

THE RIVER TRUST

STATEMENT OF FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2017

THE RIVER TRUST

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THE RIVER TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 OCTOBER 2017

The trustees present its annual report and financial statements of the charity for the year ended 31 October 2017. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements 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 financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) published on 16 July 2014.

Legal and Administrative Information

Constitution	The River Trust is a registered charity governed by a Settlement Deed dated 16 August 1977 Charity Number: 275843
Registered Office	The Administrator 8 St James's Square, London, SW1Y 4JU
Bankers and Investment Managers	SG Kleinwort Hambros Bank Limited 8 St James's Square, London, SW1Y 4JU
Independent Examiners	Kreston Reeves LLP 37 St Margaret's Street, Canterbury, Kent CT1 2TU
Solicitors	Irwin Mitchell Thomas Eggar House, Friary Lane, Chichester, PO19 1UF
Trustees	Davina Irwin-Clark (appointed 21 May 2015) SG Kleinwort Hambros Trust Company (UK) Limited

On 30 November 2016, the legal name and registered address of the corporate trustee changed from Kleinwort Benson Trustees Limited, 14 St. George Street, London W1S 1FE to SG Kleinwort Hambros Trust Company (UK) Limited 8 St James's Square, London SW1Y 4JU.

Mrs G M Warren the settlor has power of appointing new trustees, provided that the total number of trustees shall not exceed six.

Legal and administrative information set out on page 1 forms part of this report. The financial statements have been prepared in accordance with Section 45 of the Charities Act 2011, and revised Statement of Recommended Practice FRS102.

Objects of the charity

The objects of the charity are to pay or apply the capital or income of the trust to advance the Evangelical Christian faith worldwide by such means being charitable as the trustees may determine.

Grant making policy

The trustees' current policy is to consider all written appeals received, but only successful applicants are notified of the trustees' decision. Donations are decided periodically, and it is unusual for the trustees to respond favourably to unsolicited appeals.

THE RIVER TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 OCTOBER 2017

Appointment of trustees and charity organisation

The charity is managed by the trustees who are appointed under the terms of the Trust Deed, with daily administration being dealt with by the corporate trustee, SG Kleinwort Hambros Trust Company (UK) Limited. No fund raising is undertaken to support the work of the charity.

Financial review and investment policy

The financial statements cover all the activities of the charity during the year. Gross income totalled £57,220.55 (£88,652.41 in 2016), of which £86,375.00 (£87,770.00 in 2016) was committed to charitable donations and £20,066.57 (£18,791.73 in 2016) to management and administration. Under the governing document, there are no restrictions on the charity's power to invest. The overall investment policy is to achieve long term capital growth in real terms, whilst providing a yield at least in line with the UK equity market.

Charity's public benefit

The trustees have ensured that all activities throughout the period have been for the interest of public benefit. This is evidenced by the contributions made to charities totalling £86,375.00 (£87,770.00 in 2016).

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

Related parties

The charity does not have a relationship with any other charity or organisations.

Review of the activities and future developments

The trustees are satisfied with the financial position of the charity and confirm that they have adequate assets available to fulfil their obligations. There are no plans to alter the charity's activities next year.

Reserves policy and risk management

It is the trustees intention to maintain an unrestricted fund at least equivalent to the historic cost value of investments together with a small cash balance of income, partly to enable them to respond quickly to appeals for significant support where appropriate, the timing of which is unpredictable.

The trustees have considered what risks the charity faces and believe these to be fraud or poor investment performance. Adequate systems are in place to mitigate fraud and investment performance is regularly monitored.

Trustees responsibilities in relation to the financial statements

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

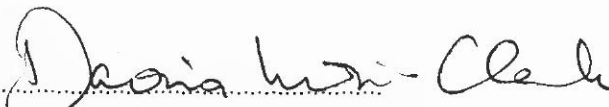
The law applicable to charities in England and Wales requires the charity trustee to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period. In preparing the 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 judgements and estimates
- state whether applicable accounting standards have been followed, subject to any material departures that must be 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 RIVER TRUST

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 OCTOBER 2017**

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to 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. The trustees are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities.


.....
Davina Irwin-Clark


.....
SG Kleinwort Hambros Trust Company (UK) Limited

23/08/2018
.....
Date

THE RIVER TRUST

INDEPENDENT EXAMINER'S REPORT

Independent Examiner's Report to the Trustees of The River Trust

I report on the financial statements of the charity for the year ended 31 October 2017, which are set out on pages 5 to 13.

