

Report of the Trustees and
Financial Statements for the Year Ended 31st March 2018
for
The Michael Barnard Charitable Trust

The Michael Barnard Charitable Trust

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for the Year Ended 31st March 2018

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The Michael Barnard Charitable Trust

Report of the Trustees **for the Year Ended 31st March 2018**

The trustees present their report with the financial statements of the charity for the year ended 31st March 2018. The trustees have adopted the provisions of 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).

The charitable trust once again had a very successful year. The investments produced an income of £48,223, representing a return of 1.8 % on the capital at the beginning of the year of £2,237,282. In addition, income from rental of own property was £4,158 and the trust realised net profits of £171,611.

Expenses of the trust during the year were only £3,679.

The trust donated £365,254 to worthwhile causes. Within this figure, £300,760 was donated to registered charities.

Despite these donations, the fund only fell in value by £11,854 to £2,232,897(Market value) .

To date, the fund has donated £612,362 to charitable causes but thanks to prudent investments on the Stock Market, the value of the trust is still higher than it was at inception.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the trust are: the relief of poverty for persons in the united kingdom and elsewhere who are in conditions of need, hardship or distress by reason of their social and/or economic circumstances, by reason of their suffering from natural disasters, or by reason of their being victims of crime or violence.

Grantmaking

Grants are made to individuals, organisations and charities and are line with the charities main objectives. Most payments in respect of grants are made direct to the suppliers of charitable goods and services.

The Michael Barnard Charitable Trust

Report of the Trustees **for the Year Ended 31st March 2018**

ACHIEVEMENT AND PERFORMANCE

Charitable activities

There are too many registered charities to comment upon but I would like to comment on some of the cases where we have helped non charities, particularly with a view to reducing poverty, suffering and injustice.

Last year, we mentioned that we planned to purchase a house for Rebecca H, who is a single mother with two young children. Rebecca lost her leg through diabetes. The eventual cost of buying the freehold including costs, came to £218,641. The purchase was completed half way through the year but the trust has already received rent of £4158 from it. More importantly, it has provided suitable accommodation for Rebecca and her children and helped lift Rebecca out of depression.

One of the saddest stories I have ever heard was about Helen S. She was a single parent with 4 children living in a Council house. One day her house caught on fire. One of her boys was 10 years old and was in a wheelchair. Very sadly, he could not escape from the fire and was burnt alive. Her 13 year old boy was very badly burnt and spent weeks in a coma in hospital. The family lost everything. The charity decided to help. It paid for the funeral of the young boy. It bought new furniture and furnishings for their new house. Whatever we did could not erase the pain of the loss of her child but at least we made her new life a little easier to bear.

George N is a young child in a wheelchair. His mother works tirelessly for charity but has never been on the receiving end. We discovered that George had several dreams. One was to see the Lion King in the West End and after the show to stay in a hotel. We arranged that. He also had a wish to stay in a log cabin. We managed to find one in Norfolk, specially adapted for disabled people and were able to make this dream come true. However, his greatest wish was to go on holiday to the seaside in Spain. This did not come cheap as it involved special transport at both ends of the journey. It also required ground floor accommodation in an apartment near the sea that was suitable for a disabled child in a wheelchair. The holiday the charity provided matched all these requirements and George had an amazing time.

Cheyenne W is a young girl that has just started work. However, she lacked one skill for the job - her ability to answer the telephone. Unfortunately, Cheyenne was deaf. The charity transformed her life through the purchase of a special hearing implant and we are pleased to say that she can now hear.

We continued to support Jessica E-C in her music scholarship. She writes to us frequently about the high grades she has achieved. She has agreed to help out as a classical singer in any charity concerts I get involved in. I happened to be chatting to her mother about some of the charity work I am involved in and mentioned La Danse Fantastique which is the performing arts charity for children with special needs that we help. By chance, Jessica's mother has close connections with the Royal Albert Hall and she was enthralled to hear what LDF has achieved in building up the confidence of young special needs children. She asked if they would like to put on a show at the Royal Albert Hall. When I telephoned the manager at LDF to ask her, she initially thought it was a wind up, but when reality sunk in, she could hardly contain her joy and excitement. The charity are contributing to the cost of LDF producing Aladdin at the local theatre but not long after the show, they shall be singing songs from it at the Royal Albert Hall. At the theatre production, the charity have agreed to pay for the mothers and children of Changing Pathways, the women's refuge to go to it.

