

ADDISON YOUTH CLUB

England & Wales · Charity number 1124045

Details

Status Registered

Legal form Other

Company number [08018129](#)

Registered 2008-05-14

Register [View on the Charity Commission register](#)

Contact

Address London Youth
47-49 Pitfield Street
London
N1 6DA

Phone 02075498800

Email info@addisonyouth.org

Website www.addisonyouth.org

Activities

Objects: THE OBJECT OF THE CHARITY IS TO PROMOTE THE DEVELOPMENT OF BOYS AND GIRLS RESIDENT IN THE AREA OF BENEFIT IN ACHIEVING THEIR FULL PHYSICAL, INTELLECTUAL, SOCIAL AND SPIRITUAL POTENTIAL.

Activities: Grant-making charity aimed at organisations working with children and young people aged between 8-25 years in the Hammersmith and Fulham area of London.

Classification

- **How:** Makes Grants To Organisations
- **What:** Economic/community Development/employment
- **Who:** Children/young People

Geography

- **Area of benefit:** IN PRACTICE IN LB HAMMERSMITH AND FULHAM AND NEIGHBOURING DISTRICT
- Hammersmith And Fulham

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£79,632	£74,663	-	-
2024-03-31	£78,091	£71,424	-	-
2023-03-31	£78,091	£109,830	-	-
2022-03-31	£76,610	£112,474	-	-
2021-03-31	£75,007	£111,049	-	-

Trustees

Name	Role	Appointed
Anthony Julian Beare	Chair	2020-09-22
David Miller		2020-09-22
Grant Blowers		2024-12-19
James Francis Waight		2020-09-22
Mary Jane Earle		2020-09-22
Philip Wassouf		2023-10-12

Linked charities

- TRUST PROPERTY HELD IN CONNECTION WITH ADDISON YOUTH CLUB (1124045-1)

ADDISON YOUTH CLUB

England & Wales - Charity number 1124045

Accounts

ADDISON YOUTH CLUB

ANNUAL REPORT & FINANCIAL STATEMENTS

31 MARCH 2025

Addison Youth Club, Charity number 1124045

Registered address: c/o London Youth, 47-49 Pitfield Street, London N1 6D

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REFERENCE & ADMINISTRATIVE INFORMATION

Charity:	Addison Youth Club Charity number 1124045, registered in England & Wales
Registered Address:	c/o London Youth 47-49 Pitfield Street London N1 6DA
Directors/Trustees:	Julian Beare (Chair) Cecile Coke (appointed 20 May 2024) Patora Dyrma (resigned 9 December 2024) Grant Blowers (appointed 19 December 2024) Jane Earle David Miller Poppy Scott Plummer (resigned 21 May 2024) James Waight Keith Ward Phillip Wassouf
Banker:	National Westminster Bank plc Docklands South Quay Branch 54 Marsh Wall West India Quay London E14 6LJ
Independent Examiner:	James Mathieson FCA Lindeyer Francis Ferguson Limited North House 198 High Street Tonbridge Kent TN9 1BE

The Trustees present their report and the unaudited financial statements for the year ended 31 March 2025.

The Trustees confirm that the annual report and financial statements of the charity comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of 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 2019) (Charities SORP (FRS 102)).

Charity information set out on page 3 forms part of this report.

STRUCTURE, GOVERNANCE & MANAGEMENT

Constitution

Addison Youth Club, a registered charity, was established in 1951 and registered with the Charity Commission through a Scheme in 2008, updated in 2018. It was subsequently governed by its corporate trustee, Addison Youth Club (Trustee) Limited until 2020 when that company was dissolved and the current Board of Trustees established.

Governance

Trustees are elected for an unrestricted term and are appointed by the trustees. During the period under review two trustees were appointed.

Addison Youth Club has no staff. The decision making and management of the charity is carried out by the trustees, and the day-to-day administration of the charity is carried out by third parties appointed by the trustees.

A charity is best placed to achieve its ambitions and aims if it has effective governance and the right leadership structures, and to this end the trustees follow the Charity Governance code.

Two trustees have resigned during the year, and two new ones appointed. Trustees undergo an induction process which consists of a briefing with the Chair, supply and review of key documentation and a formal face-to-face meeting with other trustees where strategy and plans for the year are reviewed. All trustees are involved in the process for review of financial position and subsequent allocation of grant funds for the year.

Related Parties

London Youth (The Federation of London Youth Clubs, as a custodian trustee) previously held the Title Deeds for a property on behalf of Addison Youth Club (as a custodian trustee). In 2019 the property was sold and a permanent endowment fund established through which the charity now awards grants. Addison and London Youth have one trustee in common, but Addison now operates fully independently.

OBJECTIVES, ACTIVITIES & FUTURE PLANS

The charitable objects of the Addison Youth Club are to promote the development of boys and girls resident in the London Borough of Hammersmith & Fulham and neighbouring areas to achieve their full physical, intellectual, social and spiritual potential.

This was previously achieved through running a youth club on the site at 45 Redan Street, London W14 0AB from 1951 to 2017.

In 2018 the Trustees of the Addison Youth Club reviewed success in achieving its charitable objects and concluded that the best use of resources would be to fund other youth projects in the area.

The Trustees then established an Endowment Fund from the sale proceeds of the Redan Street property. The sale of the property realised net proceeds of £2,329,887 in late October 2019, from which an Endowment Fund of £2,300,000 was created.

Having achieved its objective of becoming a grant-making charity, the first round of grant-making activities started in the financial year ending 31 March 2021.

The Trustees have had regard to the Charity Commission's general guidance on public benefit in reviewing the charity's objectives and activities. The Trustees are following 'The Charity Governance Code' and continually review to implement key recommended practices.

GRANT-MAKING ACTIVITIES IN THE YEAR TO 31 MARCH 2025

Applications from eligible causes are made and administered via a website www.addisonyouth.org which sets out the eligibility criteria as follows:

- Grants will cover children and young people between the ages of 8 to 25 in the Hammersmith & Fulham area.
- Applications from members of London Youth and from members of Young Hammersmith and Fulham Foundation are prioritised.
- The minimum normal grant size will be £5,000 up to a maximum of £10,000 but is at the discretion of trustees.
- All applicants must be a charity registered with the Charity Commission, or a CIC with a relevant asset lock status, where no more than one director is receiving remuneration from the company.
- The purpose for which funds were being sought should be consistent with the applicant organisations charitable objects.
- Applications may be considered for both restricted programmes or unrestricted funding to support general operational activity.
- The applicant organisation will be required to meet a reasonable level of due diligence requirements, relative to the size of the grant being sought.

Addison Youth has been supported during the year by the Young Hammersmith & Fulham Foundation in reaching out across youth networks in the borough and surrounding areas.

A total of 26 grant applications were received by the end of January 2025 and were shortlisted through due diligence criteria. The Trustees resolved that their grantmaking activities in 2024/25 would once again focus on *'open access clubs meeting the basic needs of young people in the Hammersmith and Fulham area'*.

Following careful review, the Board made the decision to award fourteen grants in total (2024: nine), which reflected the aspiration of the Trustees to support local vibrant organisations creatively helping young people to aspire and realise their ambitions.

The total value of grants awarded in 2025 was £67,707 (2024: 63,400) and formal Grant Agreements issued to each of the grantee organisations. The smallest grant awarded was £1,400 (2024: £4,500) and the largest being £8,807 (2024: £9,000). The table below gives full details and recent history.

Trustees will visit all award winners during the year to assess progress, and written reports from the winners about the use of funds and the success of their projects are due by March 2026. In setting out a monitoring and evaluation framework for the grantee organisations, the Trustees have taken a proportionate approach, relevant to the size of the grant issued.

Addison Youth Club Trustees' Report
Year ended 31 March 2025

As in previous years, the response to the grant funding given for expenditure in 2025 was positive. The full list of organisations who have received funding from the charity since its inaugural funding round are as follows:

Grants issued since 2020/21

	2025	2024	2023	2022	2021
Action on Disability	5,000	-	15,000	-	16,500
Baraka Community Association		-	14,472	-	14,600
Burnt Orange	-	4,500	-	-	-
Doorstep Library	4,500				
Eat Club	-	8,974	8,820	7,410	-
Fulham Reach Boat Club	5,000	5,000	-	-	-
Funpact	-	4,500	-	-	-
Hammersmith Community Gardens	5,000				
Hurdles2Hoops	5,000				
Key4Life				20,869	-
Kulan Foundation	3,000	7,000	-	-	-
Lawyers4Learners	1,400				
Little Raven Arcade	5,000				
Mother and Child Welfare	-	7,000	-	10,000	-
Refugee Access				5,000	-
St Albans Fulham				-	7,000
Sands End	8,807	8,426	-	-	-
The Brunswick Club	5,000	9,000	15,000	9,108	7,680
The Harrow Club		-	10,016	15,000	8,248
The Kids Network	5,000	-	-	8,586	-
The Sulgrave Club	5,000	9,000	15,000	10,000	8,218
Urban Partnership/Masbro Y Club	5,000	-	15,000	15,000	20,000
Violence Intervention Project		-	-	-	18,500
Wac Arts		-	5,000	-	-
White City Theatre	5,000				
	67,707	63,400	98,308	100,973	100,746

The aim of the charity is to provide support to the Hammersmith & Fulham community by developing strong links with local organisations delivering front-line services to young people.

Addison Youth continues to develop its remit and expertise in grant-making.

The charity does not undertake any fundraising activity.

Here is a sample of some Trustee visit and project reports made to recent grant recipients:

SEAPIA:

'SEAPIA was awarded funds in the 2025 grant round to contribute to the salary of a sessional worker.

Clearly SEAPIA is a place properly embedded in the community, with children between the ages of 4 and 13 able to come to this big unique space with indoor and outdoor provision to go to after school at no cost, until 6pm. It's a safe and happy place for these children to play, socialise, learn, have a hot meal and just be.

They gave a wonderful impression; it's a rather special place really.'

White City Theatre Project:

'Our summer performance project was a huge success. Over six weeks, our members worked with director Amari in Monday sessions to develop and devise a theatre piece called The Verdict, which Amari then scripted. During the first week of the summer holidays, the company rehearsed intensively culminating in performing two shows at the Bush Theatre to full houses of families, friends, and the local community. The project received excellent feedback, and the young people had a such a fantastic week, building confidence, learning new skills, and experiencing the excitement of creating a full production from start to finish.'

The Kids Network:

'I visited the H & F premises of TKN to see how they are using our 2025 grant to best effect. They provide one-on-one mentoring of children aged 8-11, who have been having some issues at school. The mentoring is weekly, for a year. The children are referred by schools and other organisations, and the mentors are young volunteers (typically late teens in their early 20's) and generally recruited from university fairs.

TKN are doing a very valuable job in the community. They came across very well, had a grip of all the issues, and I would have no hesitation in recommending them for a grant in the future.'

FINANCIAL REVIEW

The charity undertakes grant-making activities funded by the Permanent Endowment established in 2019. At the start of the financial year the trustees noted that the real value of the Permanent Endowment had fallen below its original value and as such took the decision to slightly reduce the level of grants made in order to preserve the long-term funding level. Addison has adopted the Total Return methodology for its Permanent Endowment, and this is deemed to be a necessary measure in order to balance the interests of current and potential future beneficiaries. Note 11 to the accounts gives further details.

The original investment of £2,300,000 had grown to £2,809,358 at the start of the current financial year. Net investment losses of £119,177 in the year (2024: gains of £254,679) mean that total investments had fallen to £2,690,181 by 31 March 2025 and now shows a deficit of £201,659 (2024: deficit of £9,360) compared to its original value *in real terms*. Total Funds of £2,715,462 (2024: £2,829,670) are represented by the value of the Endowment Fund plus a General Fund balance of £25,281 (2024: £20,312).

The *Statement of Financial Activity* shows Investment Income of £79,632 (2024: £78,091). Grant expenditure in year was £67,707 (2024: £63,400) covering activity and reporting periods from 1 April 2024 to 31 March 2025. General Expenditure was £4,463 (2024: £3,828) and Governance Costs were £2,493 (2024: £4,197). Note 2 to the accounts gives further details.

The closing Cash at Bank position was £39,658 (2024: £27,214) and the net Current Asset position £25,281 (2024: £20,312).

INVESTMENTS

The sum of £2,300,000 was invested in early November 2019 with a total return approach in a Charities Ethical Investment Fund held by CCLA.

As noted above, unrealised investment losses of £119,117 were recorded during the year, in contrast to gains of £254,679 made in the previous financial year. This represents a drop in the overall value of investments of 4.2% during the year.

The Addison year end fell in the period where market concerns regarding the US 'Liberation Day' announcements were high. Consequently, the US market fell by 7% in the two weeks preceding 31 March, with even greater falls in a number of overseas markets where the punitive impact of tariffs was deemed likely. The CCLA Fund which the charity is invested in correspondingly fell 8.8% in the same period and ended the year 4.4% down for the 12 months. It should be noted that 96% of the investment loss was incurred in the final quarter of the 2025 financial year, and the bulk of that in the final two weeks of the financial year.

Combined with inflationary (CPI) growth - lower than recent previous years but still nudging 3% - it meant that the value of the endowment in real terms remained below the value when established in November 2019. Given that markets have recovered significantly post-year

end, trustees remain hopeful that this shortfall will be recovered swiftly, although economic conditions remain volatile and the reported shortfall in (CPI rebased) 'real' value has risen from £39k to £201k.

