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31 MAR 09

**THE CENTRAL SOCIAL & RECREATIONAL TRUST**

**TRUSTEES' REPORT AND ACCOUNTS**

**FOR THE YEAR ENDED 31ST MARCH 2009**



**Charity No: 305982**

**THE CENTRAL SOCIAL & RECREATIONAL TRUST**

**REPORT AND ACCOUNTS**

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# THE CENTRAL SOCIAL & RECREATIONAL TRUST

## LEGAL AND ADMINISTRATIVE INFORMATION

### Trustees

W H Robinson  
D McElhinney - appointed 18.12.08  
R G Caborn - appointed 18.12.08  
K A Walters - appointed 18.12.08  
T S Louis - resigned 18.12.08  
A Bamber - resigned 18.12.08  
W G Davis - resigned 18.12.08

### Secretary

B Gold

### Charity Number

305982

### Registered Office

The Diary House  
Rickett Street  
London SW6 1RU

### Independent Auditors

Ramon Lee & Partners  
Kemp House  
152/160 City Road  
London EC1V 2DW

### Bankers and Investment Advisers

Coutts & Co.  
440 Strand  
London WC2R 0QS

# THE CENTRAL SOCIAL & RECREATIONAL TRUST

## TRUSTEES' REPORT

### FOR THE YEAR ENDED 31ST MARCH 2009

The Trustees present their report and accounts for the year ended 31st March 2009.

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 14<sup>th</sup> 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 the Secretary of the Amateur Boxing Association of England. There is no set time limit for which a Trustee can act although the Trust Deed sets out that retirement on reaching the age of seventy is compulsory.

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 4 of the Charities Act 2006 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 2009

### OBJECTIVES AND ACTIVITIES

The objects of the charity:

- to improve the conditions of boy and girls 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 acquire sporting equipment.

### ACHIEVEMENTS AND PERFORMANCE

During the year the charity made grant awards totalling £27,590 (2008 - £13,021). The grants were awarded to eight (2008 - five) organisations involved in sporting and youth activities.

### FINANCIAL REVIEW

The surplus for the year amounted to £13,373 (2008 - surplus £4,386). The Trust incurred a surplus of £3,023 (2008 - deficit £10,161) prior to a realised and unrealised investment surplus arising on the charity's investment portfolio totalling £10,350 (2008 - surplus £14,547).

The major change over 2008 was the increase in grants awards from £13,021 to £27,590 and a large saving on legal costs compared to the previous year. It is the aim of the Trustees to maximise the levels of grants paid each year as evidenced by the increase in grants paid. The dispute with the Amateur Boxing Association of England Limited (ABAE) over the right to appoint Trustees has now been resolved. The decrease in legal costs reflects the resolution of this issue.

Principal funding came from the investment income arising on the charity's investment portfolio. Investment returns were maintained at similar levels to the previous year, amounting to £44,201 compared to £43,495 for the year ended 31<sup>st</sup> March 2008. Notably, the charity saw a further realised and unrealised surplus on its investment portfolio of £10,350.

There have been no significant 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

As noted above, the dispute between the former Trustees and the ABAE over the right to appoint Trustees has now been resolved. In December 2008 three of the former Trustees resigned and three new Trustees (as proposed by the ABAE) were appointed in their place. Up to this point and following legal advice, the former Trustees were unable to meet as a body and grant awards were suspended. However, from December 2008 the Trust recommenced its activities and the Trustees began to award grants.

### 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.

# THE CENTRAL SOCIAL & RECREATIONAL TRUST

## TRUSTEES' REPORT (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2009

### 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.

### RESERVES POLICY

At the balance sheet date the charity had retained unrestricted funds totalling £1,096,633.

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.

### STATEMENT OF TRUSTEES' RESPONSIBILITIES

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 applicable to charities. The Trustees are required under the Charities Act 1993 to prepare financial statements for each financial year, which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year (unless the charity is entitled to prepare accounts on the alternative receipts and payments basis). In preparing financial statements giving a true and fair view, the Trustees should follow best practice and:

- (a) select suitable accounting policies and apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements;
- (d) prepare the financial statements on a going concern basis unless it is inappropriate to assume that the charity will continue in operation.

The Trustees are responsible for maintaining proper accounting records which 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. 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 the 15<sup>th</sup> June 2009 and signed on its behalf.

  
W H ROBINSON  
TRUSTEE

15<sup>th</sup> June 2009

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF  
THE CENTRAL SOCIAL & RECREATIONAL TRUST**

We have audited the financial statements of The Central Social & Recreational Trust for the year ended 31<sup>st</sup> March 2009 which comprise: the Statement of Financial Activities, the Balance Sheet and the related notes. These financial statements have been prepared in accordance under the historical cost convention as modified by the revaluation of certain fixed assets and with the accounting policies set out therein.

The report is made solely to the charity trustees, as a body, in accordance with Section 43 of the Charities Act 1993. Our work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest possible extent permitted by law we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our work, for this report, or for the opinions we have formed.

**RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS**

The Trustees' responsibilities for preparing the Trustee's Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Trustees' Responsibilities.

