

Registered Charity Number 1004308

**NATIONAL TRAINERS FEDERATION CHARITABLE
TRUST**

Trustees' Report and Financial Statements

Year Ended 31 December 2018

NATIONAL TRAINERS FEDERATION CHARITABLE TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS 2018

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**NATIONAL TRAINERS FEDERATION CHARITABLE TRUST
ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2018**

OFFICERS AND PROFESSIONAL ADVISORS

TRUSTEES

R Arnold	Chairman
A Duffield	
C Longsdon	
C F Wall	(resigned 12 July 2018)

REGISTERED OFFICE

National Trainers Federation Charitable Trust
Robin McAlpine House
20B Park Lane
Newmarket
Suffolk CB8 8QD

BANKERS

Barclays Bank PLC
58 High Street
Newmarket
Suffolk CB8 8NH

SOLICITORS

Edmondson Hall
25 Exeter Road
Newmarket
Suffolk CB8 8AR

INVESTMENT ADVISERS

Troy Asset Management
Brookfield House
44 Davies Street
London
W1K 5JA

NATIONAL TRAINERS FEDERATION CHARITABLE TRUST ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2018

TRUSTEES' REPORT

The Trustees present their report for the year ended 31 December 2018.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The National Trainers Federation Charitable Trust is a Registered Charity administered under a Trust Deed dated 28 August 1991, as amended by resolution dated 10 July 2014 and lodged with the Charity Commission.

Trustees

The Trustees are empowered to appoint additional trustees at their discretion. The Trustees receive the relevant training and inductions to enable them to fulfil their roles in an informed manner.

Risk management

The Trustees have considered the type of risks the charity faces, the levels of risks that they regard as acceptable and the likelihood of the risks concerned materialising.

The charity is exposed to risks associated with the management of its investment portfolio. The Trustees have engaged professional investment managers to mitigate this risk. In addition, the trustees consider financial results and non-financial performance indicators at annual intervals.

The Trustees believe that the charity's financial systems are adequate to address any risks to which it is exposed.

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

Objectives

The principal objective of the charity is to promote the education and relief of persons in conditions of need, hardship or distress and in particular promote or support schemes where such persons may receive training while in employment, as well as to further advance the theoretical and practical education of persons engaged or intending to be engaged in employment in whatever capacity within the thoroughbred horse racing industry in the United Kingdom.

Activities

The charity makes grants to individuals and organisations, in the furtherance of the charitable objectives. Racing Welfare continues to administer the Trust.

Grants policy

Grants and donations are made in accordance with the charity's objectives at the discretion of the trustees, and in accordance with grant criteria agreed on 10 July 2014.

Public benefit

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and setting grant making policy.

ACHIEVEMENTS AND PERFORMANCE

The Trust continues to support individuals attending further education and retraining courses. During the year, 17 individuals (2017: 6) were provided with financial assistance to complete training courses.

NATIONAL TRAINERS FEDERATION CHARITABLE TRUST

ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2018

FINANCIAL REVIEW

Reserves policy

Unrestricted reserves

The Trustees have reviewed the reserves of the Charity. This review encompassed the annual requirement to meet future grant applications, the likelihood of receiving voluntary donations and expected levels of investment income. The trustees formed the opinion that current unrestricted reserves of £568,639 were adequate to fund ongoing grant activity at the level of some £20k per annum.

Restricted funds

Team Champion Fund:

This fund was set up in 2017 with a grant from the Racing Foundation and is to be used towards the implementation of a management training programme for employers. This will involve setting an industry standard, training sessions for employers, on-line resources and a Team Champion Award.

New Stable Staff Website:

This fund was set up in 2017 with a grant from the Racing Foundation to fund the design, set-up, marketing and launch of a new website for Stable Staff, along with a contribution to the management and maintenance costs of the site during its first year.