From La Danse Fantastique, there was one child that had severe autism. That charity has helped to transform him from a withdrawn, almost uncontrollable child, to one that is now full of confidence and very helpful and kind hearted. He is now doing a lot for autism and other charities. He is now a dj at the local Gateway Radio, where the charity support the education of children that have such a bad reputation that schools have given up on them. The courses that the charity supports have proved to be very successful, with many of the children getting qualifications from the coursework and eventually going on to become responsible adults with a job.

Centrepieces is another charity which we have helped. They carry out art therapy for people suffering from depression. When I heard that MIND, the mental health charity were putting on a concert and were looking for auction prizes, I contacted Centrepieces and they kindly donated a painting for the auction. This is another example of how I am getting charities to help each other.

I am keen to promote amateur dramatics as they give a lot of pleasure to both the participants and their audience. BasOp and Basildon Players are both providing the opportunity for the community to participate in song, dance and acting, while in the case of La Danse Fantastique and Performance Art Life Skills, these help people with special needs to build up their confidence. Essex Pearly Drama Queens is a Cockney Song and Dance group that raise money themselves for other charities.

The Michael Barnard Charitable Trust

Report of the Trustees **for the Year Ended 31st March 2018**

ACHIEVEMENT AND PERFORMANCE

Charitable activities

We are aware that many charities look for fund raising activities but the cost of raising such funds often involves an expense. BasOp last year staged a Christmas concert but as a thank you for the help we have given them, they agreed to use the concert as a fund raiser for local charities. The local charities sold tickets with the money raised being retained by the charities that sold the tickets. The concert was very successful and we shall look at the possibility of staging a similar concert this Christmas.

I find it very sad that that so many people find life so intolerable that they are turning to suicide. We already help suicide prevention group, Maytree in North London but there has been nothing comparable around Essex. Reach Out For Mental Health has recently established a suicide prevention group in this area with training from Maytree and I am delighted that our charity has helped to make this all possible.

The charity financed the purchase of a false arm for Jeremy C. This helped Jeremy get back to work and also enabled him to continue with his passion for cycling.

The current year has commenced well with further gains in the value of the charity's investments and many more donations which are helping to improve so many disadvantaged people's lives for the better.

I would like to conclude by expressing my gratitude to my two trustees, John Summerton and John Caulcutt. They are always helpful when it comes to discussing how we can improve the lives of others in need. Indeed, I am indebted to John Summerton who has introduced me to many people or organisations that are badly in need of support from the charity.

Investment performance

At 31st March 2017, the market value of shares invested in was £2,032,960

In the year to 31st March 2018, the charity received £48,223 in dividends, representing a yield of 2.37% on the 31st March 2017 capital. The charity spent a net £365,253 on charitable causes with costs of £3,679 and purchases a property for costing £216,181. Despite this expenditure and costs, the market value of the investments in the trust at 31st March 2018 was £1,926,606 plus surplus cash held at the Stock Brokers of £82,543

FINANCIAL REVIEW

Investment policy and objectives

The governing document provides that the trustees may deposit or invest funds, employ a professional fund-manager, and arrange for the investments or other property of the trust to be held in the name of a nominee, in the same manner and subject to the same conditions as the trustees of a trust are permitted to do by the Trustee Act 2000.

Reserves policy

It is the policy of the charitable trust to hold reserves in its' General Fund that have not yet been committed or designated for any particular purpose. The Trustees have set aside these reserves in order to protect the future operations of the charitable company from the effects of any unforeseen variations in its income streams as part of a policy of good financial management practice.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

In accordance with the governing document every trustee must be appointed for a term of three years by a resolution passed at a properly convened meeting of the charity trustees. In selecting individuals for appointment as charity trustees, the charity trustees must have regard to the skills, knowledge and experience needed for the effective administration of the trust.

The trustees have had due regard for guidance published by the charities commission on public benefit.

The Michael Barnard Charitable Trust

Report of the Trustees
for the Year Ended 31st March 2018

STRUCTURE, GOVERNANCE AND MANAGEMENT

Key management remuneration

The trustees receiving no payment for their services they give their time for free.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1157878

Principal address

Brownheath Park
Gregory Lane
Durley
Southampton
Hampshire
SO32 2BS

Trustees

M D Barnard
J Summerton
J Caulcutt

Independent examiner

P. McKelvey & Co
St Laurence House
2 Gridiron Place
Upminster
Essex
RM14 2BE

Solicitors

Birkett Long
Essex House
42 Crouch Street
Colchester
Essex
CO3 3HH

Custodial Arrangements

The company investments are held in a designated nominee account by MD Barnard & Co Ltd Stockbrokers.

