

**101 (CITY OF LONDON) ENGINEER REGIMENT
(RICHMOND HILL) CHARITABLE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017**

101 (CITY OF LONDON) ENGINEER REGIMENT (RICHMOND HILL) CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Col R D Elvidge TD (Chairman)	
	Lt Col J Blades TD	
	Brigadier A M G Smyth QVRM TD	
	Lt Col I K Dzisiewska	(Appointed 13 April 2017)
	Major C J Mitchell RE	(Appointed 18 September 2017)
	WO1 (RSM) N P Orr	(Appointed 6 July 2016)
Charity number	1113553	
Principal address	Carver Barracks Wimbish Saffron Walden Essex CB10 2YA	
Independent examiner	Stuart Faed BSc (Hons) CA DipPFS 17 Walkergate Berwick-upon-Tweed Northumberland TD15 1DJ	
Bankers	Natwest Bank plc	
Investment advisors	HSBC Global Asset Management (UK) Limited 78 St James Street London SW1A 1EJ	

101 (CITY OF LONDON) ENGINEER REGIMENT (RICHMOND HILL) CHARITABLE TRUST CONTENTS

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101 (CITY OF LONDON) ENGINEER REGIMENT (RICHMOND HILL) CHARITABLE TRUST TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2017

The trustees present their report and accounts for 101 (City of London) Engineer Regiment (Richmond Hill) Charitable Trust (the Charity) for the year ended 31 March 2017.

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 Trust Deed, the Charities Act 2011 and "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)".

Objectives and activities

The Charity's objects are:-

- To promote the efficiency of the Regiment, or any successor unit in such charitable ways as the trustees may decide;
- To make grants to any regimental charity or to any other charity or charitable organisation for the benefit of the Regiment, or any successor unit;
- To make grants to any member or former member of the Regiment, or of any successor unit who is in need, hardship or distress.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Achievements and performance

During the year the Charity has continued to support current and former members of the Regiment and their families and dependents in accordance with the aims and objectives set out above, through requested grant payments made to the 101 Engineer Regiment. It is anticipated that these activities will continue for the foreseeable future.

The performance of the investments of the Charity has been satisfactory and there is a healthy position in the General Fund, which allows the Charity to continue to meet the current calls on the funds.

Public benefit

In considering the operation, achievements and performance and finances of the Charity, the trustees are satisfied that public benefit has been provided in accordance with the Charities Act 2011 and the guidance provided by the Charity Commission.

Financial review

The financial results are shown on pages 5 - 12 of the accounts for the year. The Statement of Financial Activities show a surplus (after investment revaluations) of £310,987 for the year (2016: £104,299 deficit).

The net assets of the General Funds at 31 March 2017 were £2,023,599 (2016: £1,712,612). The increase this year is directly attributable to the increase in market values of investments.

The market value of the investments at 31 March 2017 was £2,028,294 (2016: £1,678,092).

Grant making policy

Grants are made in accordance with the Charity's objectives, as set out above. Each application is considered on its merits.

Reserves

All the Charity's funds are available to meet the charitable objectives set out above. The trustees review the reserves of the Charity annually and consider the nature and adequacy of the income and expenditure streams and have concluded that the reserves are sufficient to allow the Charity to continue to meet its objectives.

101 (CITY OF LONDON) ENGINEER REGIMENT (RICHMOND HILL) CHARITABLE TRUST TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

Investment policy

Investments are professionally managed by HSBC Global Asset Management (UK) Limited, who act on a discretionary basis. The investment objectives are to achieve a balance of income and capital growth with an emphasis on income, assuming a medium risk profile.

Risk review

The trustees have assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The Charity was established by a charitable Trust Deed dated 4 April 2006 as amended 15 January 2015.

The trustees who served during the year were:

Col R D Elvidge TD (Chairman)

Lt Col J Blades TD

Lt Col R D Hawkins MBE

(Resigned 13 April 2017)

WO1 (RSM) D Roberts

(Resigned 6 July 2016)

Brigadier A M G Smyth QVRM TD

Major A McGrath MBE

(Resigned 18 September 2017)

Lt Col I K Dzisiewska

(Appointed 13 April 2017)

Major C J Mitchell RE

(Appointed 18 September 2017)

WO1 (RSM) N P Orr

(Appointed 6 July 2016)

Trustees are selected to ensure that they have the best interests of the Regiment at heart but remain a balanced group able to advise on the best means of achieving the objectives of the Charity.

The Charity's affairs are under the control of the trustees who are responsible for all transactions and matters relating to the Charity.

The minimum number of trustees is six: 3 ex-officio trustees and 3 co-opted trustees. The ex officio trustees will be ...

- i) the Commanding Officer for the time being;
- ii) the Regimental Second-in-Command for the time being; and
- iii) the Regimental Sergeant Major for the time being.

Ex-officio trustees are appointed by virtue of their posts; general trustees are co-opted by serving trustees. In selecting individuals for appointment as trustees, the trustees must have regard to the skills, knowledge and experience needed for the effective administration of the Charity. New trustees are also given a copy of the Trust Deed, the latest report and accounts and all the Charity's documents on governance. Subject to their experience and expertise, they are also given pamphlets issued by the Charity Commission explaining the duties of Trustees of Charities and offered training in any area of their duties which they think they would like strengthening.

