414,938)	(4,180,366)	(17,595,304)
Funds carried forward	100,793,922	31,414,142	132,208,064

  

	2019		
	Permanent	Expendable	Total
	Endowment	Endowment	
	£	£	£
Funds brought forward	110,096,400	33,171,868	143,268,268
Total income	-	1,050,000	1,050,000
Total expenditure	(409,081)	(123,256)	(532,337)
Net gains on investments	4,978,664	1,633,627	6,612,291
Funds carried forward	114,665,983	35,732,239	150,398,222

The permanent endowment is that part of the endowment which relates to the former General and John Perryn Charities. The General Charity arose from the consolidation of various smaller charities under Schemes approved by the Charity Commission, while the John Perryn Charity is from the will of John Perryn in 1656. Both charities had endowments held in property, investments and cash. The expendable endowment is that part of the endowment which derives from the former Goldsmiths Charitable Donation Fund, which was set up by Deed of Trust in 1961 without any commencing capital. No property was ever held by that charity. The Trustees may use the expendable endowment to further the Charity's objects.

In the year to 31 March 2020 the Charity received no donations from The Goldsmiths' Company (2019 – £1,050,000).

### 13. Restricted funds

Members of the Goldsmiths' Company are encouraged to donate to the 1327 Fund, a restricted fund established during the 2019-20 year. The 1327 Fund is split between: a Members' Industry Scheme, which supports young people, emerging talent, and established makers who are working or aspiring to work in jewellery, silversmithing and allied industries; and a Members' Charitable Partnerships Scheme, which supports charities working within youth, criminal justice, and an ageing population.

Other restricted funds are as follows:

- I. The Members' Charitable Fund – set up for members of the Goldsmiths' Company to support charitable support of the trade, it is intended that this fund will cease after spending the remaining balance.
- II. Aidan Threlfall Trust – set up by Deed of Trust dated 9 June 1976.
- III. The Brian Wood Memorial Fund – set up on 23 April 1996 by donation.
- IV. Sir Martin Bowes Charity – set up by the will of Sir Martin Bowes dated 20 September 1562.
- V. The Milner Fund – set up by Deed of Trust dated 5 September 1973.
- VI. The Silver Trust – set up by Deed of Trust dated 29 March 1988.

The balances and movements during the year follow.

## Notes to the Financial Statements (continued)

2020	Balance brought forward	Voluntary Income	Investment Income	Other Income	General grants	Support of the trade	Support costs	Net gain / (loss) on investments	Balance carried forward
	£	£	£	£	£	£	£	£	£
Members' Industry Scheme	-	32,110	-	329	-	-	(30)	-	32,409
Charitable Partnerships Scheme	-	76,282	-	-	(40,000)	-	(25)	-	36,257
<b>1327 Fund Subtotal</b>	<b>-</b>	<b>108,392</b>	<b>-</b>	<b>329</b>	<b>(40,000)</b>	<b>-</b>	<b>(55)</b>	<b>-</b>	<b>68,666</b>
MCF	159,688	11,118	662	-	-	(28,489)	(35)	-	142,944
Threlfall	56,201	-	1,792	-	(1,800)	-	(1)	(2,519)	53,673
Wood	30,999	-	1,023	-	-	-	(1)	(1,462)	30,559
Bowes	282,810	-	9,037	-	-	-	(1)	(12,689)	279,157
Milner	108,480	-	3,194	-	(2,000)	-	(7)	(4,405)	105,262
Silver Trust	521,357	-	-	-	-	-	(761)	-	520,596
<b>Total</b>	<b>1,159,535</b>	<b>119,510</b>	<b>15,708</b>	<b>329</b>	<b>(43,800)</b>	<b>(28,489)</b>	<b>(861)</b>	<b>(21,075)</b>	<b>1,200,857</b>

2019	Balance brought forward	Voluntary Income	Investment Income	Other Income	General grants	Support of the trade	Support costs	Net gain / (loss) on investments	Balance carried forward
	£	£	£	£	£	£	£	£	£
Members' Industry Scheme	-	-	-	-	-	-	-	-	-
Charitable Partnerships Scheme	-	-	-	-	-	-	-	-	-
<b>1327 Fund Subtotal</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
MCF	168,492	29,070	796	134	-	(38,721)	(83)	-	159,688
Threlfall	50,783	-	1,598	-	-	-	(1)	3,821	56,201
Wood	28,860	-	924	-	(1,000)	-	(2)	2,217	30,999
Bowes	260,515	-	8,052	-	(5,000)	-	(2)	19,245	282,810
Milner	100,929	-	2,867	-	(1,991)	-	(6)	6,681	108,480
Silver Trust	519,259	5,009	-	-	-	(2,911)	-	-	521,357
<b>Total</b>	<b>1,128,838</b>	<b>34,079</b>	<b>14,237</b>	<b>134</b>	<b>(7,991)</b>	<b>(41,632)</b>	<b>(94)</b>	<b>31,964</b>	<b>1,159,535</b>

