

**Cross & Cockade International
The First World War Aviation Historical Society**

Financial Statements

31st December 2020

Charity Number 1117741

CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2020

CONTENTS	PAGES
Trustees and professional advisers	1
Trustees Annual Report	2 to 4
Independent examiner's report	5
Statement of Financial Activities	7
Balance sheet	8
Notes to the financial statements	8 to 11
The following pages do not form part of the financial statements	
Detailed statement of financial activities	13 to 14

CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

TRUSTEES AND PROFESSIONAL ADVISERS

Registered charity name	Cross & Cockade International The First World War Aviation Historical Society
Charity number	1117741
Address	Lords and Ladies Pilcot Dogmersfield Hampshire RG27 8ST
Trustees	Graham Chisnall Peter John Dye Colin Clarke Huston Marcus George Williams Andrew George Kemp John Michael Davis Trevor Henshaw Robert Stanley Jones Peter John Cowlan Brian Richard Slater Graham Mottram
Independent examiner	Horsfield & Smith Chartered Accountants Tower House 269 Walmersley Road Bury Lancashire BL9 6NX
Bankers	Barclays Bank plc 5 High Street Warwick CV34 4AW

CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

TRUSTEES ANNUAL REPORT (continued)

YEAR ENDED 31st DECEMBER 2020

The trustees present their report and the unaudited financial statements of the charity for the year ended 31st December 2020. The financial statement have been prepared in accordance with the accounting policies set out in note 1 in the accounts and comply with the charities trust deed, the Charities Act 2011 and 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 published (FRS102) (effective 1 January 2015).

REFERENCE AND ADMINISTRATIVE DETAILS

Reference and administrative details are shown in the schedule of trustees and professional advisers on page 1 of the financial statements.

THE TRUSTEES

The trustees who served the charity during the period were as follows:

Graham Chisnall
Peter John Dye
Colin Clarke Huston
Marcus George Williams
Andrew George Kemp
John Michael Davis
Robert Stanley Jones
Trevor Henshaw
Peter John Cowlan
Brian Richard Slater
Graham Mottram

STRUCTURE, GOVERNANCE AND MANAGEMENT

Legal Status

Cross & Cockade International The First World War Aviation Historical Society was registered as a charity (Registered number: 1117741) by a constitution adopted on 27th November 2006, amended on 25th April 2015.

Risk Assessment

The trustees have considered the major risks to which the charity is exposed and have established systems to mitigate those risks.

Organisation

Management of the organisation is carried out by an elected Committee in accordance with the constitution.

CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

TRUSTEES ANNUAL REPORT (continued)

YEAR ENDED 31st DECEMBER 2020

Financial Controls

Day to day administration and management of budgets and financial procedures were carried out during the year by the Treasurer. The Treasurer is responsible for ensuring that the income and expenditure, assets and liabilities, of the charity are managed in an efficient and effective manner. Final responsibility for financial matters rests with the committee as a whole.

OBJECTIVES AND ACTIVITIES

Objects of the Charity

To educate the public in all aspects of the history of aviation related to the First World War including the periods immediately before and after that event.

ACHIEVEMENTS AND PERFORMANCE

The Society has had another successful year, its 52nd year since inception. Membership numbers have shown a slight increase over last year's figures and the number of subscribers to 'Wind in The Wires', our quarterly e-newsletter, continues to grow and currently stands at just over 1,400. The Society's Journal has maintained its high reputation while sales of the annual calendar remain robust, fully covering the Commonwealth War Grave Commission's costs in maintaining the British Air Services Memorial at St-Omer.

The impact of the COVID pandemic has been mainly felt through the need to suspend face to face meetings in favour of online conferencing. One benefit of online meetings is that it allows our overseas members to participate. For example, at the online 2020 AGM there were members from Australia and USA in attendance. The society is considering what type and form of meeting to continue with after the restrictions are eased that would retain this accessibility to the membership.

We have also dealt with the complexities of being outside the EU now, which has involved the need to curtail certain sales within the EU borders until more efficient VAT mechanisms are established. Once these are available, we would expect to restore these EU sales.

The society continues to explore the opportunities afforded by online systems and a decision has been taken to offer a digital only Journal for those that want this, or a combined digital and physical journal, along with retaining the option of a physical journal. The society has also invested in a more advanced and secure image database platform and a revised website to enable better access for members in due course.

We have had to suspend discussions with potential like-minded organisations for the duration of COVID restrictions being in place, but we intend to continue to explore links with other like-minded organisations with the aim of managing our archive more effectively and collaborating on public educational programmes when conditions allow this.

CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

TRUSTEES ANNUAL REPORT (continued)

YEAR ENDED 31st DECEMBER 2020

REVIEW OF THE FINANCIAL POSITION

The charity generated a surplus on unrestricted reserves of £5,928 and has net assets at 31st December 2020 of £114,701.

