WELSH GUARDS CHARITY

REPORT AND FINANCIAL STATEMENTS

31 MARCH 2019

WELSH GUARDS CHARITY

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WELSH GUARDS CHARITY

TRUSTEES AND ADMINISTRATIVE INFORMATION

Trustees	Chairman – Major General RJ Æ Stanford MBE Captain R S Mason T A Cooper Esq Captain B M H Branston S C Rhodes Esq Captain T C MacDonald-Milner Captain B C M Lewis J A J Price Esq D H Helm Esq Mrs M Bowen Captain R Forrest Captain P Craig-Cooper
Regimental Adjutant and Secretary	Colonel T C S Bonas
Regimental Welfare and Finance Officer	Major M E Browne BEM
Address	Regimental Headquarters *Welsh Guards* Wellington Barracks Birdcage Walk London SW1E 6HQ
Investment managers	*Newton Investment Management Limited* Mellon Financial Centre 160 Queen Victoria Street London EC4V 4LA
Bankers	Lloyds TSB Plc Cox's & King's PO Box 1190 7 Pall Mall London SW1Y 5NA Teachers Building Society Allenview House Hanham Road Wimbourne Dorset BH21 1AG Shawbrook Bank Limited Lutea House Warley Hill Business Park The Dr, Great Warley Brentwood CM13 3BE
Auditors	Wise and Co Chartered Accountants Registered Auditors Wey Court West Union Road Farnham Surrey GU9 7PT
Registered charity number	1152766 (England & Wales)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019

The Trustees are pleased to present their report and financial statements of the charity for the year ended 31 March 2019. This report is prepared in accordance with the recommendations of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) – Charities SORP (FRS102)

Structure Governance and Management

The Charity was formed by a scheme of the Charity Commission on 29 May 2013 and was registered with the Commission on 8 July 2013.

The Charity was formed to take over the net assets and activities of the Welsh Guards Comforts Fund, The Welsh Guard Welfare Fund and other charitable funds related to the Welsh Guards regiment.

The trustees are responsible for the management of the charity. New trustees are recruited from serving or retired members of the Regiment or their wives/partners and candidates are chosen because they have particular skills and experience which complement those of existing trustees. New trustees are briefed by the Regimental Adjutant and the Chairman on joining. Training which is appropriate to the activities of the Charity, including attendance at seminars, is provided for trustees. The trustees meet twice a year when policy concerning the charity is discussed and decisions made.

The trustees during the year were.

Chairman – Major General RJ Æ Stanford MBE
Captain R S Mason
T A Cooper Esq
Captain B M H Branston
S C Rhodes Esq
Captain T C MacDonald-Milner
Captain B C M Lewis
J A J Price Esq
D H Helm Esq
Mrs M Bowen
Captain R Forrest
Captain P Craig-Cooper

Key management personnel comprise the Regimental Adjutant and Treasurer. Their remuneration is met by the MOD. They were also paid honoraria by the charity.

The Charity has four funds:

General Purposes Fund

This is an expendable endowment fund, the income of which can be used for general purposes.

Welfare fund

This is a permanent endowment fund the income of which can only be used for welfare.

The Band Fund

This is an expendable endowment fund the income of which can be used both for the Band and for the efficiency of the Armed Forces (i.e. Welsh Guards) if so wished.

Welsh Guards Afghanistan Appeal Fund

This fund is an expendable endowment fund the income of which can be used only for the purposes of the Appeal.

Objectives and Activities

The objects of the charity are:

1. To promote the efficiency of the Welsh Guards, by fostering Esprit De Corps and by such other means as the trustees shall from time to time determine.
2. To commemorate and remember those members, or former members, of the Welsh Guards who have lost their lives or suffered injury, or put themselves at risk of loss of life or injury, in service to the public.
3. To relieve either generally or individually persons who are serving or who have served in the Welsh Guards or the dependents of such persons who are in conditions of need, hardship or distress.
4. To advance the education of the public, including members of the Welsh Guards, in the history, deeds, traditions and role of the Welsh Guards.