RESERVES POLICY

The transition from an operational youth club to a grant-making organisation with no overhead or employees considerably has lowered the need to carry reserves.

The fund held as listed investments within the permanent endowment fund ensures the charity has sufficient resources to carry on making grants as trustees think fit, with due regard to the level of investment income available to fund such grants. Grant payments may be varied by the charity in accordance with income earned on investments. Trustees take a view as to the value of grant funding they make available each year, particularly should the income earned from investments be insufficient to cover any losses incurred.

The trustees, having reviewed the Reserves Policy, are satisfied that adequate funds are available via the General Fund balance of £25,281 (2024: £20,312) to sustain General/Governance expenditure, all grants in relation to 2025 having been discharged in full to eligible grantees. The Reserves Policy is regularly reviewed, and trustees are confident that assumptions remain valid.

RISK MANAGEMENT

The trustees receive a regular flow of information about both the finances and operations of the Trust. Trustees have assessed the major risks to which the Trust is exposed through their risk management policy. These are:

- *Investment risk* – the Trust's assets are comprised of investments, which are used to generate its income. An investment policy is in place to mitigate risks associated with the management of these assets and the performance of the investments, which are professionally managed, is regularly reviewed by the trustees.
- *Financial risk* – the risk of financial mismanagement or fraud – the charity's financial transactions will comprise of receipt of income from investment managers, and expenditure related to its grant-making activities; with some small expenditure incurred which will relate to bank charges and governance costs. Addison continues to share banking resources with London Youth, but approval and control procedures are completely independent and financial information for the Trust is held, and reported, separately. Addison has commenced the process of fully separating its banking and this will be completed in 2025. Administrative and IT resources are provided by independent and carefully vetted third party suppliers.
- *Grant-making activities* – the charity has put rigorous due diligence processes in place to ensure that funds are appropriately granted to relevant organisations in the Hammersmith and Fulham area to reach the targeted cohort of young people, in line

Addison Youth Club Trustees' Report
Year ended 31 March 2025

with their respective charitable objectives. Processes have also been put in place – which include monitoring and evaluation frameworks - to provide stewardship and oversight of grants to ensure that they are being spent in line with agreed aims and objectives. The trustees will monitor the potential for financial/reputational risk closely as a result of their grant-making activities.

- *Conflict of interest* – the charity previously worked closely with London Youth but is now operationally independent. A potential conflict remains arising as a result of one of the trustees of the Addison Youth Club also being the Deputy Chair of London Youth, but this has been mitigated by the appointment of an additional independent trustee to the Addison Board. A conflict-of-interest policy is in place to manage any risk of conflict.
- *Child protection risk* – this risk is mitigated by the fact that the charity no longer operates as a youth club working directly with children and young people and its future activities will be limited to grant-making activities. In relation to its grant-making activities, the charity has published a statement of its safeguarding policy expectations of grantee organisations and reviews the safeguarding arrangements in place by grant applicants as part of its due diligence process for making a grant award. On occasion Addison trustees will visit such organisations, and checks are in place to ensure these visits are fully compliant with these expectations and policies.

CASH FLOW AND GOING CONCERN

Net Cash Flow used in operating activities in 2025 was £67,188 (2024: £67,487), with Cash Flows from investing activities of £79,632 (2024: £78,091).

The trustees have assessed the ability of the Trust to continue as a going concern. Informing this conclusion, a period of at least 12 months from the date of signing the financial statements has been considered.

A key area of uncertainty relates to ongoing market volatility on the valuation of investments. There is flexibility in the level of discretionary grants approved and as such variances can generally be accommodated within reserves. In other words, should market volatility have a materially negative impact on Investment Income in the future, trustees have the option of a delay to grant-making activities and/or a restructure of the fund should that be deemed necessary, although no such measure is currently anticipated to be necessary.

The general fund ratio to average annual non-grant expenditure is deemed sufficient to cover operating costs for 2024-25, based on expected expenditure levels.

Consequently, the trustees have concluded that the Trust has a reasonable expectation that there are adequate reserves to continue in operational existence for the foreseeable future and have continued to prepare the financial statements on a going concern basis.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

Trustees are responsible for preparing the trustees' report and accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these accounts, the trustees are required to:

- > select suitable accounting policies and then apply them consistently
- > observe the methods and principles in the Statement of Recommended Practice (Accounting and Reporting by Charities) (the Charities' SORP FRS 102)
- > make judgements and estimates that are reasonable and prudent
- > state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- > prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They 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.

Signed on behalf of the trustees:



A J BEARE

Chair

Approved by the trustees on 23.1.26

INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES OF ADDISON YOUTH CLUB

I report to the trustees on my examination of the accounts of the Addison Youth Club for the year ended 31 March 2025 which are set out on pages 14-24.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Lindeyer Francis Ferguson Ltd
.....

James Mathieson FCA
Lindeyer Francis Ferguson Limited

North House
198 High Street
Tonbridge
Kent TN9 1BE

Date: *23 January 2026*
.....

Addison Youth Club: Annual Report and Accounts FYE 31 March 2025
Statement of Financial Activity

STATEMENT OF FINANCIAL ACTIVITY

	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2025 £	Total Funds 2024 £
Income					
Other income	1	79,632	-	79,632	78,091
Total Income		79,632	-	79,632	78,091
Expenditure					
Charitable Expenditure	2	(74,663)	-	(74,663)	(71,425)
Total Expenditure		(74,663)	-	(74,663)	(71,425)
Net Gains/Losses on Investments	3	-	(119,177)	(119,177)	254,679
Net Income/(expenditure)		4,969	(119,177)	(114,208)	261,345
Reconciliation of Funds					
Total Funds brought forward		20,312	2,809,358	2,829,670	2,568,325
Total Funds Carried Forward		25,281	2,690,181	2,715,462	2,829,670

All of the above activities are derived from continuing operations during the above two financial years. The notes on page 20 to 24 form part of these financial statements.

Addison Youth Club: Annual Report and Accounts FYE 31 March 2025
Statement of Financial Position

STATEMENT OF FINANCIAL POSITION

	Note	Unrestricted Funds	Endowment Funds	Total Funds 2025	Total Funds 2024
Fixed Assets					
Investments	3	0	2,690,181	2,690,181	2,809,358
Total Fixed Assets		0	2,690,181	2,690,181	2,809,358
Current Assets					
Cash at Bank		39,658	0	39,658	27,214
Debtors	5	246	0	246	0
Total Current Assets		39,904	0	39,904	27,214
Creditors					
Amounts falling due within 1 year	6	(14,623)	0	(14,623)	(6,902)
Net Current Assets		25,281	0	25,281	20,312
TOTAL NET ASSETS		25,281	2,690,181	2,715,462	2,829,670
Funds	7				
Unrestricted Funds		25,281	0	25,281	20,312
Endowment Funds	11	0	2,690,181	2,690,181	2,809,358
TOTAL FUNDS		25,281	2,690,181	2,715,462	2,829,670

Approved by the trustees and signed on their behalf by:


.....
A J BEARE


.....
K D WARD

Julian Beare
Chair

Keith Ward
Treasurer

on 23.1.26

The notes on pages 20 to 24 form part of these financial statements

Addison Youth Club: Annual Report and Accounts FYE 31 March 2025
Statement of Cash Flows

STATEMENT OF CASHFLOWS

	2025 £	2024 £
Cash flows from operating activities:		
Net cash provided by (used in) operating activities	(67,188)	(67,487)
Cash flows from investing activities:		
Net dividends, interest and rents from investments	79,632	78,091
Net cash provided by (used in) investing activities	79,632	78,091
Change in cash and cash equivalents in the reporting year	12,444	10,604
Cash and cash equivalents at the beginning of the reporting year	27,214	16,610
Cash and cash equivalents at the end of the reporting year	39,658	27,214

Cash and cash equivalents:	01-Apr-24	Cashflow	31-Mar-25
Cash at bank and in hand	27,214	12,444	39,658
Total cash and cash equivalents	27,214	12,444	39,658

	2025 £	2024 £
Reconciliation of net income (expenditure) to net cash flow from operating activities:		
Net income / (expenditure) for the reporting period as per the statement of financial activities	(114,208)	261,345
Loss/(Gains) on investments	119,177	(254,679)
Other Income	(79,632)	(78,091)
(Increase)/decrease in debtors	(246)	336
Increase/(decrease) in creditors	7,721	3,602
Net cash provided by (used in) operating activities	(67,188)	(67,487)

BASIS OF PREPARATION OF THE ACCOUNTS

Addison Youth is a registered charity in England & Wales. The address of the registered office is given in the administrative information on page 3. The accounts (financial statements) have been prepared on the basis of historical cost convention adjusted for fair value of investments, in accordance with the Charities SORP (FRS 102) applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland and the Charities Act 2011 and UK generally Accepted Practice.

The Addison Youth Club meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Within the statements 2025' refers to either the period ended, or balance at, 31 March 2025, with the same convention applying to columns marked '2024'.

The accounts are presented in pounds sterling and rounded to the nearest pound.

Going Concern Statement

The Trust holds a permanent endowment fund from which it received investment income to fund grants. A key area of uncertainty relates to the prevailing market turmoil on the valuation of investments and returns.

Net Cash Flows from investing activities have risen slightly to £79,632 (2024: £78,091), which are more than adequate to cover the level of non-grant expenditure of £6,956 (2024: £8,025). In contrast to the prior year investment gains of £254,679, the year ended 31 March 2025 saw investment losses of £119,177 as noted in the investment commentary above.

The trustees have assessed the ability of the Trust to continue as a going concern. Informing this conclusion, a period of at least 12 months from the date of signing the financial statements has been considered. Trustees have concluded that the Trust has a reasonable expectation that there are adequate reserves to continue in operational existence for the foreseeable future and have continued to prepare the financial statements on a going-concern basis.

There are no material uncertainties about the charity's ability to continue, and so the going concern basis of accounting has been adopted.

Income Policy

All income is credited to the statement of financial activities when there is entitlement, it can be measured, and receipt is probable. Investment income is credited to the statement of financial activities in the period in which the Trust is entitled to receipt and the amount can be measured with reasonable certainty.

Expenditure

Expenditure is included in the statement of financial activities when incurred and includes attributable VAT which cannot be recovered.

Expenditure comprises the following:

- a. The cost of generating funds includes the fees paid to investment managers in connection with the Trust's listed investments.
- b. Grants payable are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the grant and has satisfied all related conditions.
- c. Governance costs comprise those costs directly attributable to compliance with statutory requirements.

Fund accounting

The general fund comprises those monies which may be used towards meeting the charitable objectives of the Trust at the discretion of the trustees.

An Endowment Fund of £2,300,000 was created as a permanent endowment in the Trust Deed dated 27 May 1937 (as amended by Charity Commission Schemes in 1978 and 2008).

Financial Instruments

The charity has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost using the effective interest method. Financial assets held at amortised cost comprise cash at bank and in hand. Financial liabilities held at amortised cost comprise trade creditors and accruals.

Investments, including bonds held as part of an investment portfolio, are held at fair (market) value at the Balance Sheet date. Realised and unrealised gains and losses are credited, or debited, to the statement of financial activities in the year in which they arise.

At the balance sheet date, the charity held financial assets at fair value of £2,690,181 (2024: £2,809,358); assets at amortised cost of £39,904 (2024: £27,214) and financial liabilities at amortised cost of £14,623 (2024: £6,902).

Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies which are described above, trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects the current and future periods.

In the view of the trustees, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

NOTES TO THE ACCOUNTS

1. Income

	2025 £	2024 £
Income earned on Deposits		
Other Income - transfer from Unapplied Total Return	79,632	78,091
Total	79,632	78,091

2. Expenditure on Charitable Activities

	2025 £	2024 £
Grants to Organisations	67,707	63,400
Support Costs		
Accountancy & Independent Examination Fees*	2,491	3,320
Accountancy & Independent Examination Fees incurred in respect of prior year	-	540
Insurance charges	-	336
Bank charges	2	1
Management and Administration Fees	4,219	3,500
Subscriptions	244	328
	6,956	8,025
Total	74,663	71,425
Independent Examiners remuneration		
Independent Examination Fees	2,200	2,100
	2,200	2,100

*drop is primarily due to accounting services being provided partially pro bono in 2024/25

3. Investments

	2025 £	2024 £
Listed Investments		
Opening Market Value	2,809,358	2,554,679
Net investment gains/(losses)	(119,177)	254,679
Market value at 31 March 2025	2,690,181	2,809,358
Cash held by investment managers for reinvestment	-	-
	2,690,181	2,809,358
Cost of listed investments at 31 March 2025	2,300,000	2,300,000

Listed Investments held at 31 March 2025 comprised:

Overseas Equities	1,532,865	1,830,016
UK Equities	219,519	178,113
Property/Other Assets	750,291	739,985
Cash	187,506	61,244
TOTAL	2,690,181	2,809,358

4. Staff Costs

Addison Youth Club does not have any employees. Administration services were provided in year by a third-party supplier.

