

FAIRWOOD TRUST
(A company limited by guarantee)

Report and Financial Statements

**For the period 1st November 2017 to
31st March 2019**

Charity No: 518759

Company No: 894742



**FAIRWOOD TRUST
COMPANY NUMBER 0894742
REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD 1ST NOVEMBER 2017 TO
31ST MARCH 2019**

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FAIRWOOD TRUST
Company No: 0894742
Charity No: 518759

Report of the Board of Trustees – Directors
Period ending 31st March 2019

The Trustees are pleased to present their annual Trustees Report together with the financial statements of the charity for the period to 31st March 2019, which are also prepared to meet the requirements for a Directors Report and accounts for Companies Act purposes. The Fairwood Trust ceased to exist with effect from 31st March 2019 and is in the process of distributing its reserves so that the charity can be formally closed.

The remaining funds will be distributed as charitable donations to beneficiaries to be decided at the board meeting following the Annual General Meeting.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Associations, and Accounting and Reporting by Charities Statement of Recommended Practice applicable to Charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities.

Legal and Administrative Information

Background

Fairwood Trust is an independent learning and educational trust, a registered charity and a company limited by guarantee.

The Trust was born out of funds generated through the operations of a successful social enterprise, Training Services Wales Limited, incorporated in 1966 and its parent organisation, Training Trust Wales, registered as a charity in 1978.

The Fairwood Trust is effectively a continuation of the charity, which was renamed in 2008.

The key difference now and in the future is that the Trust is a pure philanthropic organisation with no trading arm and no fundraising intention.

Fairwood Trust is governed by its Memorandum and Articles of Association. Its purpose is: To improve the quality of life for people in the South Wales communities, which we aim to achieve through our grant making programme. This is focused supporting the education and learning development of individuals wishing to enter Higher Education, coupled with those who intend to be employed/self-employed in industry, commerce, business and other voluntary sectors.

Fairwood Trust is governed by a Board of Directors who are the Trustees of the Charity. They make an invaluable contribution to the strategic direction of the organisation and in establishing policy and reporting standards for the charity.

The Trustees meet a minimum of 2 times a year at 6 monthly periods. Combined with this the current part-time Director has monthly meetings with the Chair.

The Board consists of business people from a variety of commercial and public backgrounds.

Board of Trustees – Fairwood Trust

- Mr Brian Lakin (Chair) re-elected 2013
- Mr Richard Partridge re-elected 2013
- Mr Barry Hitchcock re-elected 2012
- Mrs Kath Durbin elected 2008
- Mr Andrew Walker elected 2012
- Mrs Ruth Rowe appointed June 2010
- Secretary Mr Charles Middleton

Registered Office and Operations Address

88 Parc Y Fro
Creigiau
Cardiff
CF15 9SB

Accountants

Curtis Bowden & Thomas Limited
101 Dunraven Street
Tonypany
Rhondda Cynon Taff
CF40 1AR

Bankers

Barclays Bank Plc
Dunraven Place
Bridgend
South Wales

Solicitors

Morgan Cole Cardiff

Review of the past period

Beneficiary Organisations – Projects 2017 to closure of the trust

During the period the Trust has supported the following projects.

1. **Fund Legacy Grant**

Bridgend College were awarded £225k during this period.

2. **Abercynon Primary School**

Abercynon Primary School were awarded £15k for the purchase of a minibus.

3. **Ysgol Gyfyn Gymraeg Llangynwyd**

Ysgol Gyfyn Gymraeg Llangynwyd were awarded £15k for the purchase of a minibus.

4. **Peartree**

Training grants of £1,550 were awarded to Peartree.

Results

The company has achieved a deficit during the period in the sum of £290,559 (2017 deficit £260,956).

Income amounted to £21 (2017 £3,931). Expenditure amounted to £290,580 (2017 £264,887) leaving net outgoing resources of £ 290,559 (2017 £260,956).

The company paid out £256,550 donations which relate to the Trustees policy of making donations. The fund balance now stands at £7,954 compared with £298,513 at the previous year end.

Reserves policy

1. Origin and Need for Reserves

1.1 The charity's Reserves have been built up from surpluses in charitable trading activities.

1.2 At 31st March 2019 the reserves were as follows:

	31/03/2019	31/10/2017
Total funds	£ 7,954	£298,513
Free Reserves (net current assets)	£ 7,954	£298,513

(ie: those assets not tied up in fixed assets or designated or restricted funds)

1.3 The trustees have previously resolved to hold free reserves in the Charity to approximately £450K. As the Charity is now formally closed the remaining reserves will be distributed as charitable donations to beneficiaries to be decided at the board meeting following the Annual General Meeting.