Grant making policy and public benefit

The Trustees confirm that they have referred to the guidance contained in the Charity Commission General Guidance on Public Benefit when reviewing the Charity's aims and objectives and when planning future activities and setting grant making policies.

The Charity makes grants within the parameters of its charitable objectives listed above.

As a matter of principle, assistance to former members of the Regiment and their families is given through welfare organisations rather than by direct grant. Applications for assistance are usually routinely supported by a Royal British Legion or SSAFA report. The Regimental Veterans Officer (RVO) is in constant liaison with welfare agencies and, if assistance is not available from Regimental funds, that office can often help by ensuring that applicants are at least receiving all the benefits to which they may be entitled.

Similarly, requests for assistance from serving members of the Regiment must be supported by their Commanding Officer and in most cases grants will be paid through him.

Bids for major grants are normally considered by Trustees at the March meeting annually. Exceptionally bids may be considered out of committee.

Achievements and performance

The charity has continued to fulfil the objectives of the previous charities and funds and also fulfilled the objects of the charity through making grants in accordance with the above policy. Details of expenditure are given in the notes to the financial statements. The success and impact of the charity's activities are assessed in many ways including feedback from the Commanding Officer and detailed reports by the Regimental Veterans Officer on Welsh Guardsmen and their relatives, many of whom have been helped by the charity.

In financial year 2018/2019 the Charity has granted £80,168 to 1st Battalion Welsh Guards in order to promote the efficiency of the Welsh Guards and foster Esprit De Corps, mainly through sports and adventurous training activities.

The Charity has also made welfare and benevolence grants of approximately £27,005 to our veterans and to preserve our Regimental heritage. This has allowed, for example, groups of veterans from the Falklands War in 1982 to return to the Islands greatly helping them come to terms from their experiences there.

Preserving our heritage and promoting education of the Regiment has, for example, been achieved by Regimental battlefield tours which took place to Italy and also to Belgium in September 2018. Some 60 from the Regiment attended these tours. The Regiment also supports the Welsh Guards Collection in Oswestry, Shropshire. This collection has a great deal on display including uniforms, weapons and equipment, photographs and much else since the Regiment was formed in 1915. Some 20,000 people visit the Collection each year and it does much to promote our heritage and educate.

In early 2017, the Trustee's took the decision that the Charity needed to raise its profile to become better known and, in so doing, achieving our charitable objectives better. As a result it was decided to produce an annual Charity Impact Report for each year and to establish a standalone Charity website. The Charity has now produced three Impact Reports covering the period 2016/2017, 2017/2018 and 2018/2019. These are promulgated widely within the Regiment and can be viewed also online on the Charity website. The Welsh Guards Charity website was launched in September 2017 and has been a huge success. It is a very valuable fora in which the Charity is able to post events and keep people abreast of the Charity's work. It can be viewed at www.welshguardscharity.co.uk

The Regiment and Charity has an aspiration to establish a Welsh Guards Museum in Cardiff Castle in 2020, with the support of Cardiff City Council and the Royal Welsh College of Drama and Music. A number of meetings have already been held between the key enablers.

Trustees responsibilities

Charity Law requires the Trustees to prepare financial statements for each financial period which give a true and fair view of the Charity's financial activities during the period and of their financial position at the end of the period. In preparing those financial statements, the Trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- observe the methods and principles in the Charities SORP
- state whether applicable UK Accounting Standards have been followed, 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 the foreseeable future.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and which enable it to ensure that the financial statements comply with applicable law. 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.

Financial review

The results of the Charity's activities are shown at pages 9-12.

