

Registered Charity No. 1143342 (England and Wales)
Registered Company No. 06231613
Registered Charity No. SC043441 (Scotland)

SPUC Education and Research Trust

Trustees' report and financial statements
for the year ended 28 February 2018

SPUC Education and Research Trust

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SPUC Education and Research Trust

Information

Charity registered number	1143342
Company registered number	06231613
Scottish charity register number	SC043441
Trustees and directors	Philippa Forsdike Robin Haig John Smeaton
Trust and company secretary	John Deighan
Business address	Unit C 3 Whitacre Mews Stannary Street London SE11 4AB
Auditors	Saffery Champness LLP Chartered Accountants 71 Queen Victoria Street London EC4V 4BE
Bankers	HSBC Bank Plc The Peak 333 Vauxhall Bridge Road Victoria London SW1V 1EJ HSBC Bank Plc 3 rd Floor 133 Regent Street London W1B 4HX
Investment managers	Quilter Cheviot Limited 1 Kingsway London WC2B 6AN Investec Wealth & Investment Limited 2 Gresham Street London EC2V 7QN

Trustees' report
For the year ended 28 February 2018

The Trustees present their report together with the audited financial statements for the year ended 28 February 2018. The financial statements comply with the current statutory requirements, the requirements of the Institute's governing document and the provision of the Charities SORP (FRS102).

1. Objects

SPUC Education and Research Trust (the "Company") was incorporated on 30 April 2007 (Registration number 06231613 in England and Wales) and registered as a charity on 15 August 2011 (Charity Registration number 1143342 in England and Wales and Charity Registration number SC043441 in Scotland).

The Trustees of the SPUC Educational Research Trust (Charity Registration number 326138) resolved that the entire undertaking be transferred to SPUC Education and Research Trust with effect from 1 March 2012. The old Trust will continue to exist but will be dormant. The new Trust company commenced business on 1 March 2012.

The old Trust was established in May 1982 under a charitable settlement for:

- the relief of poverty generally,
- the benefit and protection of children with congenital abnormalities and disabled children,
- the advancement of medical knowledge and education matters pertaining to unborn children, congenital abnormalities, disabilities generally, pregnancy and the termination of pregnancy.

These objectives continue in the new Trust company.

2. Trustees

The Trustees at the date of approving the report are set out on the information sheet on page 1, and they all served for the whole of the financial year under review.

3. Appointment of Trustees

The Trustees must number between three and eight trustees, all of whom are appointed without limit of time by SPUC Pro-life Limited.

4. Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any 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 Company will continue in business.

Trustees' report (continued)

For the year ended 28 February 2018

4. Trustees' responsibilities

(continued)

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as each of the Trustees is aware, there is no relevant information that has not been disclosed to the Company's auditors and each of the Trustees believes that all steps have been taken that ought to have been taken to make them aware of any relevant audit information and to establish that the Company's auditors have been made aware of that information.

5. Review of activities in the year 2017/2018

a. ARCH (Abortion Recovery Care and Helpline)

ARCH, Abortion Recovery Care and Helpline, previously known as British Victims of Abortion (BVA), was set up in 1987 in response to the many requests for help received from women who experienced difficulties, both emotionally and physically, following their abortions. It was re-launched in Glasgow under its new name on 27 April 2010.

Now in its thirty-first year, through the Trust, ARCH remains committed to its original and primary goal of promoting emotional and psychological support to those suffering after an abortion, as well as support to those facing a crisis pregnancy. Anyone in this situation or facing a crisis pregnancy, can call the ARCH helpline (0845 603 8501) in complete confidence and speak to a "befriender" who can help with their concerns or, as necessary, callers can receive one-to-one expert counselling.

ARCH continues to advertise its services on the internet which has helped ensure a steady flow of contacts. It was decided this year to expand the services of ARCH because of a growing awareness of the damage that abortion does to the emotional wellbeing of women. The large number of abortion means there must be many women suffering who are unaware of the potentially life-transforming help that is available from ARCH. The expansion includes taking on a new part-time administrator to work with the existing member of staff and secretary to the Trust to raise the profile of ARCH's services and to liaise with befrienders. ARCH staff have identified a pressing need for counselling services in the North East of England, which has a high abortion rate yet a dearth of services to support women with post-abortion difficulties.