5. Debtors

	2025 £	2024 £
Prepayments	246	-
Total	246	-

6. Creditors

	2025 £	2024 £
Trade Creditors	-	1,302
Grant payments accrued	8000	-
Other Accruals	6,623	5,600
Total	14,623	6,902

Addison Youth Club: Annual Report and Accounts FYE 31 March 2025
Notes to the Accounts

7. Funds

	As at 1 April 2024 £	Incoming £	Expenditure £	Gains/ (Losses) £	Transfers £	As at 31 March 2025 £
Funds						
Unrestricted	20,312	79,632	(74,663)	-	-	25,281
Endowment	2,809,358	-	-	(119,177)	-	2,690,181
	2,829,670	79,632	(74,663)	(119,177)	-	2,715,462

	As at 1 April 2023 £	Incoming £	Expenditure £	Gains/ (Losses) £	Transfers £	As at 31 March 2024 £
Funds						
Unrestricted	13,646	78,091	(71,425)	-	-	20,312
Endowment	2,554,679	-	-	254,679	-	2,809,358
	2,568,325	78,091	(71,425)	254,679	-	2,829,670

8. Analysis of Net Assets between Funds

	General Fund	Endowment Fund	TOTAL 2025
Fund balances at 31 March 2025			
Represented by:	£	£	£
Investments	-	2,690,181	2,690,181
Current assets	39,904	-	39,904
Creditors: amounts falling due within one year	(14,623)	-	(14,623)
Total Net Assets	25,281	2,690,181	2,715,462

	General Fund	Endowment Fund	TOTAL 2024
Fund balances at 31 March 2024			
Represented by:	£	£	£
Investments	-	2,809,358	2,809,358
Current assets	27,214	-	27,214
Creditors: amounts falling due within one year	(6,902)	-	(6,902)
Total Net Assets	20,313	2,809,358	2,829,670

9. Trustees' Remuneration

None of the trustees received from the charity any remuneration for any work carried out during the financial year ended 31 March 2025 (2024: £nil). The amount paid to trustees for expenses during the financial year ended 2025 was £nil (2024: £nil).

10. Related Parties

During the year under review, Addison paid no management fees or subscription Fees to Related Parties.

11. Permanent Endowment investment and total return

Addison Youth club has adopted the Total Return Accounting basis for its permanent endowed funds which were originally established in late 2019 following the sale of the Redan Street building. Trustees have chosen to maintain the capital of the permanent endowed funds in real terms by making a transfer from the Unapplied Total Return equal to the increase in Consumer Price Index (CPI) from the base point (1 November 2019) to the Balance Sheet date. Any amounts remaining after this transfer in the Unapplied Total Return will be applied to income funds or retained as the Trustees see fit. Any income funds not disbursed in the financial year are retained as Unapplied Total Return.

As a result of historic investment returns and the recent impact of high inflation, the opening unapplied total return fund balance was slightly negative (at £9,356). This has been restated to reduce the value of the endowment to follow the SORP. All Dividends earned in the year were transferred to Income. Investment losses (of £119,177) and continued inflationary pressures have compounded this, and the substantial recoupment required (of £73,126) meant that the unapplied total return carried forward shortfall would have grown to £201,659.

As the investment losses exceed the amount of unapplied total return, the loss has been treated as a reduction in the value of the trust for investment component of the permanent endowment until such time as these losses are reversed.

Trustees continue to monitor this closely and note that the Addison year end fell at just the moment when markets dipped as a consequence of US policy announcements and that stock markets recovered these losses in the second quarter of 2025. Noting also the improving inflationary position in the first half of 2025, trustees remain hopeful that this recovery will continue and will formally review the position before end December 2025. In the meantime, grants continue to be restricted (to balance the interests of current and potential future beneficiaries) and trustees have decided not to make any transfers during the year.

Addison Youth Club: Annual Report and Accounts FYE 31 March 2025
Notes to the Accounts

	Endowed for Investment	Unapplied Total Return	Total Endowed	2024 Total Endowed
At start date: 1 April 2024				
Gift component of permanent endowment	2,818,714	-	2,818,714	2,730,573
Unapplied Total Return		-	-	(175,894)
Reduction in the value of the trust for investment	(9,356)		(9,356)	-
	2,809,358	-	2,809,358	2,554,679
Movements:				
Recoupment of trust for investment*	73,126	(73,126)	-	-
Dividend return (net of costs)		79,632	79,632	78,091
Investment losses		(119,177)	(119,177)	254,679
	73,126	(112,671)	(39,545)	332,769
Unapplied total return allocated to Income	-	(79,632)	(79,632)	(78,091)
Reduction in the value of the trust for investment	(192,303)	192,303	-	-
Net movements in reporting period	(119,177)	-	(119,177)	254,679
Totals at 31 March 2025	2,690,181	-	2,690,181	2,809,358

*This represents the sum elected to maintain the real capital value of the endowed funds by offsetting the impact of inflation.

ADDISON YOUTH CLUB

Charity number 1124045

c/o London Youth
47-49 Pitfield Street
London N1 6DA

info@addisonyouth.org.uk

ADDISON YOUTH CLUB

England & Wales - Charity number 1124045

Accounts

ADDISON YOUTH CLUB

ANNUAL REPORT & FINANCIAL STATEMENTS

31 MARCH 2024

Addison Youth Club, Charity number 1124045

Registered address: c/o London Youth, 47-49 Pitfield Street, London N1 6DA

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REFERENCE & ADMINISTRATIVE INFORMATION

Charity:	Addison Youth Club Charity number 1124045, registered in England & Wales
Registered Address:	c/o London Youth 47-49 Pitfield Street London N1 6DA
Directors/Trustees:	Julian Beare (Chair) Patora Dyrma (resigned 9 December 2024) Grant Blowers (appointed 9 December 2024) Jane Earle David Miller Poppy Scott Plummer (resigned 21 May 2024) James Waight Keith Ward Phillip Wassouf (appointed 22 October 2023) Cecile Coke (appointed 20 May 2024)
Banker:	National Westminster Bank plc Docklands South Quay Branch 54 Marsh Wall West India Quay London E14 6LJ
Independent Examiner:	James Mathieson FCA Lindeyer Francis Ferguson Limited Chartered Accountants and Chartered Tax Advisors North House 198 High Street Tonbridge Kent TN9 1BE

STRUCTURE, GOVERNANCE & MANAGEMENT

Constitution

Addison Youth Club, a registered charity, was established in 1951 and registered with the Charity Commission through a Scheme in 2008, updated in 2018. It was subsequently governed by its corporate trustee, Addison Youth Club (Trustee) Limited until 2020 when that company was dissolved and the current Board of Trustees established.

Governance

Trustees are elected for an unrestricted term and are appointed by the Trustees. During the period under review one Trustee was appointed.

Addison Youth Club has no staff. The decision making and management of the charity is carried out by the Trustees and the day-to-day administration of the charity is carried out by third parties appointed by the Trustees.

A charity is best placed to achieve its ambitions and aims if it has effective governance and the right leadership structures, and to this end the Trustees follow the Charity Governance code.

Related Parties

The Federation of London Youth Clubs (London Youth) [charity registration 303324, company registration 258577] has one trustee in common with the Addison Youth Club.

Addison Youth Club operates as a distinct independent. London Youth (as a custodian trustee) previously held the Title Deeds for a property on behalf of Addison Youth Club until 2019 when it was replaced by a permanent endowment fund through which the charity now awards grants. Addison Youth engages with the Young Hammersmith and Fulham Foundation (YHFF) for assistance in evaluating project applications.

OBJECTIVES, ACTIVITIES & FUTURE PLANS

The charitable objects of the Addison Youth Club are to promote the development of boys and girls resident in the London Borough of Hammersmith & Fulham and neighbouring areas to achieve their full physical, intellectual, social and spiritual potential.

This was previously achieved through running a youth club on the site at 45 Redan Street, London W14 0AB from 1951 to 2017.

In 2018 the Trustees of the Addison Youth Club undertook a review and established that running a youth club at 45 Redan Street was not the most effective way to achieve the charitable objects and concluded that the best use of resources would be to make funding available to other youth projects in the local area.

As a result the Trustees have established an Endowment Fund from the sale proceeds of the Redan Street property. The sale of the property, which was previously held as a permanent endowment, realised net proceeds of £2,329,887 in late October 2019, from which an Endowment Fund of £2,300,000 was created.

Having achieved its objective of becoming a grant-making charity, the first round of grant-making activities commenced in the financial year ending 31 March 2021.

GRANT-MAKING ACTIVITIES IN THE YEAR TO 31 MARCH 2024

Applications from eligible causes are made and administered via a website www.addisonyouth.org which sets out the eligibility criteria as follows:

- Grants will cover children and young people between the ages of 8 to 25 in the Hammersmith & Fulham area.
- Applications from members of London Youth and from members of Young Hammersmith and Fulham Foundation are prioritised.
- The minimum normal grant size will be £5,000 up to a maximum of £15,000.
- All applicants must be a charity registered with the Charity Commission, or a CIC with a relevant asset lock status, where no more than one director is receiving remuneration from the company.
- The purpose for which funds were being sought should be consistent with the applicant organisations charitable objects.
- Applications may be considered for both restricted programmes or unrestricted funding to support general operational activity.
- The applicant organisation will be required to meet a reasonable level of due diligence requirements, relative to the size of the grant being sought.

Addison Youth has been supported during the year by the Young Hammersmith & Fulham Foundation in reaching out across youth networks in the borough and surrounding areas. A total of 27 grant applications were received by the end of January 2024 and were shortlisted through due diligence criteria. The Trustees resolved that their grantmaking activities in 2023-24 would focus on *'open access clubs meeting the basic needs of young people in the Hammersmith and Fulham area'*.

The Board made the decision to award nine grants in total (2023: eight), which reflected the aspiration of the Trustees to support local vibrant organisations creatively helping young people to aspire and realise their ambitions.

The total value of grants awarded in 2024 was £63,400 (2023: £98,308) and formal Grant Agreements issued to each of the grantee organisations. The smallest grant awarded was £4,500 (2023: £5,000), with the largest grant being £9,000 (2023: £15,000).

Grant monies were paid out before 31 March 2024. Trustees will visit all award winners during the year to assess progress, and written reports from the winners about the use of funds and the success of their projects are due by March 2025. In setting out a monitoring and evaluation framework for the grantee organisations, the Trustees have taken a proportionate approach, relevant to the size of the grant issued.

Addison Youth Club Trustees' Report
Year ended 31 March 2024

As in previous years, the response to the grant funding given for expenditure in 2024 was positive.

Although many programmes were co-funded, most would not have taken place without the contribution from Addison Youth. The full list of organisations who have received funding from the charity since its inaugural funding round are as follows:

Grants issued since 2020/21

	2024	2023	2022	2021
Action on Disability	-	15,000	-	16,500
Baraka Community Association	-	14,472	-	14,600
Burnt Orange	4,500	-	-	-
Eat Club	8,974	8,820	7,410	-
Fulham Reach Boat Club	5,000	-	-	-
Funpact	4,500	-	-	-
Key4Life			20,869	-
Kulan Foundation	7,000	-	-	-
Masbro Youth Club	-	15,000	15,000	20,000
Mother and Child Welfare	7,000	-	10,000	-
Refugee Access			5,000	-
St Albans Fulham			-	7,000
Sands End	8,426	-	-	-
The Brunswick Club	9,000	15,000	9,108	7,680
The Harrow Club	-	10,016	15,000	8,248
The Kids Network	-	-	8,586	-
The Sulgrave Club	9,000	15,000	10,000	8,218
Violence Intervention Project	-	-	-	18,500
Wac Arts	-	5,000	-	-
	63,400	98,308	100,973	100,746

The aim of the charity is to continue to provide support to the Hammersmith & Fulham community by developing strong links with local organisations which deliver front-line services to young people in the area.

Reports on implementation of the previous year's projects included the following:

"We are currently, working with London Sports Trust, and Cuban Boxing Academy to link in with two schools in the borough, Phoenix Academy and Fulham Cross, to work with students identified by their teachers as needing additional support from Year 9. Building stronger links with local schools is beneficial both for the students, parents and teachers, who we hope will benefit from the improved attendance, behaviour and attainment as project outcomes and the youth clubs who will develop stronger links by engaging new members. The partnership with Fulham Cross will also mean a boost in female attendees"
Sept 2023

*"We have cooked with 233 young people so far, using the funding.
Number of hours engagement with young people during this phase of the project: We
have delivered 41 sessions, each 2 hours long with this funding so far"*
Sept 2023

*"Addison funding is being put to good use and delivering valuable impact for
beneficiaries through weekly sessions. Local families & young people are being
supported with dedicated IT sessions for mothers and relationship-building sessions for
fathers, helping them strengthen their connection and bond with their children."*
July 2024

Addison Youth continues to develop its remit and expertise in grant-making through the ongoing use of the permanent endowment.

The charity does not undertake any fundraising activity.

FINANCIAL REVIEW

Following the sale of 45 Redan Street in 2019, £2,300,000 was invested as a permanent endowment from which to commence grant-making activities.

Early investment gains were impacted by the pandemic and subsequent market volatility but have seen partial recovery during 2023/24. However, at the start of the financial year the Trustees noted that the real value of the Permanent Endowment had fallen below its original value and as such took the decision to slightly reduce the level of grants made in order to preserve the long-term funding level. Addison has adopted the Total Return methodology for its Permanent Endowment, and this is deemed to be a necessary measure in order to balance the interests of current and potential future beneficiaries. Note 11 to the accounts gives further details.

