



Registered Company No: 05416311

Wessex Cancer Trust

Report and Financial Statements

For the Year Ended 31 December 2020

(A Company Limited by Guarantee)

Registered Charity No: 01110216

Wessex Cancer Trust
Report and Financial Statements

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Chair's Summary

Welcome to our 2020 Annual Report and Accounts. Although 2020 was a difficult year for everyone, Wessex Cancer Trust has risen to the challenge presented by the worldwide pandemic, adapting services so that we can continue to support thousands of people who have needed our help more than ever. Research consistently shows that people with cancer and their loved ones need emotional and wellbeing support, but it can be difficult to access.¹ Our services remain a vital part of the local cancer provision, complementing what is offered by NHS and other charities.

The year began in the midst of an emergency fundraising appeal. The Appeal was launched at the end of 2019 to address financial vulnerabilities resulting from reduced legacy notifications, coupled with declining high street sales in our retail operations. We are hugely grateful to our supporters who responded generously, donating £300k (£214k 2019; £86k 2020). Although our appeal target was not reached, we were able to restructure our operations to reduce fixed costs, and this positioned us well for the challenges that were to come.

The impact of Covid on our income generation, was seen from February onwards. Events and community fundraising, and our charity shops, faced enormous challenges as the country was impacted by restrictions and a series of lockdowns.

In response, we reviewed and refocused our resources to maximise the opportunities for special Covid grants from trusts and government grant schemes such as Furlough and the Retail, Leisure and Hospitality grants. We're grateful to these grant-givers and the many supporters who continued to donate or organise their own activities to raise money.

Income was further impacted by continued delays in the probate courts and legacy income was considerably lower than previous years at £72,237 (2019: £310,362).

The year ended with gross income of £1,302,940 (2019 £1,955,994). However, we also implemented robust cost control measures across the organisation, significantly reducing expenditure, leaving a net loss of £102,784 (2019: £9,894 surplus), thereby reducing our reserves from £468,790 at the end of 2019 to £366,006 at the end of 2020.

The approach taken in 2020 has enabled us to establish strong foundations on which to build our future financial resilience and the first two quarters of 2021 have given us much cause for optimism. We have been well positioned to maximise income generating opportunities as restrictions have eased and early indications suggest 2021 will be an exceptional year for legacy income.

As Covid dominated health services, people with cancer and their families faced additional fear and uncertainty. With many people turning to Wessex Cancer Trust for emotional support,

¹ *Right by You* research conducted by Macmillan and Wessex Cancer Alliance.

Report of the Trustees (including directors' report)

our services were more important than ever. When we were forced to temporarily close our doors on Friday 20 March, our dedicated team of staff and volunteers worked hard to adapt services over the weekend: by the following Monday, we were one of the first charities to be providing new remote support services via phone and online. During the year we continued to develop and refine these services, which included for example, telephone counselling, Tai-chi videos, online delivery of our Sing for Life choirs, and the launch of a new website and online support groups that have thrived while the centres have remained closed. In this way the pandemic has expedited plans to develop remote services that will have a wider demographic reach. As face to face services are gradually re-opening, we are reviewing how we offer a hybrid delivery of services.

Throughout 2020 we continued to run our Daisy buses, with additional Covid-safe measures in place, to support cancer patients from the Isle of Wight and the Channel Islands. We have also pursued our goal of offering more personalised care to clients and with funding provided by the Linbury Trust, we implemented plans to recruit a new role of Wellbeing Co-ordinator, who started work in early 2021.

None of these achievements would be possible without our team of committed and passionate staff and volunteers, to whom we owe a debt of gratitude.

The year saw some change in personnel, notably the departure of Chief Executive, Cait Allen, who left the charity in June. The Trustees thank her for 5 years dedicated service. Our new CEO Rachel Billsberry-Grass, joined on 1 July, bringing many years' experience in senior voluntary sector roles. The charity has been further strengthened with the appointment of a number of other key roles and Trustees.

Despite the incredible challenges in 2020, we finished the year having continued to support thousands of people who need our services across the region, and in a strong position to rebuild finances and further develop our services. In 2021 we celebrate 40 years of Wessex Cancer Trust services, and the Trustees are optimistic and excited about the future.

From all of us, thank you to the thousands of people across the region and beyond who are, or have been, part of the Wessex Cancer Trust family.



Diane Cutler, Chair

Our Approach to Safeguarding

In 2018 the Charity Commission underlined that charities must be trusted places where people can feel safe. At Wessex Cancer Trust we have Safeguarding policy and procedures for Adults and Children, which reflect current legislation such as The Mental Capacity Act 2005, Safeguarding Vulnerable Groups Act 2006 and the Care Act 2014. The Multi-Agency Safeguarding Adults Policy and Guidance (June 2020) developed by the Safeguarding Adults Boards in Hampshire, Southampton, Isle of Wight and Portsmouth, informs our training for staff and volunteers. Our CEO is our Safeguarding Lead, supported by the Head of Services who provides continued oversight and review of all safeguarding concerns, reporting to the Services Work Group and the Board.

Our Approach to Fundraising

Wessex Cancer Trust is a member of the Fundraising Regulator and adheres to fundraising codes of practice. We employ a team of Fundraisers who work across the region. During the year we have sought to implement a broader fundraising portfolio to mitigate the risks presented by an uncertain external environment.

On occasion we use external agencies to deliver fundraising activities. All activity is delivered to service level agreements which are monitored through regular meetings, mystery shopping and review of complaints. Agencies are contractually required to ensure all fundraising activity is in accordance with all applicable legal requirements and the relevant binding codes of practice issued by the Fundraising Regulator. Professional fundraising agencies must have clear and up to date policies in place to protect vulnerable people and other members of the public from unreasonable behaviour. In 2020 no complaints about Wessex Cancer Trust fundraising practices or activities were received by the fundraising regulator.

Public Benefit

In reviewing our aims and objectives and planning our future activities, we have referred to and complied with the duty in section 17 of the Charities Act 2011. This relates to having due regard to the Charity Commission's published general guidance on public benefit. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set. Our priorities are:

- a. Focusing on people-related aspects of cancer care.
- b. Retaining regional status and operating mainly within Hampshire, Dorset, the Isle of Wight and supporting visitors from the Channel Islands.
- c. Focusing on post-diagnosis non-clinical support.
- d. Working closely with the NHS, maintaining strong links with and representation on appropriate committees of the Cancer Networks operating within the Charity's region of services.