An annual training event is held for new volunteers wishing to become Be-frienders. We now have approximately 40 people trained for the phonelines.

b. Books, sales and donations

The Trust sold and distributed free of charge copies of *Ethical Sex*, a book written by Dr Anthony McCarthy, SPUC's Director of Education, Research and Communications, a book which seeks to bring philosophical clarity to the difficult subject of sexual ethics – an issue of deep relevance to pro-life values.

c. Publications

The Trust supported the publication and sale of 'Abortion Matters' which had been approved as a project last year by the Trustees. It was released to coincide with the 50th anniversary of

the Abortion Act 1967. This is an important piece of work which will require ongoing promotion. The Trust still holds copies of "Ethical Sex", by Dr Anthony McCarthy which is sold at pro-life events such as the SPUC Youth Conference.

5. Review of activities in the year 2017/2018 (continued)

d. Representation

The Trust is represented at UN meetings in New York, at the Human Rights Council in Geneva and at UN meetings in other parts of the world to promote understanding of public policy proposals in relation to disabled persons, unborn children and the rights and health of women and their families.

e. Sales and donations of foetal models

The Trust's world-renowned set of foetal models "How You Began" and accompanying literature continue to be sold and donated to educational groups, caring organizations, and to other bodies in Britain and in many other parts of the world. The Trust purchased a further 500 sets of the models to allow us to continue supplying to educational bodies and others seeking them.

f. Research

The Trust's financial support to doctoral research on the anthropological assessment of artificial impregnation by embryo transfer was kept under review continued to be suspended in the happy event of Maria MacKinnon, who is undertaking the research, giving birth to a child in 2018.

g. Provita Romania

Thanks to a specific earmarked donation, a restricted fund is administered via the Trust which continues to support the work of a comparable organization in Romania of £15,000.

h. Grant to SPUC Pro-Life Limited

A grant of £45,000 was made to SPUC Pro-Life Ltd towards its educational work.

i. General Publicity

The Trust had a stand at the Christian Resources Exhibition. It continues to promote giving by legacies, sharing the cost with its sister organization, SPUC Pro-Life Ltd.

j. Voice of the Family

The Trust continued to meet the costs of employment and other expenses of the Director of the Voice of the Family project.

k. Scotland

An agreement was made this year to provide a grant of £28,000 per annum to SPUC Scotland for a further three-year period as a contribution for the work undertaken by John Deighan on behalf of the Trust and its educational and other charitable work.

l. Other Grants

Various other grants were made for educational initiatives amounting to £2,205.

6. Achievements during 2017/2018

The various activities of the Trust have been reviewed in detail in the foregoing paragraphs. The Trustees are of the opinion that this Trust's work in specialised and sensitive areas of education and social care is performing an important public benefit. Our counselling has increased by around 60% and looks set to grow more in the future making a real impact on the lives of dozens of families each year.

7. Review of financial results for the year 2017/2018

- a. Total Income for the year amounted to £206,495.
- b. Total expenditure for the year totalled £321,730.
- c. Combined unrestricted and restricted fund value at year end of £2,398,883.

8. Investments

The Trust's investment portfolio is managed by Investec Wealth & Investment Limited and by Quilter Cheviot Limited. The achievements of the fund managers are kept under close scrutiny by the trustees and at least one of the two firms is invited to an annual review meeting with the Trustees. There has been a continued improvement in both portfolios during the year.

The Trust invested £225,000 excluding VAT, in purchasing a property in Preston which is currently rented by SPUC Pro-Life Ltd. This property allowed the re-location of SPUC staff from an older property to a more and more suitable office for staff to work in. The new property will give a steady rental income every year greater than the investment yield for the amount used from our reserves and provides a long-term investment.

9. Organisational arrangements

The Trustees usually meet quarterly with one Trustee acting as an Executive. The Trustees have appointed a Trust Secretary, who has overall management and fundraising responsibility. In particular he supervises the operations of ARCH.

