

**THE CENTRAL SOCIAL & RECREATIONAL TRUST**

**TRUSTEES' REPORT AND ACCOUNTS**

**FOR THE YEAR ENDED 31ST MARCH 2012**

**Charity No: 305982**

# THE CENTRAL SOCIAL & RECREATIONAL TRUST

## REPORT AND ACCOUNTS

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# THE CENTRAL SOCIAL & RECREATIONAL TRUST

## LEGAL AND ADMINISTRATIVE INFORMATION

<b>Trustees</b>	W H Robinson D McElhinney R G Caborn K A Walters
<b>Secretary</b>	B Gold
<b>Charity Number</b>	305982
<b>Registered Office</b>	The Diary House Rickett Street London SW6 1RU
<b>Independent Auditors</b>	Ramon Lee & Partners Kemp House 152/160 City Road London EC1V 2DW
<b>Bankers and Investment Advisers</b>	Coutts & Co. 440 Strand London WC2R 0QS

# THE CENTRAL SOCIAL & RECREATIONAL TRUST

## TRUSTEES' REPORT

### FOR THE YEAR ENDED 31ST MARCH 2012

The Trustees present their report and accounts for the year ended 31st March 2012.

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 2012

#### 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 £50,540 (2011 - £51,620). The grants were awarded to thirty-one (2011 – sixteen) organisations involved in sporting and youth activities.

#### FINANCIAL REVIEW

The deficit for the year amounted to £40,493 (2011 – surplus £816). The Trust incurred a deficit of £39,454 (2011 – deficit £48,214) prior to a realised and unrealised investment deficit arising on the charity's investment portfolio totalling £1,039 (2011 – surplus £49,030).

Principal funding came from the investment income arising on the charity's investment portfolio. Investment returns increased from £18,827 in the year to 31<sup>st</sup> March 2011 to £27,618 for the year ended 31<sup>st</sup> March 2012. This reflects a change in the make up in the nature of the Trust's portfolio and is compensated for by a significant decrease in capital growth reflected by a minor realised and unrealised loss on its investment portfolio, compared to a significant gain in the year to 31<sup>st</sup> March 2011.

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 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

The Trust has continued to operate in much of the same way as in previous years. The current Trustees were appointed in December 2008 and from that point there has been an effort to increase the annual amounts of grants paid. Grants have increased from £35,283 in the year to 31<sup>st</sup> March 2010 to £51,620 in 2011, a level which has been generally maintained in the year to 31<sup>st</sup> March 2012. A variety of organisations have benefited in the year under review from grants, with the amounts given ranging from £499 to £4,734. The Trust has increased its activities with the launch of a website [www.csrt.info](http://www.csrt.info) to which potential applicants are directed.

#### 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 2012

### 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 £1,101,807.

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. Only clubs/organisations which are affiliated to their governing body (such as the Amateur Boxing Association of England, National Association of Clubs for Young People etc.) will be considered for a grant. Grants generally will be no more than £1,000 although the Trustees will consider applications above this figure in exceptional circumstances.

### STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' 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 and 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 of the Charity for that period. In preparing these financial statements, the Trustees are required to:

- (a) select suitable accounting policies and apply them consistently;
- (b) observe the methods and principles in the Charities SORP;
- (c) make judgements and estimates that are reasonable and prudent;
- (d) state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- (e) prepare the financial statements on a 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 1993 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 12<sup>th</sup> June 2012 and signed on its behalf.



W H ROBINSON  
TRUSTEE

12<sup>TH</sup> JUNE 2012

# INDEPENDENT AUDITOR'S 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 2012 which comprise: the Statement of Financial Activities, the Balance Sheet and related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The report is made solely to the charity trustees, as a body, in accordance with Section 43 of the Charities Act 1993 and regulations made under section 44 of that Act. 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 audit work, for this report, or for the opinions we have formed.

## RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS

As explained more fully in the Trustees' Responsibilities Statement set out on page 5, the Trustees' are responsible for the preparation of financial statements which give a true and fair view.

