Mason Medical Research Trust

UNAUDITED REPORT
AND FINANCIAL STATEMENTS

for the year ended
5 April 2015

Charity Registered Number: 207666
Mason Medical Research Trust
OFFICERS AND PROFESSIONAL ADVISORS
for the year ended 5 April 2015

TRUSTEES

Jonathan Malcolm Hall Mason
Christopher Gerald Wright
Andrew Philip de Beer
Stuart James Robb

CHARITY REGISTERED NUMBER

207666

PRINCIPAL ADDRESS

3rd Floor, Portland
25 High Street
Crawley
RH10 1BG

SOLICITORS

Edwin Coe LLP
2 Stone Buildings
Lincoln's Inn
London
WC2A 3TH

INVESTMENT MANAGERS

Schoroder & Co. Limited
12 Moorgate
London
EC2R 6DA

BANKERS

Barclays Bank Plc
North Street Branch
139-142 North Street
Brighton
BN1 1RU

INDEPENDENT EXAMINER

Bristow Still Chartered Accountants
39 Sackville Road
Hove
East Sussex
BN3 3WD
Mason Medical Research Trust
TRUSTEES’ REPORT
for the year ended 5 April 2015

The trustees present their report together with the financial statements of the Charity for the year ended 5 April 2015. The financial statements have been prepared in accordance with the accounting policies set out on page 8 and comply with the Charity’s Scheme Deed, applicable law and the requirements of the Statement of Recommended Practice “Accounting and Reporting by Charities” issued in March 2005.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity was established by a Deed executed on 3 December 1921 and is a Registered Charity Number 207666.

Details of the trustees serving during the year and since the year end are given on page 1. The trustees are appointed by the continuing trustees and the retiring trustee. The composition of the Board of trustees is kept under review to ensure the correct balances of expertise and interest are maintained.

The trustees conduct the majority of their business in the Board but the recommendations for the award of grants and fellowships are made by eminent medical advisors who comprise the Research Advisory Committee.

The trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are satisfied that systems are in place to mitigate any exposure to the major risks.

OBJECTIVES AND ACTIVITIES

The object of the Charity is to promote medical research in such manner in all respects, including contributions to any institution or fund carrying on medical research, as the trustees in their absolute discretion think fit.

The trustees are anxious to ensure that there are regular opportunities for potential beneficiaries to apply for grants and fellowships so that the objectives of the Charity are met and thus allowing important medical research to be carried out for the benefit of the public at large. Advertisements are placed in prominent medical journals to facilitate this process. Applications are considered by the Research Advisory Committee who then make formal recommendations to the Board of trustees. The trustees are indebted to the members of the Research Advisory Committee for the time, commitment, enthusiasm and professionalism that they bring to the whole selection process. The trustees are fully aware of the Charity Commission’s guidance on Public Benefit and consider it carefully in deciding what activities they should undertake.

ACHIEVEMENTS AND PERFORMANCE

The Charity continued to support medical research activities throughout the year by way of grants and the award of The Mason Medical Research Fellowship. The total grant and fellowship commitment for the year was £56,565 (2014: £79,761).

The level of grants and fellowships awarded in each individual financial year is dependant upon the timing of Panel Meetings. In the financial year under review it was necessary to defer a Panel Meeting to May 2015 at which meeting recommendations for the awarding of grants totalling £76,779 were made.

The trustees stated objective is for The Mason Medical Research Fellowship to be awarded on an annual basis subject to receipt of applications of the quality warranting such an award.

The trustees will be continuing to require those awarded the Mason Medical Research Fellowship to make a presentation to the trustees and Research Advisory Committee on the conclusion of their work, highlighting the benefits of the research made possible by the award.

FINANCIAL REVIEW

The Charity’s investments are managed by Cazenove Capital Management Limited. The trustees regularly review the performance of the portfolio against the objectives set and the performance against these objectives was satisfactory. The Trustees are pleased to note the continued improvement in the performance of the portfolio.