10. Related body

As noted in paragraph 3, the appointment of Trustees is vested in the board of SPUC Pro-Life Limited. The Trust's policy is to work as closely with SPUC Pro-Life Limited as charity law permits, whilst maintaining a proper operational and financial separation as appropriate.

11. Reserves policy

The total of unrestricted reserves is £2,398,869. The total of restricted reserves is £14, and this will be spent within the next financial year. We hold reserves to ensure that we have sufficient resources to continue as a going concern. The total amount of reserves is predominantly represented by stock investments and cash which are held with two investment companies, Quilter and Investec. These have been given equal investments and have had similar levels of performance which is monitored by the Trustees.

The Trustees continue to give careful thought to the Trust's future resource requirements and policy. The funding of 'Abortion Recovery Care and Helpline (ARCH)' is the priority area of work and it has been an aim to contribute the dividend income from investments to the work of ARCH. Expenditure is therefore made with an aim of allowing stable dividend whilst also permitting a level of spending from reserves to support projects and work deemed of high importance by the Trustees. Present expenditure in relation to income will permit the Trust to continue for the

SPUC Education and Research Trust

Trustees' report (continued)
For the year ended 28 February 2018

foreseeable Trustees continue to give careful thought to the Trust's future resource requirements and policy.

12. Risk management

Risks to which the Trust is exposed have been reviewed and will continue to be reviewed at least annually. Systems have been put in place to mitigate the risks the Trust is exposed to.

On behalf of the Trustees



John Smeaton

Trustee

15 10 2018

Independent auditors' report to the trustees and members (continued)
For the year ended 28 February 2018

Opinion

We have audited the financial statements of SPUC Education and Research Trust for the year ended 28 February 2018 which comprise the Statement of Financial Activities, Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including, Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the charitable company's state of affairs as at 28 February 2018 and of its incoming resources and application of resources, including its income and expenditure, 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 Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Independent auditors' report to the trustees and members (continued)
For the year ended 28 February 2018

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact.

We have nothing to report in this regard.

Other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Annual Report which includes the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Annual Report which includes the Directors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) require us to report to you if, in our opinion:

- proper and adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement set out on pages 2-3, the trustees (who are also directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative to do so.

Independent auditors' report to the trustees and members (continued)
For the year ended 28 February 2018

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's trustees and members those matters we are required to state to them in an auditors report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the trustees, the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Timothy Gregory (Senior Statutory Auditor)
For and on behalf of Saffery Champness LLP

19 October 2018

Chartered Accountants
Statutory Auditors

71 Queen Victoria Street
London
EC4V 4BE

Saffery Champness LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

SPUC Education and Research Trust

Statement of financial activities
For the year ended 28 February 2018

	Notes	Unrestricted funds £	Restricted funds £	2018 Total £	2017 Total £
Income and expenditure					
Income from:					
Donations and legacies					
-Legacies		8,400	-	8,400	55,889
-Donations		88,346	11,880	100,226	59,683
-Income tax recoverable		11,961	2,970	14,931	7,384
Property Income		11,261	-	11,261	-
Investments	5	61,530	-	61,530	57,787
Other trading activities					
- Sale of educational materials		10,147	-	10,147	6,514
Total		191,645	14,850	206,495	187,257
Expenditure on:					
Raising funds	2	9,043	-	9,043	6,466
Charitable activities	3	297,722	14,965	312,687	268,365
Total		306,765	14,965	321,730	274,831
Net gains/(losses) on investment	7	32,560	-	32,560	200,415
Net income		(82,560)	(115)	(82,675)	112,841
Balance brought forward at 1 March 2017					
		2,481,429	129	2,481,558	2,368,717
Balance carried forward at 28 February 2018					
		2,398,869	14	2,398,883	2,481,558

The statement of financial activities has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the statement of financial activities.

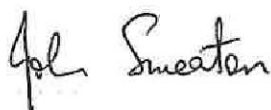
The notes on pages 11 to 21 form part of these financial statements.