RESERVES POLICY

The current policy is to retain £28,000. However this policy is subject to annual review.

RESPONSIBILITIES OF THE TRUSTEES

Law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Charities Act 2011. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

TRUSTEES ANNUAL REPORT (continued)

YEAR ENDED 31st DECEMBER 2020

INDEPENDENT EXAMINER

A resolution to re-appoint Horsfield & Smith as independent examiner for the ensuing year will be proposed at the Annual General Meeting.

Signed by order of the trustees

Lords and Ladies
Pilcot
Dogmersfield
Hampshire
RG27 8ST



GRAHAM CHISNALL
Chairman

Date: 30th June 2021

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

YEAR ENDED 31st DECEMBER 2020

I report on the accounts of the charity for the year ended 31st December 2020 which are set out on pages 7 to 13.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINER

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the General Directions given by the Charity Commissioner under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention

BASIS OF INDEPENDENT EXAMINER'S STATEMENT

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking of explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and, consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

INDEPENDENT EXAMINER'S STATEMENT

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements:
 - to keep accounting records in accordance with section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act have not been met: or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Tower House
269 Walmersley Road
Bury
Lancashire
BL9 6NX

JONATHAN STAPLES BSc FCA DChA
For and on behalf of
HORSFIELD & SMITH
Chartered Accountants
& Statutory Auditor

Date: 30th June 2021

CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31st DECEMBER 2020

		Unrestricted Funds £	Total Funds 2020 £	Total Funds 2019 £
	Note			
INCOMING RESOURCES				
Incoming resources from generating funds:				
Donations	2	32,730	32,730	32,022
Charitable activities	3	8,814	8,814	6,803
Investment income	4	986	986	837
TOTAL INCOMING RESOURCES		42,530	42,530	39,662
RESOURCES EXPENDED				
Charitable activities	5	(35,785)	(35,785)	(34,770)
Other costs	6	(817)	(817)	(1,690)
TOTAL RESOURCES EXPENDED		(36,602)	(36,602)	(36,460)
NET INCOMING RESOURCES FOR THE YEAR				
		5,928	5,928	3,202
Donation to the RAF museum	7	-	-	-
Total funds brought forward		108,773	108,773	105,571
TOTAL FUNDS CARRIED FORWARD		114,701	114,701	108,773

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 9 to 13 form part of these financial statements.

CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

BALANCE SHEET

31st DECEMBER 2020

	Note	2020 £	2019 £
FIXED ASSETS			
Tangible Assets	11	3,157	328
CURRENT ASSETS			
Debtors	12	-	-
Stock		9,806	10,856
Photo collection/archive		11,487	11,416
Cash at bank and in hand		109,194	103,629
		130,487	
CREDITORS: Amounts falling due within one year	13	(18,941)	125,901 (17,456)
NET CURRENT ASSETS		111,546	108,445
TOTAL ASSETS LESS CURRENT LIABILITIES		114,703	108,773
TOTAL NET ASSETS		114,703	108,773
THE FUNDS OF THE CHARITY			
Unrestricted funds	14	86,701	80,773
Designated funds	14	28,000	28,000
TOTAL CHARITY FUNDS		114,701	108,773

These financial statements were approved by the members of the committee on the
and are signed on their behalf by:



Brian Richard Slater
Treasurer

The notes on pages 9 to 13 form part of these financial statements.

CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2020

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) and the Charities Act 2011.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

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

Computer Equipment	- 20% Straight line
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Incoming resources

Grants are accounted for on a receivable basis. They are allocated to restricted and unrestricted funds as appropriate.

Donations are recognised as they are received, and are allocated to restricted and unrestricted funds as specified by the donor.

Resources expended

Expenditure is analysed between costs of generating funds and charitable expenditure. Support costs are included within the charitable expenditure. Expenditure is allocated to restricted and unrestricted funds as appropriate.

Funds structure

Restricted funds are those where the use to which the funds can be put are specified by the donor or within the charity's Trust Deed.

Unrestricted funds are those which can be applied at the discretion of the trustees, who may decide that certain of these funds are designated for particular charitable purposes.

CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2020

2. DONATIONS

	Unrestricted Funds	Total Funds 2020	Total Funds 2019
	£	£	£
Subscriptions	29,369	29,369	28,543
Gift Aid	3,080	3,080	3,203
Donations	281	281	276
	<u>32,730</u>	<u>32,730</u>	<u>32,022</u>

3. CHARITABLE ACTIVITIES FOR GENERATING FUNDS

	Unrestricted Funds	Total Funds 2020	Total Funds 2019
	£	£	£
Surplus on sales	6,235	6,235	3,446
Surplus on calendar sales	2,306	2,306	3,049
Other income	273	273	308
	<u>8,814</u>	<u>8,814</u>	<u>6,803</u>