Financial position

The trustees are satisfied that the financial position of the Charity is appropriate. The net unrestricted expenditure for 2018 was £672 (2017: £24,896 net unrestricted income)

The Charity made two grants from restricted funds during the year to the National Trainers Federation; £30,000 from the Team Champion Fund and £37,500 from the New Stable Staff Website Fund. Net expenditure from restricted funds in the year was £67,500. The balance of restricted funds at the yearend was £nil.

The Trojan Income Fund reported unrealised losses in 2018 of £68,829 including a loss of £5,394 on the Gerald Swire Trusts monies which are designated funds.

Investment policy

The Trustees have given the investment advisers, Troy Asset Management, the discretion to manage the portfolio with the primary intention of securing consistent annual income.

PLANS FOR THE FUTURE

The Charity intends to maintain its current approach, providing financial assistance to individuals and organisations in the furtherance of the charitable objectives.

Approved by the Trustees on 11 July 2019

Signed on behalf of the trustees

Rupert Arnold

Rupert Arnold

**NATIONAL TRAINERS FEDERATION CHARITABLE TRUST
ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2018**

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE NATIONAL TRAINERS FEDERATION CHARITABLE TRUST

I report to the trustees on my examination of the accounts of the National Trainers Federation Charitable Trust (the Trust) for the year ended 31 December 2018, set out on pages 5 to 12.

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 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the 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 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:

Graham Michael David Day, FCA, DChA

Chater Allan LLP
Beech House
4a Newmarket Road
Cambridge
CB5 8DT

Date: 19 August 2019

NATIONAL TRAINERS FEDERATION CHARITABLE TRUST
ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2018

STATEMENT OF FINANCIAL ACTIVITIES

	Note	Unrestricted Funds £	Restricted Funds £	Total 2018 £	Total 2017 £
INCOME AND ENDOWMENTS FROM:					
Charitable Activities		-	-	-	67,500
Investments		26,205	-	26,205	33,361
Total	2	26,205	-	26,205	100,861
EXPENDITURE ON:					
Charitable Activities	3	(26,877)	(67,500)	(94,377)	(8,465)
Total		(26,877)	(67,500)	(94,377)	(8,465)
NET INCOME/(EXPENDITURE)		(672)	(67,500)	(68,172)	92,396
Transfers between funds					
Unrealised gain / (loss) on investment assets	6	(68,829)	-	(68,829)	15,142
Net movement in funds		(69,501)	(67,500)	(137,001)	107,538
RECONCILIATION OF FUNDS					
Total funds brought forward		683,293	67,500	750,793	643,255
Total funds carried forward		613,792	-	613,792	750,793

There are no recognised gains and losses for the current and preceding financial year other than as stated in the statement of financial activities.

All financial activities derive from continuing activities.

The notes on pages 7 to 12 form part of these financial statements.

NATIONAL TRAINERS FEDERATION CHARITABLE TRUST
ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2018

STATEMENT OF FINANCIAL POSITION

	Note	2018 £	2017 £
FIXED ASSETS			
Investments	6	576,182	645,011
CURRENT ASSETS			
Trade and other debtors	7	13,287	18,812
Cash and cash equivalents		42,456	101,463
		55,743	120,275
CREDITORS: amounts falling due within one year			
Creditors	8	(18,133)	(14,493)
NET CURRENT ASSETS		37,610	105,782
TOTAL NET ASSETS		613,792	750,793
FUNDS			
Unrestricted funds		568,639	632,746
Designated funds		45,153	50,547
Restricted funds		-	67,500
TOTAL FUNDS	9	613,792	750,793

These financial statements were approved by the trustees on 11 July 2019 and signed on their behalf by:



Rupert Arnold

The notes on pages 7 to 11 form part of these financial statements.

NATIONAL TRAINERS FEDERATION CHARITABLE TRUST
ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2018

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared under the historical cost convention, with the exception of certain fixed assets and investments which are included at market value or deemed cost. The financial statements have been prepared in accordance with the 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.

Going concern

The trustees have a reasonable expectation that the trust has adequate resources to continue in the operational existence for the foreseeable future and the charity is well placed to manage its business risks successfully. Accordingly, they continue to adopt the going concern basis in preparing the annual report and accounts.