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 that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

## SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

## OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31<sup>st</sup> March 2012, and of its incoming resources and application of resources, 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 requirements of the Charities Act 1993.

## MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Charities Act 1993 requires us to report to you if in our opinion:

- the information given in the Trustee's Annual Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.



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

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

12<sup>TH</sup> JUNE 2012

**THE CENTRAL SOCIAL & RECREATIONAL TRUST**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31ST MARCH 2012**  
**SUMMARY INCOME AND EXPENDITURE ACCOUNT**

	<u>Notes</u>	<u>UNRESTRICTED FUNDS</u>	
		<u>2012</u> £	<u>2011</u> £
<b>INCOMING RESOURCES</b>			
<b>Incoming resources from generated funds:</b>			
Investment income	2	27,618	18,827
<b>TOTAL INCOMING RESOURCES</b>		<u>27,618</u>	<u>18,827</u>
<b>RESOURCES EXPENDED</b>			
<b>Costs of generating funds:</b>			
Investment management costs	3	11,032	9,921
<b>Charitable activities</b>	4 & 5	51,540	52,620
<b>Governance costs</b>	5	4,500	4,500
<b>TOTAL RESOURCES EXPENDED</b>		<u>67,072</u>	<u>67,041</u>
<b>NET (OUTGOING)/INCOMING RESOURCES BEFORE OTHER RECOGNISED GAINS</b>		(39,454)	(48,214)
<b>OTHER RECOGNISED GAINS</b>			
Investment gains and losses		(1,039)	49,030
<b>NET MOVEMENT IN FUNDS FOR THE YEAR</b>		<u>(40,493)</u>	<u>816</u>
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward		1,142,300	1,141,484
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>1,101,807</u>	<u>1,142,300</u>

All movements derive from continuing activities.

There were no recognised gains or losses for 2012 or 2011 other than those included in the Statement of Financial Activities.

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

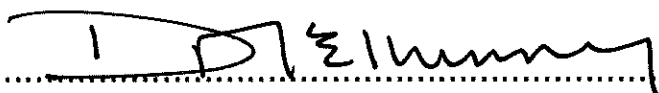


THE CENTRAL SOCIAL & RECREATIONAL TRUST

BALANCE SHEET AS AT 31ST MARCH 2012

	<u>Notes</u>	<u>2012</u>	<u>2011</u>
		£	£
<b>FIXED ASSETS</b>			
Investments	7	1,059,834	1,084,312
		<u>1,059,834</u>	<u>1,084,312</u>
<b>CURRENT ASSETS</b>			
Cash at bank and in hand		46,473	62,488
<b>CREDITORS: Amounts falling due within one year</b>	8	4,500	4,500
		<u>41,973</u>	<u>57,988</u>
<b>NET CURRENT ASSETS</b>		41,973	57,988
<b>NET ASSETS</b>		<u>1,101,807</u>	<u>1,142,300</u>
<b>CAPITAL AND RESERVES</b>			
Unrestricted funds		1,101,807	1,142,300
<b>TOTAL FUNDS</b>		<u>1,101,807</u>	<u>1,142,300</u>

Approved by the Trustees on 12<sup>th</sup> June 2012 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 2012

#### 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 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.

##### 1.4 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.

##### 1.5 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.

##### 1.6 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.

#### 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>2012</u>	<u>2011</u>
	£	£
Bank deposit interest	179	319
Dividends from listed securities and government stocks	27,439	18,508
	<u>27,618</u>	<u>18,827</u>

**THE CENTRAL SOCIAL & RECREATIONAL TRUST**

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

**FOR THE YEAR ENDED 31ST MARCH 2012**

**3. COSTS OF GENERATING FUNDS**

	<u>2012</u>	<u>2011</u>
	£	£
Investment management costs	11,032	9,921
	<u>11,032</u>	<u>9,921</u>

**4. GRANTS PAYABLE**

	<u>2012</u>	<u>2011</u>
	£	£
Grants and awards payable	50,540	51,620
	<u>50,540</u>	<u>51,620</u>

Grants for the year ended 31<sup>st</sup> March 2012 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.