COMMENCEMENT OF ACTIVITIES

The charity commenced on the 16th July 2014, its main aim is to relieve of poverty primarily by grants to individuals and organisations.

RISK REVIEW

In common with other charities of our size we are limited in the resources we are able to apply in segregating the duties of operatives and fundraising alike. Being aware of this we use our available resources in the manner we deem most effective which the trustees keep under constant review. We have considered the major risks to which the charity is exposed and are satisfied that systems are in place, and new systems will be put in place as and when necessary, to mitigate exposure to major risks.

The Michael Barnard Charitable Trust

Report of the Trustees
for the Year Ended 31st March 2018

TRUSTEES RESPONSIBILITY STATEMENT

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which 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 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.

Approved by order of the board of trustees on 28th January 2019 and signed on its behalf by:

M D Barnard - Trustee

**Independent Examiner's Report to the Trustees of
The Michael Barnard Charitable Trust**

Independent examiner's report to the trustees of The Michael Barnard Charitable Trust

I report to the charity trustees on my examination of the accounts of the The Michael Barnard Charitable Trust (the Trust) for the year ended 31st March 2018.

Responsibilities and basis of report

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

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all 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 Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the 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 confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.

P. McKelvey
FCCA
P. McKelvey & Co
St Laurence House
2 Gridiron Place
Upminster
Essex
RM14 2BE

28th January 2019

The Michael Barnard Charitable Trust

Statement of Financial Activities
for the Year Ended 31st March 2018

		31.3.18 Unrestricted fund £	31.3.17 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Investment income	2	<u>52,380</u>	<u>50,047</u>
Total		52,380	50,047
EXPENDITURE ON			
Raising funds	3	2,461	-
Charitable activities	4		
Poverty relief		368,506	182,050
Support and governance costs		<u>(2,035)</u>	<u>1,195</u>
Total		368,932	183,245
Net gains/(losses) on investments		<u>304,698</u>	<u>413,491</u>
NET INCOME/(EXPENDITURE)		(11,854)	280,293
RECONCILIATION OF FUNDS			
Total funds brought forward		2,244,751	1,964,458
TOTAL FUNDS CARRIED FORWARD		<u><u>2,232,897</u></u>	<u><u>2,244,751</u></u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

The Michael Barnard Charitable Trust

Statement of Financial Position
At 31st March 2018

		31.3.18 Unrestricted fund £	31.3.17 Total funds £
FIXED ASSETS	Notes		
Tangible assets	8	216,181	-
Investments	9	<u>1,926,606</u>	<u>2,032,960</u>
		2,142,787	2,032,960
CURRENT ASSETS			
Debtors	10	10,541	9,500
Cash at bank		<u>81,502</u>	<u>204,326</u>
		92,043	213,826
CREDITORS			
Amounts falling due within one year	11	(1,933)	(2,035)
		<u>90,110</u>	<u>211,791</u>
NET CURRENT ASSETS			
		<u>90,110</u>	<u>211,791</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		2,232,897	2,244,751
NET ASSETS			
		<u>2,232,897</u>	<u>2,244,751</u>
FUNDS	12		
Unrestricted funds:			
General fund		<u>2,232,897</u>	<u>2,244,751</u>
TOTAL FUNDS			
		<u>2,232,897</u>	<u>2,244,751</u>

The financial statements were approved by the Board of Trustees on 28th January 2019 and were signed on its behalf by:

M D Barnard -Trustee

The Michael Barnard Charitable Trust

Notes to the Financial Statements **for the Year Ended 31st March 2018**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

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 a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Governance costs

Governance costs include costs of the preparation and examination of the statutory accounts, the costs of trustee meetings and the cost of any legal advice to trustees on governance or constitutional matters.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds 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 notes to the financial statements.

The Michael Barnard Charitable Trust

Notes to the Financial Statements - continued
for the Year Ended 31st March 2018

2. INVESTMENT INCOME

	31.3.18	31.3.17
	£	£
Rents received	4,158	-
Other fixed asset invest - FII	<u>48,222</u>	<u>50,047</u>
	<u>52,380</u>	<u>50,047</u>

3. RAISING FUNDS

Investment management costs

	31.3.18	31.3.17
	£	£
Ground rent	139	-
Property repairs	<u>2,322</u>	<u>-</u>
	<u>2,461</u>	<u>-</u>

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities	Support costs (See note 5)	Totals
	£	£	£
Poverty relief	365,253	3,253	368,506
Support and governance costs	<u>-</u>	<u>(2,035)</u>	<u>(2,035)</u>
	<u>365,253</u>	<u>1,218</u>	<u>366,471</u>

5. SUPPORT COSTS

	Governance costs
	£
Poverty relief	3,253
Support and governance costs	<u>(2,035)</u>
	<u>1,218</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2018 nor for the year ended 31st March 2017.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31st March 2018 nor for the year ended 31st March 2017.

