

THE CENTRAL SOCIAL & RECREATIONAL TRUST

TRUSTEES' REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2018

Charity No: 305982

THE CENTRAL SOCIAL & RECREATIONAL TRUST

REPORT AND ACCOUNTS

CONTENTS

	Page
Trustees' Report	2 - 5
Independent Examiner's Report	6
Statement of Financial Activities	7
Balance Sheet	8
Notes to the Accounts	9 – 13

THE CENTRAL SOCIAL & RECREATIONAL TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31ST MARCH 2018

The Trustees present their report and accounts for the year ended 31st March 2018.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's governing document, applicable law and the requirements of the Statement of Recommended Practice, "Accounting and Reporting by Charities" issued in March 2005.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The organisation is a charitable trust, established on 14th June 1962 and registered as a charity with the Charity Commission. The organisation is governed by Trust Deed which sets out the objects and powers of the charity and governs the actions of the Trustees.

Recruitment and Appointment of Trustees

The Trustees of the organisation are also the charity trustees for the purposes of charity law. The Trust Deed stipulates that there shall not be less than three nor more than four Trustees. The power to appoint new Trustees rests with Boxing England. There is no set time limit for which a Trustee can act.

Trustees have generally been nominated because of involvement in sporting activity organisations, assisting bodies which help the young or disadvantaged, and their business acumen, thereby engendering an all round perspective and expertise helpful to the charity.

Details of Trustees who served during the year (together with other legal and administrative details) are given on page 2.

Trustees Induction and Training

The Trustees maintain a good working knowledge of Charity law and best practise by attendance at charity courses run by outside providers. New Trustees are given copies of the Trust Deed and copies of relevant Charity Commission Publications.

Organisation

The Board of Trustees, which comprises four members, administers the charity. The Board meets quarterly to review the affairs of the charity and to consider grant applications which are only paid to a beneficiary upon the approval of the Board. To facilitate activities, the Board have delegated certain minor powers to the Secretary (who is not a Trustee), who chiefly deals with correspondence and day to day administrative affairs. All decisions relating to strategy and policy are made by the Board of Trustees.

Related parties

The charity does not have relationships with related parties and other charities and organisations with which it co-operates in pursuit of its charitable objectives.

Risk management

The Trustees have a risk management strategy which comprises:

- an annual review of the risks the charity may face;
- the establishment of systems and procedures to mitigate those risks identified in the plan;
- implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

The review has identified only minor risks primarily relating to investment exposure. Investment risk is minimised by the maintenance of a balanced portfolio in relatively low risk holdings. A key element in the management of financial risk is the setting of a reserves policy and its regular review by the Trustees.

Public Benefit statement

The Trustees consider that they have complied with Section 17 of the Charities Act 2011 with regard to the guidance on public benefit published by the Charity Commission.

THE CENTRAL SOCIAL & RECREATIONAL TRUST

TRUSTEES' REPORT (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2018

OBJECTIVES AND ACTIVITIES

The objects of the charity:

- to improve the conditions of boy and girls in England under the age of 21 and of all other persons who by reason of their poverty would otherwise be unable to obtain facilities for recreational or other leisure time occupations;
- to provide facilities for recreational or other leisure time occupations for such persons in the interests of social welfare and in particular to provide equipment or funding to be used for recreational or other leisure time occupations.

The charity carried out the objectives noted above through the award of grants to sporting bodies and organisations which benefit young people. The grants were awarded to help the various organisations to mainly acquire sporting equipment.

ACHIEVEMENTS AND PERFORMANCE

During the year the charity made grant awards totalling £34,055 (2017 - £31,783). The grants were awarded to 48 (2017 - 37) organisations involved in sporting and youth activities.

FINANCIAL REVIEW

The deficit for the year amounted to £4,230 (2017 - surplus £124,808). The Trust incurred a deficit of £24,453 (2017 - deficit £15,676) prior to an unrealised investment surplus arising on the charity's investment portfolio totalling £20,223 (2017 - surplus £140,484).

Principal funding came from the investment income arising on the charity's investment portfolio. Investment returns decreased from £32,199 in the year to 31st March 2017 to £24,798 for the year ended 31st March 2018.

It is the aim of the Trustees to maximise the levels of grants paid each year whilst maintaining the Trust's capital, thereby ensuring the availability of income in future years so that grants giving may be maintained.

There have been no major changes in the way the charity has operated or its policy for carrying out its objects.

The charity is not reliant on the services of unpaid volunteers or donations in kind.