The investment income levels again showed an increase over the previous year and was in line with the trustees expectations.
The trustees consider that the results for the past year are satisfactory and that the resources are adequate to maintain the Charity's existing activities. The funds that were designated for the award of the Mason Medical Research Fellowship are to be used solely for this purpose. The trustees are satisfied that this fund is adequate to finance such awards for the foreseeable future.

The unrestricted funds will continue to be utilised to meet the prime objectives of the Charity and enable the trustees to provide meaningful support by way of grants to enable quality research projects to be conducted. The grants are met out of income.

PLANS FOR FUTURE PERIODS

The trustees remain committed to improving the application process and enhancing the awareness of the Charity's activities and objectives.

Approved by the trustees and signed on their behalf by:

J M H Mason
(Chairman of the Trustees)

Date: 15.01.2016
Mason Medical Research Trust
STATEMENT OF TRUSTEES' RESPONSIBILITIES
for the year ended 5 April 2015

The trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice. Charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of its financial activities for that period.

In preparing those financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the policies adopted are in accordance with the statement of recommended practice “Accounting and Reporting by Charities” and with applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.
INDEPENDENT EXAMINER’S REPORT TO THE TRUSTEES OF
MASON MEDICAL RESEARCH TRUST

I report on the accounts of Mason Medical Research Trust for the year ended 5 April 2015, which are set out on pages 6 to 11.

Respective responsibilities of trustees and examiner

The charity’s trustees are responsible for the preparation of the accounts. The charity’s trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

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

Basis of independent examiner’s report

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

Independent examiner’s statements

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

(1) which gives me reasonable cause to believe that in any material respect the requirements:

• to keep accounting records in accordance with section 130 of the 2011 Act; and
• to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

D Still FCA

ON BEHALF OF BASTOW STILL

Chartered Accountants
39 Sackville Road
Hove
East Sussex
BN3 3WD

Date: 20.01.2016
Mason Medical Research Trust
STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 5 April 2015

<table>
<thead>
<tr>
<th>Notes</th>
<th>Unrestricted Funds 2015</th>
<th>Unrestricted Designated Funds 2015</th>
<th>Restricted Endowment Funds 2015</th>
<th>Total Funds 2015</th>
<th>Total Funds 2014</th>
</tr>
</thead>
</table>

**INCOMING RESOURCES**

Incoming resources from generated funds

- Voluntary income 1
  - Unrestricted Funds 2015: £
  - Designated Funds 2015: £
  - Endowment Funds 2015: £
  - Total Funds 2015: £
  - Total Funds 2014: £

- Investment income 2
  - Unrestricted Funds 2015: £166,216
  - Designated Funds 2015: £14,588
  - Endowment Funds 2015: £
  - Total Funds 2015: £180,804
  - Total Funds 2014: £174,319

**TOTAL INCOMING RESOURCES**

- Unrestricted Funds 2015: £166,216
- Designated Funds 2015: £14,588
- Endowment Funds 2015: £
- Total Funds 2015: £180,804
- Total Funds 2014: £200,378

**RESOURCES EXPENDED**

Cost of generating funds

- Cost of generating investment income 3
  - Unrestricted Funds 2015: £6,958
  - Designated Funds 2015: £
  - Endowment Funds 2015: £10,016
  - Total Funds 2015: £16,974
  - Total Funds 2014: £12,431

- Charitable activities 4
  - Unrestricted Funds 2015: £56,565
  - Designated Funds 2015: £17,886
  - Endowment Funds 2015: £
  - Total Funds 2015: £74,451
  - Total Funds 2014: £98,461

- Governance costs 4
  - Unrestricted Funds 2015: £4,950
  - Designated Funds 2015: £
  - Endowment Funds 2015: £
  - Total Funds 2015: £4,950
  - Total Funds 2014: £5,100

