

The Victory Trust
Unaudited Financial Statements
31 March 2019

HARPER SHELDON LIMITED

Chartered accountant
Midway House
Staverton Technology Park
Herrick Way, Staverton
Cheltenham, Glos.
GL51 6TQ

The Victory Trust
Financial Statements
Year ended 31 March 2019

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The Victory Trust
Trustees' Annual Report
Year ended 31 March 2019

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2019.

Reference and administrative details

Registered charity name The Victory Trust

Charity registration number 242526

Principal office Burlington House
Lypiatt Road
Cheltenham
GL50 2SY

The trustees

Mr C Frewin - Treasurer
Mr M Hodgson
Mr T Kelly
Mrs R Groves
Mr T Harman - Chairman

Independent examiner Harper Sheldon Chartered Accountants
Midway House
Staverton Technology Park
Herrick Way, Staverton
Cheltenham, Glos.
GL51 6TQ

Structure, governance and management

Governing document:
Scheme dated 3 July 1987 amended by Scheme dated 12 June 2000.

Achievements and performance

The trustees' annual report was approved on 25/7/19 and signed on behalf of the board of trustees by:



Mr C Frewin - Treasurer
Trustee

The Victory Trust

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

Year ended 31 March 2019

I report to the trustees on my examination of the financial statements of The Victory Trust ('the charity') for the year ended 31 March 2019.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements 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 charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements 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.

Harper Sheldon Chartered Accountants
Independent Examiner

Midway House
Staverton Technology Park
Herrick Way, Staverton
Cheltenham, Glos.
GL51 6TQ

The Victory Trust
Statement of Financial Activities
Year ended 31 March 2019

		2019		2018
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Other trading activities	4	39,315	39,315	39,242
Investment income	5	409	409	184
Total income		<u>39,724</u>	<u>39,724</u>	<u>39,426</u>
Expenditure				
Expenditure on charitable activities	6,7	49,974	49,974	55,563
Total expenditure		<u>49,974</u>	<u>49,974</u>	<u>55,563</u>
Net expenditure and net movement in funds		<u>(10,250)</u>	<u>(10,250)</u>	<u>(16,137)</u>
Reconciliation of funds				
Total funds brought forward		1,567,628	1,567,628	1,583,765
Total funds carried forward		<u>1,557,378</u>	<u>1,557,378</u>	<u>1,567,628</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 6 to 12 form part of these financial statements.

The Victory Trust
Statement of Financial Position
31 March 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible fixed assets	13	1,321,249	1,326,905
Current assets			
Debtors	14	4,841	6,194
Cash at bank and in hand		233,064	251,562
		<u>237,905</u>	<u>257,756</u>
Creditors: amounts falling due within one year	15	<u>1,776</u>	<u>17,033</u>
Net current assets		<u>236,129</u>	<u>240,723</u>
Total assets less current liabilities		<u>1,557,378</u>	<u>1,567,628</u>
Funds of the charity			
Unrestricted funds		<u>1,557,378</u>	<u>1,567,628</u>
Total charity funds	16	<u>1,557,378</u>	<u>1,567,628</u>

These financial statements were approved by the board of trustees and authorised for issue on 25/3/19, and are signed on behalf of the board by:

Mr C Frewin - Treasurer
Trustee




The notes on pages 6 to 12 form part of these financial statements.

The Victory Trust
Statement of Cash Flows
Year ended 31 March 2019

	2019 £	2018 £
Cash flows from operating activities		
Net expenditure	(10,250)	(16,137)
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	6,857	7,397
Other interest receivable and similar income	(409)	(184)
Accrued (income)/expenses	(1)	2
<i>Changes in:</i>		
Trade and other debtors	1,353	(2,495)
Trade and other creditors	(15,257)	16,368
Cash generated from operations	(17,707)	4,951
Interest received	409	184
Net cash (used in)/from operating activities	(17,298)	5,135
Cash flows from investing activities		
Purchase of tangible assets	(1,200)	(1,949)
Net cash used in investing activities	(1,200)	(1,949)
Net (decrease)/increase in cash and cash equivalents	(18,498)	3,186
Cash and cash equivalents at beginning of year	251,562	248,376
Cash and cash equivalents at end of year	233,064	251,562

The notes on pages 6 to 12 form part of these financial statements.

The Victory Trust

Notes to the Financial Statements

Year ended 31 March 2019

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Burlington House, Lypiatt Road, Cheltenham, GL50 2SY.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

The Victory Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The Victory Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Misc equipment	-	10%, 15% & 20% reducing balance
Fixtures & equipment	-	10% reducing balance
Windows	-	5% reducing balance
Solar panels	-	5% reducing balance
Lift	-	10% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

The Victory Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Other trading activities

	Unrestricted Funds	Total Funds 2019	Unrestricted Funds	Total Funds 2018
	£	£	£	£
Rents	35,100	35,100	35,100	35,100
Feed in Tariff	4,215	4,215	4,142	4,142
	<u>39,315</u>	<u>39,315</u>	<u>39,242</u>	<u>39,242</u>

5. Investment income

	Unrestricted Funds	Total Funds 2019	Unrestricted Funds	Total Funds 2018
	£	£	£	£
Bank interest receivable	409	409	184	184
	<u>409</u>	<u>409</u>	<u>184</u>	<u>184</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds	Total Funds 2019	Unrestricted Funds	Total Funds 2018
	£	£	£	£
The Victory Club	7,907	7,907	7,695	7,695
Support costs	42,067	42,067	47,868	47,868
	<u>49,974</u>	<u>49,974</u>	<u>55,563</u>	<u>55,563</u>

