

Charity registration number: 1015923

The Polo Charity Trust

Trustees' Report and Financial Statements

for the Year Ended 31 December 2019

The Polo Charity Trust

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The Polo Charity Trust

Reference and Administrative Details

Trustees	The Viscount Cowdray (Chairman) David Jamison Jonathan McFarland Tinsley Gen Sir Redmond Watt Mr Nicholas Winston Brian Wiles
Secretary	Mr David John Basil Woodd
Principal Office	Manor Farm Little Coxwell Faringdon Oxfordshire SN7 7LW
Charity Registration Number	1015923
Investment Manager	Rathbone Investment Management 8 Finsbury Circus London EC2M 7AZ
Solicitors	Charles Russell Speechlys 5 Fleet Place London EC4M 7RD
Independent Examiner	Peter Treadgold FCA RB (PWT) LLP Chartered Accountants 2 Old Bath Road Newbury RG14 1QL

The Polo Charity Trust

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 December 2019.

Objectives and activities

Objects and aims

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit.

The charitable objectives of the Charity are summarised as follows:

- The relief of poverty, sickness, disability or injury amongst polo players and others engaged in professional polo activities.
- The advancement for the public benefit of education and training for alternative employment or self-employment of professional or former professional polo players and others engaged or formerly engaged in professional polo activities.
- The relief of polo ponies in need of care and attention due to abuse, sickness or injury.
- The provision or assistance in the provision of facilities to enable and encourage the playing of polo amongst children and young persons who are in full time education at any school, university or college or further education or who having left school have secured a place at any university or college of further education thereby assisting to ensure that due attention is given to the physical education and development of such persons as well as to the occupation and development of their minds.
- The promotion of the efficiency of Her Majesty's Armed Forces by enabling and encouraging the playing of polo amongst members thereof.
- For the benefit of such one or more charitable purposes or charitable institutions at such time or times in such manner and in such proportions as the Trustees may from time to time in their discretion determine.

The main aim of the Trustees was to build capital until 2014. Due to increasing costs and likely demands, (the number of players has more than doubled since the Charity was set up) the aim is now to ensure that the capital value is maintained and added to as necessary so that there will continue to be sufficient income from the capital to:

- Provide financial support to seriously injured players, although the Trustees acknowledge that emergency fund raising activities may also be necessary.
- Continue with the current program of scholarships and grants to those in full-time education and the Armed Services should the HPA be unable to continue to provide the financial support from the money raised on International Day and from its other activities.

The Polo Charity Trust

Trustees' Report

Objectives, strategies and activities

To continue to maintain the capital of the Charity,

To make grants to charities that are considered to be of value to the polo community.

To provide financial assistance to appropriate recipients.

To assist in the emergency fund raising activities for seriously injured players.

The principal activity has been the provision of grants and donations, as detailed below, in furtherance of the Charity's aims and objectives.

Public benefit

The Trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Achievements and performance

- The capital value of the Charity represented by unrestricted funds has increased in the year by £229,347 which is due to the net income of £6,852 and the gains and losses within the investment portfolio of £222,495.
- The Charity has made grants to charities that are considered to be of value to the polo community.

- The Charity has not needed to provide financial assistance to any appropriate recipients according to need.

The capital value of the unrestricted funds within the Charity has increased to £2,087,769 from £1,858,422.

Total funds at 31 December 2019 were £2,087,769.

The Charity has made donations and grants as follows:

Registered charities:

UK Armed Forces Polo Association £12,000
Wiltshire Air Ambulance £2,500
Hampshire & Isle of Wight Air Ambulance £2,500
Animal Health Trust £1,000
World Horse Welfare £1,000
Mark Davies Injured Riders Fund £1,000

Other recipients within the Charity's objects:

Tom Beim - £3,500
Daniel Banks £3,000
Oliver Jones £3,000

The Polo Charity Trust

Trustees' Report

Financial review

Policy on reserves

It is the intention of the Trustees that the grants do not exceed the income from the capital and that emergency fund raising meets the financial support to be given to any seriously injured player. They consider that the Charity is adequately funded at the year end and without a fixed commitment to make any grants.