2. Review and Monitoring Process

2.1 The trustees review the reserves policy at least annually but in addition when substantial income is added to the level of Reserves or when substantial expenditure is made from the Reserves.

Investment Policy – Charity

The Trustees have conducted their own review of the major risks to which the charity is exposed and systems have been established to mitigate these risks. Internal risks are minimised by the implementation of procedures of authorisation of transactions and projects to ensure consistent quality of delivery for operation aspects of the charitable company.

Responsibilities of the management committee

Charity and company law requires the management committee to prepare financial statements for each year which give a true and fair view of the statement of the affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources including income and expenditure, for the financial year. In preparing those financial statements, the management committee should follow best practice and:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles of the Charities SORP.
- Make judgements and estimates that are reasonable and prudent; and
- Prepare the financial statement on the going concern basis unless it is inappropriate to assume that the company will continue on that basis.

The management committee is responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. The management committee is 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.

Members of the management committee

Members of the management committee who are directors, for the purpose of the company law and Trustees for the purpose of charity law, who served during the year and up to the date of this report are, set out on page 1.

Approved by the management committee on 10th April 2019 and signed on its behalf by:



(Trustee)
Mr B Lakin

FAIRWOOD TRUST
COMPANY NUMBER 0894742
EXAMINERS' UNQUALIFIED REPORT CHARITABLE COMPANY
FOR THE PERIOD 1ST NOVEMBER 2017 TO 31ST MARCH 2019

Independent examiner's report to the Trustees of Fairwood Trust

I report to the trustees on my examination of the accounts of Fairwood Trust (the Trust) for the period ended which are set out on pages 6 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 Trustee'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 2011 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 the 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.



Mr R Lloyd FCCA
Independent Examiner

Curtis Bowden and Thomas Limited
Chartered Certified Accountants and Registered Auditors

101 Dunraven Street
Tonypandy
CF40 1AR

Date: 10th April 2019

FAIRWOOD TRUST
COMPANY NUMBER 0894742
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD 1ST NOVEMBER 2017
To 31ST MARCH 2019

	Notes	Unrestricted Funds	Restricted Funds	Total Funds	Total Funds 31/10/2017
		£	£	£	£
Incoming Resources from Generated Funds					
Investment Income	4	21	-	21	3,931
Total Incoming Resources		<u>21</u>	<u>-</u>	<u>21</u>	<u>3,931</u>
Resources Expended					
Costs of generating funds					
Investment management	5	11,203	-	11,203	20,687
Charitable Activities					
- Charitable Donations	6	256,550	-	256,550	233,500
- Publicity and Advertising		18,575	-	18,575	5,632
Governance	5	4,252	-	4,252	5,068
		<u>290,580</u>	<u>-</u>	<u>290,580</u>	<u>264,887</u>
Net movement of Funds for year		(290,559)	-	(290,559)	(260,956)
Profit/ (Loss) on disposal of property					(7,138)
Balance brought forward 1 st November 2017		298,513	-	298,513	566,607
Balance carried forward		<u>7,954</u>	<u>-</u>	<u>7,954</u>	<u>298,513</u>

The statements of Financial Activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activity.

The notes on pages 8 to 12 form part of these financial accounts

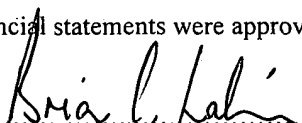
FAIRWOOD TRUST
COMPANY NUMBER 0894742
BALANCE SHEET AS AT 31st MARCH 2019

	Notes	31/03/2019		31/10/17
		£	£	£
Current Assets				
Cash at Bank		9,694		300,253
Prepayments		-		-
		<u>9,694</u>		<u>300,253</u>
 Liabilities: Amounts falling due Within one year	10	(1,740)		(1,740)
		<u></u>		<u></u>
Net Current Assets		7,954		298,513
		<u></u>		<u></u>
Net Assets		<u>7,954</u>		<u>298,513</u>
		<u></u>		<u></u>
 Funds				
Unrestricted		7,954		298,513
Restricted		-		-
		<u>7,954</u>		<u>298,513</u>
		<u></u>		<u></u>

For the year in question the charitable company was entitled to exemptions from an audit under section 477 of the Companies Act 2006.

The members have not required the charitable company to obtain an audit of its accounts in accordance with sections 476 of the act. The trustees and directors acknowledge their responsibilities for complying with requirements of the Companies Act 2006 with respect to accounting records and preparation of accounts.