The Michael Barnard Charitable Trust

Notes to the Financial Statements - continued
for the Year Ended 31st March 2018

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Investment income	<u>50,047</u>
Total	50,047
EXPENDITURE ON	
Charitable activities	
Poverty relief	182,050
Support and governance costs	<u>1,195</u>
Total	183,245
Net gains/(losses) on investments	<u>413,491</u>
NET INCOME/(EXPENDITURE)	280,293
RECONCILIATION OF FUNDS	
Total funds brought forward	<u>1,964,458</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>2,244,751</u></u>

8. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
Additions	<u>216,181</u>
NET BOOK VALUE	
At 31st March 2018	<u><u>216,181</u></u>
At 31st March 2017	<u><u>-</u></u>

The Michael Barnard Charitable Trust

Notes to the Financial Statements - continued
for the Year Ended 31st March 2018

9. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1st April 2017	2,032,960
Additions	288,036
Disposals	(527,477)
Revaluations	<u>133,087</u>
At 31st March 2018	<u>1,926,606</u>
 NET BOOK VALUE	
At 31st March 2018	<u><u>1,926,606</u></u>
At 31st March 2017	<u><u>2,032,960</u></u>

There were no investment assets outside the UK.

At the year end the charity held investments in UK public companies listed on the London Stock Exchange. The historical value of the investments at the year end was £1,605,281 (2016 : £1,960,061).

The market value of the investments on the 31st March 2017 was £2,032,960 (2016 : £2,505,535)

10. DEBTORS

	31.3.18 £	31.3.17 £
Amounts falling due within one year:		
Other debtors	<u>1,041</u>	<u>-</u>
 Amounts falling due after more than one year:		
Other debtors	<u>9,500</u>	<u>9,500</u>
 Aggregate amounts	<u>10,541</u>	<u>9,500</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.18 £	31.3.17 £
Other creditors	<u>1,933</u>	<u>2,035</u>

The Michael Barnard Charitable Trust

Notes to the Financial Statements - continued
for the Year Ended 31st March 2018

12. MOVEMENT IN FUNDS

	At 1.4.17 £	Net movement in funds £	At 31.3.18 £
Unrestricted funds			
General fund	2,244,751	(11,854)	2,232,897
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>2,244,751</u>	<u>(11,854)</u>	<u>2,232,897</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	52,380	(368,932)	304,698	(11,854)
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>52,380</u>	<u>(368,932)</u>	<u>304,698</u>	<u>(11,854)</u>

Comparatives for movement in funds

	At 1.4.16 £	Net movement in funds £	At 31.3.17 £
Unrestricted Funds			
General fund	1,964,458	280,293	2,244,751
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>1,964,458</u>	<u>280,293</u>	<u>2,244,751</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	50,047	(183,245)	413,491	280,293
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>50,047</u>	<u>(183,245)</u>	<u>413,491</u>	<u>280,293</u>

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st March 2018.

The Michael Barnard Charitable Trust

Detailed Statement of Financial Activities
for the Year Ended 31st March 2018

	31.3.18 £	31.3.17 £
INCOME AND ENDOWMENTS		
Investment income		
Rents received	4,158	-
Other fixed asset invest - FII	<u>48,222</u>	<u>50,047</u>
	<u>52,380</u>	<u>50,047</u>
Total incoming resources	52,380	50,047
EXPENDITURE		
Investment management costs		
Ground rent	139	-
Property repairs	<u>2,322</u>	<u>-</u>
	2,461	-
Charitable activities		
Grants to registered charities and institutions	329,492	127,460
Grants to individuals	<u>35,761</u>	<u>54,590</u>
	365,253	182,050
Support costs		
Governance costs		
Stock Broker charges	138	-
Accountancy	<u>1,080</u>	<u>1,195</u>
	<u>1,218</u>	<u>1,195</u>
Total resources expended	368,932	183,245
Net expenditure before gains and losses	(316,552)	(133,198)
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	<u>171,611</u>	<u>(14,188)</u>
Net expenditure	<u>(144,941)</u>	<u>(147,386)</u>