Investment policy and objectives

There are very wide investment powers for the Trustees who are empowered to invest the fund as if they were its absolute owners. The capital is currently invested in low risk funds or on deposit and is managed by Rathbones, a firm of professional fund managers.

During the year an investment review had been carried out by Portfolio Review Services (PRS) following which it had been agreed to reconfirm the appointment of Rathbones.

Plans for future periods

Aims and key objectives for future periods

The key objective is to maintain both the capital value and a regular and predictable income so that the Charity can provide financial assistance to injured players without recourse to additional fund raising.

Structure, governance and management

Nature of governing document

The Polo Charity Trust was established by the late Viscount Cowdray under a Declaration of Trust dated 10 December 1992, known as the Cowdray Park Polo Charity Trust. The Charity is registered as number 1015923 with the Charity Commissioners.

Recruitment and appointment of trustees

There shall not be less than three and no more than five Trustees one of which shall be a Steward of The Hurlingham Polo Association (HPA). The Chairman of the HPA shall (if willing) be an ex officio Trustee during his tenure.

Except as above, there is no fixed term of office. New Trustees are appointed by the existing Trustees based on the skill set those new trustees will bring to the Board.

The Trustees that served during the year were as follows:

The Viscount Cowdray (Chairman)
D L Jamison
J M Tinsley
S T A Hutchinson (retired 26 February 2020)
Gen Sir Redmond Watt
N W B Wiles (commenced 26 February 2020)

Induction and training of trustees

Each Trustee is given a copy of the CC1 Charity Commission Publications and CC3 Responsibilities of a Trustee on appointment as well as a copy of the latest set of accounts. Trustees are also circulated with copies of the Charity Commissioners' newsletters.

The Polo Charity Trust

Trustees' Report

Organisational structure

The Trust Deed requires the Trustees to meet at least annually and meetings are held in April and November, at the beginning and end of the English Polo season. The Trustees review the investment strategy and agree any grants to individuals or other charities.

All grants are discretionary. Grants to other charities are usually reserved for payment at the end of the calendar year when it can be confirmed that there are no other calls on the Charity's funds.

Other meetings may be held as circumstances dictate, and formal approval for any action on behalf of the Trustees by the Secretary between meetings is typically obtained by letter or email. No grants are made without the approval of the Trustees. Day to day administrative management of the Charity is delegated to the Secretary who is also the Chief Executive of the HPA.

Relationships with related parties

The HPA

The office of the HPA administers the Charity on behalf of the Trustees and meets the costs of so doing. The Polo Charity Trust does not have a relationship with any other charity.

Major risks and management of those risks

Serious injury

A player is seriously injured and requires significant financial assistance. The Trustees have agreed that financial or other need arising from a serious injury will, in the first instance, normally be met through fund raising by the club of the member concerned. The Charity's funds may, however, be used to augment any such amounts raised should this be required by the specific circumstances.

Thr Hurlingham Polo Association

The HPA, which has historically been the most significant donor of funds, fails to produce a sufficient surplus in order to be able to fund the development program. The Charity may, as a consequence, be called upon to make grants to support polo amongst those in full time education, and amongst members of the Armed Services. The Trustees are kept informed of the reserves policy of the HPA.

Investment

The capital of the Charity is not exposed to any high risk investment and any grants are currently met out of the income generated by the investments and associated bank interest.

The Polo Charity Trust

Trustees' Report

Statement of Trustees' Responsibilities

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

The law applicable to charities 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:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities 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 applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees 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.

The annual report was approved by the trustees of the charity on 7 July 2020 and signed on its behalf by:

Cowdray.....