### 14. Unrestricted fund

At 31 March 2020 the unrestricted fund balance is £3,523,679 (2019 – £2,614,696) which is in excess of the target level of reserve of £1,800,000 to £2,000,000. The excess of £1,523,679 is earmarked to fund a planned major donation to fund the redevelopment of the Museum of London in its new location in West Smithfield.

### 15. Analysis of net assets between funds

	2020			
	Unrestricted Fund	Restricted Funds	Endowment Fund	Total Funds
	£	£	£	£
Funds balances represented by:				
Heritage Assets	-	520,596	-	520,596
Investments	-	407,483	126,277,280	126,684,763
Current Assets	4,098,566	277,199	6,074,686	10,450,451
Creditors	(574,887)	(4,421)	(143,902)	(723,210)
	<b>3,523,679</b>	<b>1,200,857</b>	<b>132,208,064</b>	<b>136,932,600</b>

## Notes to the Financial Statements (continued)

	<b>2019</b>			
	<b>Unrestricted Fund</b>	<b>Restricted Funds</b>	<b>Endowment Fund</b>	<b>Total Funds</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Funds balances represented by:				
Heritage Assets	-	520,596	-	520,596
Investments	-	428,558	144,636,289	145,064,847
Current Assets	3,432,381	211,821	5,895,423	9,539,625
Creditors	(817,685)	(1,440)	(133,490)	(952,615)
	<u>2,614,696</u>	<u>1,159,535</u>	<u>150,398,222</u>	<u>154,172,453</u>

### 16. Unrealised gains included in endowment fund

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Unrealised gains/(losses) included in the Endowment Fund		
Investment properties	3,181,000	3,181,000
Investments	(656,193)	16,840,920
Unrealised gains carried forward	<u>2,524,807</u>	<u>20,021,920</u>
Reconciliation of movements in unrealised gains in Investments		
Unrealised gains brought forward	20,021,920	17,151,248
Net loss on property revaluation	-	(20,000)
Gains realised on investment disposal	(9,231,136)	(2,057,807)
Net (loss)/gain on investment revaluation	<u>(8,265,977)</u>	<u>4,948,479</u>
Unrealised gains carried forward	<u>2,524,807</u>	<u>20,021,920</u>

### 17. Events after the year

In early April 2020 in response to the coronavirus crisis, the Directors of the Charity agreed to set up a designated fund called the Goldsmiths' Covid-19 Fund. The fund's purpose is to assist members of the trade through the impact of Covid-19 by way of grants and other suitable means of support. The fund was set up with £1m of initial funding transferred from the expendable endowment and made the first grant on 24 April.

## Notes to the Financial Statements (continued)

### 18. Comparative Statement of Financial Activities

The Statement of Financial Activities for the year ended 31 March 2019 is shown below, in order to provide comparative figures.

The comparative figures include the movements and balances of the linked charity as explained in note 11.

	2019			
	Unrestricted Fund	Restricted Funds	Endowment Fund	Total Funds
	£	£	£	£
<b>Income from</b>				
Donations	-	34,079	1,050,000	1,084,079
Investments	4,736,826	14,237	-	4,751,063
Other	156	134	-	290
<b>Total</b>	<b>4,736,982</b>	<b>48,450</b>	<b>1,050,000</b>	<b>5,835,432</b>
<b>Expenditure on</b>				
Raising funds:				
Investment management fees	-	-	532,337	532,337
Charitable activities:				
General grants	2,387,936	8,074	-	2,396,010
Support of the trade	2,106,480	41,643	-	2,148,123
Total charitable activities	4,494,416	49,717	-	4,544,133
<b>Total</b>	<b>4,494,416</b>	<b>49,717</b>	<b>532,337</b>	<b>5,076,470</b>
	242,566	(1,267)	517,663	758,962
Net gains on investments	-	31,964	6,612,291	6,644,255
<b>Net income &amp; net movement in funds</b>	<b>242,566</b>	<b>30,697</b>	<b>7,129,954</b>	<b>7,403,217</b>
<b>Total funds brought forward</b>	<b>2,372,130</b>	<b>1,128,838</b>	<b>143,268,268</b>	<b>146,769,236</b>
<b>Total funds carried forward</b>	<b>2,614,696</b>	<b>1,159,535</b>	<b>150,398,222</b>	<b>154,172,453</b>