**101 (CITY OF LONDON) ENGINEER REGIMENT
(RICHMOND HILL) CHARITABLE TRUST
TRUSTEES' REPORT (CONTINUED)**

FOR THE YEAR ENDED 31 MARCH 2017

Statement of trustees' responsibilities

The trustees are responsible for preparing the Trustees' Report and the accounts 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 accounts 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 year.

In preparing these accounts, 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 accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the accounts comply with the Charities Act 2011, 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.

The trustees' report was approved by the Board of Trustees.



Col R D Elvidge TD (Chairman)

Trustee

Dated: 8 December 2017

**101 (CITY OF LONDON) ENGINEER REGIMENT
(RICHMOND HILL) CHARITABLE TRUST
INDEPENDENT EXAMINER'S REPORT**

TO THE TRUSTEES OF 101 (CITY OF LONDON) ENGINEER REGIMENT

I report to the trustees on my examination of the accounts of the Charity for the year ended 31 March 2017.

Responsibilities and basis of report

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

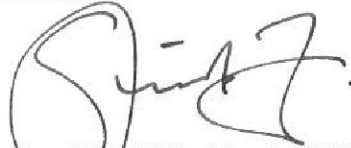
I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable directions given by the Charity Commission under section 145(5)(b) of the Act.

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 Charity 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 applicable 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.



Stuart Paed BSc (Hons) CA DipPFS

17 Walkergate
Berwick-upon-Tweed
Northumberland
TD15 1DJ

Dated: 8 December 2017

**101 (CITY OF LONDON) ENGINEER REGIMENT
(RICHMOND HILL) CHARITABLE TRUST
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2017**

	Notes	2017 £	2016 £
<u>Income from:</u>			
Investments	2	48,636	49,676
<u>Expenditure on:</u>			
Raising funds	3	21,741	16,751
Charitable activities	4	31,796	40,549
Total resources expended		53,537	57,300
Net gains on investments	9	315,888	(96,675)
Net movement in funds		310,987	(104,299)
Fund balances at 1 April 2016		1,712,612	1,816,911
Fund balances at 31 March 2017		2,023,599	1,712,612

The statement of financial activities includes all gains and losses recognised in the year.

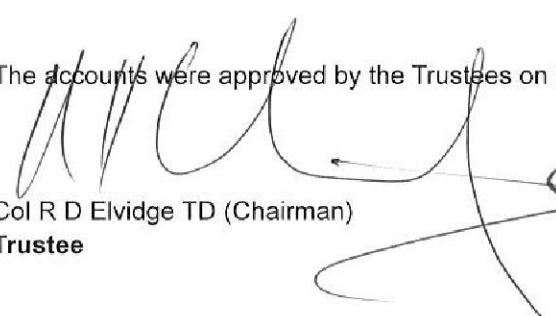
All income and expenditure derive from continuing activities.

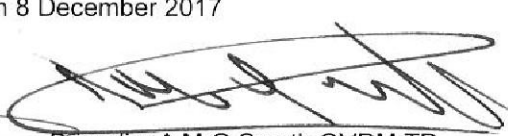
**101 (CITY OF LONDON) ENGINEER REGIMENT
(RICHMOND HILL) CHARITABLE TRUST
BALANCE SHEET**

AS AT 31 MARCH 2017

	Notes	2017 £	£	2016 £	£
Fixed assets					
Investments	10		2,028,294		1,678,092
Current assets					
Cash at bank and in hand		845		36,150	
Creditors: amounts falling due within one year	12	(5,540)		(1,630)	
Net current (liabilities)/assets			(4,695)		34,520
Total assets less current liabilities			<u>2,023,599</u>		<u>1,712,612</u>
Income funds					
Unrestricted funds			<u>2,023,599</u>		<u>1,712,612</u>
			<u>2,023,599</u>		<u>1,712,612</u>

The accounts were approved by the Trustees on 8 December 2017


Col R D Elvidge TD (Chairman)
Trustee


Brigadier A M G Smyth QVRM TD
Trustee

**101 (CITY OF LONDON) ENGINEER REGIMENT
(RICHMOND HILL) CHARITABLE TRUST**
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

Charity information

101 (City of London) Engineer Regiment (the Charity) is an unincorporated charity established by a Trust Deed, registered with the Charity Commission, number 1113553.

1.1 Accounting convention

These accounts have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102, the Charities Act 2011 and UK Generally Accepted Accounting Practice as it applies from 1 January 2015. The Charity is a Public Benefit Entity as defined by FRS 102.

The accounts have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

The accounts have been prepared under the historical cost convention, modified to include the revaluation of fixed asset investments and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These accounts for the year ended 31 March 2017 are the first accounts of the Charity prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 April 2015. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

1.2 Going concern

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

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

1.4 Incoming resources

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

1.5 Resources expended

All expenditure is accounted for on an accruals basis. Costs are allocated to appropriate headings, based on the activities to which they are attributable.