SPUC Education and Research Trust

Balance sheet
As at 28 February 2018

		2018	2017
	Notes	£	£
Fixed assets			
Tangible assets	6	226,661	-
Investments	7	1,904,696	2,074,411
		<u>2,131,357</u>	<u>2,074,411</u>
Current assets			
Stocks		23,370	4,462
Debtors	8	57,712	9,069
Cash at bank and in hand		206,499	413,157
		<u>287,581</u>	<u>426,688</u>
Creditors: amounts falling due within one year	9	<u>(20,055)</u>	<u>(19,541)</u>
Net current assets		<u>267,526</u>	<u>407,147</u>
Total assets less current liabilities		<u>2,398,883</u>	<u>2,481,558</u>
Funds			
Unrestricted	10	2,398,869	2,481,429
Restricted	10	14	129
		<u>2,398,883</u>	<u>2,481,558</u>

The financial statements were approved by the Trustees on 15 October 2018.



John Smeaton
Trustee

The notes on pages 11 to 21 form part of these financial statements.

Company Registration No. 06231613

SPUC Education and Research Trust

**Notes to the financial statements
For the year ended 28 February 2018**

1. Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and on a going concern basis.

1.2 Compliance with accounting standards

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The trust constitutes a public benefit entity as defined by FRS102. The functional currency for these financial statements is £.

1.3 Income

- a. Donations and legacies are credited to the Statement of Financial Activities in on an accruals basis.
- b. Taxation recoverable on gift-aided donations is credited on an accruals basis.
- c. Investment income is derived from equity dividends and fixed interest income transmitted to the Trust by the investment managers during the financial year. It includes income received by the fund managers at the balance sheet date which is yet to be remitted to the Trust.
- d. Sales and purchases (after stock adjustments) of educational materials are shown net of VAT.

1.4 Expenditure

- a. Expenditure is charged to the Statement of Financial Activities on an accruals basis.

1.5 Freehold Property

Freehold property is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently, it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the statement of financial activities.

1.6 Investments

Fixed asset listed investments are stated at market value.

Unlisted investments are valued at fair value.

1.7 Stock

Stocks of educational materials are valued at the lower of cost and net realisable value.

Notes to the financial statements (continued)
For the year ended 28 February 2018

1. Accounting policies (continued)

1.8 Funds

Funds held by the charity are:

Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees.

Restricted funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the following notes to the accounts.

1.9 Cash flow exemption

Advantage has been taken of the exemption for charities with income less than £500,000 from preparing a cash flow statement under Charities SORP (FRS 102) Update Bulletin 1 (issued in February 2016).

1.10 Financial Instruments

The Company 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 company's statement of financial position when the company 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 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, 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 measure 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.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measure at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Notes to the financial statements (continued)
For the year ended 28 February 2018

1. Accounting policies (continued)

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 business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year. 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 rate method.

1.11 Critical estimates and judgements

Judgements and estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In making these estimates the Trustees make assumptions concerning the future. The Trustees do not believe that there is a significant risk of material adjustment being made to the carrying amounts of assets and liabilities included in these financial statements within the next financial year.

2. Expenditure on raising funds	Unrestricted funds £	Restricted funds £	2018 Total £	2017 Total £
Fundraising	5,768	-	5,768	2,457
Exhibitions and other costs	3,275	-	3,275	4,009
	<u>9,043</u>	<u>-</u>	<u>9,043</u>	<u>6,466</u>

SPUC Education and Research Trust

Notes to the financial statements (continued)
For the year ended 28 February 2018

3. Charitable expenditure

	Unrestricted funds £	Restricted funds £	2018 Total £	2017 Total £
Grants				
Grant to SPUC Pro-Life Ltd	45,000	-	45,000	35,000
Grant to SPUC Scotland	28,000	-	28,000	28,000
Grant to Provita Romania	-	14,965	14,965	15,000
Grants for research, education etc	2,205	-	2,205	5,774
Other direct costs				
ARCH	53,673	-	53,673	39,355
Publishing and printing	13,213	-	13,213	6,075
UN Representation and other conferences	73,636	-	73,636	72,620
Costs (note 4)	81,995	-	81,995	66,541
	<u>297,722</u>	<u>14,965</u>	<u>312,687</u>	<u>268,365</u>