Our Achievements and Performance

A cancer diagnosis is devastating. We offer emotional and practical support to help improve the wellbeing of people with cancer and their loved ones.

Our values are Support, Inform, Community and Thrive and this section outlines how we put these values into practice in 2020.

Cancer Support Centres

The Trust has four Cancer Support Centres. Until March they were open throughout the week to welcome drop-in or referred visitors. The Centres are in:

Newport, Isle of Wight
Chandlers Ford, Hampshire
Hythe, Hampshire
Bournemouth, Dorset

Clients are welcomed by trained volunteer Befrienders, who have a depth of understanding based on their own experiences. Their role is to provide emotional support. They are also able to explain the range of services on offer and can arrange follow up appointments for services which include counselling, complementary therapies, information, exercise and courses. In late 2020, the Linbury Trust agreed 3-year funding for the role of Wellbeing Co-ordinator and from January 2021 all new clients are meeting with the Wellbeing Co-ordinator to agree a personalised care plan. This is enabling us to give clients a more consistent experience, improve efficiency and enable us to better monitor and evaluate.

Covid has dramatically impacted the way we have delivered services in 2020. At news of the first lockdown in March, we responded with great agility and were quickly able to deliver remote support, including befriending, counselling and group sessions. This was vital given the impact of the pandemic on cancer services, with many people seeing delays in diagnostic testing and operations. Vulnerable cancer patients were facing more acute fear and uncertainty about Covid, and many people turned to Wessex Cancer Trust for emotional support.

With the Centres closed for the rest of the year, remote services have continued to be developed and refined. In 2021, the Trust aims to safely reopen all Centres, and will continue to explore ways of using a blended provision of remote and in-person services to reach more people in different demographics, a key aim for the Board.

Island Support

In addition to the Centre in Newport, the Trust continues to cater for the particular challenges of cancer patients from the Isle of Wight and the Channel Islands by providing the Daisy Buses in Southampton and Portsmouth. The buses offer free transport for patients, to and from the ports, hotels and hospitals.

Singing Groups

Many studies have shown the benefits of singing for both physical and mental health. Wessex Cancer Trust runs three popular choirs for people living with cancer and their loved ones, engaging around 140 singers. The groups are strong communities which also provide peer support. At the start of the pandemic our dedicated choir leader shifted to Zoom delivery of sessions and since then we have offered an uplifting weekly session attended by around 50 people.

Information

During 2020 the Trust developed and launched a new and improved website. It continues to be refined and developed with the recent launch of online forums following a successful pilot of a Facebook forum.

NHS Trust Partnerships - Outreach

Partnerships are an important part of our work and the Trust worked with a number of NHS hospitals during the year. Our counselling services for patients in Southampton General, Portsmouth and Basingstoke Hospitals continued throughout the year; we are also contracted to provide complementary therapies in Bournemouth Hospital, but saw many fewer referrals during 2020 due to the pandemic.

Wessex Cancer Alliance and other Cancer networks

The Trust's CEO and Head of Services represent the charity on key boards and working groups. These include the Personalised Care Programme Board run by Wessex Cancer Alliance and the Dorset Macmillan Cancer Information Services project run by the Dorset Cancer Partnership. In so doing we build partnerships, influence the local cancer agenda, and advocate for our clients.

Retail

The Trust has a wholly owned trading subsidiary, WCT Wessex Limited, through which it operates a number of retail outlets. The Covid pandemic caused a year of disruption and uncertainty: as a non-essential retailer our shops were closed for sustained periods during the year, or otherwise affected by Covid restrictions.

Report of the Trustees (including directors' report)

In response, the company has accessed all the available government support grants and focused on reducing costs and increasing profitability and Gift Aid income when open. In addition, during the year the company launched an online shop on the platform Thriftify, and dedicated time and effort to increasing sales from eBay. Inclusive of these efforts, despite the challenges of 2020, the company is reporting a profit of £37,652 for the year (2019: £33,639 loss).

Following closure of two shops in 2019, we completed the closure of the Cosham shop in summer 2020. Our current retail outlets are in:

Weeks, Winchester

Chandler's Ford

Freshwater, Isle of Wight

Hythe

Portchester

We rely on the donations of second-hand goods for our shops, and we thank all those who have given support, either by donating or buying items.

Fundraising

In recent years we have seen great success in community and events fundraising, but these income streams saw the biggest impact as a result of the pandemic. As we worked to mitigate the impact of the pandemic, resources were reviewed and refocused to maximise the potential of trust fundraising in particular, and begin to develop our major donor, individual giving and corporate fundraising. With this additional resource and Covid-related support available from many trusts, we saw income from this area increase to £214,819 (2019: £169,875).

We are so grateful to all those individuals, organisations, clubs, schools and companies that supported the charity during 2020.

Colleagues and Volunteers

The Trustees thank all the staff and volunteers who have helped the charity to achieve tremendous results for people with cancer and their loved ones, despite the numerous challenges that 2020 presented.

In July we welcomed our new Chief Executive, Rachel Billsberry-Grass, who brought many years' experience in senior voluntary sector roles. This followed the departure of Cait Allen, who left the charity in June. The Trustees are grateful to Cait for her dedication and commitment over the previous 5 years.

Volunteers are the lifeblood of Wessex Cancer Trust and it is a regret that lockdowns have meant there were fewer opportunities for us to engage with our 225-strong volunteer workforce in person. We are grateful to those that have volunteered when the opportunity arose, whether that was to provide remote counselling or befriending, running a walking

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support group, helping in our shops, attending one of the handful of events or providing office-based support. Volunteers are carefully vetted and trained and in 2020 we offered refresher listening skills training for remote support; safeguarding training; and training in Covid risk management.

Financial review

Total gross income was £1.303m in 2020 (2019: £1.956m). The reduction in income reflected the required closure of our shops at various points through the year as a non-essential retailer, partly mitigated by the receipt of furlough income and other direct government support. In addition, community and event fundraising income was similarly disrupted by Covid restrictions. Income from legacies in the financial year was £72,237 (2019: £310,362), reflecting the timing of notification of the limited number of bequests the Trust receives.

A total of £633,598 was spent on raising funds (2019: £952,927) and expenditure on charitable activities amounted to £772,111 (2019: £999,030).