Risk management

The Trustees have regard for the principal areas of the Charity's operations and the major risks which may arise in these areas. In their opinion, the Charity has established resources and review systems which, under normal conditions, should allow the risks identified by them to be mitigated to an acceptable level in their day to day operations. The principal risk is that poor investment performance could severely deplete the charity's reserves and ability to generate sufficient funds to meet needs. This risk is managed by appointing reputable fund managers and review of their performance at trustees' meetings at which the fund managers present. The risk of inappropriate expenditure is covered by authorisation procedures and review of detailed management and year-end accounts by trustees.

In addition, the Trustee's carried out a review of their risks and these were updated in a revised document dated 23 March 2018.

Investment policy

The Charity's investments used to be held in the Welsh Guards Common Investment Fund. On 9th May 2014, the investments were transferred to the Charity and the Common Investment Fund was wound up. The investments are managed by Newton Investment Management who are briefed with generating an income to meet current needs whilst maintaining the real value of the portfolio over the longer term. The trustees consider the investment performance to have been satisfactory during the period.

Reserves

The Trustees' policy is to maintain a level of reserves sufficient to provide a stable base for the Charity's continuing activities while at the same time ensuring excessive funds are not accumulated. The Trustees believe that the reserves are sufficient for its current purposes and these are reviewed on a regular basis.

Future plans

The Charity aims to continue to fulfil its objectives through making grants in accordance with the terms of its funds.

Approved by the Board of Trustees on 24 October 2019 and signed on its behalf

.....

Major General RJ Æ Swanford MBE - Chairman

TA COOPER ESQ
TRUSTEE
ACTING CHAIRMAN

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES

We have audited the financial statements of Welsh Guards Charity for the year ended 31 March 2019 set out on pages 9-26. 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), including Financial Reporting Standard FRS 102.

Our audit work has been undertaken so that we might state to the trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the 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 Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditors under the Charities Act 2011 and report in accordance with regulations made under that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with relevant legal and regulatory requirements 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 and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 March 2019 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 2011.

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 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- the charity has not kept sufficient accounting records; 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.

Wise & Co

Wise & Co
Registered Auditors
Wey Court West
Union Road
Farnham
Surrey
GU9 7PT

26/11/2019

WELSH GUARDS CHARITY

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2019

		General Purposes Fund	Band Fund	Welfare Fund	Welsh Guards Afghanistan Appeal Fund	2019
		Unrestricted Income	Unrestricted Income	Restricted Income	Restricted Income	Total Income
Income						
Investment income		86,178	10,049	16,669	55,231	168,127
One and two days' pay scheme		34,164	-	30,257	-	64,420
Donations		29,004	500	-	20,817	50,321
Legacies		25,671	-	-	-	25,671
Fundraising		41,491	-	-	-	41,491
Other income		33,494	3,900	(1,056)	83	36,421
Total income		250,000	14,449	45,870	76,132	386,450
Expenditure						
Cost of raising funds		18,212	210	-	13,850	32,272
Grants and donations	2	95,218	-	29,261	(50)	124,428
Other charitable activities	3	156,829	15,142	12,975	53,771	238,717
Regimental property	4	6,106	15	3,291	-	9,413
Support costs	2	34,868	500	4,886	10,713	50,967
Total expenditure		311,233	15,867	50,412	78,284	456,396
Net expenditure		(61,233)	(1,418)	(4,543)	(2,152)	(69,346)
Transfer						
Gain on investment assets						
Gains on revaluation of fixed assets		314,268	-	-	-	314,268
Net movement in funds						
Fund balances brought forward		398,859	29,155	195,252	98,779	722,045
Total funds carried forward		651,895	27,736	190,709	96,627	966,967

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2019 (cont.)