4. Support and Governance costs (note 3)

	Unrestricted funds £	Restricted funds £	2018 Total £	2017 Total £
Bank charges and interest	680	-	680	582
Telephone and office costs	2,759	-	2,759	2,118
Sundry expenses	7,191	-	7,191	6,550
Staff employment costs	3,857	-	3,857	3,719
Property costs	16,605	-	16,605	16,605
New Preston office costs	12,276	-	12,276	-
Trustees travel costs	1,025	-	1,025	2,683
Professional services	14,977	-	14,977	11,419
Investment managers' fees	22,625	-	22,625	22,865
Allocated to charitable expenditure	<u>81,995</u>	<u>-</u>	<u>81,995</u>	<u>66,541</u>

Support costs are those incurred directly in support of expenditure on the objectives of the charity.
Governance costs for the year ending 28 February 2018 totalled £37,602 (2017: £34,284).

SPUC Education and Research Trust

Notes to the financial statements (continued)
For the year ended 28 February 2018

5. Investment income

	2018 £	2017 £
Equities and fixed interest (note 7)	58,822	53,972
Other interest	2,708	3,815
	<u>61,530</u>	<u>57,787</u>

6. Tangible fixed assets

	Fixtures and fittings £	Leasehold Property £	Total
Cost			
At 1 March 2017	1,207	-	1,207
Additions	2,214	225,000	227,214
Disposals	(1,207)	-	(1,207)
	<u>2,214</u>	<u>225,000</u>	<u>227,214</u>
At 28 February 2018	2,214	225,000	227,214
Depreciation			
At 1 March 2017	1,207	-	1,207
Removed on disposal	(1,207)	-	(1,207)
Charge for year	553	-	553
	<u>553</u>	<u>-</u>	<u>553</u>
At 28 February 2018	553	-	553
Net book value			
At 28 February 2018	<u>1,661</u>	<u>225,000</u>	<u>226,661</u>
At 28 February 2017	-	-	-

Leasehold property with a cost of £225,000 was purchased on 8 August 2017. The directors believe this to be an accurate assessment of the fair value of the property at 28 February 2018. Thus, the property has not been formally revalued at the year end. The property will be revalued at 28 February 2019 and at each subsequent year end.

SPUC Education and Research Trust

Notes to the financial statements (continued)
For the year ended 28 February 2018

7.	Fixed asset investment	2018 £	2017 £
a.	Unlisted investment at cost:		
	Shares in Stannary Property Limited	20	20
	Loan to Stannary Property Limited	210,000	210,000
		<u>210,020</u>	<u>210,020</u>

In 2007 The SPUC Educational Research Trust loaned £200,000 to Stannary Property Limited, a company in which it is a shareholder, together with a further £10,000 in 2010. The loan comprises £70,000 which is interest free and £140,000 on which interest is charged at a rate of 1% over the Charities Official Investment fund Deposit rate. This loan was transferred over to SPUC Education and Research Trust on 1 March 2012. The trustees consider this loan to be repayable on demand.

SPUC Education and Research Trust

Notes to the financial statements (continued)
For the year ended 28 February 2018

7. Fixed asset investments (continued)

b. Listed investments at market value:

	Fixed Interest £	Equities £	2018 Total £	2017 Total £
Brought forward 1 March 2017	418,007	1,446,385	1,864,392	1,613,639
Additions in year at cost	85,163	86,207	171,370	458,340
Disposals at market value	(102,369)	(271,277)	(373,646)	(408,003)
Net investment gains/(losses) in the year	(14,705)	47,265	32,560	200,415
Holdings carried forward at market value	386,096	1,308,580	1,694,676	1,864,391
Historical cost at 28 February 2018	357,876	952,107	1,309,983	1,370,563
Investment income therefrom	9,234	49,588	58,822	53,972

There were no investments representing more than 5% of the portfolio's value.

Reconciliation of movements in unrealised gains/(losses) on investments

	2018 £	2017 £
Disposals at market value	373,646	408,003
Historical cost of disposals	(318,301)	(238,467)
Realised profit based on historical cost	55,345	169,536
Unrealised profit/(loss) at 28 February 2018	(22,785)	31,383
	32,560	200,919
Total of investments carried forward 28 February 2018	1,904,696	2,074,411

Included in bank balances of £206,499 (2017: £413,157) is an amount of £70,256 (2017: £109,555) held by stockbrokers pending further investment.