REVIEW OF ACTIVITIES

The Trust has continued to operate in much of the same way as in previous years. The Trustees endeavour to manage the Charity so that investment returns are maximised to enable the level of grants paid to be maintained.

A total of 48 organisations have benefited in the year under review from grants, with the amounts given ranging from £250 to £1,033. Grants are primarily given for sporting equipment or to improve sporting facilities.

INVESTMENT POWERS AND POLICY

The Trust Deed authorises the Trustees to make and hold investments using the general funds of the Charity. The Trustees have the power to invest in any way that they see fit.

It is the policy of the Trustees to hold investments at current levels. The investment holdings are maintained through a portfolio of government stocks and unit trusts, managed by a recognised investment manager. The portfolio is mainly low risk as the Trustees concentrate on a relatively secure income stream rather than capital growth.

FUTURE PLANS AND DEVELOPMENTS

The Trustees plan to continue the Trust's activities so that it operates on a similar basis to which it has operated to this point. They expect income returns to be maintained at similar levels to the current year and plan to continue giving grants up to the maximum level each year without eroding the Trust's capital and investment portfolio.

THE CENTRAL SOCIAL & RECREATIONAL TRUST

TRUSTEES' REPORT (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2018

RESERVES POLICY

At the balance sheet date the charity had retained unrestricted funds totalling £1,212,597.

It is the policy of the Trustees to maintain reserves at their current levels so that sufficient investment income may be derived in order to finance the award of grants. The maintenance of such significant reserves represents the Trustees' aims of long term operations through the continued receipt of reasonable levels of investment income to finance grant awards, whilst maintaining a hedge against possible future decreases in the market value of investments.

GRANT MAKING POLICY

Grants are awarded after submission of claim by the applicant to the Trustees. The Trustees review the application to judge if the grant falls within the Charity's objectives and whether the application meets its requirements in terms of the benefits it gives young persons. Each application is discussed, reviewed and decided upon by the Trustees at their regular meetings. For the year ended 31st March 2018 and year end 31st March 2019, the Trustees have agreed that grants will only be made for the purchase of equipment for the following three categories: 1) clubs/organisations which are affiliated to a National Governing body (such as Boxing England, National Association of Clubs for Young People etc.) 2) new services that provide a social community function, again that should be affiliated to a National Governing body 3) martial arts sporting associations affiliated to National Governing body. Grants generally will be no more that £1,000 although the Trustees will consider applications above this figure in exceptional circumstances.

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees:

W H Robinson
K A Walters
H Herbert
L Leo

Charity Number: 305982

Principal Address: Eagle House, 167 City Road, London EC1V 1AW

Independent Examiner: David Terry,
Ramon Lee & Partners, Eagle House, 167 City Road, London EC1V 1AW

Bankers: Coutts & Co., 440 Strand, London WC2R 0QS

THE CENTRAL SOCIAL & RECREATIONAL TRUST

TRUSTEES' REPORT (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2018

TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales 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 the incoming resources and application of resources, including the income and expenditure for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity's SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

APPROVAL

This report was approved by the Trustees on 19th April 2018 and signed on its behalf.


W H ROBINSON
TRUSTEE

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE CENTRAL SOCIAL & RECREATIONAL TRUST

I report on the accounts of the Trust for the year ended 31 March 2018, which are set out on pages 7 to 13.

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 in the statement below.

Independent examiner's statement

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 are not consistent with the Charities SORP (FRS102)
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



DAVID TERRY – Chartered Accountant
EAGLE HOUSE
167 CITY ROAD
LONDON EC1V 1AW

19th April 2018

THE CENTRAL SOCIAL & RECREATIONAL TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31ST MARCH 2018

	<u>Notes</u>	UNRESTRICTED FUNDS	
		2018 £	2017 £
Income			
Investment income	2	24,798	32,199
Total income		<u>24,798</u>	<u>32,199</u>
Expenditure			
Cost of raising funds	3	11,356	11,355
Expenditure on charitable activities	3	37,895	36,520
Total expenditure		<u>49,251</u>	<u>47,875</u>
Net gains/(losses) on investment		20,223	140,484
Net movement in funds		<u>(4,230)</u>	<u>124,808</u>
<i>Reconciliation of funds</i>			
Total funds brought forward		1,216,827	1,092,019
Total funds carried forward		<u><u>1,212,597</u></u>	<u><u>1,216,827</u></u>

CONTINUING OPERATIONS

None of the Charity's activities were acquired or discontinued during the above two financial periods.

TOTAL RECOGNISED GAINS AND LOSSES

The Charity has no recognised gains or losses other than the above movements in funds during the above two financial periods.