## Notes to the Financial Statements (continued)

### 19. Grants committed during the year

Recipient	Grant £
<b><u>Unrestricted funds</u></b>	
<b>CHARITY COMMITTEE</b>	
<b><i>General Welfare</i></b>	
National Churches Trust	100,000
Islington Giving	30,000
Feeding Britain	15,000
Surviving Economic Abuse, Palmers Green	5,000
Doorstep Library	4,000
Homestart Redbridge	4,000
The Parent House, Islington	4,000
Advice, Support, Knowledge, Information (ASKI), Croydon	3,000
Barnet Lone Parent Centre	3,000
Canine Partners, West Sussex	3,000
CARIS Camden	3,000
Culpeper Community Gardens	3,000
Giving World, Leicestershire	3,000
Hoarding UK, City of London	3,000
Islington Mind	3,000
London Football Journeys, Haringey	3,000
Made in Hackney - Cooking for Life	3,000
Re-instate, Kent	3,000
Restart Lives, Hertford	3,000
Separated Child Foundation, Wimbledon	3,000
Solicitors Pro Bono Group (Operating as LawWorks)	3,000
Waltham Forest Churches Night Shelter	3,000
Sibs, Yorkshire	2,000
Cripplegate Foundation	1,440
The Lord Mayor's Appeal	1,000
<b><i>General Welfare: Sub Total</i></b>	<b>211,440</b>
<b><i>Prisoner Resettlement</i></b>	
Clinks	30,000
Fine Cell Work	30,000
Khulisa	30,000
Prison Radio Association	30,000
Working Chance	30,000
Venture Trust	21,000
Changing Tunes	20,000
Hardman Trust	20,000
Prisoner Reform Trust	20,000
Prisoners' Advice Service	20,000
Safeground	20,000
Shannon Trust	20,000
Spark Inside	20,000
Switchback	20,000
Upper Room	20,000
Clean Break	15,000
Refugee Council	15,000
The Clink	15,000

## Notes to the Financial Statements (continued)

Birth Companions	10,000
Imagine IF	10,000
Irene Taylor Trust	10,000
New Philanthropy Capital	10,000
Prisoners Abroad, Islington	5,000
Stratford-upon-Avon Literary Festival	2,000
<b>Prisoner Resettlement: Sub Total</b>	<b>443,000</b>

### **Ageing Population**

Magic Me	20,000
LinkAge	15,000
Time & Talent	15,000
Arts4Dementia	10,000
Poor Fund	5,050
Katherine Low Settlement, Battersea	5,000
Redbridge Carers Support Service, Essex	5,000
Rural Coffee Caravan, Suffolk	5,000
Liverpool Cares	4,500
Manchester Cares	4,500
Alive, Bristol	4,000
Wiltshire Music Centre, Wiltshire	4,000
Advocacy in Barnet, resettlement at home	3,000
Arcola Theatre Production Company, Hackney	3,000
Crest, Waltham Forest	3,000
FiSH Neighbourhood Care	3,000
Independence at Home, Harrow	3,000
St Cuthbert's Centre	3,000
The Spitz, Islington	3,000
UK Men's Shed Association	3,000
<b>Ageing Population: Sub Total</b>	<b>121,050</b>

### **Medical Welfare and Disabled**

Resources for Autism, Barnet	5,000
CKUK, Glasgow	3,000
Rett UK, Luton	3,000
The PBC Foundation, Edinburgh	3,000
The One Handed Musical Instrument Trust	2,000
<b>Medical Welfare and Disabled: Sub Total</b>	<b>16,000</b>

### **Youth**

Brent, Wandsworth & Westminster Mind	30,000
Young Minds	30,000
Coram's Voice	20,000
MyBnK	20,000
Safer London	20,000
New Horizon Youth Centre	19,500
Just for Kids Law	17,000
Albert Kennedy Trust	10,000
Siblings Together	10,000
Brent Carers Centre	4,000
Company Three, Islington	3,000
Scene & Heard, Camden	3,000
School Ground Sounds, Lambeth	3,000

## Notes to the Financial Statements (continued)

SkyWay Charity, Hackney	3,000
Theatre Centre, Hackney	3,000
<b>Youth: Sub Total</b>	<b>195,500</b>