		2019	2019	2019	Welsh Guards Charity	Welsh Guards Association		
		Total Income	Total Expendable Endowment	Total Permanent Endowment	Total 2019	Total 2019	2019	2018
Income								
Investment income		168,127	-	-	168,127	11,971	180,098	137,304
One and two days' pay scheme		64,420	-	-	64,420	-	64,420	59,051
Donations		50,321	-	-	50,321	53,588	103,909	61,722
Legacies		25,671	-	-	25,671	-	25,671	25,000
Fundraising		41,491	-	-	41,491	21,288	62,779	33.322
Other income		36,421	-	-	36,421	3,127	39,548	26,363
Total income		386,450	-	-	386,450	89,974	476,424	342,762
Expenditure								
Cost of raising funds		32,672	-	-	32,672	10,108	42,980	49.079
Grants and donations	2	124,428	-	-	124,428	744	125,172	140.335
Other charitable activities	3	238,717	-	-	238,717	33,863	272,580	193,589
Regimental property	4	9,413	-	-	10,043	-	9,413	10,556
Support costs		50,967	-	-	50,967	751	51,718	58,263
Total expenditure		456,796			456,796	45,466	501,862	454,283
Net expenditure		(69,346)	-	-	(69,346)	45,408	(25,438)	(109,059)
Realised gains/(losses) on investments		-	-	-	-	-	-	48,496
Unrealised gains/(losses) on investments		-	398,252	44,864	443,116	32,382	475,498	(36,453)
Gains on revaluation of fixed assets		314,268	-	-	314,268	-	314,268	149,700
Net movement in funds		244,922	398,252	44,864	668,038	76,890	764,928	52,684
Fund balances brought forward		722,045	5,107,421	552,285	6,381,752	421,288	6,803,040	6,750,356
Total funds carried forward		966,967	5,505,673	597,149	7,069,790	498,178	7,567,968	6,803,040

WELSH GUARDS CHARITY

BALANCE SHEET
AS AT 31 MARCH 2019

		General Purposes Fund	Band Fund	Welfare Fund	Welsh Guards Afghanistan Appeal Fund	Welsh Guards Charity Total 2019	Welsh Guards Association Total 2019	2019	2018
Fixed assets									
Tangible assets	**8**	-	-	2,573	-	2,573	-	2,573	44,196
Heritage asset	**9**	502,600	-	-	-	502,600	-	502,600	150,000
Investments	**10**	2,966,069	364,329	600,599	2,001,085	5,932,083	433,500	6,365,583	5,890,085
Debentures	**11**	-	-	10,846	-	10,846	-	10,846	10,000
		3,468,669	364,329	614,018	2,001,085	6,448,102	433,5000	6,881,602	6,094,281
Current assets									
Stocks		19,355	-	-	-	19,355	-	19,355	17,687
Debtors	**12**	23,176	5,360	5,206	11,398	45,140	2,567	47,706	65,000
Cash at bank and in hand		506,513	270	44,372	34,248	585,403	51,623	637,026	654,133
Inter fund debtors		-	11,584	126,247	171,102	308,934	13,728	322,662	322,662
		549,043	17,214	175,826	216,748	958,832	67,918	1,026,748	1,059,482
Current liabilities									
Inter fund creditors		(322,662)	-	-	-	(322,662)	-	(322,662)	(322,622)
Sundry Creditors		(8,953)	(399)	(1,140)	(3,990)	(14,482)	(3,240)	(17,722)	(28,101)
Net current assets		880,658	17,612	176,966	220,738	621,688	64,678	686,365	708,759
Net assets		3,686,098	381,144	788,704	2,213,843	7,069,790	498,178	7,567,968	6,803,040

WELSH GUARDS CHARITY

BALANCE SHEET (continued)
AS AT 31 MARCH 2019

		General Purposes Fund	Band Fund	Welfare Fund	Welsh Guards Afghanistan Appeal Fund	Welsh Guards Charity Total 2019	Welsh Guards Association Total 2019	2019	2018
UNRESTRICTED INCOME FUNDS									
Unrestricted income funds		180,981	27,736	-	-	208,717	44,508	253,224	278,314
Restricted income funds		-	-	191,555	102,727	294,282	-	294,282	294,032
Expendable endowment funds	13	3,041,150	353,408	-	2,111,116	5,505,674	453,670	5,959,943	5,528,709
Permanent endowment funds		-	-	597,149	-	597,149	-	597,149	552,285
Revaluation reserve		463,968	-	-	-	463,968	-	463,968	149,700
Net assets		3,686,098	381,144	788,704	2,213,843	7,069,790	498,178	7,567,968	6,803,040