The original investment of £2,300,000 had grown to £2,809,358 (2023: £2,554,679) by 31 March 2024, including net gains of £254,679 (loss of £132,872 in 2023) in the year and is now within £9,360 of its original value in real terms (deficit of £175,894 at end 2023). Total Funds of £2,829,670 are represented by the value of the Endowment Fund plus a General Fund balance of £20,313 (2023: £13,646).

The *Statement of Financial Activity* shows Investment Income of £78,091 (2023: £78,091). Grant expenditure in year was £63,400 (2023: £98,308) covering activity and reporting periods from 1 April 2023 to 31 March 2024. General Expenditure was £3,827 (2023: £6,334) and Governance Costs were £4,197 (2023: £5,188). Note 2 to the accounts gives further details.

The closing Cash at Bank position was £27,214 (2023: £16,610) and the net Current Asset position £20,313 (2023: £13,646).

INVESTMENTS

The sum of £2,300,000 was invested in early November 2019 with a total return approach in a Charities Ethical Investment Fund held by CCLA.

As noted above, unrealised investment gains of £254,679 were recorded during the year, more than offsetting the previous year's loss of £132,872.

RESERVES POLICY

The transition from an operational youth club to a grant-making organisation with no overhead or employees considerably has lowered the need to carry reserves.

The fund held as listed investments within the permanent endowment fund ensures the charity has sufficient resources to carry on making grants as the Trustees think fit, with due regard to the level of investment income available to fund such grants. Grant payments may be varied by the charity in accordance with income earned on investments. Trustees take a view as to the value of grant funding they make available each year, particularly should income earned on investments be insufficient to cover any losses incurred.

The Trustees, having reviewed the Reserves Policy, are satisfied that adequate funds are available via the General Fund balance of £20,313 (2023: £13,646) to sustain General/Governance expenditure, all grants in relation to 2024 having been discharged in full to eligible grantees. The Reserves Policy is regularly reviewed, and Trustees are confident that assumptions remain valid for 2024.

RISK MANAGEMENT

The Trustees receive a regular flow of information about both the finances and operations of the Trust. The Trustees have assessed the major risks to which the Trust is exposed through their risk management policy. These are:

- *Investment risk* – the Trust's assets are comprised of investments, which are used to generate its income. An investment policy is in place to mitigate risks associated with management of these assets and the performance of the investments, which are professionally managed, is regularly reviewed by the Trustees.
- *Financial risk* – the risk of financial mismanagement or fraud – the charity's financial transactions will comprise of receipt of income from investment managers, and expenditure related to its grant-making activities; with some small expenditure incurred which will relate to bank charges and governance costs. Addison continues to share banking resources with London Youth, but approval and control procedures are completely independent and financial information for the Trust is held, and reported, separately. Administrative and IT resources are provided by independent and carefully vetted third party suppliers.
- *Grant-making activities* – the charity has put rigorous due diligence processes in place to ensure that funds are appropriately granted to relevant organisations in the Hammersmith and Fulham area to reach the targeted cohort of young people, in line with their respective charitable objectives. Processes have also been put in place – which include monitoring and evaluation frameworks - to provide stewardship and oversight of grants to ensure that they are being spent in line with agreed aims and objectives. The Trustees will monitor the potential for financial/reputational risk closely as a result of its grant-making activities.
- *Conflict of interest* – the charity has previously worked closely with London Youth, but increasingly operates independently. A potential conflict remains arising as a result of one of the Trustees of the Addison Youth Club also being the Deputy Chair of London Youth, but this has been mitigated by the appointment of an additional independent Trustee to the Addison Board. A conflict-of-interest policy is in place to manage any risk of conflict.

- *Child protection risk* – this risk is mitigated by the fact that the charity no longer operates as a youth club working directly with children and young people and its future activities will be limited to grant-making activities. In relation to its grant-making activities, the charity has published a statement of its safeguarding expectations of grantee organisations and reviews the safeguarding arrangements in place by grant-applicants as part of its due diligence process for making a grant award.

CASH FLOW AND GOING CONCERN

Net Cash Flow used in operating activities in 2024 was £67,486 (2023: £209,444), with Cash Flows from investing activities of £78,091 (2023: £78,091).

The Trustees have assessed the ability of the Trust to continue as a going concern. Informing this conclusion, a period of at least 12 months from the date of signing the financial statements has been considered.

A key area of uncertainty relates to ongoing market volatility on the valuation of investments. There is flexibility in the level of discretionary grants approved and as such variances can generally be accommodated within reserves. In other words, should market volatility have a materially negative impact on Investment Income in the future, Trustees have the option of a delay to grant-making activities and/or a restructure of the fund should that be deemed necessary, although no such measure is currently anticipated to be necessary.

The general fund ratio to average annual non-grant expenditure is deemed sufficient to cover operating costs for 2023-24, based on expected expenditure levels.

Consequently, the Trustees have concluded that the Trust has a reasonable expectation that there are adequate reserves to continue in operational existence for the foreseeable future and have continued to prepare the financial statements on a going concern basis.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' report and accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these accounts, the Trustees are required to:

- > select suitable accounting policies and then apply them consistently
- > observe the methods and principles in the Statement of Recommended Practice (Accounting and Reporting by Charities) (the Charities' SORP FRS 102)
- > make judgements and estimates that are reasonable and prudent
- > state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- > prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They 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.

Signed on behalf of the Trustees:

.....
A J BEARE

Chair

Approved by the Trustees on 20 December 2024

INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES OF ADDISON YOUTH CLUB

I report to the trustees on my examination of the accounts of the Addison Youth Club for the year ended 31 March 2024 which are set out on pages 14-24.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

SIGNED BY J MATHIESON

James Mathieson FCA

Lindeyer Francis Ferguson Limited
Chartered Accountants and Chartered Tax Advisors
North House
198 High Street
Tonbridge
Kent TN9 1BE

20 December 2024

Addison Youth Club Trustees' Report
Year ended 31 March 2024

STATEMENT OF FINANCIAL ACTIVITY

	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2024 £	Total Funds 2023 £
Income from:					
Other income	1	78,091	0	78,091	78,091
Total Income		78,091	0	78,091	78,091
Expenditure on:					
Charitable activities	2	(71,424)	0	(71,424)	109,830
Total Expenditure		(71,424)	0	(71,424)	109,830
Net Gains/Losses on Investments	3	0	254,679	254,679	(132,872)
Net Income/(expenditure)		6,667	254,679	261,345	(164,611)
Reconciliation of Funds					
Total Funds brought forward		13,646	2,554,679	2,568,325	2,732,936
Total Funds Carried Forward		20,313	2,809,358	2,829,670	2,568,325

All of the above activities are derived from continuing operations during the above two financial years. The notes on page 20 to 24 form part of these financial statements.

Addison Youth Club Trustees' Report
Year ended 31 March 2024

STATEMENT OF FINANCIAL POSITION

	Note	Unrestricted Funds	Endowment Funds	Total Funds 2024	Total Funds 2023
Fixed Assets					
Investments	3	0	2,809,358	2,809,358	2,554,679
Total Fixed Assets		0	2,809,358	2,809,358	2,554,679
Current Assets					
Debtors	5	0	0	0	336
Cash at Bank		27,214	0	27,214	16,610
Total Current Assets		27,214	0	27,214	16,946
Creditors					
Amounts falling due within 1 year	6	(6,902)	0	(6,902)	(3,300)
Net Current Assets		20,313	0	20,313	13,646
TOTAL NET ASSETS		20,313	2,809,358	2,829,670	2,568,325
Funds	7				
Unrestricted Funds		20,313	0	20,313	13,646
Endowment Funds	11	0	2,809,358	2,809,358	2,554,679
TOTAL FUNDS		20,313	2,809,358	2,829,670	2,568,325

Approved by the trustees and signed on their behalf by:

.....
A J BEARE

.....
K D WARD

Julian Beare
Chair

Keith Ward
Treasurer

on 20 December 2024

The notes on pages 20 to 24 form part of these financial statements

Addison Youth Club Trustees' Report
Year ended 31 March 2024

STATEMENT OF CASHFLOWS

	2024 £	2023 £
Cash flows from operating activities:		
Net cash provided by (used in) operating activities	(67,486)	(209,444)
Cash flows from investing activities:		
Net dividends, interest and rents from investments	78,091	78,091
Net cash provided by (used in) investing activities	78,091	78,091
Change in cash and cash equivalents in the reporting year	10,604	(131,353)
Cash and cash equivalents at the beginning of the reporting year	16,610	147,963
Cash and cash equivalents at the end of the reporting year	27,214	16,610

Cash and cash equivalents:	01-Apr-23	Cashflow	31-Mar-24
Cash at bank and in hand	16,610	10,604	27,214
Cash held as investments	0	0	0
Total cash and cash equivalents	16,610	10,604	27,214

Reconciliation of net income (expenditure) to net cash flow from operating activities:	2024 £	2023 £
Net income / (expenditure) for the reporting period as per the statement of financial activities	261,345	(164,611)
Loss/(Gains) on investments	(254,679)	132,872
Other Income	(78,091)	(78,091)
(Increase)/decrease in debtors	336	(21)
Increase/(decrease) in creditors	3,602	(99,593)
Net cash provided by (used in) operating activities	(67,486)	(209,444)

BASIS OF PREPARATION OF THE ACCOUNTS

Addison Youth is a registered charity in England & Wales. The address of the registered office is given in the Report of Trustees. The accounts (financial statements) have been prepared on the basis of historical cost convention adjusted for fair value of investments, in accordance with the Charities SORP (FRS 102) applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland and the Charities Act 2011 and UK generally Accepted Practice.

The Addison Youth Club meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Within the statements, '2024' refers to either the period ended, or balance at, 31 March 2024, with the same convention applying to columns marked '2023'.

The accounts are presented in pounds sterling and rounded to the nearest pound.

Going Concern Statement

The Trust holds a permanent endowment fund from which it received investment income to fund grants. A key area of uncertainty relates to the prevailing market turmoil on the valuation of investments and returns.

Net Cash Flows from investing activities have remained at £78,091 (2023: £78,091), which are more than adequate to cover the level of non-grant expenditure of £8,024 (2023:11,522). In contrast to the prior year investment losses of £132,872, the year ended 31 March 2024 has ultimately seen healthy investment gains of £254,679.

The Trustees have assessed the ability of the Trust to continue as a going concern. Informing this conclusion, a period of at least 12 months from the date of signing the financial statements has been considered. Trustees have concluded that the Trust has a reasonable expectation that there are adequate reserves to continue in operational existence for the foreseeable future and have continued to prepare the financial statements on a going concern basis.

Income Policy

All income is credited to the statement of financial activities when there is entitlement, it can be measured, and receipt is probable. Investment income is credited to the statement of financial activities in the period in which the Trust is entitled to receipt and the amount can be measured with reasonable certainty.

Expenditure

Expenditure is included in the statement of financial activities when incurred and includes attributable VAT which cannot be recovered.

Expenditure comprises the following:

- a. The cost of generating funds includes the fees paid to investment managers in connection with the Trust's listed investments.
- b. Grants payable are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the grant and has satisfied all related conditions.
- c. Governance costs comprise those costs directly attributable to compliance with statutory requirements.

Fund accounting

The general fund comprises those monies which may be used towards meeting the charitable objectives of the Trust at the discretion of the Trustees.

An Endowment Fund of £2,300,000 was set up, following the sale of the property at 45 Redan Street which the Youth Club formerly operated from. The Endowment was created as a permanent endowment in the Trust Deed dated 27 May 1937 (as amended by Charity Commission Schemes in 1978 and 2008).

Financial Instruments

The charity has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost using the effective interest method. Financial assets held at amortised cost comprise cash at bank and in hand. Financial liabilities held at amortised cost comprise trade creditors and accruals.

Investments, including bonds held as part of an investment portfolio, are held at fair (market) value at the Balance Sheet date. Realised and unrealised gains and losses are credited, or debited, to the statement of financial activities in the year in which they arise.

At the balance sheet date, the charity held financial assets at fair value of £2,809,358 (2023: £2,554,679); assets at amortised cost of £27,214 (2023: £16,946) and financial liabilities at amortised cost of £6,902 (2023: £3,300).

Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies which are described above, Trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects the current and future periods.

In the view of the Trustees, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

NOTES TO THE ACCOUNTS

1. Income

	2024 £	2023 £
Income earned on Deposits		
Other Income - transfer from Unapplied Total Return	78,091	78,091
Total	78,091	78,091

2. Expenditure on Charitable Activities

	2024 £	2023 £
Grants to Organisations	63,400	98,308
Governance Costs		
Accountancy & Audit Fees*	3,320	1,800
Accountancy & Audit Fees incurred in year in respect of prior year	540	2,580
Insurance charges	336	785
Bank charges	1	2
Trustees' Expenses	0	21
	4,197	5,188
Other Costs		
Management and Administration Fees	3,500	6,000
Subscriptions	327	334
	3,827	6,334
Total	71,424	109,830
Independent Examiners remuneration		
Independent Examination Fees	2,100	1,500
Additional fees incurred in respect of prior year	0	3,750
	2,100	5,250

*Accountancy fees were included within Administration fees until March 2023

3. Investments

	2024 £	2023 £
Listed Investments		
Opening Market Value	2,554,679	2,687,551
Additions at cost	0	0
Disposals at carrying value	0	0
Net investment gains/(losses)	254,679	(132,872)
Market value at 31 March 2024	2,809,358	2,554,679

Cost of listed investments at 31 March 2024	2,300,000	2,300,000
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Listed Investments held at 31 March 2024 comprised:

Overseas Equities	1,830,016	1,524,121
UK Equities	178,113	249,081
Property/Other Assets	739,985	523,709
Cash	61,244	257,767
TOTAL	2,809,358	2,554,679

4. Staff Costs

Addison Youth Club does not have any employees. Accountancy and Company Secretarial services were provided in year by third party suppliers.

