

**CHURCHILL LINES FOUNDATION
(FORMERLY CHURCHILL LINES CHARITABLE FUND)
(A Company Limited by Guarantee)**

UNAUDITED

ANNUAL REPORT

FOR THE YEAR ENDED 30 JUNE 2018

CHURCHILL LINES FOUNDATION

(A Company Limited by Guarantee)

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CHURCHILL LINES FOUNDATION

(A Company Limited by Guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 30 JUNE 2018**

Trustees

D J Charters
R C Lewis
P M P O'Kane
Lt. Col. E D Sandry
Lt. Col. A J E Truett MBE (appointed)
M R Pullen (appointed 9 August 2018)

Company registered number

09090180

Charity registered number

1158677

Registered office

c/o The Regimental Accountant, Churchill Lines, MoD St Athan, Vale of Glamorgan, CF62 4WA

Accountants

PricewaterhouseCoopers LLP, One Kingsway, Cardiff, CF10 3PW

Independent Examiner

Baldwins Audit Services, The Counting House, Dunleavy Drive, Celtic Gateway, Cardiff, CF11 0SN

CHURCHILL LINES FOUNDATION

(A Company Limited by Guarantee)

TRUSTEES' REPORT FOR THE YEAR ENDED 30 JUNE 2018

The Trustees present their annual report together with the financial statements of Churchill Lines Charitable Fund Limited (the "Charity") for the from 1 July 2017 to 30 June 2018.

The Trustees confirm that the Annual Report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), 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) as amended by Update Bulletin 1 (effective 1 January 2015).

Since the Charity qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

Objectives and Activities

a. Policies and objectives

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the charity commission relating to public benefit.

The objectives of the Charity are:

- (a) To provide welfare support to all serving members of MAB 7 and their dependants.
- (b) To relieve present and past members of the MAB 7, and their dependants, who are in conditions of need, hardship or distress (hereinafter referred to as beneficiaries).
- (c) In furtherance of the foregoing objects but not further or otherwise, the Charitable Fund shall have the following powers:
 - i) To take all necessary action for publicising and disseminating information concerning the histories, deeds and traditions of the MAB 7.
 - ii) To execute and administer exclusively charitable trusts.
 - iii) To receive, take and accept any gifts of property whether subject to any special trusts or not.
 - iv) To receive and accept contributions by way of subscriptions, donations and otherwise and to raise funds for the said objects provided that the Charitable Fund shall not undertake any permanent trading activities in raising funds for its charitable objects.
 - v) To assist beneficiaries by way of grants, gifts, or otherwise by handling or paying for items, services or facilities calculated to reduce the need, hardship or distress of beneficiaries.
 - vi) To pay for such items, services or facilities by way of donations or subscriptions to charitable institutions or organisations which or facilities for beneficiaries.
 - vii) Subject to such consents as may from time to time be required by law, to purchase, take, lease or exchange any property required for the purposes of the Association and lease, exchange or otherwise dispose of the same.
 - viii) Subject to such consents as may from time to time be required by law, to borrow to raise money for the purposes of the Association on such terms and such security as may be thought fit.
 - ix) To invest and accumulate funds of the Association in such investments and for such periods as may from time to time be authorised by law.
 - x) To do all such other things as shall further the said objects.

b. Main activities undertaken to further the charity's purposes for the public benefit

During the year, the charity has continued to raise funds principally from donations, but also from other events staged by the charity.

The funds raised have then been used to support beneficiaries in a wide variety of ways from assistance with travel costs, to group events and more specific support where required.

CHURCHILL LINES FOUNDATION

(A Company Limited by Guarantee)

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 30 JUNE 2018

Achievements and performance

a. Fundraising activities/Income generation

The Charity is reliant on the donations of a number of discreet philanthropic individuals who recognised the special contribution MAB 7 personnel make to the United Kingdom and the need to support those individuals and dependants when they are wounded or injured.

The Charity holds a limited number of discreet fundraising events to promote itself to such individuals with the aim of securing donations.

b. Investment policy and performance

Surplus cash balances are currently held as on deposit at reputable financial institutions to facilitate easy access to manage the liquidity of the Charity.

Financial review

a. Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

b. Reserves policy

The Trustees are satisfied with the current level of reserves held by the Charity. The Charity has very limited ongoing operational costs and therefore decisions to award grants and provide support are based on the level of funds available at the time of application. At 30 June 2019 the unrestricted funds are £75,027 (2017: £49,222)

Structure, governance and management

a. Constitution

The Charity is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 17 June 2014 .

The Charity is constituted under a Memorandum of Association dated 17 June 2014 and updated on 22 November 2016 and is a registered charity number 1158677.

b. Method of appointment or election of Trustees

The management of the Charity is the responsibility of the Trustees who are elected under the terms of the Articles of Association.

Plans for future periods

a. Future developments

The Charity intends to continue to raise funds and provide support to MAB 7 personnel and their dependents.

CHURCHILL LINES FOUNDATION

(A Company Limited by Guarantee)

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 30 JUNE 2018

Members' liability

The Members of the Charity guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up.