The Viscount Cowdray (Chairman)

Trustee

The Polo Charity Trust

Independent Examiner's Report to the trustees of The Polo Charity Trust

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2019 which are set out on pages 8 to 14.

Respective responsibilities of trustees and examiner

As the trustees of The Polo Charity Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the The Polo Charity Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. Accounting records were not kept in respect of The Polo Charity Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Peter Treadgold

Peter Treadgold FCA

RB (PWT) LLP
Chartered Accountants
2 Old Bath Road
Newbury
RG14 1QL

7 July 2020

The Polo Charity Trust

Statement of Financial Activities for the Year Ended 31 December 2019

	Note	Total 2019 £	Total 2018 £
Income and Endowments from:			
Donations and legacies		4,952	2,370
Investment income	3	<u>47,332</u>	<u>45,931</u>
Total Income		<u>52,284</u>	<u>48,301</u>
Expenditure on:			
Raising funds	4	(11,873)	(9,364)
Charitable activities	5	<u>(33,559)</u>	<u>(34,289)</u>
Total Expenditure		<u>(45,432)</u>	<u>(43,653)</u>
Gains/losses on investment assets		<u>222,495</u>	<u>(163,669)</u>
Net movement in funds		229,347	(159,021)
Reconciliation of funds			
Total funds brought forward		<u>1,858,422</u>	<u>2,017,443</u>
Total funds carried forward	11	<u><u>2,087,769</u></u>	<u><u>1,858,422</u></u>

All of the charity's activities derive from continuing operations during the above two periods.

The Polo Charity Trust
(Registration number: 1015923)
Balance Sheet as at 31 December 2019

	Note	2019 £	2018 £
Fixed assets			
Investments	7	2,000,826	1,704,973
Current assets			
Debtors	8	2,029	-
Investments held as current assets	9	81,577	156,676
Cash at bank and in hand		7,297	5,533
		90,903	162,209
Creditors: Amounts falling due within one year	10	(3,960)	(8,760)
Net current assets		86,943	153,449
Net assets		2,087,769	1,858,422
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		2,087,769	1,858,422
Total funds	11	2,087,769	1,858,422

The financial statements on pages 8 to 14 were approved by the trustees, and authorised for issue on 7 July 2020 and signed on their behalf by:

Cowdray.....
The Viscount Cowdray (Chairman)
Trustee

The Polo Charity Trust

Notes to the Financial Statements for the Year Ended 31 December 2019

1 Accounting policies

Statement of compliance

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) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

The Polo Charity Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

Items of income are recognised and included in the accounts when all of the following criteria are met:

- the charity has entitlement to the funds;
- any performance conditions attached to the items of income have been fully met or are fully within the control of the charity;
- that receipt of the income is considered probable; and
- the amount can be measured reliably.

Donated services and facilities

Where services or facilities are provided to the charity as a donation that would normally be purchased from suppliers, this benefit is included in the financial statements at its fair value unless its fair value cannot be reliably measured, then at the cost to the donor or the resale value of goods that are to be sold.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

The Polo Charity Trust

Notes to the Financial Statements for the Year Ended 31 December 2019

Expenditure

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.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include finance and governance costs which support the charity's activities.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including independent examiner's fees.

Fixed asset investments

Fixed asset investments are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Current asset investments

Current asset investments are included at the lower of cost and net realisable value / market value.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure

All of the funds at the year end are unrestricted. Unrestricted funds are available to spend on activities that further any purposes of the charity.