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

**101 (CITY OF LONDON) ENGINEER REGIMENT
(RICHMOND HILL) CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2017**

1 Accounting policies

(Continued)

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.8 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.9 Grants payable

Grants payable are charged in the year in which the offer is made to the recipient.

**101 (CITY OF LONDON) ENGINEER REGIMENT
(RICHMOND HILL) CHARITABLE TRUST**
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

(Continued)

1.10 Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sale proceeds and opening market value (purchase date if later). Unrealised gains and losses are calculated as the difference between the carrying value at the period end and opening market value (or purchase date if later).

2 Investments

	2017	2016
	£	£
Income from listed investments	48,568	49,570
Bank interest	68	106
	<u>48,636</u>	<u>49,676</u>

3 Raising funds

	2017	2016
	£	£
Investment management costs	21,741	16,751
	<u>21,741</u>	<u>16,751</u>

4 Charitable activities

	2017	2016
	£	£
Grant funding of activities (see note 5)	31,176	40,000
Share of governance costs (see note 6)	620	549
	<u>31,796</u>	<u>40,549</u>

**101 (CITY OF LONDON) ENGINEER REGIMENT
(RICHMOND HILL) CHARITABLE TRUST**
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2017

5 Grants payable

	2017 £	2016 £
Grants payable	31,176	40,000
	<u>31,176</u>	<u>40,000</u>

Grants are made in accordance with the Charity's objectives

During the year 2 grants of £16,806 and £14,370 (2016: 4 x £10,000) were made to 101 Engineer Regiment.

101 Engineer Regiment are now responsible for processing all hardship or distress grant applications.

6 Support costs

	Governance costs £	2017 £	2016 £	Basis of allocation
Accountancy and independent examination fee	620	620	549	Governance
	<u>620</u>	<u>620</u>	<u>549</u>	
Analysed between Charitable activities	620	620	549	
	<u>620</u>	<u>620</u>	<u>549</u>	

Governance costs includes payments to the independent examiner of £620 (2016: £549) for accountancy and independent examination.

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration (2016: £Nil) or expenses (2016: £Nil) during the year.

8 Employees

There were no employees during the year.

**101 (CITY OF LONDON) ENGINEER REGIMENT
(RICHMOND HILL) CHARITABLE TRUST**
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2017

9 Net gains/(losses) on investments

	2017	2016
	£	£
Revaluation of investments	92,800	(131,313)
Gain/(loss) on sale of investments	223,088	34,638
	<u>315,888</u>	<u>(96,675)</u>

10 Fixed asset investments

	Unlisted investments £
Cost or valuation	
At 31 March 2016	1,678,092
Additions	1,193,474
Valuation changes	315,888
Disposals	(1,159,160)
At 31 March 2017	<u>2,028,294</u>
Carrying amount	
At 31 March 2017	<u>2,028,294</u>
At 31 March 2016	<u>1,678,092</u>

The investment portfolio is professionally managed and valued by HSBC Global Asset Management (UK) Limited. All investments have been acquired in accordance with the powers available to the trustees.

The investment portfolio comprises the following, all listed investments:

	Market Value	% of Portfolio
Fixed Interest - Overseas	£291,465	14.37
Equities - United Kingdom	£747,657	36.86
Equities - Overseas	£957,634	47.21
Alternative Investments	<u>£31,538</u>	<u>1.56</u>
	£2,028,294	100.00

**101 (CITY OF LONDON) ENGINEER REGIMENT
(RICHMOND HILL) CHARITABLE TRUST**
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2017

11	Financial instruments	2017	2016
		£	£
	Carrying amount of financial assets		
	Equity instruments measured at cost less impairment	2,028,294	1,678,092
		<u> </u>	<u> </u>
	Carrying amount of financial liabilities		
	Measured at amortised cost	5,540	1,630
		<u> </u>	<u> </u>
12	Creditors: amounts falling due within one year	2017	2016
		£	£
	Trade creditors	570	1,080
	Other creditors	4,370	-
	Accruals and deferred income	600	550
		<u> </u>	<u> </u>
		5,540	1,630
		<u> </u>	<u> </u>

13 Related party transactions

There were no disclosable related party transactions during the year (2016: None).

**101 (CITY OF LONDON) ENGINEER REGIMENT
(RICHMOND HILL) CHARITABLE TRUST
DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2017**

	£	2017 £	£	2016 £
Investment income				
Investment income	48,568		49,570	
Bank interest	68		106	
		48,636		49,676
Total incoming resources		48,636		49,676
<u>Resources expended</u>				
Costs of generating funds				
Investment management costs				
Fund manager costs		(21,741)		(16,751)
Charitable activities				
Grants payable				
Grants to 101 Engineer Regiment		(31,176)		(40,000)
Governance costs				
Accountancy and independent examination fee		(620)		(549)
Net gains on investments				
Revaluation of investments	92,800		(131,313)	
Profit on disposal of investments	223,088		34,638	
		315,888		(96,675)
Surplus/(Deficit) for the Year		310,987		(104,299)