5. Debtors

	2024 £	2023 £
Debtors	0	0
Prepayments	0	336
Total	0	336

6. Creditors

	2024 £	2023 £
Trade Creditors	1,302	0
Grant payments accrued	0	0
Other Accruals	5,600	3,300
Total	6,902	3,300

7. Funds

	As at 1 April 2023	Incoming	Expenditure	Gains/ (Losses)	Transfers	As at 31 March 2024
	£	£	£	£	£	£
Funds						
Unrestricted	13,646	78,091	(71,424)	0	0	20,313
Endowment	2,554,679	0	0	254,679	0	2,809,358
	<u>2,568,325</u>	<u>78,091</u>	<u>(71,424)</u>	<u>254,679</u>	<u>0</u>	<u>2,829,670</u>

	As at 1 April 2022	Incoming	Expenditure	Gains/ (Losses)	Transfers	As at 31 March 2023
	£	£	£	£	£	£
Funds						
Unrestricted	45,385	78,091	(109,830)	0	0	13,646
Endowment	2,687,551	0	0	(132,872)	0	2,554,679
	<u>2,732,936</u>	<u>78,091</u>	<u>(109,830)</u>	<u>(132,872)</u>	<u>-</u>	<u>2,568,325</u>

The sum of £2,300,000 was invested from the sale of the property at 45 Redan Street in November 2019 to move the charity from an operational youth club to a grant-making charity.

The property was previously held in trust as a permanent endowment, the historic cost of which was £nil.

8. Analysis of Net Assets between Funds

	General Fund	Endowment Fund	TOTAL 2024
Fund balances at 31 March 2024			
Represented by:	£	£	£
Investments	(0)	2,809,358	2,809,357
Current assets	27,214	-	27,214
Creditors: amounts falling due within one year	(6,902)	0	(6,902)
Total Net Assets	20,312	2,809,358	2,829,670
	General Fund	Endowment Fund	TOTAL 2023
Fund balances at 31 March 2023			
Represented by:	£	£	£
Investments	0	2,554,679	2,554,679
Current assets	16,946	0	16,946
Creditors: amounts falling due within one year	(3,300)	0	(3,300)
Total Net Assets	13,646	2,554,679	2,568,325

9. Trustees' Remuneration

None of the Trustees received from the charity any remuneration for any work carried out during the financial year ended 2024 (2023: £nil). The amount paid to Trustees for expenses during the financial year ended 2024 was £nil (2023: £21).

10. Related Parties

During the year under review, Addison Youth Club paid no Management fees or subscription Fees to London Youth (2023: £6,000 and £100 respectively).

11. Permanent Endowment investment and total return

Addison Youth club has adopted the Total Return Accounting basis for its permanent endowed funds which were originally established in late 2019 following the sale of the Redan Street building. Trustees have chosen to maintain the capital of the permanent endowed funds in real terms by making a transfer from the Unapplied Total Return equal to the increase in Consumer Price Index (CPI) from the base point (1 November 2019) to the

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Notes to the Accounts

Balance Sheet date. Any amounts remaining after this transfer in the Unapplied Total Return will be applied to income funds or retained as the Trustees see fit. Any income funds not disbursed in the financial year are retained as Unapplied Total Return. Should any year experience a negative return, a negative balance will be held in the Unapplied Total Return Fund until such time as future returns on the investments are able to recoup it.

As a result of the investment portfolio's negative return during the year to 31 March 2023, the opening unapplied total return fund balance was negative (at £175,894). All dividends earned in the year were transferred to income, and despite strong investment gains of £254,679 the recoupment of £264,039 meant that the unapplied total return carried forward was negative (£185,255).

	Endowed for Investment	Unapplied Total Return	Total Endowed	2023 Total Endowed
At start date: 1 April 2023				
Gift component of permanent endowment	2,554,679		2,554,679	2,687,551
Unapplied Total Return		(175,894)	(175,894)	0
	2,554,679	(175,894)	2,378,785	2,687,551
Movements:				
Recoupment of trust for investment*	264,039	(264,039)	0	0
Investment return: dividends		78,091	78,091	78,091
Investment return: realised and unrealised gains/(losses)		254,679	254,679	(132,872)
	264,039	68,730	332,769	(54,781)
Unapplied total return allocated to Income in the reporting period	0	(78,091)	(78,091)	(78,091)
Net movements in reporting period	264,039	(9,360)	254,679	(132,872)
Totals at 31 March 2024	2,818,718	(185,255)	2,633,463	2,554,679

*This represents the sum elected to maintain the real capital value of the endowed funds by offsetting the impact of inflation.

ADDISON YOUTH CLUB

Charity number 1124045

c/o London Youth
47-49 Pitfield Street
London N1 6DA

info@addisonyouth.org.uk

ADDISON YOUTH CLUB

England & Wales - Charity number 1124045

Accounts

ADDISON YOUTH CLUB

ANNUAL REPORT & FINANCIAL STATEMENTS

31 MARCH 2023

Addison Youth Club, Charity number 1124045

Registered address: c/o London Youth, 47-49 Pitfield Street, London N1 6DA

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REFERENCE & ADMINISTRATIVE INFORMATION

Charity:	Addison Youth Club Charity number 1124045, registered in England & Wales
Registered Address:	c/o London Youth 47-49 Pitfield Street London N1 6DA
Directors/Trustees:	Julian Beare (Chair) Patora Dyrma Jane Earle David Miller Poppy Scott Plummer James Waight Keith Ward
Banker:	National Westminster Bank plc Docklands South Quay Branch 54 Marsh Wall West India Quay London E14 6LJ
Independent Examiner:	Mrs Amy Healey FCA CTA DChA Lindeyer Francis Ferguson Limited Chartered Accountants and Chartered Tax Advisors North House 189 High Street Tonbridge Kent TN9 1BE

STRUCTURE, GOVERNANCE & MANAGEMENT

Constitution

Addison Youth Club, a registered charity, was established in 1951 and registered with the Charity Commission through a Scheme on 4th February 2008 and updated on 11th December 2018.

During 2020 Addison Youth Club was governed by its corporate trustee, Addison Youth Club (Trustee) Limited until such time that application was made for voluntary strike-off of the company and confirmation of dissolution was received on 22 September 2020.

The charity is now governed by a Board of Trustees. The Trustees who served during the year and as at the report date are:

- > Julian Beare
- > Patora Dyrma
- > Jane Earle
- > David Miller
- > Poppy Scott Plummer
- > James Waight
- > Keith Ward

Governance

Trustees are elected for an unrestricted term and are appointed by the Trustees. There were no changes to the Trustee Board during the period under review.

Addison Youth Club has no staff. The decision making and management of the charity is carried out by the Trustees and the day-to-day administration of the charity is carried out by London Youth staff.

Related Parties

The Federation of London Youth Clubs (London Youth) [charity registration 303324, company registration 258577] has one trustee in common with the Addison Youth Club.

All administration has been carried out by London Youth since February 2019, however Addison Youth Club operates as a distinct independent charity. Addison Youth Club is a member of London Youth. London Youth (as a custodian trustee) previously held the Title Deeds for the property at 45 Redan Street on Trust on behalf of Addison Youth Club, which was disposed of in 2019 and replaced by a permanent endowment fund through which the charity commenced grant-making activities.

OBJECTIVES, ACTIVITIES & FUTURE PLANS

The charitable objects of the Addison Youth Club are to promote the development of boys and girls resident in the London Borough of Hammersmith & Fulham and neighboring areas in achieving their full physical, intellectual, social and spiritual potential.

This was previously achieved through running a youth club on the site at 45 Redan Street, London W14 0AB from 1951 to 2017, when the charity stopped operating as a youth club due to a number of problems, including a lack of funding, changing needs of young people in the immediate area, shortage of volunteers, and increasing costs of running an aging building.

During 2018 the Trustees of the Addison Youth Club undertook a review and established that running a youth club in the building at 45 Redan Street was not the most effective way to achieve the charitable objects and concluded that the best use of resources would be to support young people by making funding available to other youth projects in the local area.

As a result, in January 2019 the Trustees resolved to support youth organisations and young people in the Hammersmith and Fulham area by setting up an Endowment Fund from the sale proceeds of the property at 45 Redan Street. The property was previously held as a permanent endowment, created in the Trust Deed dated 27th May 1937 (as amended by Charity Commission Schemes in 1978 and 2008) and held on Trust by The Federation of London Youth Clubs for the sole use of Addison Youth Club and at the direction of the Addison Youth Club Trustees. The sale of the property realised net proceeds of £2,329,887 in late October 2019, from which the Endowment Fund of £2,300,000 was created.

Further, it was agreed by the Trustees that, following the sale of the property which would greatly reduce the risks and liabilities of the charity, that the Addison Youth Club Trustee Ltd company would be dissolved and Trustees of the charity recorded individually with the Charity Commission. Accordingly, at their meeting in January 2020, the Trustees approved the resolution to strike-off Company No. 08018129, Addison Youth Club (Trustee) Limited.

The application for strike-off was acknowledged by Companies House on 20 February 2020 and the first gazette notice of voluntary strike-off was issued on 18 February. However, in March 2020, Companies House introduced temporary easement measures to suspend voluntary strike off action in response to coronavirus (COVID-19). Companies House confirmation of dissolution was subsequently received on 22 September 2020 following the termination of the temporary easement measures.

The charity achieved its objective of becoming a grant-making charity by 31 March 2021, through the use of the permanent endowment fund established through proceeds from the sale of 45 Redan Street and the first round of grant-making activities commenced in the financial year ending 31 March 2021.

The governing document for Addison is being updated to reflect these changes.

GRANT-MAKING ACTIVITIES IN THE PERIOD TO 31 MARCH 2023

In moving the charity from an operational youth club to a grant-making charity, the Trustees set up a website www.addisonyouth.org in late 2020 which set out the eligibility criteria as follows:

- Grants would cover children and young people between the ages of 8 to 25 in the Hammersmith & Fulham area.
- Applications from members of London Youth and from members of Young Hammersmith and Fulham Foundation would be prioritised.
- The minimum grant size would be £5,000 up to a maximum of £25,000.
- All applicants to be a charity registered with the Charity Commission, OR a CIC, with a relevant asset lock status, where no more than one director is receiving remuneration from the company.
- The purpose for which funds were being sought should be consistent with the applicant organisation's charitable objects.
- Applications would be considered for both restricted programmes or unrestricted funding to support general operational activity.
- The applicant organisation would be required to meet a reasonable level of due diligence requirements, relative to the size of the grant being sought.

Addison Youth has been supported by London Youth and the Young Hammersmith & Fulham Foundation in reaching out across youth networks in the borough and surrounding areas. As in prior years, a total of 18 grant applications were received by the end of December 2022 and were shortlisted through relevant due diligence criteria. Although in previous years, grants had been made to pilot projects, the Trustees resolved that their grantmaking activities in 2022-23 would focus on *'open access clubs meeting the basic needs of young people in the Hammersmith and Fulham area'*.

The Board made the decision to award eight grants in total (2022: nine), which reflected the aspiration of the Trustees in 2022 to provide support to young people struggling with cost of living challenges against a backdrop of wellbeing and mental health issues.

The total value of grants awarded in 2022-23 was £98,308 (2022: £100,973) and formal Grant Agreements issued to each of the grantee organisations. The smallest grant awarded was £5,000 (2022: £5,000), with the largest grant being £15,000 (2022: £20,869).

All grant monies totalling £98,308 (2022: £100,973) were paid out by year-end 31 March 2023. Mid-year and final project reviews are scheduled for July 2023 and January 2024 respectively. In setting out a monitoring and evaluation framework for the grantee organisations, the Trustees were mindful to take a proportionate approach, relevant to the size of the grant issued.

As in previous years, the response to the second round of grant funding issued in 2022 was overwhelmingly positive and included the following feedback:

"We are excited to continue building partnerships in Hammersmith and this funding is enabling us to do so".

Eat Club – programme to develop the relationship young people have with food and each other.

"Thank you, Addison Youth, for supporting Hammersmith and Fulham's children through early intervention. Together we are breaking the cycle of inequality and ensuring that all children have the support and opportunities they deserve".

The Kids Network – mentoring programme for 8-11 year olds who face multiple disadvantages to increase their (i) developmental experiences, (ii) social and emotional development, and (iii) educational engagement).

"It has been great to see that the young people have grown so much through this programme, and they have been willing to do different activities they haven't done before. With you support, we have been able to make links with organisations and groups".

Mother and Child Welfare – Youth Recovery Programme targeted at young people aged 11-18 years old who are trying to restore their education; looking for quiet spaces and trusted advice.