**TOTAL RESOURCES EXPENDED**

- Unrestricted Funds 2015: £68,473
- Designated Funds 2015: £17,886
- Endowment Funds 2015: £10,016
- Total Funds 2015: £96,375
- Total Funds 2014: £115,992

**NET INCOMING/(OUTGOING) RESOURCES**

- Unrestricted Funds 2015: £97,743
- Designated Funds 2015: £(3,298)
- Endowment Funds 2015: £(10,016)
- Total Funds 2015: £84,429
- Total Funds 2014: £84,386

**OTHER RECOGNISED GAINS/(LOSSES)**

- Realised gains/(losses) on investment assets 5
  - Unrestricted Funds 2015: £5,854
  - Designated Funds 2015: £(1,650)
  - Endowment Funds 2015: £(8,421)
  - Total Funds 2015: £(4,217)
  - Total Funds 2014: £24,560

- Unrealised gains on investment assets 6
  - Unrestricted Funds 2015: £151,330
  - Designated Funds 2015: £5,634
  - Endowment Funds 2015: £45,810
  - Total Funds 2015: £202,774
  - Total Funds 2014: £343,317

**NET MOVEMENTS IN FUNDS**

- Unrestricted Funds 2015: £254,927
- Designated Funds 2015: £686
- Endowment Funds 2015: £27,373
- Total Funds 2015: £282,986
- Total Funds 2014: £452,263

- Balance at 6 April 2014: £1,544,303
- Balance at 5 April 2015: £1,799,230

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

All incoming resources and resources expended derive from continuing activities.

These unaudited financial statements have been subjected to independent examination.
See report on page 5.
Mason Medical Research Trust
BALANCE SHEET
As at 5 April 2015

<table>
<thead>
<tr>
<th>Note</th>
<th>2015 £</th>
<th>2014 £</th>
</tr>
</thead>
<tbody>
<tr>
<td>FIXED ASSETS</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Investments</td>
<td>5</td>
<td>4,974,675</td>
</tr>
<tr>
<td></td>
<td></td>
<td>4,974,675</td>
</tr>
<tr>
<td>CURRENT ASSETS</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Monies held by brokers</td>
<td></td>
<td>404,929</td>
</tr>
<tr>
<td>Cash at bank and in hand</td>
<td></td>
<td>499,582</td>
</tr>
<tr>
<td>Debtor</td>
<td></td>
<td>4,985</td>
</tr>
<tr>
<td></td>
<td></td>
<td>909,496</td>
</tr>
<tr>
<td>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</td>
<td>6</td>
<td>13,424</td>
</tr>
<tr>
<td>Net current assets</td>
<td></td>
<td>896,072</td>
</tr>
<tr>
<td>NET ASSETS</td>
<td></td>
<td>5,870,747</td>
</tr>
<tr>
<td>FUNDS</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Restricted funds</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Endowment Funds</td>
<td>7</td>
<td>3,362,370</td>
</tr>
<tr>
<td>Unrestricted funds</td>
<td></td>
<td></td>
</tr>
<tr>
<td>General</td>
<td>7</td>
<td>1,799,230</td>
</tr>
<tr>
<td>Designated</td>
<td>7</td>
<td>709,147</td>
</tr>
<tr>
<td></td>
<td></td>
<td>5,870,747</td>
</tr>
</tbody>
</table>

These financial statements were approved by the trustees and authorised for issue on .................. and signed on their behalf by:

J M H Mason
(Chairman of the Trustees)

These unaudited financial statements have been subjected to independent examination. See report on page 5.
BASIS OF ACCOUNTING

The financial statements are prepared under the historical cost convention modified to include the revaluation of stock exchange investments. The financial statements are prepared in accordance with applicable accounting standards and comply with the Charities Act 2011.

The presentation of the financial statements is in accordance with the statement of recommended practice “Accounting and Reporting by Charities” issued by the Charity Commissioners in March 2005 (“the SORP”).