4. INVESTMENT INCOME

	Unrestricted Funds	Total Funds 2020	Total Funds 2019
	£	£	£
Bank interest receivable	986	986	837
	<u>986</u>	<u>986</u>	<u>837</u>

CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2020

5. COSTS OF CHARITABLE ACTIVITIES

	Unrestricted Funds £	Total Funds 2020 £	Total Funds 2019 £
Journal production and despatch	21,172	21,172	19,092
Insurance	1,337	1,337	1,268
Maintenance of St Omer Memorial	1,650	1,650	4,309
Bank charges	1,936	1,936	2,374
Committee expenses	1,025	1,025	2,816
Website	4,280	4,280	720
Trophies and prizes awarded	-	-	223
Rent	1,466	1,466	1,466
Printing and stationery	411	411	897
IT and computer	2,243	2,243	1,217
Stowe Maries cooperation	-	-	388
Advertising	265	265	-
	<u>35,785</u>	<u>35,785</u>	<u>34,770</u>

6. OTHER COSTS

	Unrestricted Funds £	Total Funds 2020 £	Total Funds 2019 £
AGM expenses	-	-	945
Accountancy	600	600	600
Depreciation	217	217	145
	<u>817</u>	<u>817</u>	<u>1,690</u>

7. NET INCOMING RESOURCES FOR THE YEAR

This is stated before charging:

	2020 £	2019 £
Donation to the RAF museum	-	-
	<u>-</u>	<u>-</u>

8. TRUSTEES

No trustee or connected person received any remuneration either directly or indirectly.

CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2020

9. EMPLOYEES

There were no employees during the year.

10. TAXATION

The organisation has charitable status and consequently in the opinion of the trustees, all income is outside the scope of income or corporation tax.

11. TANGIBLE FIXED ASSETS

	British Air Service Memorial £	Computer Equipment £	Total £
COST			
At 1 January 2020	58,102	10,765	68,867
Additions	-	3,045	3,045
At 31 December 2020	58,102	13,810	71,912
DEPRECIATION			
At 1 January 2020	58,101	10,437	68,538
Charge for the year	-	217	217
At 31 December 2020	58,101	10,654	68,755
NET BOOK VALUE			
At 31 December 2020	1	3,156	3,157
At 1 January 2020	1	328	329

12. DEBTORS

	2020 £	2019 £
Debtors and prepayments	-	-

13. CREDITORS: Amounts falling due within one year

	2020 £	2019 £
Advance subscriptions	16,691	14,611
Creditors and accruals	2,250	2,845
	18,941	17,456

CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2020

14. UNRESTRICTED INCOME FUNDS

	Balance at 1 January 2020	Incoming resources	Outgoing resources	Balance at 31 Dec 2020
	£	£	£	£
General Funds	80,773	42,530	(36,602)	86,701
Designated Funds	28,000	-	-	28,000
	<u>28,000</u>	<u>-</u>	<u>-</u>	<u>28,000</u>

The Designated Fund of £28,000 relates to funds set aside for the development of the charity and also for any potential costs arising from the need to move to commercial rather than in-house production of the journal.

**CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION
HISTORICAL SOCIETY**

MANAGEMENT INFORMATION

YEAR ENDED 31st DECEMBER 2020

**The following pages do not form part of the statutory financial statements
which are the subject of the independent examiner's report on page 6.**

CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION HISTORICAL SOCIETY

DETAILED STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31st DECEMBER 2020

INCOMING RESOURCES	2020	2019
DONATIONS	£	£
Subscriptions	29,369	28,543
Gift aid	3,080	3,203
Donations	281	276
	32,730	32,022
CHARITABLE ACTIVITIES		
Surplus on sales	6,235	3,446
Surplus on calendar sales	2,306	3,049
Other income	273	308
	8,814	6,803
INVESTMENT INCOME		
Bank interest receivable	986	837
TOTAL INCOMING RESOURCES	42,530	39,662
CHARITABLE ACTIVITIES		
Journal production and despatch	21,172	19,092
Insurance	1,337	1,268
Bank charges	1,936	2,374
Committee expenses	1,025	2,816
Website	4,280	720
Memorial maintenance	1,650	4,309
Trophies	-	223
Printing and stationery	411	897
Rent	1,466	1,466
IT and computer	2,243	1,217
Stowe Maries Cooperation	-	388
Advertising	265	-
	35,785	34,770
OTHER COSTS		
Accountancy	600	600
AGM expenses	-	945
Depreciation	217	145
	817	1,690

**CROSS & COCKADE INTERNATIONAL THE FIRST WORLD WAR AVIATION
HISTORICAL SOCIETY**

DETAILED STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31st DECEMBER 2020

TOTAL RESOURCES EXPENDED	36,602	36,460
NET INCOMING RESOURCES FOR THE YEAR	<u>5,928</u>	<u>3,202</u>