The charity remains dependent on voluntary income but as noted above was able to access various special Covid government grants during 2020, in addition to a loan of £50,000 from the Bounce Back Loan Scheme. The end of year outcome was a deficit of £102,784 (2019: £9,894 surplus).

The financial management of the charity has been a top priority for the new team who closely monitor finances and maintains an 18-24 month cashflow forecast taking into consideration other industry sector, market and internal factors. Results since the year end have given reason to feel optimistic about the medium to long term forecasts: this has been due to a robust cost-saving exercise, a review of and implementation of changes to our income generation activities, and the comprehensive accessing of available government grants and insurance cover. We have also had some very promising news about three future residual legacies and other non-fundraising income is expected imminently.

The Trustees are confident that the proactive action that has been taken and the expected recovery of trading and charitable income in the coming year will protect the long-term future of the Trust. Based on all available information the Trustees have a reasonable expectation that the Trust will be able to continue in operation and meet its liabilities as they fall due for the foreseeable future, being a period of at least one year from the date of this report. Therefore the Trust continues to adopt the going concern basis of accounting.

Reserves Policy

Free reserves are funds that are readily realisable and exclude funds whose use is restricted or designated for a particular purpose. It also excludes funds invested in fixed assets utilised in the day to day running of the charity.

The scale of the challenge over the last year has meant a strong focus on short term liquidity which has continued into 2021. The charity aims to maintain a level of reserves to enable it to continue its operations in the event of an unforeseen shortfall in income or unexpected cost rises. As the charity rebuilds following the Covid pandemic, the Trustees will be reviewing the appropriate level of reserves the charity needs.

At the balance sheet date of 31 December 2020, the group total reserves were £366,006 (2019: £468,790) of which £130,901 (2019: £140,115) were restricted and not available for general purposes. Group free reserves at the balance sheet date were £235,105 (2019: £328,675).

Plans for Future Periods

Wessex Cancer Trust will continue to offer services to support emotional health and wellbeing for cancer patients and their loved ones within the Wessex region.

With the arrival of a new CEO in 2020, a short term strategy was developed which focuses on building financial stability and resilience for the charity, whilst developing a greater focus on personalised care for clients.

In 2021 we are reviewing our 5-year strategy to take account of learnings in service delivery gained during 2020. This will ensure our services remain relevant to the changing needs of our client group, and the wider cancer agenda.

We will also continue to carefully monitor and evaluate all income streams, developing further those that have the greatest potential for growth and sustainability.

Structure, Governance and Management

Background

The original Wessex Cancer Trust was established as a registered unincorporated charity (280133) under a Trust Deed dated 3 March 1980. In January 2005, the Board of Trustees decided to incorporate the charity. A new company, Wessex Cancer Trust, was incorporated under the Companies Act 1985 on 6 April 2005 and entered into the Central Register of Charities on 27 June 2005 with registered number 01110216. The assets and liabilities of the unincorporated Trust were transferred to the Company on 1 October 2005 when it commenced activities.

Governing Documents

Wessex Cancer Trust's Articles of Association currently define the objects of the charity as:

'For the public benefit to assist in the treatment and care of persons affected by cancer, the provision of support, education and practical advice, including raising funds to; complement and improve cancer care services by supporting patients, families and carers;

providing education and information for patients, families and professionals; promoting cancer prevention; mainly throughout Wessex including Hampshire, Dorset, Wiltshire, the Isle of Wight and the Channel Islands.'

Governing Body

At 31 December 2020, the Governing Board comprised seven Trustees, who also form the membership of the Company. Every member promises to pay a sum not exceeding £10.00 towards the payments of debts and liabilities of the Company if it is dissolved while he or she is a member or within 12 months after he or she ceases to be a member.

New Trustees are recruited publicly and then elected by the Board based on having the attributes necessary to maintain the range of skills necessary for the effective direction of the Charity. Training for new Trustees includes receipt of a comprehensive induction pack and briefings from senior staff.

All Trustees who have served continuously for four years can choose to stand for re-election at the next Annual General Meeting. Trustees can serve a maximum of 2 four-year terms. Re-election is voted amongst all the members of the Charity to be completed at least 48 hours before the completion of the Annual General Meeting.

Decisions by the Board are made by simple majority, with the Chair taking the deciding vote in the event of a tie.

During 2020 the Trustee Board was strengthened with the arrival of 4 new Trustees, bringing a varied range of skills and experience including charity finance, insurance, cancer services in the NHS and psychology. With a high degree of disruption and uncertainty in 2020, the Board took a proactive involvement with the day to day running of the charity, holding weekly meetings from May to July, gradually reducing to bi-monthly once the new CEO had settled in.

Delegation

The Articles of Association permit delegation of Trustees' powers to a committee of two or more Trustees. During 2020 the Trust had five sub committees:

Service Delivery Group
Finance Group
Development Group (Fundraising, Retail and Marketing)
Business Continuity Group
People Group

The Trustees appoint a Chief Executive who is responsible for the day-to-day operations of the Charity, working alongside department heads to deliver the Trust's work.

Management of Risks

The Trust maintains a Risk Register, which is reviewed regularly at Board meetings. Mitigation plans are in place to reduce, as far as possible, the impact or likelihood of occurrence. Some risks could have significant impact on the charity and these are being addressed as a priority.

Remuneration

The People Group recommends any annual cost of living increases based on the Consumer Price Index. No cost of living increase was awarded in 2020 (2019: 2.4%). Any other salary increases are based on performance or advancement. Salaries for new roles are reviewed against market rates for similar roles in the charity sector.

Legal and Administrative information

Charity Name	Wessex Cancer Trust
Company Number	05416311
Charity Registered Number	01110216
Registered Office	91-95 Winchester Road Chandlers Ford Eastleigh SO53 2GG

The Directors of the charitable company are its Trustees for the purposes of charity law.