### **Culture**

Music For Youth	5,000
National Youth Orchestra of GB, Westminster	5,000
The Bush Theatre, Shepherd's Bush	4,000
The Yard Theatre, Hackney	4,000
World Heart Beat Academy, Wandsworth	4,000
Hackney Empire Appeal - Creative Futures	3,000
Hackney Shed	3,000
NI Opera, Belfast	3,000
Stratford Arts Trust, Newham	3,000
The National Youth Choirs of Great Britain	3,000
Alliance Dance Unit, Hounslow	2,000
Odd Eyes Theatre, Shoreditch	1,000
<b>Culture: Sub Total</b>	<b>40,000</b>

<b>Total Charity Committee</b>	<b>1,026,990</b>
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### **EDUCATION COMMITTEE**

Primary Schools - Maths Teacher	100,000
Royal Society	36,000
Duke of Edinburgh's Award scheme	34,023
BMA Student Bursaries	30,500
National Theatre - Let's Play	25,000
Guildhall School of Music and Drama (five bursaries)	23,333
Museum of London - SEND access programme	15,000
Pembroke College, Oxford - Access programme	15,000
Winchester Science Centre Outreach Programme	15,000
SEED - Support & Empathy for People with Eating Disorders	14,750
First Story	12,784
St Paul's Choir School	10,943
Chalke Valley History Festival	10,000
Royal Shakespeare Company	10,000
British Library - National Outreach Manager	9,355
The Hanover Band Foundation	6,000
Livery Schools Link	5,397
Royal National Children's SpringBoard Foundation	5,000
The Goldsmiths' Grants for Teachers	1,248

<b>Total Education Committee</b>	<b>379,333</b>
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## Notes to the Financial Statements (continued)

### WARDENS

HMS Prince of Wales - Warrant Officers and Senior Ratings Mess	50,000
Pan Livery - No Going Back Project	50,000
Finchley Sea Cadets	20,000
English National Ballet - Ballet Explored	17,315
Ben Kinsella Trust	15,000
The Clerkenwell Ring	10,000
Royal College of Arms	9,200
The Crafts Council	7,200
Bluecoat Display Centre	6,240
Armagh Robinson Library	5,000
City Music Foundation	4,000
Prison Reform Trust conference	3,900
Classics for All	3,600
St Christopher's Hospice	3,600
The Hanover Band Foundation	3,600
The Inspiring Leadership Trust	3,600
XLP	3,600
ABF The Soldiers Charity	3,250
Silversmiths' and Jewellers' Charity	3,000
Queen Elizabeth Scholarship Trust	2,880
The Georgian Group	2,880
Working Chance	2,880
The National Trust	2,100
Prof. David Watkins	1,920
City of London Police Widows and Orphans	1,500
Syria Relief	1,467
British Heart Foundation	1,377
St Andrew's Anglican Church, Moscow	1,327
St Luke's Hospice	1,200
Gurkha Welfare Trust	1,000
The Chapel Royal of St Peter	1,000
The Lord Mayor's Appeal	600
Cambridge University - Goldsmiths' prize	500
Parkinson's UK	500
Snow-Camp	500
Exeter Civic Society	400
Cancer Research UK	263
The Master Poulterers Charity	250
Macmillan Cancer Support	170
Michael Sobell Hospice	50
The Chartered Accountants' Company	50
Grants written back	(3,550)
<b>Total Wardens</b>	<b>243,368</b>

### SUPPORT OF THE CRAFT

The Goldsmiths' Centre	1,818,000
The Goldsmiths' Centre - Capital Funding	142,000
Goldsmiths North	35,000
Goldsmiths' Craft & Design Council	6,000
<b>Total Support of the Craft</b>	<b>2,001,000</b>

## Notes to the Financial Statements (continued)

### Restricted Funds

#### **Members' Charitable Fund**

Creative Dimensions workshops	4,000
Creative Mentors Foundation	4,000
Worldskills UK event/competitor funding	3,191
Ruskin Mill Trust	300

#### **1327 Members' Charitable Partnerships Scheme**

Cornerstone Supported Housing and Counselling	15,000
Coroner's Court Support Service	5,000
Magic Breakfast	5,000
Camden Psychotherapy	3,000
Open Up Music	3,000
Shapeshifter Productions	3,000
Streets of Growth	3,000
The Oily Cart Company	3,000

#### **Brian Wood Memorial Fund**

E. Jones-Moore	1,800
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#### **The Milner Fund**

Police Bravery Award Winners	2,000
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<b>Total Restricted Funds</b>	<b>55,291</b>
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<b>TOTAL GRANTS PAID</b>	<b>3,705,982</b>
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