"We provided a lot of activities which young people enjoyed, and which kept them positively engaged during their holidays. The scheme contributed to a increase in young people's confidence, helped improve their relationships with others, and introduced them to new experiences - all of which they say has made them want to do new things. And they clearly had a good time. We are therefore extremely grateful to Addison Youth (and other funders) for making this holiday scheme possible. Thank you".

The Brunswick Club – holiday activity scheme for young people aged 11-17 years old.

Other programmes funded or co-funded by Addison Youth included:

- Support sessions for young women to address concerns about exploitation, grooming, and physical, mental and sexual coercion (The Harrow Club)
- Anti-knife crime workshops for under 18 year olds (Key4Life)
- Junior 'transition group' programme for young people aged between 8-11 (Masbro Youth Club)
- A pilot project targeting refugee and migrant young people aged 16-25 who are unemployed, recovering from addiction, domestic violence or mental health crisis (Refugee Access)

Although many of these programmes were co-funded, they could not have taken place without the contribution from Addison Youth. The full list of organisations who have received funding from the charity since its inaugural funding round are as follows:

Addison Youth Club Trustees' Report
Year ended 31 March 2023

Addison Youth Grant Rounds issued 2022 to 2023			
Club/organisation	Grant funds (£) 2022-23	Grant funds (£) 2021-22	Grant funds (£) 2020-21
Action on Disability	£15,000	-	£16,500
Baraka Community Association	£14,472	-	£14,600
Eat Club	£8,820	£7,410	-
Key4Life	-	£20,869	-
Masbro Youth Club	£15,000	£15,000	£20,000
Mother & Child Welfare	-	£10,000	-
Refugee Access	-	£5,000	-
St. Alban's Fulham	-	-	£7,000
The Brunswick Club	£15,000	£9,108	£7,680
The Harrow Club	£10,016	£15,000	£8,248
The Kid's Network	-	£8,586	-
The Sulgrave Club	£15,000	£10,000	£8,218
The Violence Intervention Project	-	-	£18,500
Wac Arts	£5,000	-	-
	£98,308	£100,973	£100,746

The aim of the charity is to continue to provide a level of much-needed support in the Hammersmith & Fulham community by developing strong links with local organisations who are delivering front-line services to young people in the area.

The charity continues to develop its remit and expertise as a grant-making charity and help build capacity within the local community through the ongoing use of the permanent endowment.

The charity does not undertake any fundraising activity.

FINANCIAL REVIEW

The 2-year period to 31 March 2020 marked a transitional period at the charity, due to cessation of youth club activities and sale of the property at 45 Redan Street, London W14 0AB, which was concluded in late October 2019; realising net sale proceeds of £2,329,888. The sum of £2,300,000 was invested by the Trustees as a permanent endowment in early November 2019 from which to commence grant-making activities.

Early investment gains have been impacted by the pandemic and subsequent market volatility. Although the period to 31 March 2022 saw a reversal of earlier losses, with gains of £210,237 being recorded, the year to 31 March 2023 has seen further losses of £132,872.

Although, the original investment of £2,300,000 has grown to £2,554,679 by 31 March 2023, demonstrating net gains of £254,679, the *Statement of Financial Position* as at 31 March 2023 shows the Total Fund at £2,568,325 (2022: £2,732,936); a reduction of £164,611 overall.

Total Funds are represented by the value of the Endowment Fund of £2,554,679 (2022: £2,687,551) and General Fund of £13,646 (2022: £45,385).

The *Statement of Financial Activity* shows Investment Income of £78,091 (2022: £76,610). Grant expenditure in year was £98,308 (2022: £100,973) covering activity and reporting periods from 1 April 2023 to 31 March 2024. General Expenditure was £6,334 (2022: £8,725) and Governance Costs were £5,188 (2022: £2,776); the increase in the latter driven by additional independent examiner fees incurred in respect of prior year of £2,580.

The Cash at Bank position, as at 31 March 2023 was £16,610 (2022: £147,963); the net Current Asset position (Cash at Bank net of Debtors/Creditors) as at 31 March 2023 was £13,646 (2022: £45,385).

INVESTMENTS

The sum of £2,300,000 was invested in early November 2019 with a total return approach in a Charities Ethical Investment Fund held by CCLA, one of the UK's largest charity fund managers who manage investments for charities, religious organisations and the public sector.

The value of investments fell in the period to 31 March 2020 as the market was impacted by the pandemic, resulting in investment losses of £233,365 at the charity. However, although the period to 31 March 2021 saw a relative market turnaround resulting in investment gains of £410,679; the period since then has been more volatile with reduced gains of £210,237 recorded for the period to 31 March 2022 and further losses of £132,872 reported for the period ending 31 March 2023.

RESERVES POLICY

The transition from an operational youth club to a grant-making organisation with no overhead or employees considerably lowered the need to carry reserves. However, given the level of grant commitments now being made, the Trustees maintain their Reserves Policy under review and are confident that their assumptions remain valid for 2023.

The fund held as listed investments within the permanent endowment fund ensures the charity has sufficient resources to carry on making grants as the Trustees think fit, with due regard to the level of investment income available to fund such grants. Grant payments may be varied by the charity in accordance with income earned on investments. Trustees will take a view as to the value of grant funding they make available each year, particularly where income earned on investments is insufficient to cover actual losses incurred.

Total Expenditure in 2023 was £109,830 (2022: £112,474), comprising Grant Expenditure of £98,308 (2022: £100,973) and General/Governance Expenditure of £11,522 (2022: £11,501). The Trustees, having reviewed the Reserves Policy, are satisfied that adequate funds are available via the General Fund balance of £13,646 (2022: £45,385) as at 31 March 2023 to sustain General/Governance expenditure; all grants in relation to 2022-23 having been discharged in full to eligible grantees.

RISK MANAGEMENT

The Trustees receive a regular flow of information about both the finances and operations of the Trust. The Trustees have assessed the major risks to which the Trust is exposed through their risk management policy. These are:

- *Investment risk* – the Trust's assets are comprised of investments, which are used to generate its income. An investment policy is in place to mitigate risks associated with management of these assets and the performance of the investments, which are professionally managed, is regularly reviewed by the Trustees.

In light of unprecedented events arising during the pandemic and post-pandemic period, the Trustees will continue to work with its investment managers to mitigate, where possible, any ongoing negative impact of this crisis on investment performance. The Trust can also mitigate the risk of income variation by varying or ceasing its grant payment programme, which constitutes its principal expenditure, in order to conserve funds.

- *Financial risk* – the risk of financial mismanagement or fraud – the charity's financial transactions will comprise of receipt of income from investment managers, and expenditure related to its grant-making activities; with some small expenditure incurred which will relate to bank charges and governance costs. Support services are carried out on behalf of the charity by qualified staff employed by London Youth and the financial information for the Trust is held separately from that of London Youth.

- *Grant-making activities* – the charity has put rigorous due diligence processes in place to ensure that funds are appropriately granted to relevant organisations in the Hammersmith and Fulham area to reach the targeted cohort of young people, in line with their respective charitable objectives. Processes have also been put in place – which include monitoring and evaluation frameworks - to provide stewardship and oversight of grants to ensure that they are being spent in line with agreed aims and objectives. The Trustees will monitor the potential for financial/reputational risk closely as a result of its grant-making activities.
- *Conflict of interest* – the charity works closely with London Youth, which holds the permanent endowment in trust on its behalf. The potential conflict arising as a result of one of the Trustees of the Addison Youth Club also being the Deputy Chair of London Youth, has been mitigated by the appointment of an independent Trustee to the Addison Board and the retirement of the Chair of the Addison Board from his role as Chair of London Youth in April 2020. A conflict-of-interest policy is in place to manage any risk of conflict.
- *Child protection risk* – this risk is mitigated by the fact that the charity no longer operates as a youth club working directly with children and young people and its future activities will be limited to grant-making activities. In relation to its grant-making activities, the charity has published a statement of its safeguarding expectations of grantee organisations and reviews the safeguarding arrangements in place by grant-applicants as part of its due diligence process for making a grant award.

GOING CONCERN

Net Cash Flow used in operating activities in 2022-23 was £209,401 (2022: £57,642), with Cash Flows from investing activities of £78,091 (2022: £76,610).

However, should market volatility continue to negatively impact on Investment Income, the Trustees may consider a delay to grant-making activities in 2023-24 and/or a restructure of the fund, if deemed necessary. Although the investment fund recorded losses of £132,872 for the year ended 31 March 2023 (2022: Gains of £210,237), the value of the fund has increased from the value originally invested of £2,300,000 to £2,554,679.

Although the general fund ratio to average annual non-grant expenditure has decreased from its 2022 value of 4:1, it is deemed sufficient to cover operating costs for 2023-24, based on prior year values.

The Trustees have assessed the ability of the Trust to continue as a going concern. Informing this conclusion, a period of at least 12 months from the date of signing the financial statements has been considered, with neither the pandemic, nor post-pandemic economic landscape has not had a significant immediate impact on the Trust's operations.

The Trust holds a permanent endowment fund on which it receives investment income to fund grants. A key area of uncertainty relates to ongoing market volatility on the valuation of investments, with investment values oscillating during and post-pandemic. Despite these fluctuations in the value of the fund, the overall value of the fund has increased by £254,679 in the period since it was invested in 2019 from £2,300,000 to £2,554,679.

As there is flexibility in the level of discretionary grants approved, such variances can be accommodated within the reserves.

Therefore, the Trustees have concluded that the Trust has a reasonable expectation that there are adequate reserves to continue in operational existence for the foreseeable future and have continued to prepare the financial statements on a going concern basis.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' report and accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these accounts, the Trustees are required to:

- > select suitable accounting policies and then apply them consistently;
- > observe the methods and principles in the Statement of Recommended Practice (Accounting and Reporting by Charities) (the Charities' SORP FRS 102);
- > make judgements and estimates that are reasonable and prudent;
- > state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- > prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They 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.

Signed on behalf of the Trustees:

SIGNED BY AJ BEARE

Chair

Approved by the Trustees on 11 December 2023

Independent Auditor's Report to the Trustees of Addison Youth Club
Year ended 31 March 2023

INDEPENDENT Examiner's REPORT

I report to the trustees on my examination of the accounts of the Addison Youth Club for the year ended 31 March 2023 which are set out on pages 15-25.

This report is made solely to the charity's trustees, as a body, in accordance with section 154 of the Charities Act 2011. My independent examiner's work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity, the charity's members as a body and the charity's trustees as a body for my independent examiner's work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

SIGNED BY A HEALEY

Mrs Amy Healey FCA CTA DChA
Lindeyer Francis Ferguson Limited
Chartered Accountants and Chartered Tax Advisors

Addison Youth Club Financial Statements
Year ended 31 March 2023

STATEMENT OF FINANCIAL ACTIVITY

	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2023 £	Total Funds 2022 £
Income					
Other Income*	1	78,091	-	78,091	76,610
Total Income		78,091	-	78,091	76,610
Expenditure					
Charitable Expenditure	2	109,830	-	109,830	112,474
Total Expenditure		109,830	-	109,830	112,474
Net gains/(losses) on Investments	3	-	(132,872)	(132,872)	210,237
Net income/(expenditure)		(31,739)	(132,872)	(164,611)	174,373
Reconciliation of funds					
Total Funds brought forward		45,385	2,687,551	2,732,936	2,558,563
Total funds carried forward		13,646	2,554,679	2,568,325	2,732,936

*Prior year Investment Income and Interest has been reclassified as Other Income to show like-for-like presentation.

All of the above activities are derived from continuing operations during the above two financial years. The notes on pages 21 to 25 form part of these financial statements.

Addison Youth Club Financial Statements
Year ended 31 March 2023

STATEMENT OF FINANCIAL POSITION

	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2023 £	Total Funds 2022 £
Fixed Assets					
Investments	3	-	2,554,679	2,554,679	2,687,551
Total Fixed Assets		-	2,554,679	2,554,679	2,687,551
Current Assets					
Cash at Bank		16,610	-	16,610	147,963
Debtors	5	336	-	336	315
Total Current Assets		16,946	-	16,946	148,278
Creditors					
Amounts falling due within one year	6	(3,300)	-	(3,300)	(102,893)
Net current assets		13,646	-	13,646	45,385
TOTAL NET ASSETS		13,646	2,554,679	2,568,325	2,732,936
Funds	7				
Unrestricted Funds		13,646	-	13,646	45,385
Endowment Funds		-	2,554,679	2,554,679	2,687,551
TOTAL FUNDS		13,646	2,554,679	2,568,325	2,732,936

Approved by the trustees and signed on their behalf by:

SIGNED BY AJ BEARE

SIGNED BY KD WARD

Julian Beare
Chair

Keith Ward
Treasurer

on 11 December 2023

The notes on pages 21 to 26 form part of these financial statements

Addison Youth Club Financial Statements
Year ended 31 March 2023

STATEMENT OF CASH FLOWS

	<u>2023</u> £	<u>2022</u> £
Cash flows from operating activities:		
Net cash provided by (used in) operating activities	(209,401)	(57,642)
Cash flows from investing activities:		
Net dividends and interest from investments	78,091	76,610
Proceeds from sale of investments	-	-
Net cash provided by (used in) investing activities	78,091	76,610
Change in cash and cash equivalents in the reporting year	(131,353)	18,842
Cash and cash equivalents at the beginning of the reporting year	147,963	129,121
Cash and cash equivalents at the end of the reporting year	16,610	147,963
Cash and cash equivalents		
	01/04/22 £	Cashflow £
Cash at bank and in hand	147,963	(131,353)
Cash held as investments	-	-
Total cash and cash equivalents	147,963	(131,353)
Reconciliation of net income (expenditure) to net cash flow from operating activities	<u>2023</u> £	<u>2022</u> £
Net income/(expenditure) for the reporting period as per the statement of financial activities	(164,611)	174,373
Loss/(Gains) on investments	132,872	(210,237)
Dividends and interest from investments	(78,091)	(76,610)
(Increase) / decrease in debtors	(21)	6
Increase / (decrease) in creditors	(99,593)	54,700
Net cash provided by (used in) operating activities	(209,444)	(57,768)

The notes on pages 21 to 26 form part of these financial statements

BASIS OF PREPARATION OF THE ACCOUNTS

The accounts (financial statements) have been prepared on the basis of historical cost convention adjusted for fair value of investments, in accordance with the Charities SORP (FRS 102) applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland and the Charities Act 2011 and UK generally Accepted Practice.