Report of the Trustees (including directors' report)

The Trustees and Officers serving during the year and since the year end were as follows:

Board of Trustees	Mr B Rinaldi – (resigned as Chair 19 August 2020) Mrs J Freeman (resigned 30 September 2020) Ms J Warwick Mr P Towler (appointed 5 February 2020, resigned 25 May 2020, re-appointed 1 July 2020) Mr N Pradhan (resigned 6 April 2020) Mr M Southgate (resigned 5 February 2020) Mrs L Darby (appointed 29 April 2020) Dr E Arden-Close (appointed 29 April 2020) Mrs D Cutler – Chair (appointed 13 May 2020, appointed Chair 19 August 2020) Mr M Miles FCA – Treasurer (appointed 1 December 2020) Mrs H Bodiam – Secretary (appointed 1 September 2020)
Chief Executive	Rachel Billsberry-Grass (appointed 1 July 2020) Peter Towler (interim: appointed 25 May 2020, resigned 1 July 2020) Cait Allen (resigned 16 June 2020)
Legal Advisors	Paris Smith LLP 1 London Road Southampton, SO15 2AE
Bankers	The Royal Bank of Scotland 156 High Street Southampton, SO14 2NP Co-Operative Bank PO Box 250 Delf House Skelmersdale, WN8 6WT
Auditors	Azets Audit Services Athenia House 10-14 Andover Road Winchester Hampshire, SO23 7BS

Trustees' Responsibilities in relation to the Financial Statements

The Trustees (who are also directors of Wessex Cancer Trust 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

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and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group 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 (FRS102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable group will continue in operation.

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

Provision of information to auditor

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and
- each Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any information needed by the charity's auditors in connection with preparing their report and to establish that the charity's auditors are aware of that information.

Auditor

Azets Audit Services were appointed auditors to the group and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting.

This report was approved by the Trustees on 28 July 2021 and signed on their behalf by:



D Cutler
Chair of Trustees

Date: 28 July 2021

Independent auditor's report to the trustees of Wessex Cancer Trust

Opinion

We have audited the financial statements of Wessex Cancer Trust (the 'charitable parent company') and its subsidiary (the 'group') for the year ended 31 December 2020 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Company Balance Sheet, the Consolidated Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and of the charitable parent company's affairs as at 31 December 2020 and of the group's incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient and proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Acts and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding,

Independent auditor's report to the trustees of Wessex Cancer Trust

Extent to which the audit was considered capable of detecting irregularities, including fraud (continued)

we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Use of our report

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. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Azets Audit Services

Ian Talbot Azets Audit Services

29 July 2021

**Chartered Accountants
Statutory Auditor**

Athenia House
10-14 Andover Road
Winchester
Hampshire
United Kingdom
SO23 7BS

Consolidated Statement of Financial Activities (including income and expenditure account) for the year ended 31 December 2020

		Unrestricted Funds	Restricted Funds	Total Funds Year to 31-12-2020	Total Funds Year to 31-12-2019
	Note	£	£	£	£
Income:					
Donations		225,450	214,165	439,615	530,096
Legacies	2	72,237	-	72,237	310,362
Activities for raising funds	3	533,348	31,420	564,768	1,115,536
Other income	4	226,199	-	226,199	-
Investment income	5	121	-	121	-
Total income		1,057,355	245,585	1,302,940	1,955,994
Expenditure:					
<i>Costs of raising funds:</i>					
Costs of raising voluntary income	8	197,147	2,593	199,740	243,482
Costs of activities for raising funds	8	433,858	-	433,858	709,444
<i>Expenditure on Charitable activities:</i>					
Care	10	481,860	250,210	732,070	949,056
Education	10	40,041	-	40,041	49,974
Total expenditure	7	1,152,906	252,803	1,405,709	1,951,956
Net income/(expenditure) before net (losses)/gains on investments and tax		(95,551)	(7,218)	(102,769)	4,038
Net (losses)/gains on investments	15	(15)	-	(15)	5
Taxation	24	-	-	-	5,851
Net incoming/(outgoing) resources before transfers		(95,566)	(7,218)	(102,784)	9,894
Transfers	20	1,996	(1,996)	-	-
Net movement in funds for the year		(93,570)	(9,214)	(102,784)	9,894
Fund balances brought forward at 1 January		328,675	140,115	468,790	458,896
Fund balances carried forward at 31 December		235,105	130,901	366,006	468,790

The statement of financial activities includes all gains and losses recognised in the year. All incoming resources and resources expended derive from continuing activities.

Consolidated Statement of Financial Activities (including income and expenditure account) for the year ended 31 December 2019

		Unrestricted Funds	Restricted Funds	Total Funds Year to 31-12-2019
	Note	£	£	£
Income:				
Donations		267,570	262,526	530,096
Legacies	2	310,325	37	310,362
Activities for raising funds	3	996,206	119,330	1,115,536
Total income		1,574,101	381,893	1,955,994
Expenditure:				
<i>Costs of raising funds:</i>				
Costs of raising voluntary income	8	240,855	2,627	243,482
Costs of activities for raising funds	8	709,444	-	709,444
<i>Expenditure on Charitable activities:</i>				
Care	10	604,459	344,597	949,056
Education	10	49,974	-	49,974
Total expenditure	7	1,604,732	347,224	1,951,956
Net income/(expenditure) before net (losses)/gains on investments and tax		(30,631)	34,669	4,038
Net (losses)/gains on investments	15	5	-	5
Taxation	24	5,851	-	5,851
Net incoming/(outgoing) resources before transfers		(24,775)	34,669	9,894
Transfers	20	114,502	(114,502)	-
Net movement in funds for the year		89,727	(79,833)	9,894
Fund balances brought forward at 1 January		238,948	219,948	458,896
Fund balances carried forward at 31 December		328,675	140,115	468,790

The statement of financial activities includes all gains and losses recognised in the year. All incoming resources and resources expended derive from continuing activities.

Consolidated and Trust Balance Sheets as at 31 December 2020

		Group		Trust	
	Note	2020 £	2019 £	2020 £	Restated (see note 6) 2019 £
Fixed assets					
Tangible assets	14	149,228	223,434	121,843	165,558
Investments	15	133	148	135	150
		<u>149,361</u>	<u>223,582</u>	<u>121,978</u>	<u>165,708</u>
Current assets					
Debtors due within one year	16	174,572	406,911	145,139	358,528
Cash at bank and in hand		285,798	157,388	162,800	124,682
		<u>460,370</u>	<u>564,299</u>	<u>307,939</u>	<u>483,210</u>
Creditors: amounts falling due within one year	17	<u>(186,429)</u>	<u>(302,659)</u>	<u>(157,124)</u>	<u>(276,617)</u>
Net current assets		<u>273,941</u>	<u>261,640</u>	<u>150,815</u>	<u>206,593</u>
Total assets less current liabilities		<u>423,302</u>	<u>485,222</u>	<u>272,793</u>	<u>372,301</u>
Creditors: amounts falling due after more than one year	18	<u>(57,296)</u>	<u>(16,432)</u>	<u>(56,229)</u>	<u>(15,366)</u>
Net assets		<u><u>366,006</u></u>	<u><u>468,790</u></u>	<u><u>216,564</u></u>	<u><u>356,935</u></u>
Funds					
Restricted	20	130,901	140,115	130,901	140,115
Unrestricted	21	235,105	328,675	85,663	216,820
	22	<u><u>366,006</u></u>	<u><u>468,790</u></u>	<u><u>216,564</u></u>	<u><u>356,935</u></u>