The notes on pages 9 to 13 form part of these accounts

THE CENTRAL SOCIAL & RECREATIONAL TRUST

BALANCE SHEET AS AT 31ST MARCH 2018

	<u>Notes</u>	£	<u>2018</u>	£	<u>2017</u>	£
Fixed assets						
Investments	7	1,187,041		1,153,282		
				1,187,041		1,153,282
Current assets						
Cash at bank and in hand		30,581		68,345		
Liabilities						
Creditors falling due within one year	8	5,024		4,800		
Net current assets				25,556		63,545
Net assets				<u>1,212,597</u>		<u>1,216,827</u>
The funds of the charity						
Unrestricted funds	9			1,212,597		1,216,827
Total charity funds				<u>1,212,597</u>		<u>1,216,827</u>

These accounts were approved by the Trustees on 19th April 2018 and were signed on their behalf by:

.....  W H ROBINSON

.....  K A WALTERS

The notes on pages 9 to 13 form part of these accounts

THE CENTRAL SOCIAL & RECREATIONAL TRUST

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2018

1. ACCOUNTING POLICIES

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

1.1 Basis of preparation of accounts

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) – (Charity SORP (FRS 102) Revised), The Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The Central Social & Recreational Trust meet the definition of a public benefit entity under FRS 102.

The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

1.2 Preparation of accounts on a going concern basis

The Charity's Financial Statements show net deficit of £4,230 for the year and free reserves of £1,212,597. The trustees are of the view that these results have secured the immediate future of the Charity for the next 12 to 18 months and on this basis the Charity is a going concern.

1.3 Investments

Investments are included in the accounts at mid-market value at the end of the financial year. Realised and unrealised gains and losses are credited or debited to the statement of financial activities in the year in which they arise.

1.4 Value added tax

Value Added Tax is not recoverable by the charity, and, as such, is included in the relevant costs in the Statement of Financial Activities.

1.5 Income recognition

All income are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. Investment income is included when receivable.

1.6 Fund accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity. Unrestricted funds include a revaluation reserve representing the restatement of investment assets at market value.

1.7 Expenditure recognition

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- (a) Cost of raising funds comprises the cost of investment management cost and fundraising costs for seeking donations, legacies and grants and their associated support costs.
- (b) Expenditure on charitable activities comprise the making of donations to other charities. Donations are recognised as a cost when the Board of Trustees approve the total donations for the year.

1.8 Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the Trust's programmes and activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities. The basis on which support costs have been allocated are set out in note 6.

THE CENTRAL SOCIAL & RECREATIONAL TRUST

NOTES TO THE ACCOUNTS (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2018

1.9 Realised / unrealised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

2. INVESTMENT INCOME

Investment income represents dividends and interest from investments. All dividends and interest from securities relate to investments held within the U.K.

	2018 £	2017 £
Bank deposit interest	673	107
Dividends from listed securities and government stocks	24,125	32,092
	24,798	32,199

3. EXPENDITURE ON CHARITABLE ACTIVITY

	Raising funds £	Donations £	2018 £	2017 £
Grants and donations	-	34,055	34,055	31,783
Investment management fees	7,997	-	7,997	8,662
Governance (note 4)	3,840	-	3,840	4,800
Support costs (note 4)	3,359	-	3,359	2,630
	15,196	34,055	49,251	47,875

4. ANALYSIS OF SUPPORT AND GOVERNANCE COSTS

The Charity initially identifies the costs of its support functions. It then identifies those costs which relate to the governance function. Governance costs and other support costs are apportioned separately between charity's two key activities undertaken (see note 3) in the year. Refer to the table below for the basis for apportionment and the analysis of support costs and governance costs.

	Basis of apportionment	General Support £	Governance £	2018 £	2017 £
Administrative assistance	Transaction	3,000	-	3,000	2,500
Computer support & i.t. maintenance	Transaction	359	-	359	193
Foreign exchange gain	Transaction	-	-	-	(123)
Legal and professional	Transaction	-	-	-	60
Audit fees	Transaction	-	-	-	4,800
Independent examiner's fees	Transaction	-	3,840	3,840	-
		3,359	3,840	7,199	7,430

THE CENTRAL SOCIAL & RECREATIONAL TRUST

NOTES TO THE ACCOUNTS (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2018

5. GRANTS PAYABLE

Grants for the year ended 31st March 2018 represent awards to various sporting clubs and organisations as detailed below. No individuals benefit from grant awards. Grants are made on approval by the Trustees and are generally paid to help the recipient to acquire sporting equipment or improve their sports facilities. The payments are made direct to the supplier of the equipment.