INCOMING RESOURCES

Income is recognised in the period in which the Charity is entitled to receipt and the amount can be measured with reasonable certainty.

In accordance with this policy, donations and legacies are included when the Charity is advised by the personal representative of an estate that payment will be made or property transferred and the amount can be quantified.

Income derived from investments in the form of dividends and interest receivable is included in the financial statements on an accruals basis.

RESOURCES EXPENDED

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure.

Costs of generating funds
Costs of generating funds comprise those costs directly attributable to managing the investment portfolio and raising investment income.

Grants
Grants payable are charged in the year in which the monies are made available to the foundation responsible for determining the beneficiaries of the individual grants.

Governance costs
Governance costs relate to the general running of the Charity. Costs are allocated specifically where appropriate and practical, and proportionate to use when resources are shared.

INVESTMENTS

Investments are included at closing mid-market value at the balance sheet date with revaluation surpluses or deficits being credited or charged as unrealised gains or losses to the appropriate fund.

FUND ACCOUNTING

The Charity’s funds consist of a restricted permanent endowment fund and unrestricted income funds.

Restricted endowment fund - these funds must be held on trust permanently as capital funds and cannot normally be spent as if they were income. Expenses incurred in the administration or protection of the funds such as investment management charges, are charged to the funds. The endowment fund arose from a bequest from the Estate of A M Mason deceased and are invested for the purposes of the Charity.

Designated funds – designated funds comprise unrestricted funds that have been put aside at the discretion of the trustees for a particular purpose.

Unrestricted general funds – these funds can be used in accordance with the charitable objects at the discretion of the trustees.

These unaudited financial statements have been subjected to independent examination. See report on page 5.
Mason Medical Research Trust
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 5 April 2015

1. VOLUNTARY INCOME

<table>
<thead>
<tr>
<th></th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Unrestricted funds</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Estate of Mrs C H Poncia deceased</td>
<td>-</td>
<td>25,854</td>
</tr>
<tr>
<td>Executors of A M Mason</td>
<td>-</td>
<td>205</td>
</tr>
<tr>
<td></td>
<td>-</td>
<td>26,059</td>
</tr>
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</table>

2. INVESTMENT INCOME

<table>
<thead>
<tr>
<th></th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Unrestricted funds</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Dividends and interest</td>
<td>180,037</td>
<td>173,598</td>
</tr>
<tr>
<td>Bank interest receivable</td>
<td>767</td>
<td>312</td>
</tr>
<tr>
<td>Shell compensation</td>
<td>-</td>
<td>409</td>
</tr>
<tr>
<td></td>
<td>180,804</td>
<td>174,319</td>
</tr>
</tbody>
</table>

3. COST OF GENERATING INVESTMENT INCOME

<table>
<thead>
<tr>
<th></th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Investment management fees and dividend collection charges:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Unrestricted funds</td>
<td>6,958</td>
<td>4,758</td>
</tr>
<tr>
<td>Restricted endowment funds</td>
<td>10,016</td>
<td>7,673</td>
</tr>
<tr>
<td></td>
<td>16,974</td>
<td>12,431</td>
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</table>

4. CHARITABLE ACTIVITIES AND GOVERNANCE COSTS

<table>
<thead>
<tr>
<th></th>
<th>Grants</th>
<th>Administration and support services</th>
<th>Other expenses</th>
<th>Total 2015</th>
<th>Total 2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Charitable activities</td>
<td>56,565</td>
<td>13,362</td>
<td>4,524</td>
<td>74,451</td>
<td>98,461</td>
</tr>
<tr>
<td>Grant making</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Governance costs</td>
<td>-</td>
<td>3,750</td>
<td>1,200</td>
<td>4,950</td>
<td>5,100</td>
</tr>
<tr>
<td></td>
<td>56,565</td>
<td>17,112</td>
<td>5,724</td>
<td>79,401</td>
<td>103,561</td>
</tr>
</tbody>
</table>

Included in Governance Costs is the Independent Examiner's fee of £1,200 (2014: £1,200).