Income

Income from grants is recognised when the charity has entitlement to the funds, it is probable that the income will be received, and the amount can be measured reliably and is not deferred.

Dividends, interest on bank deposits and income tax recoverable are accounted for when they become receivable.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs 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 payable are payments made to third parties in the furtherance of the charitable objectives of the Trust. Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the Trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and any condition attaching to the grant is outside of the control of the Charity.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Fund accounting

General unrestricted funds represent unrestricted income which is expendable at the discretion of the trustees in the furtherance of the objects of the charity.

Designated funds comprise unrestricted funds that have been set aside by the trustees for a particular purpose. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donors or which have been raised by the Charity for a particular purpose.

Investments

The trustees have given the investment advisers the discretion to manage the portfolio within a moderate risk profile. Investments are accounted for at market value with the change in market value during the year being shown as an unrealised gain (loss) in the Statement of Financial Activities. Realised gains or losses are calculated as the difference between the market value at the start of the year (or date of purchase if later) and the proceeds of sale.

NATIONAL TRAINERS FEDERATION CHARITABLE TRUST
ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2018

NOTES TO THE FINANCIAL STATEMENTS

ACCOUNTING POLICIES (continued)

Cash flow statement

The trustees have taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS102, the Financial Reporting Standard applicable in the UK and Republic of Ireland: the requirements of Section 7, statement of cash-flows.

2. INCOMING AND ENDOWMENT FROM

	2018	2017
	£	£
a) Charitable activities		
Grants receivable	-	67,500
	<hr/>	<hr/>
b) Investment income		
Dividends receivable	26,137	33,361
Bank interest receivable	68	-
	<hr/>	<hr/>
	26,205	33,361

3. EXPENDITURE ON CHARITABLE ACTIVITIES

	Activities undertaken	Support costs	2018	2017
	£	£	£	£
a) Unrestricted				
Grant awards	22,221	4,656	26,877	8,465
	<hr/>	<hr/>	<hr/>	<hr/>
	22,221	4,656	26,877	8,465
b) Restricted				
Grants payable	67,500	-	67,500	-
	<hr/>	<hr/>	<hr/>	<hr/>
	67,500	-	67,500	-

4. GRANTS PAYABLE

During the year the following grants were made:

	Unrestricted	Restricted	Unrestricted	Restricted
	2018	2018	2017	2017
	£	£	£	£
Grants to individuals	22,221	-	4,090	-
Grants to organisations	-	67,500	-	-
	<hr/>	<hr/>	<hr/>	<hr/>

During the year, grants were made to 17 individuals (2017: 6),

Two grants were made during the year to other organisations (2017: none), both being to The National Trainers Federation.

NATIONAL TRAINERS FEDERATION CHARITABLE TRUST
ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2018

NOTES TO THE FINANCIAL STATEMENTS

5. SUPPORT COST ALLOCATION

	Human resources	Governance	2018	2017
	£	£	£	£
Management fees	3,500	-	3,500	3,500
Trustee indemnity insurance	-	446	446	445
Independent examination	-	360	360	360
Trustee meeting costs	-	350	350	70
Total support costs	3,500	1,156	4,656	4,375

6. FIXED ASSET INVESTMENTS

	2018	2017
	£	£
Listed Securities:		
Market value at 1 January 2018	645,011	502,631
Additions	-	50,000
Transfer from debtors	-	77,238
Unrealised (loss) / gain	(68,829)	15,142
Market value at 31 December	576,182	645,011
Historical cost at 31 December	514,664	514,664

The Trojan Income Fund portfolio was acquired in September 2013. Additions during 2017 included: 40,000 units transferred from debtors; representing the purchase made by Racing Welfare on behalf of NTFCT in April 2014, but paid for in 2017 (clearing the creditor balance); and a purchase of 25,442.70 units on the 10th November 2017. Total shares now held by NTFCT stand at 324,664.7

7. DEBTORS

	2018	2017
	£	£
Accrued income	13,287	18,812
Total	13,287	18,812

NATIONAL TRAINERS FEDERATION CHARITABLE TRUST
ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2018

NOTES TO THE FINANCIAL STATEMENTS

8. CREDITORS

	2018 £	2017 £
Due to Racing Welfare	17,773	14,133
Accruals	360	360
Total	<u>18,133</u>	<u>14,493</u>

The amounts outstanding in 2018 and 2017 represent management expenses owed to Racing Welfare. Following the year end the balance was settled in full.