Respective responsibilities of trustee and examiner

The charity's trustees are responsible for the preparation of the financial statements. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- examine the financial statements under section 145 of the 2011 Act;
- follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the financial statements present a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

1) which gives me reasonable cause to believe that, in any material respect, the requirements:

- to keep accounting records in accordance with section 130 of the 2011 Act; and
- to prepare financial statements which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met; or

2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Samantha Rouse FCCA DChA
Chartered Certified Accountant

Date 23 August 2018

KRESTON REEVES LLP
37 St Margaret's Street
Canterbury
Kent
CT1 2TU

THE RIVER TRUST

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 OCTOBER 2017

	Note	Unrestricted Fund £	Expendable Endowment £	Total 2017 £	Total 2016 £
Income and Endowments					
Donations Received	2	37,891.03	-	37,891.03	70,000.00
Investment Income	3	19,329.52	-	19,329.52	18,652.41
Total Income and Endowments		£57,220.55	-	£57,220.55	£88,652.41
Expenditure					
Cost of raising funds:					
Kleinwort Benson Investment Management Fees		-	7,376.57	7,376.57	6,456.16
Expenditure on Charitable Activities:					
Donations	4	86,375.00	-	86,375.00	87,770.00
Support Costs	5	4,200.00	8,490.00	12,690.00	12,335.57
Total Expenditure		£90,575.00	£15,866.57	£106,441.57	£106,561.73
Net Expenditure		(£33,354.45)	(£15,866.57)	(£49,221.02)	(£17,909.32)
Net Gains on Investments					
Realised Gains	7	-	113.48	113.48	4,124.02
Unrealised Gains	7	-	20,744.47	20,744.47	51,136.02
Currency Gain		-	-	-	55.47
		-	20,857.95	20,857.95	55,315.51
Net Movement in Funds in the Year		(£33,354.45)	£4,991.38	(£28,363.07)	£37,406.19
Funds					
At 31 October 2016		(14,176.05)	692,508.91	678,332.86	640,926.67
Net Movement of Resources in the Year		(33,354.45)	4,991.38	(28,363.07)	37,406.19
At 31 October 2017		(£47,530.50)	£697,500.29	£649,969.79	£678,332.86


THE RIVER TRUST

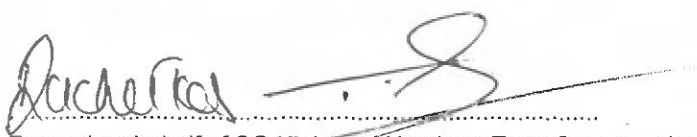
BALANCE SHEET
FOR THE YEAR ENDED 31 OCTOBER 2017

	Note	£	2017 £	£	2016 £
Fixed Assets					
Investments	7		610,767.61		621,421.32
Current Assets					
Debtors	8	925.75		911.86	
Cash at Bank		4,891.43		16,599.68	
Loans	9	40,000.00		40,000.00	
		<u>45,817.18</u>		<u>57,511.54</u>	
Less:					
Current Liabilities					
Creditors, amounts falling due within one year	10	6,615.00		600.00	
		<u>6,615.00</u>		<u>600.00</u>	
Net Current Assets			39,202.18		56,911.54
Assets less Current Liabilities			<u>£649,969.79</u>		<u>£678,332.86</u>
Capital Fund					
Expendable Endowment	11		697,500.29		692,508.91
Income Fund					
Unrestricted Fund	12		(47,530.50)		(14,176.05)
			<u>£649,969.79</u>		<u>£678,332.86</u>

The financial statements were approved by the Trustees on

2018


Davina Irwin-Clark


For and on behalf of SG Hambros Trust Company (UK) Limited

THE RIVER TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2017

1 Accounting Policies

These financial statements have been prepared in accordance with the particular accounting policies described below.

General Information

The River Trust is an unincorporated registered charity with the Charity Commission for England and Wales, charity number 275843. The registered office for the Trust is 8 St James's Square, London SW1Y 4JU.

Basis of Preparation and Assessment of Going Concern

The financial statements have been prepared under the historical cost convention except for investments, which have been included at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their Financial Statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) published on 16 July 2014 and the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102. The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

The presentation currency of these financial statements is Pounds Sterling.

The figures have not been rounded.