Approved by the Board of Trustees on 26 Oct 2019 and signed on its behalf:

.....
~~Major General R J E Stanford MBE - Chairman~~
T A COOPER ESQ
TRUSTEE
ACTING CHAIRMAN

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

1 ACCOUNTING POLICIES

1.1 Basis of accounting

These 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) – (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), incorporating Update Bulletin 1.

The Charity constitutes a public benefit entity as defined by FRS102.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been under the historical cost convention.

Investment securities are reflected in the accounts at market value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the governors continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Investment income

Investment income is credited to the income and expenditure account when the income is probable, when the charity is entitled to the income and the amount of income can be measured reliably.

1.4 Voluntary income

Donations under deeds of covenant, together with the associated income tax recoverable, and subscriptions are recognised as income when the income is probable, when the charity is entitled to the income and the amount of income can be measured reliably.

1.5 Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

ACCOUNTING POLICIES cont.

1.5 Expenditure cont.

Grants payable are payments made to third parties in furtherance of the charitable objectives of the Charity. Grants payable are accounted for when either the recipient has a reasonable expectation that they will receive the grant and the Trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and the condition attaching to the grant is outside the control of the Trustees.

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

1.6 **Cost of raising funds**

These relate to those specific costs incurred for investment management fees and in organising and staging fundraising events and seeking voluntary contributions together with attributable support costs.

1.7 **Charitable activities**

The Charity makes grants to projects and these, along with the direct costs, are allocated to each of the identified charitable activities as incurred. Support costs are the indirect costs of carrying out these activities and are allocated on the basis of total spend on each activity in the year.

1.8 **Governance**

This represents all costs involving public accountability of the Charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and constitutional requirements together with attributable support costs.

1.9 **Tangible fixed assets**

Tangible fixed assets are stated at cost less depreciation. Depreciation is calculated to write off the cost, less estimated residual value, of each asset over its expected useful life at the following rates:

Band instruments	5% per annum on written down value
Motor vehicle	25% per annum on costs
Office equipment	25% per annum on costs

1.10 **Heritage assets**

Heritage assets are stated at market value and are reviewed annually for impairment. They are not depreciated on the grounds of indefinite useful economic life.

1.11 **Fixed asset investments**

Investments are stated at mid-market value.

1.12 **Stocks**

Sundry stocks are stated at the lower of cost and net realisable value.

1.13 **Financial instruments**

The charity has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are recognised initially in the accounts at transaction price, including any transaction costs. At the end of each accounting period, basic financial instruments are recognised at amortised cost. For debt instruments this is calculated using the effective interest rate method.

1.14 **Fund accounting**

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the Trust's charitable objectives. Restricted funds are specifically donated to the Charity where the donor has specified they be used for the benefit of a specific fund.

The expendable endowment fund relates to an investment portfolio with the terms that the primary objective is to preserve the capital whilst the income generated is wholly unrestricted to be applied by the Trustees towards the general charitable purpose of the Charity. The terms of the fund also allow for income to be accumulated and for the capital to be spent if the Trustees so determine.

The permanent endowment fund relates to an investment portfolio with the terms that the primary objective is to preserve the capital whilst the income generated is wholly unrestricted to be applied by the Trustees towards the general charitable purpose of the Charity.