Trustees' responsibilities statement

The Trustees (who are also directors of Churchill Lines Foundation for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

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

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the Trustees, on 25/3/19 and signed on their behalf by:

R C Lewis
Chairman

A handwritten signature in black ink, appearing to be 'R C Lewis', written over a horizontal line.

CHURCHILL LINES FOUNDATION

(A Company Limited by Guarantee)

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 30 JUNE 2018

Independent Examiner's Report to the Trustees of Churchill Lines Foundation (the 'Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 30 June 2018.

This report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for my work or for this report.

Respective responsibilities of trustees and examiner

As the Trustees of the Charity (and its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the Charity's accounts carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

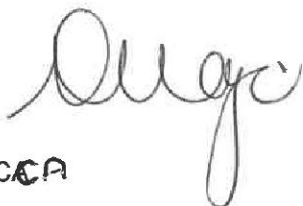
Independent Examiner's Statement

I have completed my examination. I can confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Charity as required by section 386 of the Companies Act 2006; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

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.

Signed:



Dated:

25 March 2019

Amanda Kruger FCA

Baldwins Audit Services, The Counting House, Dunleavy Drive, Celtic Gateway, Cardiff, CF11 0SN

CHURCHILL LINES FOUNDATION**(A Company Limited by Guarantee)****STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 JUNE 2018**

	Note	Unrestricted funds 2018 £	Unrestricted funds 2017 £
Income from:			
Donations and legacies	2	65,030	60,845
Total income		65,030	60,845
Expenditure on:			
Charitable activities		39,225	54,893
Total expenditure		39,225	54,893
Net income before other recognised gains and losses		25,805	5,952
Net movement in funds		25,805	5,952
Reconciliation of funds:			
Total funds brought forward		49,222	43,270
Total funds carried forward		75,027	49,222

The notes on pages 8 to 11 form part of these financial statements.

CHURCHILL LINES FOUNDATION

(A Company Limited by Guarantee)
REGISTERED NUMBER: 09090180

**BALANCE SHEET
AS AT 30 JUNE 2018**

	Note	£	2018 £	£	2017 £
Current assets					
Debtors	8	-		5,882	
Cash at bank and in hand		76,239		43,340	
		<u>76,239</u>		<u>49,222</u>	
Creditors: amounts falling due within one year	9	(1,212)		-	
Net current assets			75,027		49,222
Net assets			<u>75,027</u>		<u>49,222</u>
Charity Funds					
Unrestricted funds			75,027		49,222
Total funds			<u>75,027</u>		<u>49,222</u>

The Charity's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The Trustees consider that the Charity is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the Charity to obtain an audit for the year in question in accordance with section 476 of the Act.

The Trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees on 25/3/19 and signed on their behalf, by:



R C Lewis

The notes on pages 8 to 11 form part of these financial statements.

CHURCHILL LINES FOUNDATION

(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

1. Accounting Policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with 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) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Churchill Lines Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 Company status

The Charity is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

1.3 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donated services or facilities are recognised when the Charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the Charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of the Friends is not recognised and refer to the Trustees' Report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the Charity which is the amount the Charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

CHURCHILL LINES FOUNDATION

(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

1. Accounting Policies (continued)

1.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the Charity and include project management carried out at Headquarters.

Charitable activities and Governance costs are costs incurred on the Charity's operations, including support costs and costs relating to the governance of the Charity.

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.

1.5 Interest receivable

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.

1.6 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.7 Cash at Bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.8 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

CHURCHILL LINES FOUNDATION

(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

1. Accounting Policies (continued)

1.9 Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.10 Fund accounting

General 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.

2. Income from donations and legacies

	Unrestricted funds 2018 £	Unrestricted funds 2017 £
Donations	65,030	60,845
Total 2017	60,845	

Danations include £3,000 (2017: £3,000) of donations in kind for accountancy services.

3. Analysis of grants

	Grants to Individuals 2018 £	Total 2018 £	Total 2017 £
Grants made	4,038	4,038	23,474

4. Direct costs

	Activities £	Total 2018 £	Total 2017 £
Support to beneficiaries	29,846	29,846	25,919
Total 2017	25,918	25,918	

CHURCHILL LINES FOUNDATION**(A Company Limited by Guarantee)****NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018****5. Support costs**

	Activities £	Total 2018 £	Total 2017 £
Administrative expenses	2,341	2,341	2,501
Accounting services	3,000	3,000	3,000
	5,341	5,341	5,501
Total 2017	5,501	5,501	

None (2017: £nil) of the support costs are attributable to the making of grants to individuals.

6. Net income/(expenditure)

During the year, no Trustees received any remuneration (2017 - £NIL).

During the year, no Trustees received any benefits in kind (2017 - £NIL).

During the year, no Trustees received any reimbursement of expenses (2017 - £NIL).

7. Auditors' remuneration

The Independent Examiner's remuneration amounts to an Independent Examination fee of £1,200 (2017 - £1,200).

8. Debtors

	2018 £	2017 £
Other debtors	-	5,882

9. Creditors: Amounts falling due within one year

	2018 £	2017 £
Accruals and deferred income	1,212	-

10. Related party transactions

There were no transactions with related parties during the year (2017: £nil).