Basis of Accounting

- Income recognition

All incoming resources are included in the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Income tax recoverable in relation to investment income is recognised at the time investment income is receivable.

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment manager of the dividend yield of the investment portfolio.

THE RIVER TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2017

- Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

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.

Investments

Listed investments are included in the financial statements at mid-market value at the balance sheet date. Unlisted investments are included in the balance sheet at their historical cost less any amounts written off. Investments include cash held for investment purposes.

Fund Structure

Income funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Capital funds comprise expendable endowments, whereby there is no requirement to spend the capital unless, or until, the charity trustees decide to do so. These funds are invested to produce unrestricted income which can be spent in accordance with the charitable objectives.

Investment income, gains and losses are allocated to the appropriate fund.

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 sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

Foreign Currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Exchange gains and losses arising on transactions in the year are recognised in the Statement of Financial Activities.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2017

Debtors and Creditors

These Charity accounts have been prepared on an accruals basis and debtors and creditors have been dealt with in accordance with SORP (FRS 102).

These accounts include debtors as defined in Charities SORP (FRS102) B2. The debtors are measured at their recoverable amounts. No amount is recoverable more than a year after the reporting date, so no adjustment for time value of money is included in the accounts.

These accounts include (C1) creditors: amounts falling due within one year as defined in Charities SORP (FRS102) 10.80. These creditors arise where there is a legal or constructive obligation committing the charity to expenditure, it is probable that settlement will be required within one year and the amount of the obligation can be measured reliably, yet no material payment had occurred by the end of the accounting period. The Trustees expect to make all relevant payments in the subsequent financial year.

Cash and Cash Equivalents

The charity does not hold any short term, highly liquid investments, so the cash at bank figure is entirely comprised of actual cash in bank accounts.

2 Donations Received	2017	2016
	£	£
Ernest Kleinwort Charitable Trust	35,000.00	70,000.00
The Penny Trust	2,891.03	-
	<u>£37,891.03</u>	<u>£70,000.00</u>
 3 Investment Income	 2017	 2016
	£	£
Income from Investments	19,323.77	18,525.16
Bank Interest	5.75	124.38
HM Revenue & Customs interest	-	2.87
	<u>£19,329.52</u>	<u>£18,652.41</u>
 4 Donations to Charitable Institutions	 2017	 2016
	£	£
Advancement of Christian Faith - (4 Donations)		
Marine Reach	-	1,500.00
Penny Trust	1,000.00	1,000.00
St Peter's Brighton	8,000.00	4,000.00
Stewards Trust	-	1,000.00
Stewardship Trust	4,500.00	7,500.00
Youth With A Mission	11,650.00	15,300.00
	25,150.00	30,300.00

THE RIVER TRUST**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2017****Church Funds - (1 Donation)**

Barcombe Parochial Church Council	10,000.00	10,000.00
	10,000.00	10,000.00

Missionary Work - (2 Donations)

African Enterprise	-	1,000.00
Innovista International	2,000.00	-
St Stephens Society	2,000.00	2,000.00
	4,000.00	3,000.00

Religious Education - (6 Donations)

Ashburnham Christian Trust (ACT)	2,100.00	2,100.00
Bible Society	1,800.00	1,800.00
CARE	3,025.00	7,050.00
Chasah Trust	5,500.00	5,500.00
London School of Theology	500.00	-
Scripture Union (SU)	-	2,500.00
Wycliffe Bible Translators	1,000.00	1,000.00
	13,925.00	19,950.00

Religious Welfare Work - (11 Donations)

Beauty from Ashes	1,000.00	1,000.00
Care for the Family	4,000.00	4,000.00
Christians against Poverty	1,000.00	1,000.00
CMS	1,500.00	1,000.00
Interhealth Worldwide	500.00	500.00
Kidz Klub Brighton & Hove	-	720.00
Marriage Week UK	-	750.00
Open Doors UK	1,000.00	1,000.00
Relationships Foundation	2,000.00	2,000.00
Release International	1,000.00	1,000.00
The Marriage Foundation	-	1,000.00
The Micah Trust	1,000.00	1,000.00
The Prison Fellowship	1,450.00	1,450.00
ZANE	1,000.00	1,000.00
	15,450.00	17,420.00