The Polo Charity Trust

Notes to the Financial Statements for the Year Ended 31 December 2019

2 Income from donations and legacies

	Unrestricted funds		
	General	Total	Total
	£	2019	2018
		£	£
Donations and legacies;			
Donations from individuals	2,582	2,582	-
Value of services donated by the HPA	2,370	2,370	2,370
	<u>4,952</u>	<u>4,952</u>	<u>2,370</u>

3 Investment income

	Unrestricted funds		
	General	Total	Total
	£	2019	2018
		£	£
Income from listed investments	47,282	47,282	45,920
Interest on cash deposits	50	50	11
	<u>47,332</u>	<u>47,332</u>	<u>45,931</u>

4 Expenditure on raising funds

	Direct costs	Total	Total
	£	2019	2018
		£	£
Value of services donated by the HPA	2,370	2,370	2,370
Investment management costs	9,052	9,052	9,001
Foreign exchange loss / (gain)	451	451	(2,007)
	<u>11,873</u>	<u>11,873</u>	<u>9,364</u>

5 Expenditure on charitable activities

	Activity undertaken directly	Total	Total
	£	2019	2018
		£	£
Grants payable	29,500	29,500	25,500
Governance costs	3,960	3,960	8,760
Bank charges	99	99	29
	<u>33,559</u>	<u>33,559</u>	<u>34,289</u>

The Polo Charity Trust

Notes to the Financial Statements for the Year Ended 31 December 2019

£33,559 (2018 - £34,289) of the above expenditure was attributable to unrestricted funds and £Nil (2018 - £Nil) to restricted funds.

6 Taxation

The Polo Charity Trust is a registered charity and is therefore exempt from taxation.

7 Fixed asset investments

Other investments

	Listed investments £	Total £
Cost or Valuation		
At 1 January 2019	1,704,973	1,704,973
Revaluation	235,552	235,552
Additions	652,164	652,164
Disposals	<u>(591,863)</u>	<u>(591,863)</u>
At 31 December 2019	<u>2,000,826</u>	<u>2,000,826</u>
Net book value		
At 31 December 2019	<u>2,000,826</u>	<u>2,000,826</u>
At 31 December 2018	<u>1,704,973</u>	<u>1,704,973</u>

All investments are carried at their fair value. Investments in equities and fixed interest securities are all traded in quoted public markets, primarily the London Stock Exchange. Holdings in common investment funds, unit trusts and open-ended investment companies are at the bid price. The basis of fair value for quoted investments is equivalent to the market value, using the bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

Included within the investment market value are overseas investments amounting to £818,309 (2018 : £858,144).

8 Debtors

	2019 £	2018 £
Hurlingham Polo Association	<u>2,029</u>	<u>-</u>

9 Current asset investments

	2019 £	2018 £
Cash deposits	<u>81,577</u>	<u>156,676</u>

The Polo Charity Trust

Notes to the Financial Statements for the Year Ended 31 December 2019

10 Creditors: amounts falling due within one year

	2019 £	2018 £
Accruals	<u>3,960</u>	<u>8,760</u>

11 Funds

	Balance at 1 January 2019 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2019 £
<i>General</i>					
Unrestricted general fund	<u>1,858,422</u>	<u>52,284</u>	<u>(45,432)</u>	<u>222,495</u>	<u>2,087,769</u>
	Balance at 1 January 2018 £	Incoming resources £	Resources expended £	Other recognised gains/(losses) £	Balance at 31 December 2018 £
<i>General</i>					
Unrestricted general fund	<u>2,017,443</u>	<u>48,301</u>	<u>(43,653)</u>	<u>(163,669)</u>	<u>1,858,422</u>

12 Related party transactions

No Trustees received any remuneration or expenses for their services to the Charity in the year (2018: £nil).

One of the charity's Trustees, S T A Hutchinson, is also a director of The Hurlingham Polo Association, the governing body of polo in the United Kingdom. In addition D J B Woodd, the Secretary of The Polo Charity Trust, is also Chief Executive of The Hurlingham Polo Association.

The Hurlingham Polo Association bears the cost of the charity's administration at its offices in Oxfordshire. The estimated value of these administrative services was £2,370 (2018: £2,370). These are included in the charity's income and expenditure for the year.

13 Controlling party

The Trustees, as a body, govern the Trust in accordance with the Trust Deed. There is no single individual that can, or does, control the Charity.