	£
Balham ABC	2,014
One in a Million Athletics	828
Christchurch Open Award Centre	1,448
Hillingdon Judo Club	2,002
New Addington ABC	1,086
Droylsden ABC	1,965
Wildcard ABC	2,052
Huyton ABC	1,991
Epsom & Ewell ABC	1,930
Helstead Boxing Club	2,000
Tyne Tees & Wear ABA	4,734
Merlin ABC	2,484
Kingsfisher ABC	1,460
Islington Boys Club	2,003
Newbiggin ABC	2,501
Earlsfield ABC	2,180
Kirkby ABC	1,973
Sands End ABC	1,000
Willow Hearts Judo Club	1,300
Downend	1,093
Attleborough ABC	1,500
Falcon Martial Arts Academy	999
Canvey ABC	1,000
Lancaster & Morcombe Youth Academy	1,500
Wirral Community BC	1,499
Stacey ABC	998
Sheffield Lane ABC	1,000
Broadstreet BC	500
The Fitness Factory	1,500
Taunton ABC	499
Swade Gloves ABC	1,500
	<u>50,540</u>

THE CENTRAL SOCIAL & RECREATIONAL TRUST

NOTES TO THE ACCOUNTS (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2012

5. TOTAL RESOURCES EXPENDED

	<u>Basis of allocation</u>	<u>Charitable Giving</u> £	<u>Governance</u> £	<u>2012</u> £	<u>2011</u> £
<i>Costs directly allocated to activities</i>					
Grants and donations	Direct	50,540	-	50,540	51,620
Audit fees	Direct	-	4,500	4,500	4,500
<i>Support costs allocated to activities</i>					
Administrative assistance	Usage	1,000	-	1,000	1,000
Communications	Usage	-	-	-	-
		<u>51,540</u>	<u>4,500</u>	<u>56,040</u>	<u>57,120</u>

6. NET MOVEMENT IN FUNDS FOR THE YEAR

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

	<u>2012</u> £	<u>2011</u> £
Audit fees	4,500	4,500
	<u>4,500</u>	<u>4,500</u>

No remuneration was paid to Trustees in the year (2011 - £nil).

No Trustees were reimbursed any expenses (2011 - £nil).

No employee received remuneration of more than £60,000 (2011 – none).

No Trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity (2011 - £nil).

**THE CENTRAL SOCIAL & RECREATIONAL TRUST**

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

**FOR THE YEAR ENDED 31ST MARCH 2012**

**7. INVESTMENTS**

	<u>2012</u>	<u>2011</u>
	£	£
Market value:		
Balance, brought forward	1,084,312	1,051,824
Additions	248,927	1,416,015
Disposals	(292,362)	(1,420,923)
Gain/(loss) on valuation at year end	18,957	37,396
	<u>1,059,834</u>	<u>1,084,312</u>
 Historic cost	 <u>998,168</u>	 <u>1,023,833</u>
 All of the above investments are allocated as follows:		
Held within the United Kingdom:		
UK Fixed interest stock	467,561	438,590
Non-UK Fixed interest stock	120,525	84,031
UK Equity – unity trusts	205,208	262,792
Non-UK Equity – unit trusts	131,638	159,307
Non-UK - hedge funds	134,902	139,592
	<u>1,059,834</u>	<u>1,084,312</u>

At 31<sup>st</sup> March 2012 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 2012.

17,054.818	Coutts UK Sov Bond Index Prog Ser 5	245,078
3,454.576	Coutts UK Specialist Equity Index Prog Ser 2	57,001
9,665.29	Coutts UK Specialist Equity Income S2 GBP Inc Nav	80,898
80,187.3	Fil Inv Serv Fid MB Income Gross Y Inc	87,164
4.931	Orbita Capital Returns Strat B	73,798
113,596.785	Standard Life Inv Corp Bd Inc Instl Shs Nav	61,819
		<u>605,758</u>

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

	<u>2012</u>	<u>2011</u>
	£	£
Accruals	4,500	4,500
	<u>4,500</u>	<u>4,500</u>