The Addison Youth Club meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going Concern Statement

The Trust holds a permanent endowment fund on which it received investment income to fund grants. A key area of uncertainty relates to the prevailing market turmoil on the valuation of investments and returns.

Net Cash Flows from investing activities have returned to pre-pandemic levels at £78,091 (2022: £76,610), which are more than adequate to cover the level of non-grant expenditure of £11,522 (2022: £11,501). However, although 2021-22 saw investment gains of £210,237; the year ended 31 March 2023 has seen the trend reverse again with investment losses of £132,872.

Where the impact of the pandemic or other market disruption has potential to continue to undermine the value of the permanent endowment to the level of the initial contribution of £2,300,000, a pause in grant-making activities may be implemented by the Trustees.

The Trustees have assessed the ability of the Trust to continue as a going concern. Informing this conclusion, a period of at least 12 months from the date of signing the financial statements has been considered. Neither the pandemic or post-pandemic economic environment has had a significant immediate impact on the Trust's operations and the Trustees have concluded that the Trust has a reasonable expectation that there are adequate reserves to continue in operational existence for the foreseeable future and have continued to prepare the financial statements on a going concern basis.

Income Policy

All income is credited to the statement of financial activities when there is entitlement, it can be measured, and receipt is probable.

Investment income is credited to the statement of financial activities in the period in which the Trust is entitled to receipt and the amount can be measured with reasonable certainty.

Expenditure

Expenditure is included in the statement of financial activities when incurred and includes attributable VAT which cannot be recovered.

Expenditure comprises the following:

- a. The cost of generating funds includes the fees paid to investment managers in connection with the Trust's listed investments.
- b. Grants payable are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the grant and has satisfied all related conditions.
- c. Governance costs comprise those costs directly attributable to compliance with statutory requirements.

Fund accounting

The general fund comprises those monies which may be used towards meeting the charitable objectives of the Trust at the discretion of the Trustees.

An Endowment Fund of £2,300,000 was set up, following the sale of the property at 45 Redan Street which the Youth Club formerly operated from. The Endowment was created as a permanent endowment in the Trust Deed dated 27 May 1937 (as amended by Charity Commission Schemes in 1978 and 2008) and is held on Trust by The Federation of London Youth Clubs for the sole use of Addison Youth Club and at the direction of the Addison Youth Club Trustees.

Financial Instruments

The charity has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost using the effective interest method. Financial assets held at amortised cost comprise cash at bank and in hand. Financial liabilities held at amortised cost comprise trade creditors and accruals.

Investments, including bonds held as part of an investment portfolio, are held at fair (market) value at the Balance Sheet date. Realised and unrealised gains and losses are credited, or debited, to the statement of financial activities in the year in which they arise.

At the balance sheet date, the charity held financial assets at fair value of £2,554,679 (2022: £2,687,551); assets at amortised cost of £16,946 (2022: £148,278) and financial liabilities at amortised cost of £3,300 (2022: £102,893).

Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies which are described above, Trustees are required to make judgements, estimates and assumption about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects the current and future periods.

In the view of the Trustees, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

NOTES TO THE ACCOUNTS

1. Income

	2023 £	2022 £
Income Earned on Investment/Deposits		
Other Income – transfer from Unapplied Total Return	78,091	76,610
Income Earned on Deposits	-	-
Total	78,091	76,610

2. Expenditure on Charitable Activities

	2023 £	2022 £
Grants to Organisations	98,308	100,973
	98,308	100,973
Governance Costs		
Accountancy & Audit Fees	1,800	1,980
Additional Accountancy & Audit Fees incurred in year in respect of prior year	2,580	-
Insurance	785	761
Trustees' Expenses	21	-
Bank Charges	2	35
	5,188	2,776
Other Costs		
Management Fees	6,000	6,000
Youth Panel facilitation and expenses	-	2,600
Subscriptions	334	125
	6,334	8,725
Total	109,830	112,474
Independent Examiner's Remuneration		
2022-23 Fees	1,500	1,600
Additional Fees incurred in year in respect of prior year	3,750	-
Total	5,250	1,600

3. Investments

	2023 £	2022 £
Listed Investments		
Opening Market Value	2,687,551	2,477,314
Disposals at carrying value	-	-
Net investment gains/(losses)	(132,872)	210,237
Market value at 31 March 2023	2,554,679	2,687,551
Cash held by investment managers for reinvestment	-	-
	2,554,679	2,687,551
 Cost of listed investments at 31 March 2023	 2,300,000	 2,300,000
 Listed Investments held at 31 March 2023 comprised:		
Overseas Equities	1,524,121	1,725,676
UK Equities	249,081	240,805
Property/Other Assets	523,709	477,309
Cash	257,256	243,761
TOTAL	2,554,769	2,687,551

4. Staff Costs

Addison Youth Club does not have any employees. Accountancy and Company Secretarial services were provided in year by London Youth at a fee of £1,500 per quarter.

5. Debtors

	2023 £	2022 £
Debtors	-	-
Prepayments	336	315
Total	336	315

6. Creditors

	2023 £	2022 £
Trade Creditors	-	-
Grant payments accrued	-	100,973
Other Accruals	3,300	1,920
Total	3,300	102,893

7. Funds

	As at 1 April 2022 £	Incoming £	Expenditure £	Gains/ (Losses) £	Transfers £	As at 31 March 2023 £
Funds						
Unrestricted	45,385	78,091	(109,830)	-	-	13,646
Endowment	2,687,551	-	-	(132,872)	-	2,554,679
	2,732,936	78,091	(109,830)	(132,872)	-	2,568,325

	As at 1 April 2021 £	Incoming £	Expenditure £	Gains/ (Losses) £	Transfers £	As at 31 March 2022 £
Funds						
Unrestricted	81,249	76,610	(112,474)	-	-	45,385
Endowment	2,477,314	-	-	210,237	-	2,687,551
	2,558,563	76,610	(112,474)	210,237	-	2,732,936

The sum of £2,300,000 was invested from the sale of the property at 45 Redan Street in November 2019 to move the charity from an operational youth club to a grant-making charity.

The property was previously held in trust as a permanent endowment, the historic cost of which was £nil.

8. Analysis of Net Assets between Funds

Fund balances at 31 March 2023

Represented by:	£	£	£
Investments	-	2,554,679	2,554,679
Current assets	16,946	-	16,946
Creditors: amounts falling due within one year	(3,300)	-	(3,300)
Total Net Assets	13,646	2,554,679	2,568,325

	General Fund	Endowment Fund	TOTAL 2022
Fund balances at 31 March 2022			
Represented by:	£	£	£
Investments	-	2,687,551	2,687,551
Current assets	148,278	-	148,278
Creditors: amounts falling due within one year	(102,893)	0	(102,893)
Total Net Assets	45,385	2,687,551	2,732,936

9. Trustees' Remuneration

None of the Trustees received any remuneration for any work carried out from the charity during the financial year ended 2022-23 (2022: £nil). The amount paid to Trustees for expenses during the financial year ended 2022-23 was £21 (2022: £nil) in respect of one (2022: no) Trustee(s).

10. Related Parties

Addison Youth Club is a member of The Federation of London Youth Clubs (T/A "London Youth"). London Youth is a custodian Trustee of Addison Youth Club and holds the Endowment Fund generated from the sale of 45 Redan Street, London W14 0AB in Trust on behalf of Addison Youth Club.

During the year under review, Addison Youth Club paid the sum of £6,100 to London Youth in respect of Management Fees (2022: £6,000) and subscription Fees £100 (2022: £125), of which £1,500 (2022: £nil) remained outstanding at the financial year end.

11. Permanent Endowment investment and total return

Addison has adopted Total Return Accounting for its permanent endowed funds which were originally established in late 2019 following the sale of the Redan Street building. Trustees have chosen to maintain the capital of the permanent endowed funds in real terms by making a transfer from the Unapplied Total Return equal to the increase in Consumer Price Index (CPI) from the base point (1 November 2019) to the Balance Sheet date. Any amounts remaining after this transfer in the Unapplied Total Return will be applied to income funds or retained as the Trustees see fit. Any income funds not disbursed in the financial year are retained as Unapplied Total Return. Should any year experience a negative return, a negative balance will be held in the Unapplied Total Return Fund until such time as future returns on the investments are able to recoup it. As a result of the investment portfolio's negative return during the year to 31 March 2023, the unapplied total return fund balance was negative at £ 97,803. This will be held in the fund until future returns on the investments eliminate it.

Addison Youth Club: Annual Report and Accounts FYE 31 March 2023
Notes to the Accounts

	Endowed for Investment	Unapplied Total Return	Total Endowed
At start date: 1 April 2022			
Gift component of permanent endowment	2,687,551		2,687,551
Unapplied Total Return		0	0
	2,687,551	0	2,687,551
Movements:			
Recoupment of trust for investment*	43,022	(43,022)	0
Dividend return (net of costs)		78,091	78,091
Investment losses		(132,872)	(132,872)
	43,022	(97,803)	(54,781)
Unapplied total return allocated to Income	0	(78,091)	(78,091)
Net movements in reporting period	43,022	(175,894)	(132,872)
Totals	2,730,573	(175,894)	2,554,679
Unapplied total return retained		(97,803)	(97,803)

*This represents the sum elected to maintain the real capital value of the endowed funds by offsetting the impact of inflation.

ADDISON YOUTH CLUB

Charity number 1124045

c/o London Youth
47-49 Pitfield Street
London N1 6DA

info@addisonyouthclub.org.uk

ADDISON YOUTH CLUB

England & Wales - Charity number 1124045

Accounts

ADDISON YOUTH CLUB

ANNUAL REPORT & FINANCIAL STATEMENTS

31 MARCH 2022

Addison Youth Club, Charity number 1124045

Registered address: c/o London Youth, 47-49 Pitfield Street, London N1 6DA

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REFERENCE & ADMINISTRATIVE INFORMATION

Charity:	Addison Youth Club Charity number 1124045, registered in England & Wales
Registered Address:	c/o London Youth 47-49 Pitfield Street London N1 6DA
Directors/Trustees:	Julian Beare (Chair) Patora Dyrma Jane Earle David Miller Poppy Scott Plummer James Waight Keith Ward
Banker:	National Westminster Bank plc Docklands South Quay Branch 54 Marsh Wall West India Quay London E14 6LJ
Independent Examiner:	Crowe U.K. LLP 55 Ludgate Hill London EC4M 7JW

STRUCTURE, GOVERNANCE & MANAGEMENT

Constitution

Addison Youth Club, a registered charity, was established in 1951 and registered with the Charity Commission through a Scheme on 4th February 2008 and updated on 11th December 2018.

During 2020 Addison Youth Club was governed by its corporate trustee, Addison Youth Club (Trustee) Limited until such time that application was made for voluntary strike-off of the company and confirmation of dissolution was received on 22 September 2020.

The charity is now governed by a Board of Trustees. The Trustees who served during the year and as at the report date are:

- > Julian Beare
- > Patora Dyrma
- > Jane Earle
- > David Miller
- > Poppy Scott Plummer
- > James Waight
- > Keith Ward

Governance

Trustees are elected for an unrestricted term and are appointed by the Trustees. There were no changes to the Trustee Board during the period under review.

Addison Youth Club has no staff. The decision making and management of the charity is carried out by the Trustees and the day-to-day administration of the charity is carried out by London Youth staff.

Related Parties

The Federation of London Youth Clubs (London Youth) [charity registration 303324, company registration 258577] has one trustee in common with the Addison Youth Club.

All administration has been carried out by London Youth since February 2019, however Addison Youth Club operates as a distinct independent charity. Addison Youth Club is a member of London Youth. London Youth (as a custodian trustee) previously held the Title Deeds for the property at 45 Redan Street on Trust on behalf of Addison Youth Club, which was disposed of in 2019 and replaced by a permanent endowment fund through which the charity commenced grant-making activities.

OBJECTIVES, ACTIVITIES & FUTURE PLANS

The charitable objects of the Addison Youth Club are to promote the development of boys and girls resident in the London Borough of Hammersmith & Fulham and neighbouring areas in achieving their full physical, intellectual, social and spiritual potential.

This was previously achieved through running a youth club on the site at 45 Redan Street, London W14 0AB from 1951 to 2017, when the charity stopped operating as a youth club due to a number of problems, including a lack of funding, changing needs of young people in the immediate area, shortage of volunteers, and increasing costs of running an aging building.