The Charity had no employees during the year (2014: None). No emoluments were payable to any trustee for their services and no trustees were reimbursed for expenses (2014: £Nil).

These unaudited financial statements have been subjected to independent examination.
See report on page 5.
5. INVESTMENTS

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted fund</th>
<th>Unrestricted Designated fund</th>
<th>Restricted Endowment fund</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Market value at 6 April 2014</td>
<td>1,743,399</td>
<td>338,927</td>
<td>2,811,889</td>
<td>4,894,215</td>
</tr>
<tr>
<td>Additions at cost</td>
<td>285,472</td>
<td>-</td>
<td>137,403</td>
<td>422,875</td>
</tr>
<tr>
<td>Proceeds on disposals</td>
<td>(268,924)</td>
<td>(44,567)</td>
<td>(227,481)</td>
<td>(540,972)</td>
</tr>
<tr>
<td>Net investment gains/(losses)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>realised</td>
<td>5,854</td>
<td>(1,650)</td>
<td>(8,421)</td>
<td>(4,217)</td>
</tr>
<tr>
<td>realised</td>
<td>151,330</td>
<td>5,634</td>
<td>45,810</td>
<td>202,774</td>
</tr>
<tr>
<td>Market value at 5 April 2015</td>
<td>1,917,131</td>
<td>298,344</td>
<td>2,759,200</td>
<td>4,974,675</td>
</tr>
</tbody>
</table>

The investments are all UK investments listed on a recognised stock exchange or valued by reference to such investments. The cost of the investments was as follows:

<table>
<thead>
<tr>
<th></th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Unrestricted fund</td>
<td>1,318,461</td>
<td>1,223,939</td>
</tr>
<tr>
<td>Unrestricted designated fund</td>
<td>205,152</td>
<td>237,545</td>
</tr>
<tr>
<td>Restricted endowment fund</td>
<td>2,142,540</td>
<td>2,169,747</td>
</tr>
<tr>
<td></td>
<td>3,666,153</td>
<td>3,631,231</td>
</tr>
</tbody>
</table>

6. CREDITORS

<table>
<thead>
<tr>
<th></th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Accountancy fees</td>
<td>7,554</td>
<td>14,010</td>
</tr>
<tr>
<td>Independent examination fees</td>
<td>1,200</td>
<td>2,400</td>
</tr>
<tr>
<td>Grants payable</td>
<td>-</td>
<td>25,000</td>
</tr>
<tr>
<td>Other creditors</td>
<td>4,670</td>
<td>359</td>
</tr>
<tr>
<td></td>
<td>13,424</td>
<td>41,769</td>
</tr>
</tbody>
</table>

7. ANALYSIS OF FUNDS BETWEEN ASSETS

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted funds</th>
<th>Unrestricted Designated funds</th>
<th>Restricted Endowment funds</th>
<th>Total funds 2015</th>
<th>Total funds 2014</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
<td>£</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Investments</td>
<td>1,917,131</td>
<td>298,344</td>
<td>2,759,200</td>
<td>5,870,747</td>
<td>5,587,761</td>
</tr>
<tr>
<td>Net current assets</td>
<td>(117,901)</td>
<td>410,803</td>
<td>603,170</td>
<td>896,072</td>
<td>693,546</td>
</tr>
<tr>
<td>Total funds</td>
<td>1,799,230</td>
<td>709,147</td>
<td>3,362,370</td>
<td>5,870,747</td>
<td>5,587,761</td>
</tr>
</tbody>
</table>

These unaudited financial statements have been subjected to independent examination. See report on page 5.
8. RELATED PARTY TRANSACTIONS

Mr C G Wright and Mr S J Robb are partners in Edwin Coe LLP and RSM UK Tax and Accounting Limited respectively, both of which entities provide services to the Charity. The services are provided on normal commercial terms and amounted to £17,112 (2014: £18,510).