

The Brian Murtagh Charitable Trust

Financial Statements

31 January 2017

The Brian Murtagh Charitable Trust

Financial Statements

Year ended 31 January 2017

| | Page |
|---|-------------|
| Trustees' annual report | 1 |
| Independent auditor's report to the members | 4 |
| Statement of financial activities | 6 |
| Statement of financial position | 7 |
| Notes to the financial statements | 9 |

The Brian Murtagh Charitable Trust

Trustees' Annual Report

Year ended 31 January 2017

The trustees present their report and the financial statements of the charity for the year ended 31 January 2017.

Reference and administrative details

Registered charity name The Brian Murtagh Charitable Trust

Charity registration number 1105099

Principal office 9 Hanson Drive
Fowey
Cornwall
PL23 1ET

The trustees

B Murtagh
L Gilbert
M Noble

Auditor Cannon Williamson
Chartered Certified Accountants & statutory auditor
Albion House
32 Pinchbeck Road
Spalding
PE11 1QD

Structure, governance and management

Induction and Training of Trustees

There are no policies for the induction and training of trustees.

Organisational Structure

The organisation is administered by the trustees without the employment of any staff. All decisions are made jointly by the trustees.

Major Risks

Any major risks to which the charity is exposed have been identified and procedures adopted to manage those risks.

The Brian Murtagh Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 31 January 2017

Objectives and activities

Public Benefit

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing their aims and objectives and in planning their future activities.

Objectives

To apply the income and capital of the trust exclusively to charitable objects as and when and in such manner as the trustees see fit.

Aims

The charity aims to donate to approved charities which are struggling to raise finance for their activities. This would particularly apply to charities operated by an individual working with children. Geographically, donees can be operating anywhere in the world.

Activities during the year

Having identified suitable donees the trustees applied funds as required, whilst maintaining the income bearing of their investments.

Achievements and performance

Charitable Activities

By maintaining the performance of the investments the trustees made significant donations to target charities.

Investment Performance

The decision of the trustees to concentrate their resources on income bearing deposits and retained assets has resulted in positive performance over the twelve months.

Financial review

Funding Source

The funding source in the year was mainly interest obtained from the application of existing investments

Investment Policy

The investment policy is to sustain an ongoing source of revenue for charitable purposes. Any investments will reflect the social and ethical aims of the charity.

Plans for future periods

The trustees aim to further identify those areas into which they wish to make donations and actively pursue those aims.

Trustees' responsibilities statement

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 charity trustees to prepare financial statements for each 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.

The Brian Murtagh Charitable Trust

Trustees' Annual Report *(continued)*

Year ended 31 January 2017

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 applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- 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 business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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 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.

The trustees' annual report was approved on 21 April 2017 and signed on behalf of the board of trustees by:

B Murtagh
Trustee

The Brian Murtagh Charitable Trust

Independent Auditor's Report to the Members of The Brian Murtagh Charitable Trust

Year ended 31 January 2017

We have audited the financial statements of The Brian Murtagh Charitable Trust for the year ended 31 January 2017 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Respective responsibilities of trustees and auditor

As explained more fully in the trustees' responsibilities statement, 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 auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 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 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 January 2017 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.

The Brian Murtagh Charitable Trust

Independent Auditor's Report to the Members of The Brian Murtagh Charitable Trust *(continued)*

Year ended 31 January 2017

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' 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.

David Thomas Williamson (Senior Statutory Auditor)

For and on behalf of
Cannon Williamson
Chartered Certified Accountants & statutory auditor
Albion House
32 Pinchbeck Road
Spalding
PE11 1QD