2 GRANTS AND DONATIONS

	Year ending Mar 2019	Year ending Mar 2018
	£	£
General Purposes Fund		
Grants – 1st Battalion Welsh Guards	80,266	81,571
Other grants of less than £200 each	423	120
Other grants	14,479	1,376
	95,168	83,067
Band Fund		
	£	£
Grants	-	17,730
Welfare Fund		
	£	£
Welfare grants	23,842	25,690
Army Benevolent Fund	5,418	1,200
	29,260	26,843
Welsh Guards Afghanistan Appeal	£	£
Grants	744	11,250
Association Fund		
	£	£
Other grants	744	1,398
Total Grants payable		
General purposes Fund	95,168	83,067
Band Fund	-	17,730
Welfare Fund	29,260	26,890
Welsh Guards Afghanistan Appeal	744	11,250
Association fund	-	1,398
	125,172	140,335

Support costs of £51,718 (2018: £58,263) includes office costs £5,985; Costs of grant making (including Honorarium and expenses) of £16,437; other costs of £15,435 and governance costs of £13,860 See note 5).

3 OTHER CHARITABLE ACTIVITIES

	Year ending Mar 2019 £	Year ending Mar 2018 £
Battlefield tour	84,113	43,661
Regimental Veterans officer salary and expenses	41,961	35,698
Honoraria and expenses	51,873	43,722
Queen's Birthday Parade	-	-
St David's Day	-	-
Remembrance Day	12,012	7,104
Welsh Guards – Welcome home parade	12,058	-
Welsh Guards Charity Christmas card	925	(3,001)
Presentation - salvers	3,568	1,858
Meeting/ entertainment	5,513	11,579
Fishing licences	-	3,840
Regimental archives	2,086	2,931
Regimental goods	8,545	6,686
Other expenses	3,576	777
Various events	30,189	17,930
HQH Div. Subs	3,907	3,551
	272,580	193,589

Summary of Other Charitable Activities expenditure

		£
General Purposes Fund	154,872	114,435
Band Fund	15,142	2,690
Welfare Fund	12,974	12,180
Welsh Guards Afghanistan Appeal	54,771	46,540
Welsh Guards Association	33,863	17,744
	272,580	193,589

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019

4 REGIMENTAL PROPERTY

General Purposes Fund	£	£
Repairs and maintenance	4,514	1,593
Insurance	1,592	2,289
Regimental property	-	616
	6,106	4,499

Band Fund	£	£
Insurance	15	36
Loss on disposal	-	-
	15	36

Welfare Fund	£	£
Depreciation	3,291	5,933
Loss on disposal	-	-
Insurance	-	88
	3,291	6,021

ASSOC Fund	£	£
	-	-
Insurance	-	-

5 GOVERNANCE

Governance costs include expenditure incurred on accountancy, audit and legal fees incurred in the year on the various funds. Governance costs for the year were £13,300 (2018: £13,330) which included £13,300 (2018: £13,300) for audit and accountancy fees.

6 TRUSTEES REMUNERATIONS AND EXPENSES

During the year, no trustees received reimbursed expenses (2018 - £Nil)

7 EMPLOYEES & HONORARIUM

	Year ending Mar 2019 £	Year ending Mar 2018 £
Wages and salaries and car allowance	36,602	34,845
Social security costs	889	646
Honorarium	59,500	55,083
	96,991	90,574

There was one person employed by the company during the year (2018: one). No employee received employee benefits of over £60,000.

The Honorarium relates to the Regimental Adjutant, the Assistant Regimental Adjutant and the Treasurer, all of which are not employed by the charity.

8 TANGIBLE FIXED ASSETS

General purposes Fund	Paintings £	Office equipment £	Total
Cost			
At 1 April 2018	38,332	13,947	52,279
Transfer to heritage assets	(38,332)	-	(38,332)
At 31 March 2019	-	13,947	13,947
Depreciation			
At 1 April 2018	-	13,947	13,947
Depreciation for the year	-	-	-
At 31 March 2019	-	13,947	13,947
Net book value at			
31 March 2019	-	-	-
31 March 2018	38,332	-	44,196

TANGIBLE FIXED ASSETS (continued)