We have been appointed as auditors under Section 43 of the Charities Act 1993 and report in accordance with regulations made under Section 44 of the Act. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Charities Act 1993. We also report to you if, in our opinion, the Trustees' Report is not consistent with the financial statements, if the company has not kept sufficient accounting records, if the charity's financial statements are not in agreement with these accounting records or if we have not received all the information and explanations we require for our audit.

We read other information contain in the Trustee's Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Trustees' Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

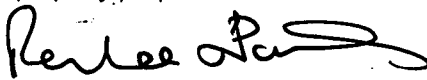
**BASIS OF OPINION**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of significant estimates and judgements made by the Trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**OPINION**

In our opinion the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charity's affairs as at 31<sup>st</sup> March 2009 and of its incoming resources and application of resources, including its income and expenditure for the year then ended and have been properly prepared in accordance with the Charities Act 1993.

  
**RAMON LEE & PARTNERS  
REGISTERED AUDITORS  
CHARTERED ACCOUNTANTS**

**KEMP HOUSE  
152/160 CITY ROAD  
LONDON EC1V 2DW**

**15<sup>th</sup> June 2009**

**THE CENTRAL SOCIAL & RECREATIONAL TRUST**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31ST MARCH 2009**  
**SUMMARY INCOME AND EXPENDITURE ACCOUNT**

	<u>Notes</u>	<u>UNRESTRICTED FUNDS</u>	
		<u>2009</u> £	<u>2008</u> £
<b>INCOMING RESOURCES</b>			
<b>Incoming resources from generated funds:</b>			
Investment income	2	44,201	43,495
<b>TOTAL INCOMING RESOURCES</b>		44,201	43,495
<b>RESOURCES EXPENDED</b>			
<b>Costs of generating funds:</b>			
Investment management costs	3	7,889	8,557
<b>Charitable activities</b>	4 & 5	27,596	14,520
<b>Governance costs</b>	5	5,693	30,579
<b>TOTAL RESOURCES EXPENDED</b>		41,178	53,656
<b>NET OUTGOING RESOURCES BEFORE OTHER RECOGNISED GAINS</b>		3,023	(10,161)
<b>OTHER RECOGNISED GAINS</b>			
Investment gains and losses		10,350	14,547
<b>NET MOVEMENT IN FUNDS FOR THE YEAR</b>		13,373	4,386
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward		1,083,249	1,078,873
<b>TOTAL FUNDS CARRIED FORWARD</b>		1,096,622	1,083,259

All movements derive from continuing activities.

There were no recognised gains or losses for 2009 or 2008 other than those included in the Statement of Financial Activities.

The notes on pages 9 to 12 form part of these accounts.

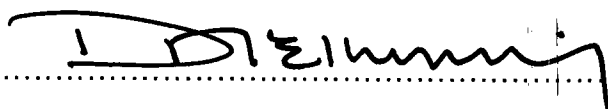


**THE CENTRAL SOCIAL & RECREATIONAL TRUST**

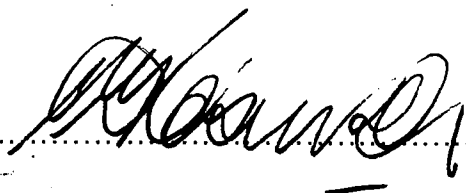
**BALANCE SHEET AS AT 31ST MARCH 2009**

	<u>Notes</u>	<u>2009</u>	<u>2008</u>
		£	£
<b>FIXED ASSETS</b>			
Investments	9	1,001,382	996,062
		<hr/>	<hr/>
		1,001,382	996,062
<b>CURRENT ASSETS</b>			
Cash at bank and in hand	"	106,481	92,927
<b>CREDITORS: Amounts falling due within one year</b>	10	11,241	5,740
		<hr/>	<hr/>
<b>NET CURRENT ASSETS</b>		95,240	87,187
<b>NET ASSETS</b>		<u>1,096,622</u>	<u>1,083,249</u>
<b>CAPITAL AND RESERVES</b>			
Unrestricted funds		1,096,622	1,083,249
<b>TOTAL FUNDS</b>		<u>1,096,622</u>	<u>1,083,249</u>

Approved by the Trustees on 15<sup>th</sup> June 2009 and were signed on its behalf by:



D McELHINNEY



W H ROBINSON

The notes on pages 9 to 12 form part of these accounts.

# THE CENTRAL SOCIAL & RECREATIONAL TRUST

## NOTES TO THE ACCOUNTS

### FOR THE YEAR ENDED 31ST MARCH 2009

#### 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 under the historical cost convention, as modified by the inclusion of fixed asset investments at market value and in accordance with applicable law and the Statement of Recommended Practice: Accounting and Reporting by Charities issued in March 2005.

The charity has taken advantage of the exemption in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement.

##### 1.2 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.

##### 1.3 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets (excluding investments) are stated at cost less depreciation. The cost of minor additions or those costing less than £500 are not capitalised. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Equipment	- 25% on net book value
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##### 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 INCOMING RESOURCES

All incoming resources 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 UNRESTRICTED FUNDS

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 RESOURCES EXPENDED

Expenditure is recognised on an accruals basis as a liability is incurred.