The Trustees have prepared group accounts in accordance with section 398 of the Companies Act 2006 and section 138 of the Charities Act 2011. These accounts constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The financial statements were approved by the Trustees on 28 July 2021 and signed on their behalf by:



Diane Cutler

Consolidated Statement of Cash Flows for the year ended 31 December 2020

		Group	
	Note	2020 £	2019 £
Cash generated from operating activities	25	<u>81,596</u>	<u>140,800</u>
Cash flow from investing activities			
Investment income	5	121	138
Sale of fixed assets		16,954	10,369
Purchase of tangible fixed assets	14	(20,261)	(116,045)
		<u>(3,186)</u>	<u>(105,538)</u>
Cash used by investing activities			
Cash flow from financing activities			
Drawdown of loan		50,000	-
Increase in cash and cash equivalents in the year		<u>128,410</u>	<u>35,262</u>
Cash and cash equivalents at the beginning of the year		157,388	122,101
Total cash and cash equivalents at the end of the year		<u>285,798</u>	<u>157,363</u>
Represented by:			
Cash at bank		<u>285,798</u>	<u>157,388</u>
Analysis of changes in net debt:			
	At 01-01-2020 £	Cash flows £	At 31-12-2020 £
Cash in hand	157,388	128,410	285,798
Borrowings excluding overdraft	-	(50,000)	(50,000)
	<u>157,388</u>	<u>78,410</u>	<u>235,798</u>

1 Principal accounting policies

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 1 January 2015) - (Charities SORP (FRS102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the Companies Act 2006.

The financial statements are prepared under the historical cost convention as modified by the inclusion of investments at market value.

Going concern

The financial management of the charity has been a top priority for the new team who closely monitor finances and maintains an 18-24 month cashflow forecast taking into consideration other industry sector, market and internal factors. Results since the year end have given reason to feel optimistic about the medium to long term forecasts: this has been due to a robust cost-saving exercise, a review of and implementation of changes to our income generation activities, and the comprehensive accessing of available government grants and insurance cover. We have also had very promising news about three future residual legacies and other non-fundraising income is expected imminently.

The Trustees are confident that the proactive action that has been taken and the expected recovery of trading and charitable income in the coming year will protect the long term future of the Trust. Based on all available information the Trustees have a reasonable expectation that the Trust will be able to continue in operation and meet its liabilities as they fall due for the foreseeable future, being a period of at least one year from the date of approving these financial statements.

In making their assessment the Trustees have considered the current and possible future impact of the COVID 19 pandemic on the operations of the Trust. The pandemic continues to create uncertainty and it is therefore difficult to fully evaluate the likely effect on the charitable company's trade, customers, suppliers and the wider economy. However possible effects have been considered in reviewing the future results and cashflows and the trustees' assessment at the date of approval of these accounts is that the pandemic does not create a material uncertainty related to going concern.

Therefore, the Trust continues to adopt the going concern basis of accounting in preparing the financial statements.

Group financial statements

The statement of financial activities and balance sheet consolidate the financial statements of the Trust, and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis. A separate statement of financial activities and income

and expenditure account are not presented for the charity itself following the exemptions afforded by section 408 of the Companies Act 2006. The parent company's result for the financial year was a loss of £140,371 (year to 31 December 2019: £37,682 profit).

Fund accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the Trust and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Trust for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Incoming resources

Donations and activities for generating funds are recognised in the period in which the Trust receives the income or when there is a reasonable assurance of receipt.

Income is deferred only when the Trust has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Legacies are included in the statement of financial activities on a receivable basis. Future estimated entitlements are included in Note 2 if they are not sufficiently probable to be included in the accounts.

Government grants

Government grants are reconciled at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as liability.

Investments and investment income

Investments held as fixed assets are stated at market value. Gains and losses on investments both realised and unrealised are included in the statement of financial activities. All income arising on investments is accounted for on a receivable basis.

Resources expended

All resources expended, including irrecoverable VAT, are charged against income on an accruals basis. Expenditure is allocated directly where the costs are directly attributable, otherwise on a basis of staff usage and their allocation of time.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost less their estimated residual value on a straight line basis over their expected useful economic lives as follows:

Leasehold Property	over length of leases
Motor Vehicles	between 10% and 20% per annum
Fixtures and Fittings	between 15% and 33% per annum

No asset under £500 is capitalised.

Pensions

The Trust operates a group defined contribution pension scheme. Pension costs are charged to the Statement of Financial Activities as incurred.

Operating leases

Rental costs under operating leases are charged to the Statement of Financial Activities as incurred over the period of the leases.

2 Legacies

There is inherent uncertainty in the probate valuation of estates as a result of the nature of underlying assets and liabilities, the time that elapses between probate and closure and other contingencies that attend the estate. Legacies are recognised at the point of notification of grant of probate when it can be measured or estimated with sufficient reliability.

A total amount of legacy income of £72,237 (2019: £310,362) was recognised in the year, and a balance of £94,000 was included within debtors as at the year end, which included £56,000 brought forward from 2019.

3 Activities for raising funds

	Unrestricted Funds £	Restricted Funds £	Total 31-12-2020 £
Fundraising events and appeals	240,360	31,420	271,780
Retail turnover (see note 6)	292,988	-	292,988
	<u>533,348</u>	<u>31,420</u>	<u>564,768</u>

	Unrestricted Funds £	Restricted Funds £	Total 31-12-2019 £
Fundraising events and appeals	320,263	119,330	439,593
Retail turnover (see note 6)	675,805	-	675,805
	<u>996,068</u>	<u>119,330</u>	<u>1,115,398</u>

4 Other income

	Unrestricted Funds £	Restricted Funds £	Total 31-12- 2020 £
Government furlough scheme	96,388	-	96,388
Government Covid-related grants	129,811	-	129,811
	<u>226,199</u>	<u>-</u>	<u>226,199</u>

No related income was received in 2019.