SPUC Education and Research Trust

Notes to the financial statements (continued)
For the year ended 28 February 2018

8. Debtors

	2018 £	2017 £
Other debtors and prepayments	57,712	9,069
	<u>57,712</u>	<u>9,069</u>

9. Creditors: amounts falling due within one year

	2018 £	2017 £
Trade creditors	2,113	2,159
Taxation and social security	1,663	1,376
SPUC Pro-Life Limited	1,033	3,227
Accruals and deferred income	15,246	12,779
	<u>20,055</u>	<u>19,541</u>

The SPUC Pro-Life Limited balance is an interest free current account.

Notes to the financial statements (continued)
For the year ended 28 February 2018

10. Movement on funds

Restricted funds

	Movement in resources			
	Balance at 1 March 2017 £	Incoming £	Outgoing £	Balance at 28 February 2018 £
Pro-Vita Romania Fund	129	14,850	(14,965)	14
	<u>129</u>	<u>14,850</u>	<u>(14,965)</u>	<u>14</u>

The Pro-Vita Romania Fund was created to donate funds specifically received to Asociatia Pro vita Media, a pro-life organisation working to develop pro-life programmes in Romania intended to protect the lives of unborn children.

Unrestricted funds

	Movement in resources			
	Balance at	Incoming	Outgoing	Balance at
	1 March			28 February
	2017			2018
	£	£	£	£
General fund	2,481,429	224,205	(306,765)	2,398,869

Analysis of net assets between funds:

	Unrestricted funds £	Restricted funds £	2018 Total £
Investments	1,904,696	-	1,904,696
Net current assets	-	14	14
	<u>1,904,696</u>	<u>14</u>	<u>1,904,710</u>

SPUC Education and Research Trust

Notes to the financial statements (continued)
For the year ended 28 February 2018

11. Employees

Number of employees	2018 Number	2017 Number
The average number of employees during the year was:		
Management, administration and fundraising	1	1
ARCH	2	2
UN Representation	1	1
	<u>4</u>	<u>4</u>
 Employment costs	 2018 £	 2017 £
Wages and salaries	71,292	78,862
Social security costs	6,164	5,120
	<u>77,456</u>	<u>83,982</u>

No employee earned more than £60,000 during this, or the previous year.

There was no remuneration paid to trustees during this, or the previous year.

Three trustees were reimbursed for travel costs during the year. The total cost in the year was £1,025 (2017: £2,683).

12. Related party transactions

The trust has made a loan of £210,000 to Stannary Property Limited, a company in which the trust is a shareholder (Note 8(a)). The trust also paid £16,605 to Stannary Property Limited during the year for rent (2017: £16,605).

During the year SPUC Education and Research Trust made a grant to SPUC Pro-Life Limited of £45,000 for its educational work (2017: £35,000). At the year end SPUC Education and Research Trust owed £1,033 (2017: £3,227) to SPUC Pro-Life Limited. All of the trustees of the charity are directors of SPUC Pro-Life Limited.

SPUC Education and Research Trust

Notes to the financial statements (continued)
For the year ended 28 February 2018

13. Prior year statement of financial activities

	Unrestricted funds £	Restricted funds £	2017 Total £
Income and expenditure			
Income from:			
Donations and Legacies			
-Legacies	55,889	-	55,889
-Donations	47,803	11,880	59,683
-Income tax recoverable	4,404	2,980	7,384
Investments	57,787	-	57,787
Other trading activities			
- Sale of educational materials	6,514	-	6,514
Total	172,397	14,860	187,257
Expenditure on:			
Raising funds	6,466	-	6,466
Charitable activities	253,365	15,000	268,365
Total	259,831	15,000	274,831
Net gains/(losses) on investment	200,415	-	200,415
Net income	112,981	(140)	112,841
Balance brought forward at 1 March 2016	2,368,448	269	2,368,717
Balance carried forward at 28 February 2017	2,481,429	129	2,481,558