###### (a) Costs of generating funds

Costs of generating funds comprise the costs incurred relating to the management of the charity's investment portfolio.

###### (b) Charitable activities

Charitable activities represent grants payable, which are debited to the Statement of Financial Activities when an undertaking to pay the grant during the financial year has been entered into.

###### (c) Governance costs

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource.

**THE CENTRAL SOCIAL & RECREATIONAL TRUST**

**NOTES TO THE ACCOUNTS (Cont/d)**

**FOR THE YEAR ENDED 31ST MARCH 2009**

**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.

	<u>2009</u>	<u>2008</u>
	£	£
Bank deposit interest	3,676	4,172
Dividends from listed securities and government stocks	40,525	39,323
	<u>44,201</u>	<u>43,495</u>

**3. COSTS OF GENERATING FUNDS**

	<u>2009</u>	<u>2008</u>
	£	£
Investment management costs	7,889	8,557
	<u>7,889</u>	<u>8,557</u>

**4. GRANTS PAYABLE**

	<u>2009</u>	<u>2008</u>
	£	£
Grants and awards payable	27,590	13,021
	<u>27,590</u>	<u>13,021</u>

Grants for the year ended 31<sup>st</sup> March 2009 represent awards to various sporting clubs and organisations as detailed below. No individuals benefit from grant awards:

	£
Centurions ABC	1,200
Big T ABC	5,854
Haileybury Club	6,463
Long Lane ABC	3,805
Chidwall Valley Youth & Community Centre	2,491
Pooles Park Primary School	791
Salisbury Police Community ABC	5,886
North East Division of the London ABA	1,100
	<u>27,590</u>

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.

**THE CENTRAL SOCIAL & RECREATIONAL TRUST**

**NOTES TO THE ACCOUNTS (Cont/d)**

**FOR THE YEAR ENDED 31ST MARCH 2009**

**5. TOTAL RESOURCES EXPENDED**

	<u>Basis of allocation</u>	<u>Charitable Giving</u> £	<u>Governance</u> £	<u>2009</u> £	<u>2008</u> £
<b><i>Costs directly allocated to activities</i></b>					
Grants and donations	Direct	27,590	-	27,590	13,020
Audit fees	Direct	-	4,255	4,255	4,230
<b><i>Support costs allocated to activities</i></b>					
Administrative assistance	Usage	-	-	-	1,500
Legal, professional & consultancy	Usage	-	1,438	1,438	26,349
Sundry expenses	Transactions	6	-	6	-
		<u>27,596</u>	<u>5,693</u>	<u>33,289</u>	<u>45,099</u>

**6. NET MOVEMENT IN FUNDS FOR THE YEAR**

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

	<u>2009</u> £	<u>2008</u> £
Audit fees	4,255	4,230
	<u>4,255</u>	<u>4,230</u>

No remuneration was paid to Trustees in the year (2008 - £nil). No Trustees were reimbursed any expenses (2008 - £nil). No employee received remuneration of more than £60,000 (2008 - none). No Trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity (2008 - £nil).

**THE CENTRAL SOCIAL & RECREATIONAL TRUST**

**NOTES TO THE ACCOUNTS (Cont/d)**

**FOR THE YEAR ENDED 31ST MARCH 2009**

**7. INVESTMENTS**

	<u>2009</u>	<u>2008</u>
	£	£
Market value:		
Balance, brought forward	996,062	997,331
Additions	173,149	254,176
Disposals	(167,157)	(275,440)
(Loss) /gain on valuation at year end	(672)	19,995
	<u>1,001,382</u>	<u>996,062</u>
Historic cost	<u>978,575</u>	<u>969,107</u>
All of the above investments are allocated as follows:		
Held within the United Kingdom:		
UK Fixed interest stock	798,509	819,832
Non-UK Fixed interest stock	55,144	-
UK Equity – unity trusts	89,128	114,940
Non-UK Equity – unit trusts	58,601	61,290
	<u>1,001,382</u>	<u>996,062</u>

At 31<sup>st</sup> March 2009 the charity held the following stocks that represented more than 5% of the market value of listed investments held at 31<sup>st</sup> March 2009.

£155,900	4.0% Treasury Stock 7/9/2016	169,574
£93,200	4.5% Treasury Stock 7/9/2019	104,006
£202,902	4.75 Treasury Stock 7/9/2015	228,569
£141,447	4.75% Treasury Stock 7/3/2020	160,046
£120,200	5.0% Treasury Stock 7/3/2025	136,314
599,265	Coutts Global Inv Grade Bond Prog Ser 2	55,144
4997.737	Coutts UK Equity Prog Ser 2	73,217
		<u>926,870</u>

**8. CREDITORS: Amounts falling due within one year**

	<u>2009</u>	<u>2008</u>
	£	£
Grants payable	6,986	-
Accruals	4,255	5,740
	<u>11,241</u>	<u>5,740</u>