5 Investment income

	Unrestricted Funds	Restricted Funds	Total 31-12-2020
	£	£	£
Investment income	2	-	2
Bank interest	119	-	119
	<u>121</u>	<u>-</u>	<u>121</u>

	Unrestricted Funds	Restricted Funds	Total 31-12-2019
	£	£	£
Investment income	2	-	2
Bank interest	136	-	136
	<u>138</u>	<u>-</u>	<u>138</u>

6 Income from trading activities of subsidiary

The Trust has a wholly owned trading subsidiary, W.C.T. Wessex Limited, which is incorporated in the UK, and whose principal activity is to carry on all of the trading activities for Wessex Cancer Trust.

Its trading results for the year, as extracted from the audited financial statements, are summarised below:

Profit and Loss Account	Total 31-12-2020	Total 31-12-2019
	£	£
Turnover	292,983	675,805
Other income	178,525	-
Cost of Sales	<u>(4,772)</u>	<u>(10,593)</u>
Gross Profit	466,736	665,212
Expenses	<u>(429,084)</u>	<u>(698,851)</u>
Net Trading Loss before tax	37,652	(33,639)
Taxation	<u>-</u>	<u>5,851</u>
Net Trading Loss after tax	37,652	(27,788)
Amount gift aided to the Trust	(73,157)	(65,752)
Retained Loss	<u>(35,505)</u>	<u>(93,540)</u>

Note 6 continued

The prior year Trust balance sheet has been restated to correct the accounting for the distribution from the subsidiary. This restatement has no impact on the consolidated balance sheet at 31 December 2019 or 2020 or the consolidated statement of financial activities for the either period.

7 Total expenditure

	Staff costs	Depreciation	Other Costs	Total
	£	£	£	31-12-20
				£
Cost of generating funds (Note 8)	351,676	27,952	253,970	633,598
Provision of services (Note 10)	257,755	-	156,660	414,415
Support costs (Note 9)	200,385	55,642	65,947	321,974
Governance (Note 9)	28,626	-	7,096	35,722
	<u>838,442</u>	<u>83,594</u>	<u>483,673</u>	<u>1,405,709</u>

	Staff costs	Depreciation	Other Costs	Total
	£	£	£	31-12-19
				£
Cost of generating funds (Note 8)	436,727	83,505	432,695	952,927
Provision of services (Note 10)	348,467	-	231,415	579,882
Support costs (Note 9)	171,144	76,986	140,344	388,474
Governance (Note 9)	24,449	-	6,225	30,674
	<u>980,787</u>	<u>160,491</u>	<u>810,679</u>	<u>1,951,957</u>

8 Cost of generating funds

	Unrestricted Funds	Restricted Funds	Total
	£	£	31-12-2020
			£
Fundraising salaries	151,123	155	151,278
General fundraising costs	13,671	-	13,671
Trust organised event costs	19,611	-	19,611
Advertising and publicity	12,742	2,438	15,180
Shop and merchandising costs:			
Salaries	200,398	-	200,398
Other	233,460	-	233,460
	<u>631,005</u>	<u>2,593</u>	<u>633,598</u>

Note 8 continued

	Unrestricted Funds	Restricted Funds	Total 31-12-2019
	£	£	£
Fundraising salaries	148,830	-	148,830
General fundraising costs	14,885	-	14,885
Trust organised event costs	64,991	-	64,991
Advertising and publicity	12,149	2,627	14,776
Shop and merchandising costs:			
Salaries	287,897	-	287,897
Other	421,547	-	421,547
	<u>950,299</u>	<u>2,627</u>	<u>952,926</u>

9 Allocation of support and governance costs

	Total 2020	Fund- raising	Charitable Activities	Governance	Basis of Allocation
	£	£	£	£	
Staff costs	229,011	22,901	177,484	28,626	Time
Office cost	69,254	20,776	48,478	-	Usage
Computer costs	3,834	1,150	2,684	-	Usage
Legal fees	(7,141)	-	(7,141)	-	
Audit	7,096	-	-	7,096	
Research costs	-	-	-	-	Usage
Depreciation	55,642	16,693	38,949	-	Usage
	<u>357,696</u>	<u>61,520</u>	<u>260,454</u>	<u>35,722</u>	

Charitable activities support costs are further analysed in note 10 and allocated 90% (2018: 90%) care and 10% (2019: 10%) education.

Note 9 continued

	Total 2019	Fund- raising	Charitable Activities	Governance	Basis of Allocation
	£	£	£	£	
Staff costs	195,594	19,559	151,585	24,449	Time
Office cost	105,336	31,601	73,735	-	Usage
Computer costs	9,606	2,882	6,724	-	Usage
Legal fees	13,359	-	13,359	-	
Audit	6,225	-	-	6,225	
Research costs	12,043	-	12,043	-	
Depreciation	76,985	23,096	53,890	-	Usage
	<u>419,148</u>	<u>77,138</u>	<u>311,336</u>	<u>30,674</u>	

10 Analysis of expenditure on charitable activities

	Provision of services £	Support Costs £	Governance (note 9) £	Total 31-12-20 £
Care	410,143	289,777	32,150	732,070
Education	4,272	32,197	3,572	40,041
	<u>414,415</u>	<u>321,974</u>	<u>35,722</u>	<u>772,111</u>

Provision of Services

	Unrestricted Funds £	Restricted Funds £	Total 31-12-20 £
Counselling	158,322	241,247	399,569
Complementary therapy	4,190	6,384	10,574
Health education	1,693	2,579	4,272
	<u>164,205</u>	<u>250,210</u>	<u>414,415</u>

	Provision of services £	Support Costs £	Governance (note 9) £	Total 31-12-19 £
Care	571,822	349,627	27,607	949,056
Education	8,060	38,847	3,067	49,974
	<u>579,882</u>	<u>388,474</u>	<u>30,674</u>	<u>999,030</u>

Note 10 continued

Provision of Services

	Unrestricted Funds	Restricted Funds	Total 31-12-19
	£	£	£
Counselling	225,017	329,559	554,576
Complementary therapy	6,997	10,249	17,246
Health education	3,270	4,790	8,060
	<u>235,825</u>	<u>344,597</u>	<u>579,882</u>

11 Governance

	Unrestricted Funds	Restricted Funds	Total 31-12-20
	£	£	£
Support costs	28,626	-	28,626
Audit fee	7,096	-	7,096
	<u>35,722</u>	<u>-</u>	<u>35,722</u>

	Unrestricted Funds	Restricted Funds	Total 31-12-19
	£	£	£
Support costs	24,449	-	24,449
Audit fee	6,225	-	6,225
	<u>30,674</u>	<u>-</u>	<u>30,674</u>

12 Staff costs

	Unrestricted Funds	Restricted Funds	Total 31-12-20
	£	£	£
Salaries	628,153	139,969	768,122
National insurance	53,012	2,786	55,798
Pension costs	13,850	672	14,522
	<u>695,015</u>	<u>143,427</u>	<u>838,442</u>

One employee received remuneration between £70,000 and £80,000 per annum during 2020. In the prior year, one employee received remuneration between £70,000 and £80,000.