THE RIVER TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2017

Miscellaneous - (11 Donations)		
Bridge Builders	500.00	-
Chestnut Tree House	750.00	-
Clean Sheet	2,000.00	-
Cross Rhythms	1,000.00	-
Friends of Marsabit	5,000.00	-
London City Mission	1,000.00	2,000.00
Mercy Ships	2,000.00	-
SASRA	500.00	-
Sat-7	1,000.00	1,000.00
St Mary's Thakenham	2,000.00	1,000.00
St Peter & St James Hospice	-	1,000.00
Tear Fund	2,100.00	2,100.00
	17,850.00	7,100.00
Total Donations	£86,375.00	£87,770.00
5 Support Costs		
	2017	2016
	£	£
Unrestricted Fund		
SG Kleinwort Hambros Trust Company (UK) Limited Fees	4,200.00	4,063.50
Bank Charges	-	50.57
	4,200.00	4,114.07
Expendable Endowment:		
SG Kleinwort Hambros Trust Company (UK) Limited Fees	7,800.00	7,546.50
SG Kleinwort Hambros Trust Company (UK) Limited ARC Fees	90.00	75.00
Independent Examiner's Fees	600.00	600.00
	8,490.00	8,221.50
Total Support Costs	£12,690.00	£12,335.57

6 Related parties and trustees' expenses and remuneration

The charity does not have a relationship with any other charity or organisations.

SG Kleinwort Hambros Trust Company (UK) Limited received a fee of £12,000.00 (£11,610.00 - 2016) for its services as Corporate Trustee.

The key management personnel of the charity comprise solely of the trustees of the charity who have held office during the period. Davina Irwin-Clark received no remuneration (2016: nil) or expenses (2016: nil) during the year.

THE RIVER TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2017

7 Investments quoted on a recognised Stock Exchange	2017	2016
	£	£
Market Value Brought Forward	585,952.55	543,889.55
Purchases	302,050.39	441,407.96
Disposals	(302,712.34)	(454,605.00)
	<u>585,290.60</u>	<u>530,692.51</u>
Realised Gain/(Loss)	113.48	4,124.02
Unrealised Gain / (Loss)	20,744.47	51,136.02
Market Value	606,148.55	585,952.55
Cash on Kleinwort Benson Account	4,619.06	35,468.77
Total Investments	£610,767.61	£621,421.32

Investments comprising greater than 5% of the Portfolio	2017	2016
	%	%
Artemis Fund Managers	6.71	5.31
Artemis Income Fund Income Units	7.40	8.25
BNY Mellon Fund Managers	5.12	6.95
EFTS Longer Dated All Commodities	-	6.01
Invesco Asset Managers	5.08	-
Ishares III plc FTSE UK Gilts	-	9.84
JO Hambro Capital Management	6.36	-
Kames Capital	5.16	-
Legal & General (Unit Trust Managers)	-	7.12
Liontrust Macro Equity Income Fund	5.20	5.14
Multi Units Luxembourg	7.94	-
Pimco Funds Global Investors Series	6.96	7.17
Royal London Equity Funds ICVC	5.61	5.36
Standard Life	7.30	-
Threadneedle Investment UK Equity Inc Zni Nav	6.16	6.89

8 Debtors	2017	2016
	£	£
Tax repayment due from HM Revenue & Customs	270.23	270.23
Dividends due	655.52	641.63
	<u>£925.75</u>	<u>£911.86</u>

THE RIVER TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2017

9 Loans	2017	2016
Interest Free	£	£
Youth With A Mission: repayable on demand	40,000.00	40,000.00
	<u>£40,000.00</u>	<u>£40,000.00</u>

10 Creditors, amounts falling due within one year	2017	2016
	£	£
Independent Examiner's Fees	600.00	600.00
S G Kleinwort Hambros Trust Company (UK) Limited Fees	6,000.00	-
S G Kleinwort Hambros Trust Company (UK) Limited ARC Fees	15.00	-
	<u>£6,615.00</u>	<u>£600.00</u>

11 Expendable Endowment	Movement in Funds	
Balance 31 October 2016	Gains and Transfers	Balance 31 October 2017
£	£	£
692,508.91	4,991.38	697,500.29

Income is available for general purposes. The expendable endowment is represented mainly by investments quoted on a recognised Stock Exchange.

12 Unrestricted Fund	Movement in Funds	
Balance 31 October 2016	Gains and Transfers	Balance 31 October 2017
£	£	£
(14,176.05)	(33,354.45)	(47,530.50)

The income funds of the charity will be allocated by the trustees towards charities and charitable activities, as set out in the Trustees' Report attached to these financial statements.