28 April 2017

The Brian Murtagh Charitable Trust

Statement of Financial Activities

31 January 2017

| | | 2017 | | 2016 |
|---|------|-------------------------|------------------|------------------|
| | Note | Unrestricted funds £ | Total funds £ | Total funds £ |
| Income and endowments | | | | |
| Investment income | 4 | 644,583 | 644,583 | 140,252 |
| Total income | | <u>644,583</u> | <u>644,583</u> | <u>140,252</u> |
| Expenditure | | | | |
| Expenditure on raising funds: | | | | |
| Costs of raising donations and legacies | 5 | (477,267) | (477,267) | (683,521) |
| Expenditure on charitable activities | 6,7 | (4,275) | (4,275) | (497) |
| Total expenditure | | <u>(481,542)</u> | <u>(481,542)</u> | <u>(684,018)</u> |
| Net gains on investments | 9 | 126,619 | 126,619 | 440,354 |
| Net income/(expenditure) and net movement in funds | | <u>289,660</u> | <u>289,660</u> | <u>(103,412)</u> |
| Reconciliation of funds | | | | |
| Total funds brought forward | | 6,175,282 | 6,175,282 | 6,278,694 |
| Total funds carried forward | | <u>6,464,942</u> | <u>6,464,942</u> | <u>6,175,282</u> |

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 9 to 14 form part of these financial statements.

The Brian Murtagh Charitable Trust

Statement of Financial Position

31 January 2017

| | | 2017 £ | 2016 £ |
|---|----|------------------|------------------|
| Fixed assets | | | |
| Investments | 13 | 6,186,837 | 6,060,218 |
| Current assets | | | |
| Cash at bank and in hand | | 281,205 | 118,164 |
| Creditors: amounts falling due within one year | 14 | 3,100 | 3,100 |
| Net current assets | | <u>278,105</u> | <u>115,064</u> |
| Total assets less current liabilities | | <u>6,464,942</u> | <u>6,175,282</u> |
| Net assets | | <u>6,464,942</u> | <u>6,175,282</u> |
| Funds of the charity | | | |
| Unrestricted funds | | <u>6,464,942</u> | <u>6,175,282</u> |
| Total charity funds | 15 | <u>6,464,942</u> | <u>6,175,282</u> |

These financial statements were approved by the board of trustees and authorised for issue on 21 April 2017, and are signed on behalf of the board by:

B Murtagh
Trustee

The notes on pages 9 to 14 form part of these financial statements.

The Brian Murtagh Charitable Trust

Statement of Cash Flows

Year ended 31 January 2017

| | 2017 | 2016 |
|---|------------------|------------------|
| | £ | £ |
| Cash flows from operating activities | | |
| Net income/(expenditure) | 289,660 | (103,412) |
| <i>Adjustments for:</i> | | |
| Net gains on investments | (126,619) | (440,354) |
| Other interest receivable and similar income | (644,583) | (140,252) |
| Interest payable and similar charges | 127 | 172 |
| Accrued expenses | - | 100 |
| <i>Changes in:</i> | | |
| Trade and other debtors | - | 563 |
| Cash generated from operations | <u>(481,415)</u> | <u>(683,183)</u> |
| Interest paid | (127) | (172) |
| Interest received | 644,583 | 140,252 |
| Net cash from/(used in) operating activities | <u>163,041</u> | <u>(543,103)</u> |
| Cash flows from investing activities | | |
| Proceeds from sale of other investments | - | 53,877 |
| Net cash from investing activities | <u>-</u> | <u>53,877</u> |
| Net increase/(decrease) in cash and cash equivalents | 163,041 | (489,226) |
| Cash and cash equivalents at beginning of year | 118,164 | 607,390 |
| Cash and cash equivalents at end of year | <u>281,205</u> | <u>118,164</u> |

The notes on pages 9 to 14 form part of these financial statements.

The Brian Murtagh Charitable Trust

Notes to the Financial Statements

Year ended 31 January 2017

1. General information

The charity is registered charity in England and Wales and is unincorporated.
The address of the principal office is 9 Hanson Drive, Fowey, Cornwall, PL23 1ET.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

The Brian Murtagh Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 January 2017

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

The Brian Murtagh Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 January 2017

3. Accounting policies *(continued)*

Financial instruments

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Where investments in shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

4. Investment income

| | Unrestricted Funds | Total Funds 2017 | Unrestricted Funds | Total Funds 2016 |
|---|-----------------------|-----------------------------|-----------------------|---------------------|
| | £ | £ | £ | £ |
| Bank interest receivable | 371 | 371 | 2,411 | 2,411 |
| Income from cash/settlements held in a UK investment portfolio | 644,212 | 644,212 | 137,841 | 137,841 |
| | <u>644,583</u> | <u>644,583</u> | <u>140,252</u> | <u>140,252</u> |