During the year grants were charged to the Statement of Financial Activities for the following organisations.

	£
Bath City ABC	1,005
Ardwick Lads ABC	994
Huthwaite ABC	499
Kings ABC	546
Lancaster Boys & Girls Club	486
Shildon ABC	414
Corby ABC	996
Afro Brazilian Arts & Culture Exchange Institute	1,033
O'Dells Community Pride ABC	710
Barnstaple ABC	566
Corby Olympic ABC	500
Sandwich ABC	854
Watts Blake Bearne Judo Club	370
Bennys ABC	500
Gemini PCC ABC	1,009
Sturminster Newton ABC	800
The Boxing Clever Academy	924
One Nation ABC	547
Buxton ABC	500
Eastleigh ABC	500
Hamilton Greens ABC	919
Battlebridge Club	1,000
Hucknall Boys ABC	500
Telford Chin Woo	500
Redditch Boxing Academy	307
Worcestershire Martial Arts (CIC)	436
Rumbles Boxing Academy	1,000
Redditch Boxing Academy	686
Basingstoke ABC	658
Gloucester City ABC	1,001
Murry Machines ABC	459
Worcestershire Martial Arts (CIC)	750
Moss Side Fire Station BC	996
Souphampton ABC	940
Bright Star Boxing Academy	500
Primal Boxing Academy	846
Ledbury Boxing Club	805
Sherrington Boxing Club	622
Odyssey Boxing Club	925
St Buryan Boxing Club	498
Majestic Boxing Academy	1,000
Lakeside Boxing Club	250
Rayne ABC	873
Donnington Boxing Club	1,000
Scunthorpe Boxing Club	792
Exhall Boxing Academy	606
Stacey ABC	570
Golden Ring ABC	865
	34,055

THE CENTRAL SOCIAL & RECREATIONAL TRUST

NOTES TO THE ACCOUNTS (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2018

6. NET MOVEMENT IN FUNDS FOR THE YEAR

The net movement in funds for the year is stated after charging:

	2018 £	2017 £
Audit fees	-	4,800
Independent examiner's fees	3,840	-
	<u>3,840</u>	<u>4,800</u>

7. INVESTMENTS

	2018 £	2017 £
Market value:		
Balance, brought forward	1,153,282	1,048,506
Additions	1,055,824	369,254
Disposals	(1,038,049)	(377,149)
Gain/loss on valuation at year end	15,984	112,671
	<u>1,187,041</u>	<u>1,153,282</u>
Historic cost	<u>1,149,104</u>	<u>1,008,870</u>

All of the above investments are allocated as follows:

Held within the United Kingdom:

	£	£
UK Fixed interest stock	325,183	230,538
UK Equity – unit trusts	204,411	548,265
Non-UK Equity – unit trusts	416,002	217,120
Property	52,814	42,626
Non-UK - hedge funds	152,530	85,373
Non-UK – structured products	36,101	29,360
	<u>1,187,041</u>	<u>1,153,282</u>

At 31st March 2018 the charity held the following stocks that represented more than 5% of the market value of listed investments held at 31st March 2018.

	£
450 iShares III Plc	59,396
8,940 iShares Plc	62,500
	<u>121,896</u>

8. CREDITORS: Amounts falling due within one year

	2018 £	2017 £
Grants payable	1,184	-
Accruals	3,840	4,800
	<u>5,024</u>	<u>4,800</u>

THE CENTRAL SOCIAL & RECREATIONAL TRUST

NOTES TO THE ACCOUNTS (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2018

9. MOVEMENT IN FUNDS

	Balance at 01.04.17 £	Income £	Expenditure £	Gains/(Losses) £	Balance at 31.03.18 £
Unrestricted Funds					
General Fund	1,216,827	24,798	49,251	20,223	1,212,597
	<u>1,216,827</u>	<u>24,798</u>	<u>49,251</u>	<u>20,223</u>	<u>1,212,597</u>

10. ANALYSIS OF FUND BALANCES BETWEEN NET ASSETS

	Unrestricted Funds £	Total £
Investments	1,187,041	1,187,041
Net current assets	25,556	25,556
	<u>1,212,597</u>	<u>1,212,597</u>

11. TRANSACTIONS WITH TRUSTEES

No remuneration was paid to Trustees in the year (2017 - £nil).

No Trustees were reimbursed any expenses (2017 - £nil).

No Trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity (2017 - £nil).