The key management personnel of the group comprises the Trustees, the Chief Executive, Head of Fundraising and Communications, Head of Services, Finance Manager (formerly Head of Finance and Operations) (Interim Director of Finance 06/20 to 09/20) and the Retail Manager. The total employee benefits of the key management personnel of the charity during the year were £259,760 (2019 £244,445).

The average number of full time equivalent employees during the period was 30 (2019: 36).

Pension costs outstanding at the year-end £2,833 (2019: £3,064).

Redundancy payments were made during the year totalling £3,033.74

The Trust also acknowledges the help of part time volunteers on a regular basis and various other volunteers on an ad hoc basis, without which the Trust could not operate effectively.

	Unrestricted Funds	Restricted Funds	Total 31-12-19
	£	£	£
Salaries	724,757	176,250	901,007
National insurance	58,098	5,870	63,968
Pension costs	14,232	1,579	15,811
	<u>797,087</u>	<u>183,699</u>	<u>980,786</u>

13 Trustees' remuneration and expenses

No Trustee received any remuneration during the year (2019: nil).

14 Group tangible fixed assets

	Leasehold property £	Motor vehicles £	Fixtures & fittings £	Total £
Cost				
At 1 January 2020	458,267	66,525	147,155	671,947
Additions	2,046	-	18,215	20,261
Disposals	(41,454)	(40,875)	-	(82,329)
At 31 December 2020	<u>418,859</u>	<u>25,650</u>	<u>165,370</u>	<u>609,879</u>

Depreciation

At 1 January 2020	276,732	34,446	137,335	448,513
Charge for the period	67,195	7,338	9,061	83,594
Disposals	(41,454)	(30,002)	-	(71,456)
At 31 December 2020	<u>302,473</u>	<u>11,782</u>	<u>146,396</u>	<u>460,651</u>

Net book value

At 31 December 2020	<u>116,386</u>	<u>13,868</u>	<u>18,974</u>	<u>149,228</u>
At 31 December 2019	<u>181,535</u>	<u>32,079</u>	<u>9,820</u>	<u>223,434</u>

Trust tangible fixed assets

	Leasehold property £	Motor vehicles £	Fixtures & fittings £	Total £
Cost				
At 1 January 2020	227,760	53,815	101,629	383,204
Additions	2,046	-	18,215	20,261
Disposals	(41,454)	(28,166)	-	(69,620)
At 31 December 2020	<u>188,352</u>	<u>25,649</u>	<u>119,844</u>	<u>333,845</u>

Depreciation

At 1 January 2020	98,489	24,278	94,879	217,646
Charge for the period	42,313	7,338	5,992	55,643
Disposals	(41,454)	(19,833)	-	(61,287)
At 31 December 2020	<u>99,348</u>	<u>11,783</u>	<u>100,871</u>	<u>212,002</u>

Net book value

At 31 December 2020	<u>89,004</u>	<u>13,866</u>	<u>18,973</u>	<u>121,843</u>
At 31 December 2019	<u>129,271</u>	<u>29,537</u>	<u>6,750</u>	<u>165,558</u>

15 Fixed asset investments

	Group		Trust	
	2020	2019	2020	2019
	£	£	£	£
Fixed asset investments represent:				
Shares in subsidiary company	-	-	2	2
Listed UK Equities	19	32	19	32
Cash	114	116	114	116
	<u>133</u>	<u>148</u>	<u>135</u>	<u>150</u>

Subsidiary company:

The Trust owns 2 ordinary shares of £1 representing 100% of the issued share capital of W.C.T. Wessex Limited.

	Group		Trust	
	2020	2019	2020	2019
	£	£	£	£
Quoted investments:				
Market value at 1 January	148	143	148	143
Realised gains / (losses)	(1)	(1)	(1)	(1)
Unrealised gains / (losses)	<u>(14)</u>	<u>6</u>	<u>(14)</u>	<u>6</u>
Market value at 31 December	<u>133</u>	<u>148</u>	<u>133</u>	<u>148</u>
Historical cost	<u>119</u>	<u>119</u>	<u>119</u>	<u>119</u>

The following investments represent items in excess of 5% of the total portfolio at the balance sheet date at market value:

	Group		Trust	
	2020	2019	2020	2019
	£	£	£	£
Cash	114	116	114	116
Lloyds Banking Group plc	<u>19</u>	<u>32</u>	<u>19</u>	<u>32</u>

16 Debtors

	Group		Trust	
	2020	2019	2020	2019
	£	£	£	£
Amounts falling due within one year:				
Trade debtors	3,579	32,817	3,579	32,817
Prepayments and accrued income	158,640	366,884	141,560	325,711
Other debtors	12,353	7,210	-	-
	<u>174,572</u>	<u>406,911</u>	<u>145,139</u>	<u>358,528</u>

17 Creditors: amounts falling due within one year

	Group		Trust	
	2020	2019	2020	2019
	£	£	£	£
Trade creditors	118,401	87,791	34,587	52,854
Accruals and deferred income	40,019	184,681	27,726	130,390
Amounts due to subsidiary	-	-	69,420	65,752
Other creditors	24,460	30,187	21,842	27,621
Bounce Back Loan	3,549	-	3,549	-
	<u>186,429</u>	<u>302,659</u>	<u>157,124</u>	<u>276,617</u>

18 Creditors: amounts falling due after more than one year

	Group		Trust	
	2020	2019	2020	2019
	£	£	£	£
Other creditors	10,845	16,432	9,778	15,366
Bounce Back Loan	46,451	-	46,451	-
	<u>57,296</u>	<u>16,432</u>	<u>56,229</u>	<u>15,366</u>

The Bounce Back Loan Scheme is a new lending scheme created by the UK Government in response to Covid-19. The loan of £50,000 is not subject to interest for the first twelve months from the date on which the loan was drawn (September 2020.) The loan is subsequently repayable in 60 monthly instalments at an annual interest rate of 2.5%. The final repayment date is 72 months after the loan was drawn.