9. STATEMENT OF FUNDS

	At 1 January 2018 £	Income £	Expenditure £	Investment gains/losses £	Transfers £	At 31 December 2018 £
General reserve	515,520	24,106	(26,877)	-	2,099	514,848
Revaluation reserve	117,226	-	-	(63,435)	-	53,791
Designated reserves:						
Gerald Swire CT fund	50,547	2,099	-	(5,394)	(2,099)	45,153
Total unrestricted	683,293	26,205	(26,877)	(68,829)	-	613,792
Restricted						
Team Champion	30,000	-	(30,000)	-	-	-
New Website	37,500	-	(37,500)	-	-	-
Total restricted fund	67,500	-	(67,500)	-	-	-
Total funds	750,793	26,205	(94,376)	(68,829)	-	613,792

General reserve

The Trustees have reviewed the reserves of the Charity. This review encompassed the annual requirement to meet future grant applications, the likelihood of receiving voluntary donations and expected levels of investment income. The trustees formed the opinion that current reserves were adequate to fund ongoing grant activity at the level of some £20k per annum.

**NATIONAL TRAINERS FEDERATION CHARITABLE TRUST
ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2018**

NOTES TO THE FINANCIAL STATEMENTS

9. STATEMENT OF FUNDS (continued)

Revaluation reserve

The revaluation reserve represents the unrealised gains and losses on investments from the date of purchase until the date of the balance sheet.

Designated reserves

Gerald Swire Charitable Trust Fund:

The trustees have chosen to designate the donation from the Gerald Swire Charitable Trust and to treat it as an endowment fund, drawing down the income each year to use for an award in memory of Toby Balding. Any shortfall between the income on the investment in the year and the award will be supplemented by general reserves. The original capital of £50,000 will remain in investments.

Restricted funds

Team Champion Fund:

This fund was set up with a grant from the Racing Foundation and is to be used towards the implementation of a management training programme for employers. This will involve setting an industry standard, training sessions for employers, on-line resources and a Team Champion Award. During the year £30,000, that being the total fund, was granted to the National Trainers Federation to undertake the project.

New Stable Staff Website:

This fund was set up with a grant from the Racing Foundation to fund the design, set-up, marketing and launch of a new website for Stable Staff, along with a contribution to the management and maintenance costs of the site during its first year. During the year £37,500, that being the total fund, was granted to the National Trainers Federation to undertake the project.

10. RELATED PARTY TRANSACTIONS

During the year the charity had the following transactions with Racing Welfare:

	2018 £	2017 £
Management expenses	3,500	3,500

During the year the charity had the following transactions with the National Trainers Federation:

	2018 £	2017 £
Grants payable	67,500	-

There is no ultimate controlling party.

NATIONAL TRAINERS FEDERATION CHARITABLE TRUST
ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2018

NOTES TO THE FINANCIAL STATEMENTS

11. STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2017

	Unrestricted Funds £	Restricted Funds £	Total 2017 £
INCOME AND ENDOWMENTS FROM:			
Charitable Activities	-	67,500	67,500
Investments	33,361	-	33,361
Total	33,361	67,500	100,861
EXPENDITURE ON:			
Charitable Activities	(8,465)	-	(8,465)
Total	(8,465)	-	(8,465)
NET INCOME/(EXPENDITURE)	24,896	67,500	92,396
 Unrealised gain / (loss) on investment assets	 15,142	 -	 15,142
Net movement in funds	40,038	67,500	107,538
RECONCILIATION OF FUNDS			
Total funds brought forward	643,255	-	643,225
Total funds carried forward	683,293	67,500	750,793