Welfare fund	Motor Vehicles	Total
	£	£
Cost		
At 1 April 2018	23,733	23,733
At 31 March 2019	23,733	23.733
Depreciation		
At 1 April 2018	17,869	17,869
Charge for the year	3,291	3,291
At 31 March 2019	21,160	21,160
Net book value at		
31 March 2019	2,573	2,573
31 March 2018	5,864	5,864

9. Heritage assets

General fund	Victoria Cross	Paintings
	£	£
Cost		
At 1 April 2018	150,000	-
Additions/Transfer	-	38,332
Revaluation		314,268
At 31 March 2019	150,000	352,600

The Victoria Cross was valued by Dix Noonan Webb (DNW) on the 21st September 2017. The valuation was based on commercial markets, including recent transactions and information from auctions where similar types of medals were sold.

During the year, the paintings held by the charity were valued, by Edward Fraser Ltd. The trustees have made the decision to revalue the paintings that were previously held in the charity.

10 INVESTMENTS

	2019 £
Market value 1 April 2018	5,890,085
Disposal of shares	-
Net realised/unrealised investment gains	475,497
Market value 31 March 2019	6,365,583

11 DEBENTURES

This comprises two £50 debentures issued by the Welsh Rugby Union acquired for a consideration of £5,000 each. The debentures will be extended from March 2021 and the additional cost of £846 relates to this extension.

12 DEBTORS

	Year ending Mar 2019 £	Year ending Mar 2018 £
Accrued income	28,143	32,555
Prepayments	19,563	32,445
	47,706	65,000

13 EXPENDABLE ENDOWMENT FUNDS

	General Purposes Fund	Band Fund	Welsh Guards Afghanistan Appeal Fund	Welsh Guards Charity Total 2018	Welsh Guards Association Total 2018	2019	2018
Balance brought forward	2,819,592	326,193	1,961,637	5,107,421	421,888	5,529,309	5,519,463
Movement in the year	221,588	27,215	149,478	398,252	32,832	430,633	11,336
At 31 March 2019	3,041,150	353,408	2,111,116	5,505,673	454,270	5,959,942	5,530,799

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

14 STATEMENT OF FINANCIAL ACTIVITIES (2018 COMPARATIVES)

		General Purposes Fund	Band Fund	Centenary Fund	Welfare Fund	Welsh Guards Afghanistan Appeal Fund	2018
		Unrestricted Income	Unrestricted Income	Unrestricted Income	Restricted Income	Restricted Income	Total Income
Income							
Investment income		53,918	8,683	-	14,552	49,456	126,609
One and two days' pay scheme		31,297	-	-	27,754	-	59,051
Donations		50,816		-		10,099	60,915
Legacies		25,000					25,000
Fundraising		29,138	-	-		-	29,138
Other income		25,627		-		(164)	26,463
Total income		215,796	8,683	-	42,306	59,391	326,176
Expenditure							
Cost of raising funds		29,908	220	-	-	12,265	42,393
Grants and donations	2	83,067	17,730	-	26,890	11,250	138,937
Other charitable activities	3	114,435	2,690	-	12,180	46,650	175,844
Regimental property	4	4,499	36	-	6,021	-	10,556
Support costs	2	38,045	1,283	-	3,833	12,411	55,572
Total expenditure		269,954	21,959	-	48,924	82,466	423,303
Gain on investment assets		-	-	-	-	-	-
Net expenditure		(54,157)	(13,276)	-	(6,618)	(23,075)	(97,127)
Gains on revaluation of fixed assets		149,700					149,700
Net movement in funds		95,543	(13,276)		(6,618)	(23,075)	52,573
Fund balances brought forward		303,316	42,431		201,870	121,855	669,472
Total funds carried forward		398,859	29,155	-	195,252	98,780	722,045

STATEMENT OF FINANCIAL ACTIVITES (2018 COMPARATIVES) cont.