19 Financial commitments

At 31 December the group had the following commitments under non-cancellable property leases:

	Group		Trust	
	2020	2019	2020	2019
	£	£	£	£
Payable:				
Under 1 year	189,668	228,593	83,793	94,793
Between 2 and 5 years	435,145	626,130	258,312	369,422
Over 5 years	16,487	75,670	16,487	49,670
	<u>641,300</u>	<u>930,393</u>	<u>358,592</u>	<u>513,885</u>

20 Restricted funds

	Balance 1-1-20	Movement in resources		Transfers	Balance 31-12-20
	£	Incoming £	Outgoing £	£	£
(a) Children's Fund Patient	10,708	-	(10,708)	-	0
(b) Transport	38,575	4,925	(22,597)	-	20,903
(c) Support Centres	90,832	240,660	(219,498)	(1,996)	109,998
Total restricted funds	<u>140,115</u>	<u>245,585</u>	<u>(252,803)</u>	<u>(1,996)</u>	<u>130,901</u>

(a) The Children's fund provides support for children and their families in Wessex by funding professional service, one-to-one counselling, information service, befriending and complementary therapies.

(b) The Southampton and Portsmouth minibus funding supports the operation of a patient transport service.

(c) Funding for our centres where clients are welcomed by volunteer befrienders who are equipped to provide information, support and a listening ear. A team of specialist counsellors are on hand to help deal with the emotional impact of cancer and complementary therapies which aim to improve well-being, help with pain management and increase self-confidence.

Transfers relate to capital expenditure on the Isle of Wight Centre rebuild.

Note 20 continued

	Balance 1-1-2019	Movement in resources		Transfers	Balance 31-12-19
	£	Incoming £	Outgoing £	£	£
Children's Fund	89,092	3,173	(81,557)	-	10,708
Patient Transport	58,890	48,048	(42,714)	(25,649)	38,575
Support Centres	71,966	330,672	(222,953)	(88,853)	90,832
Total restricted funds	<u>219,948</u>	<u>381,893</u>	<u>(347,224)</u>	<u>(114,502)</u>	<u>140,115</u>

- (a) The Children's fund provides support for children and their families in Wessex by funding professional service, one-to-one counselling, information service, befriending and complementary therapies.
- (b) The Southampton and Portsmouth minibuss funding supports the operation of a patient transport service.
- (c) Funding for our centres where clients are welcomed by volunteer befrienders who are equipped to provide information, support and a listening ear. A team of specialist counsellors are on hand to help deal with the emotional impact of cancer and complementary therapies which aim to improve well-being, help with pain management and increase self-confidence.

Transfers relate to capital expenditure on the Isle of Wight Centre rebuild and costs of the Portsmouth minibuss.

21 Statement of funds

	Balance 1-1-20	Movement in resources		Transfers	Balance 31-12-20
	£	Incoming £	Outgoing £	£	£
Total restricted funds	140,115	245,585	(252,803)	(1,996)	130,901
Unrestricted funds	<u>328,675</u>	<u>1,057,355</u>	<u>(1,152,921)</u>	<u>1,996</u>	<u>235,105</u>
	<u>468,790</u>	<u>1,302,940</u>	<u>(1,405,724)</u>	<u>-</u>	<u>366,006</u>

	Balance 1-1-19	Movement in resources		Transfers	Balance 31-12-19
	£	Incoming £	Outgoing £	£	£
Total restricted funds	219,948	381,893	(347,224)	(114,502)	140,115
Unrestricted funds	<u>238,948</u>	<u>1,574,101</u>	<u>(1,598,876)</u>	<u>114,502</u>	<u>328,675</u>
	<u>458,896</u>	<u>1,955,994</u>	<u>(1,946,100)</u>	<u>-</u>	<u>468,790</u>

The incoming and outgoing resources figures for the restricted fund include the gains and losses on investments in the year as per note 15.

22 Analysis of net assets of the group's funds

	Tangible Fixed Assets £	Investments £	Net Current Assets / (Liabilities) £	Total 31-12-20 £
Restricted funds	121,843	133	8,925	130,901
Unrestricted funds	27,385	-	207,720	235,105
	<u>149,228</u>	<u>133</u>	<u>216,645</u>	<u>366,006</u>

	Tangible Fixed Assets £	Investments £	Net Current Assets / (Liabilities) £	Total 31-12-19 £
Restricted funds	165,558	148	(25,591)	140,115
Unrestricted funds	57,876	-	270,799	328,675
	<u>223,434</u>	<u>148</u>	<u>245,208</u>	<u>468,790</u>

23 Related party transactions

During the year £2,500 (2019: £Nil) was received from Ms J Freeman (Treasurer – resigned 30 September 2020) in relation to the sale of a company car previously used by the Head of Fundraising. Payment was received in full £Nil was owed at the year end.

There were no other related party transactions.

24 Taxation

As a charity, the Trust is exempt from Corporation Tax on profits applied to charitable purposes, under Section 505 of the Income and Corporation Taxes Act 1988. The trading company uses the gift aid scheme to transfer an element of its profits to the Trust. In 2020 the trading company distributed its taxable profits to the Trust of £73,157 under the gift aid scheme. There was therefore no tax liability in 2020. (In 2019 there was a tax credit of £5,851 which included a prior period charge of £5,305 and a credit in relation to the movement in the provision for deferred taxation of £7,563.)

25 Reconciliation of net movement in funds to net cash flow from operating activities

	Group	
	2020	2019
	£	£
Net movement in funds	(102,784)	9,894
Add back depreciation charge	83,594	160,491
Add back (gain)/loss on disposal	(6,081)	(5,880)
Deduct investment income shown in investing activities	(121)	(138)
Add back unrealised (gain)/loss on investments	15	(5)
(Increase)/decrease in debtors	232,339	34,353
Increase/(decrease) in creditors	<u>(125,366)</u>	<u>(57,915)</u>
	<u>81,596</u>	<u>140,800</u>