5. Costs of raising donations and legacies

| | Unrestricted Funds | Total Funds 2017 | Unrestricted Funds | Total Funds 2016 |
|-----------|-----------------------|-----------------------------|-----------------------|---------------------|
| | £ | £ | £ | £ |
| Donations | <u>477,267</u> | <u>477,267</u> | <u>683,521</u> | <u>683,521</u> |

6. Expenditure on charitable activities by fund type

| | Unrestricted Funds | Total Funds 2017 | Unrestricted Funds | Total Funds 2016 |
|---------------|-----------------------|-----------------------------|-----------------------|---------------------|
| | £ | £ | £ | £ |
| Support costs | <u>4,275</u> | <u>4,275</u> | <u>497</u> | <u>497</u> |

7. Expenditure on charitable activities by activity type

| | | Total funds 2017 | Total fund 2016 |
|------------------|---------------|-----------------------------|--------------------|
| | Support costs | £ | £ |
| Governance costs | | <u>4,275</u> | <u>497</u> |

The Brian Murtagh Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 January 2017

8. Governance and finance costs

| | Support costs | Total 2017 | Total 2016 |
|------------------|---------------|--------------|------------|
| | £ | £ | £ |
| Finance costs | 1,175 | 1,175 | (2,649) |
| Governance costs | 3,100 | 3,100 | 3,100 |
| | <u>4,275</u> | <u>4,275</u> | <u>451</u> |

9. Net gains on investments

| | Unrestricted Funds | Total Funds | Unrestricted Funds | Total Funds |
|---|--------------------|-------------|--------------------|-------------|
| | £ | £ | £ | £ |
| Gains/(losses) on other investment assets | (126,619) | (126,619) | (440,354) | (440,354) |

10. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

| | 2017 | 2016 |
|------------------------------|--------------|----------------|
| | £ | £ |
| Foreign exchange differences | <u>1,047</u> | <u>(2,821)</u> |

11. Auditors remuneration

| | 2017 | 2016 |
|--|--------------|--------------|
| | £ | £ |
| Fees payable for the audit of the financial statements | <u>3,100</u> | <u>3,100</u> |

12. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

The Brian Murtagh Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 January 2017

13. Investments

| | Other investments £ |
|--|---------------------------|
| Cost or valuation | |
| At 1 February 2016 | 6,060,218 |
| Fair value movements | 126,619 |
| At 31 January 2017 | <u>6,186,837</u> |
| Impairment | |
| At 1 February 2016 and 31 January 2017 | - |
| Carrying amount | |
| At 31 January 2017 | <u>6,186,837</u> |
| At 31 January 2016 | <u>6,060,218</u> |

All investments shown above are held at valuation.

14. Creditors: amounts falling due within one year

| | 2017 £ | 2016 £ |
|------------------------------|--------------|--------------|
| Accruals and deferred income | <u>3,100</u> | <u>3,100</u> |

15. Analysis of charitable funds

Unrestricted funds

| | At 1 February 20 16 £ | Income £ | Expenditure £ | Gains and losses £ | At 31 January 20 17 £ |
|---------------|--------------------------------|----------------|------------------|--------------------------|--------------------------------|
| General funds | <u>6,175,282</u> | <u>644,583</u> | <u>(481,542)</u> | <u>126,619</u> | <u>6,464,942</u> |

16. Analysis of net assets between funds

| | Unrestricted Funds £ | Total Funds 2017 £ |
|----------------------------|----------------------------|--------------------------|
| Investments | 6,186,837 | 6,186,837 |
| Current assets | 281,205 | 281,205 |
| Creditors less than 1 year | (3,100) | (3,100) |
| Net assets | <u>6,464,942</u> | <u>6,464,942</u> |

The Brian Murtagh Charitable Trust

Notes to the Financial Statements *(continued)*

Year ended 31 January 2017

17. Financial instruments

The carrying amount for each category of financial instrument is as follows:

| | 2017 | 2016 |
|---|-----------|-----------|
| | £ | £ |
| Financial assets measured at fair value through income and expenditure | | |
| Financial assets measured at fair value through income and expenditure | 6,186,837 | 6,060,218 |

18. APB ethical standards

In common with many other charities of our size and nature we use our auditors to prepare and submit returns of the tax authorities and assist with the preparation of the financial statements.