The Victory Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

7. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds	Total fund
	£	£	2019	2018
			£	£
The Victory Club	7,907	41,217	49,124	53,444
Governance costs	—	850	850	2,119
	<u>7,907</u>	<u>42,067</u>	<u>49,974</u>	<u>55,563</u>

8. Analysis of support costs

	The Victory Club	Total 2019	Total 2018
	£	£	£
Premises	40,458	40,458	43,471
Communications and IT	759	759	663
Governance costs	850	850	2,119
Donations	—	—	1,615
	<u>42,067</u>	<u>42,067</u>	<u>47,868</u>

9. Net expenditure

Net expenditure is stated after charging/(crediting):

	2019	2018
	£	£
Depreciation of tangible fixed assets	<u>6,857</u>	<u>7,397</u>

10. Independent examination fees

	2019	2018
	£	£
Fees payable to the independent examiner for:		
Independent examination of the financial statements	<u>350</u>	<u>350</u>

11. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

2019	2018
£	£

The average head count of employees during the year was Nil (2018: Nil).

No employee received employee benefits of more than £60,000 during the year (2018: Nil).

12. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

No trustee expenses have been incurred.

The Victory Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

13. Tangible fixed assets

	Freehold property £	Misc equipment £	Fixtures, fittings and equipment £	Windows £	Lift & boiler £	Total £
Cost						
At 1 Apr 2018	1,233,824	2,638	45,702	36,903	7,839	1,326,906
Additions	—	1,200	—	—	—	1,200
At 31 Mar 2019	<u>1,233,824</u>	<u>3,838</u>	<u>45,702</u>	<u>36,903</u>	<u>7,839</u>	<u>1,328,106</u>
Depreciation						
At 1 Apr 2018	—	—	—	—	—	—
Charge for the year	—	422	3,806	1,845	784	6,857
At 31 Mar 2019	<u>—</u>	<u>422</u>	<u>3,806</u>	<u>1,845</u>	<u>784</u>	<u>6,857</u>
Carrying amount						
At 31 Mar 2019	<u>1,233,824</u>	<u>3,416</u>	<u>41,896</u>	<u>35,058</u>	<u>7,055</u>	<u>1,321,249</u>
At 31 Mar 2018	<u>1,233,824</u>	<u>2,638</u>	<u>45,702</u>	<u>36,903</u>	<u>7,839</u>	<u>1,326,906</u>

14. Debtors

	2019 £	2018 £
Prepayments and accrued income	2,214	1,958
Other debtors	2,627	4,236
	<u>4,841</u>	<u>6,194</u>

15. Creditors: amounts falling due within one year

	2019 £	2018 £
Trade creditors	407	17,033
Other creditors - VAT	1,369	—
	<u>1,776</u>	<u>17,033</u>

16. Analysis of charitable funds

Unrestricted funds

	At 1 April 2018 £	Income £	Expenditure £	At 31 March 2019 £
Unrestricted Funds	<u>1,567,628</u>	<u>39,724</u>	<u>(49,974)</u>	<u>1,557,378</u>

The Victory Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

17. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2019 £	Total Funds 2018 £
Tangible fixed assets	1,321,249	1,321,249	1,326,905
Current assets	237,905	237,905	257,756
Creditors less than 1 year	(1,776)	(1,776)	(17,033)
Net assets	<u>1,557,378</u>	<u>1,557,378</u>	<u>1,567,628</u>

The Victory Trust
Management Information
Year ended 31 March 2019

The following pages do not form part of the financial statements.

The Victory Trust

Detailed Statement of Financial Activities

Year ended 31 March 2019

	2019 £	2018 £
Income and endowments		
Other trading activities		
Rents	35,100	35,100
Feed in Tariff	4,215	4,142
	<u>39,315</u>	<u>39,242</u>
Investment income		
Bank interest receivable	409	184
	<u>409</u>	<u>184</u>
Total income	<u>39,724</u>	<u>39,426</u>
Expenditure		
Expenditure on charitable activities		
Rates and water	7,474	8,707
Repairs and maintenance	21,070	22,390
Insurance	5,058	4,977
Legal and professional fees	850	2,119
Telephone	759	663
Depreciation	6,856	7,397
Grant to The Victory Club	7,907	7,695
Donations	—	1,615
	<u>49,974</u>	<u>55,563</u>
Total expenditure	<u>49,974</u>	<u>55,563</u>
Net expenditure	<u>(10,250)</u>	<u>(16,137)</u>

The Victory Trust

Notes to the Detailed Statement of Financial Activities

Year ended 31 March 2019

	2019 £	2018 £
Expenditure on charitable activities		
The Victory Club		
<i>Activities undertaken directly</i>		
Grant to Victory Club	<u>7,907</u>	<u>7,695</u>
Support costs		
Rates	7,474	8,707
Repairs & maintenance	21,070	22,390
Insurance	5,058	4,977
Telephone	759	663
Depreciation	6,856	7,397
Donations	—	1,615
	<u>41,217</u>	<u>45,749</u>
Governance costs		
Governance costs - accountancy fees	350	350
Legal and professional fees	500	1,769
	<u>850</u>	<u>2,119</u>
Expenditure on charitable activities	<u><u>49,974</u></u>	<u><u>55,563</u></u>