		2018	2018	2018	Welsh Guards Charity	Welsh Guards Association	
		Total Income	Total Expendable Endowment	Total Permanent Endowment	Total 2018	Total 2018	2018
Income							
Investment income		126,609	-	-	126,609	10,695	137,304
One and two days' pay scheme		59,051	-	-	59,051	-	59,051
Donations		60,915	-	-	60,915	807	61,722
Legacies		25,000			25,000		25,000
Fundraising		29,138	-	-	29,138	4,184	33,322
Other income		25,463	-	-	25,463	901	26,363
		326,176	-	-	326,176	16,586	342,762
Expenditure							
Cost of raising funds		42,393	-	-	42,393	6,686	49,079
Grants and donations	2	138,937	-	-	138,937	1,398	140,335
Other charitable activities	3	175,844	-	-	175,844	17,744	193,589
Regimental property	4	10,556	-	-	10,556		10,556
Support costs	2	55,572	-	-	55,572	2,691	58,263
		423,303	-	-	423,303	28,519	454,283
Net expenditure		(97,127)		(97,127)	(97,127)	(11,933)	(109,059)
Realised gains/(losses) on investments			40,605	4,585	45,189	3,307	48,496
Unrealised gains/(losses) on investments			(29,490)	(3,877)	(33,367)	(3,086)	(36,453)
Gains on revaluation of fixed asset investment assets		149,700			149,700		149,700
Net movement in funds		52,573	11,114	708	64,396	(11,712)	52,684
Fund balances brought forward		669,473	5,096,307	551,577	6,317,356	433,000	6,750,356
Total funds carried forward		722,045	5,107,421	552,285	6,381,752	421,288	6,803,040

15 BALANCE SHEETS (2018 COMPARATIVES)

		General Purposes Fund	Band Fund	Centenary Fund	Welfare Fund	Welsh Guards Afghanistan Appeal Fund	Welsh Guards Charity Total 2018	Welsh Guards Association Total 2018	2018
Fixed assets									
Tangible assets	6	38,332	-	-	5,864	-	44,196	-	44,196
Heritage		150,000					150,000		150,000
Investments	7	2,744,511	337,114	-	555,735	1,851,606	5,488,967	401,118	5,890,085
Debentures	8	-	-	-	10,000	-	10,000	-	10,000
		2,932,843	337,114	-	571,599	1,851,606	5,693,163	401,118	6,094,281
Current assets									
Stocks		17,687	-	-	-	-	17,687		17,687
Debtors		47,616	1,860	-	3,072	10,235	62,783	2,217	65,000
Cash at bank and in hand		560,008	5,188	-	47,758	31,463	644,417	9,716	654,133
Inter fund debtors		-	11,584	-	126,248	171,102	308,934	13,728	347,367
		625,310	18,632	-	177,078	212,800	1,033,821	25,662	1,059,482
Current liabilities									
Inter fund creditors		(321,305)		-	-	-	(321,305)		(321,305)
Sundry Creditors		(18,398)	(399)	-	(1,140)	(3,990)	(23,927)	(5,492)	(29,419)
Net current (liabilities)/assets		965,014	19,031	-	178,218	216,790	688,588	20,170	708,758
Net assets		3,218,451	355,347	-	747,537	2,060,417	6,381,752	421,288	6,803,040

BALANCE SHEETS (2018 COMPARATIVES) cont.

		General Purposes Fund	Band Fund	Centenary Fund	Welfare Fund	Welsh Guards Afghanistan Appeal Fund	Welsh Guards Charity Total 2017	Welsh Guards Association Total 2018	2018
FUNDS									
Unrestricted income funds		398,859	29,155	-	-	-	428,013		428,013
Restricted income funds		-	-	-	195,252	98,780	294,032	-	294,032
Expendable endowment funds	**11**	2,819,592	326,193	-	-	1,961,637	5,107,421	421,888	5,528,709
Permanent endowment funds		-	-	-	552,285	552,285	552,285	-	552,285
Net assets		3,218,451	353,347	-	747,537	2,060,417	6,381,752	421,288	6,803,040