The financial statements were approved by the board on 10th April 2019 and signed on its behalf by:

 Trustee
Mr Brian Lakin

FAIRWOOD TRUST
COMPANY NUMBER 0894742
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 1ST NOVEMBER 2017 TO 31ST MARCH 2019

1. ACCOUNTING POLICIES

a. Basis of Preparation

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 1st 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.

b. Fund Accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor.

c. Incoming Resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Investment income is included when receivable and the amount can be measured reliably by the charity.

d. Resources Expended

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party. Expenditure is classified as:

- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- Publicity and advertising expenditure relate to marketing and sales services.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and includes the audit fees and costs linked to the strategic management of the charity.
- All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

FAIRWOOD TRUST
COMPANY NUMBER 0894742
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE PERIOD 1ST NOVEMBER 2017 TO 31ST MARCH 2019

1. STATUS

The Trust is a Company Limited by guarantee and has no share capital.
The Trust closed on 31st March 2019.

2. TAXATION

The association is a registered charity and accordingly is exempt from taxation on its income
And gains where they are applied for charitable purposes.

3. DONATIONS

No gift aid donations were received during the period (year ended 31st October 2017 – Nil).

4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES AND GENERATED FUNDS

	Unrestricted	Restricted	Total	31/10/2017 Total
	£	£	£	£
Investment Income				
Rent	-	-	-	3,904
Interest receivable	21	-	21	27
	<u>21</u>	<u>-</u>	<u>21</u>	<u>3,931</u>

5. TOTAL RESOURCES EXPENDED

	Basis of Allocation	Investment Income	Charitable Expenditure	Fund Raising & Publicity	Governance	Total 31/03/19	Total 31/10/17
		£	£	£	£	£	£
Property Costs	Direct						3,780
Bank Charges	Direct	125				125	118
Website Fees	Direct	144				144	114
PR/Legacy Marketing	Direct			18,575		18,575	5,632
Administration Fees	Time	10,838				10,838	16,579
Audit /Accounts Fees	Direct				1,740	1,740	1,818
Entertainment	Direct				2,512	2,512	3,250
Charitable Donations	Direct		256,550			256,550	233,500
Legal & Professional	Direct	96				96	96
		<u>11,203</u>	<u>256,550</u>	<u>18,575</u>	<u>4,252</u>	<u>290,580</u>	<u>264,887</u>

FAIRWOOD TRUST
COMPANY NUMBER 0894742
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE PERIOD 1ST NOVEMBER 2017 TO 31ST MARCH 2019

6. ANALYSIS OF CHARITABLE DONATIONS

	31/03/2019	31/10/17
Bursaries to Students		4,000
SOS Athletic		2,000
Alabre Veterans Home		12,500
Shednet		10,000
Amelia Farm Trust		130,000
Tenovus		75,000
Bridgend College	225,000	
Abercynon Primary School	15,000	
Ysgol Gyfyn Gymraeg Llangynwyd	15,000	
Peartree	1,550	
	----- 256,550 =====	----- 233,500 =====

7. NET INCOMING RESOURCES FOR THE YEAR

This is stated after charging:

	31/03/2019 £	31/10/17 £
Accountants Fees	----- 1,740 =====	----- 1,818 =====

8. STAFF COSTS AND NUMBERS

There are no longer any employees of the organisation. The charity is controlled by the trustees who meet at regular intervals. They are assisted by a self employed consultant who is responsible for the administration of the charity.

9. TAXATION

The charitable company is exempt from corporation tax on its charitable activities.

FAIRWOOD TRUST
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NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE PERIOD 1ST NOVEMBER 2017 TO 31ST MARCH 2019 .

10. CREDITORS: Amounts falling due within one year.

	2019	2017
	£	£
Accruals and other creditors	<u>1,740</u>	<u>1,740</u>

11. ANALYSIS OF NET BETWEEN FUNDS

	General Funds	Designated Funds	Restricted Funds	Total Funds
	£	£	£	£
Current assets	9,694			9,694
Current liabilities	1,740			1,740
Net assets at	<u>7,954</u>			<u>7,954</u>

FAIRWOOD TRUST
COMPANY NUMBER 0894742
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE PERIOD 1ST NOVEMBER 2017 TO 31ST MARCH 2019

13. MOVEMENTS IN FUNDS

	At 1st November 2017	Incoming Resources	Outgoing Resources	Transfers	At 31st March 2019
	£	£	£	£	£
Restricted Funds	-	-	-	-	-
Unrestricted Funds					
Designated Funds	-	-	-	-	-
General Funds	298,513	21	290,580	-	7,954
Total unrestricted funds	298,513	21	290,580	-	7,954
Total funds	298,513	21	290,580	-	7,954

14. TRUSTEES REMUNERATION

No trustees received any remuneration.

15. FUTURE DEVELOPMENTS

As the charity is now coming to the end of its existence, no applications for grants will now be received. The remaining reserves of the Charity will be distributed as charitable donations to Beneficiaries to be decided at the board meeting following the the Annual General Meeting.

16. RELATED PARTY TRANSACTIONS

There are no related party transactions.