During 2018 the Trustees of the Addison Youth Club undertook a review and established that running a youth club in the building at 45 Redan Street was not the most effective way to achieve the charitable objects and concluded that the best use of resources would be to support young people by making funding available to other youth projects in the local area.

As a result, in January 2019 the Trustees resolved to support youth organisations and young people in the Hammersmith and Fulham area by setting up an Endowment Fund from the sale proceeds of the property at 45 Redan Street. The property was previously held as a permanent endowment, created in the Trust Deed dated 27th May 1937 (as amended by Charity Commission Schemes in 1978 and 2008) and held on Trust by The Federation of London Youth Clubs for the sole use of Addison Youth Club and at the direction of the Addison Youth Club Trustees. The sale of the property realised net proceeds of £2,329,887 in late October 2019, from which the Endowment Fund of £2,300,000 was created.

Further, it was agreed by the Trustees that, following the sale of the property which would greatly reduce the risks and liabilities of the charity, that the Addison Youth Club Trustee Ltd company would be dissolved and Trustees of the charity recorded individually with the Charity Commission. Accordingly, at their meeting in January 2020, the Trustees approved the resolution to strike-off Company No. 08018129, Addison Youth Club (Trustee) Limited.

The application for strike-off was acknowledged by Companies House on 20 February 2020 and the first gazette notice of voluntary strike-off was issued on 18 February. However, in March 2020, Companies House introduced temporary easement measures to suspend voluntary strike off action in response to coronavirus (COVID-19). Companies House confirmation of dissolution was subsequently received on 22 September 2020 following the termination of the temporary easement measures.

The objective of the charity was to move to becoming a grant-making charity by 31 March 2021, through the use of the permanent endowment fund established through proceeds from the sale of 45 Redan Street and grant-making activities commenced in the financial year ending 31 March 2021.

GRANT-MAKING ACTIVITIES IN THE PERIOD TO 31 MARCH 2022

In moving the charity from an operational youth club to a grant-making charity, the Trustees set up a website www.addisonyouth.org in late 2020 which set out the eligibility criteria as follows:

- Grants would cover children and young people between the ages of 8 to 25 in the Hammersmith & Fulham area.
- Applications from members of London Youth and from members of Young Hammersmith and Fulham Foundation would be prioritised.
- The minimum grant size would be £5,000 up to a maximum of £25,000.
- All applicants to be a charity registered with the Charity Commission, OR a CIC, with a relevant asset lock status, where no more than one director is receiving remuneration from the company.
- The purpose for which funds were being sought should be consistent with the applicant organisation's charitable objects.
- Applications would be considered for both restricted programmes or unrestricted funding to support general operational activity.
- The applicant organisation would be required to meet a reasonable level of due diligence requirements, relative to the size of the grant being sought.

Addison Youth has been supported by London Youth and the Young Hammersmith & Fulham Foundation in reaching out across youth networks in the borough and surrounding areas. As in prior year, a total of 18 grant applications were received by the end of December 2021 and were shortlisted through relevant due diligence criteria. This year, the Board convened a Youth Panel to support the shortlisting process in February 2022 and to give effect to 'youth voice' in its decision-making processes, which was facilitated by an external consultant with significant expertise in this area.

The Board made the decision to award 9 grants in total (2021: 8), of which only one was in respect of unrestricted/core activity; noting that since 2021, youth workers and community groups were now providing structured programmes for young people struggling with the ongoing impact of the pandemic in terms of wellbeing and mental health as well as cost of living challenges.

The total value of grants awarded was £100,973 (2021: £100,746) and formal Grant Agreements issued to each of the grantee organisations. The smallest grant awarded was £5,000 (2021: £7,000), with the largest grant being £20,869 (2021: £20,000). A total of £75,539 (2021: £58,266) was paid out in tranche one, with the remainder, £25,434 (2021: £42,480) to be awarded in September 2022, following the submission of mid-year project reviews. In setting out a monitoring and evaluation framework for the grantee organisations, the Trustees were mindful to take a proportionate approach, relevant to the size of the grant issued.

The response to the inaugural year of grant funding in 2021 was overwhelmingly positive and included the following feedback:

"Addison Youth's contribution to our core costs has enabled us to deliver on all delivery and we expect to come in on budget at the end of a difficult period" (Action on Disability)

"We started offering free basketball coaching to 25 young people for 90 mins per week, this has helped raise the confidence of those young people and has helped them physical and mentally; 10 of these young people had been totally uninvolved in sporting activity previously" (St. Alban's, Fulham).

"This funding allowed us to begin targeted work with a group from our junior programme who needed support to access our senior programme and not be overwhelmed by its more independent feel – for this group, this transition also coincides with the change between primary and secondary schools" (Masbro Youth Club)

Overall, Addison Youth supported the delivery of over 1,000 hours of activities to over 400 children and young people in the borough in 2022. Many of these programmes were co-funded but could not have taken place without the contribution from Addison Youth.

Of the £100,973 committed in grant funding in 2022, £90,973 (2021: £55,000) or approximately 90% was targeted towards restricted activities; this marked a move away from the level of 'emergency' provision during 2020-21, when approximately 55% of grant funding was targeted towards unrestricted activities.

The 2022 grant-round is supporting a diverse range of programmes such as support sessions for young women at risk of exploitation; anti-knife crime; education support and outdoor activities for young people; employability and skills; healthy eating; mentoring programmes as well as a pilot programme targeted at young school leavers.

The list of organisations who received funding commitments from the charity in the period to 31 March 2022 are as follows:

Addison Youth Club Trustees' Report
Year ended 31 March 2022

Club name	TOTAL Grant Awarded
Eat Club	£ 7,410
Harrow Club	£ 15,000
Key4Life	£ 20,869
Masbro Club	£ 15,000
Mother and Child Welfare	£ 10,000
Refugee Access	£ 5,000
The Brunswick Club	£ 9,108
The Kid's Network	£ 8,586
Sulgrave Club	£ 10,000
	£ 100,973

The aim of the charity is to continue to provide a level of much-needed support in the Hammersmith & Fulham community by developing strong links with local organisations who are delivering front-line services to young people in the area. The charity continues to develop its remit and expertise as a grant-making charity and help build capacity within the local community through the ongoing use of the permanent endowment.

In 2022, the charity convened a Youth Panel to support its grant decision-making process and bring the voice of young people to bear in its work.

The charity does not undertake any fundraising activity.

FINANCIAL REVIEW

The 2-year period to 31 March 2020 marked a transitional period at the charity, due to cessation of youth club activities and sale of the property at 45 Redan Street, London W14 0AB, which was concluded in late October 2019; realising net sale proceeds of £2,329,888. The sum of £2,300,000 was invested by the Trustees as a permanent endowment in early November 2019 from which to commence grant-making activities.

Early investment gains were impacted by the Covid-19 pandemic and the investment recorded losses of just over 10% or £233,365 by 31 March 2020. However, the period since then has seen a reversal of this position with investment gains totalling £620,916, of which £210,237 relates to the year under review (2021: £410,679).

The *Statement of Financial Position* as at 31 March 2022 shows the Total Fund at £2,732,936 (2021: £2,558,563), of which the permanent endowment fund comprises £2,687,551 (2021: £2,477,314). The value of the General Fund, as at 31 March 2022, is £45,385 (2021: £81,249).

The *Statement of Financial Activity* shows Investment Income of £76,610 (2021: £75,007). Grant expenditure in year mirrored prior year at £100,973 (2021: £100,746). General Expenditure was £8,725; up from £7,433 in 2021, due to the costs of convening and facilitating the Youth Panel in 2022 at a cost of £2,600. Governance Costs in 2021-22 were £2,776 (2021: £2,870).

The Cash at Bank position, as at 31 March 2022 was £147,963 (2021: £129,121); the net Current Asset position (Cash at Bank net of Debtors/Creditors) as at 31 March was £45,385 (2021: £81,249).

INVESTMENTS

The sum of £2,300,000 was invested in early November 2019 with a total return approach in a Charities Ethical Investment Fund held by CCLA, one of the UK's largest charity fund managers who manage investments for charities, religious organisations and the public sector.

The value of the market fell considerably during the Covid-19 crisis, resulting in investment losses of £233,365 at the charity. However, although the period to 31 March 2021 saw a relative market turnaround resulting in investment gains of £410,679; the period since then has been more volatile with gains of £210,237 recorded for the period to 31 March 2022.

RESERVES POLICY

The transition from an operational youth club to a grant-making organisation with no overhead or employees considerably lowered the need to carry reserves. However, given the level of grant commitments now being made, the Trustees reviewed their Reserves Policy in early 2021 and are confident that their assumptions remain valid for 2022.

The fund held as listed investments within the permanent endowment fund ensures the charity has sufficient resources to carry on making grants as the Trustees think fit, with due regard to the level of investment income available to fund such grants.

Grant payments may be varied by the charity in accordance with income earned on investments. Trustees will take a view as to the value of grant funding they make available each year, particularly where income earned on investments is insufficient to cover actual losses incurred.

Total Expenditure in 2022 was £112,474 (2021: £111,049), comprising Grant Expenditure of £100,973 (2021: £100,746) and General/Governance Expenditure of £11,501 (2021: £10,303). The Trustees, having reviewed the Reserves Policy, which requires the charity to maintain a minimum balance of between three and not more than six months' of grants and costs, are satisfied that adequate funds are available via the General Fund balance of £45,385 (2021: £81,249) as at 31 March 2022; representing almost 5 months' of grants and costs expenditure.

RISK MANAGEMENT

The Trustees receive a regular flow of information about both the finances and operations of the Trust. The Trustees have assessed the major risks to which the Trust is exposed through their risk management policy. These are:

- *Investment risk* – the Trust's assets are comprised of investments, which are used to generate its income. An investment policy is in place to mitigate risks associated with management of these assets and the performance of the investments, which are professionally managed, is regularly reviewed by the Trustees.

In light of unprecedented events arising during the pandemic and post-pandemic period, the Trustees will continue to work with its investment managers to mitigate, where possible, any ongoing negative impact of this crisis on investment performance.

The Trust can also mitigate the risk of income variation by varying or ceasing its grant payment programme, which constitutes its principal expenditure, in order to conserve funds.

- *Financial risk* – the risk of financial mismanagement or fraud – the charity's financial transactions will comprise of receipt of income from investment managers, and expenditure related to its grant-making activities; with some small expenditure incurred which will relate to bank charges and governance costs. Accountancy services are carried out on behalf of the charity by qualified staff employed by London Youth; these staff are employed under that organisation's recruitment practices, which are understood to be thorough. The financial information for the Trust is held separately from that of London Youth.

- *Grant-making activities* – the charity has put rigorous due diligence processes in place to ensure that funds are appropriately granted to relevant organisations in the Hammersmith and Fulham area to reach the targeted cohort of young people, in line with their respective charitable objectives. Processes have also been put in place – which include monitoring and evaluation frameworks - to provide stewardship and oversight of grants to ensure that they are being spent in line with agreed aims and objectives. The Trustees will monitor the potential for financial/reputational risk closely as a result of its grant-making activities.
- *Conflict of interest* – the charity works closely with London Youth, which holds the permanent endowment in trust on its behalf. The potential conflict arising as a result of one of the Trustees of the Addison Youth Club also being the Deputy Chair of London Youth, has been mitigated by the appointment of an independent Trustee to the Addison Board and the retirement of the Chair of the Addison Board from his role as Chair of London Youth in April 2020. A conflict of interest policy is in place to manage any risk of conflict.
- *Child protection risk* – this risk is mitigated by the fact that the charity no longer operates as a youth club working directly with children and young people and its future activities will be limited to grant-making activities. In relation to its grant-making activities, the charity has published a statement of its safeguarding expectations of grantee organisations and reviews the safeguarding arrangements in place by grant-applicants as part of its due diligence process for making a grant award.

GOING CONCERN

Although the charity reported a net Cash Flow from operating activities of £2,327,544 in 2019-20, net Cash Flow used in operating activities in 2021-22 was £57,641 (2021: £66,432), with Cash Flows from investing activities of £76,610 (2021: £75,007).

However, should the market volatility negatively impact on Investment Income, the Trustees may consider a delay to grant-making activities in 2022-23 and/or a restructure of the fund, if deemed necessary. Although the investment fund has not performed as well as it did in prior year, the value of the fund has increased to £2,687,551 (2021: £2,477,314).

Although the general fund ratio to average annual non-grant expenditure has decreased from its 2021 value of 8:1 to 4:1, it is deemed sufficient to cover operating costs for 2022-23.

The Trustees have assessed the ability of the Trust to continue as a going concern. Informing this conclusion, a period of at least 12 months from the date of signing the financial statements has been considered, with neither the pandemic, nor post-pandemic economic landscape has not had a significant immediate impact on the Trust's operations.

The Trust holds a permanent endowment fund on which it receives investment income to fund grants. A key area of uncertainty relates to ongoing market volatility on the valuation of investments. Despite investment losses of £233,265 in 2020, successive gains of £410,679 in 2021 and £210,237 in 2022 have restored the fund to a figure in excess of its opening balance position of £2,300,000 at £2,687,551 (2021: £2,477,314). As there is flexibility in the level of discretionary grants approved, such variances can be accommodated within the reserves.

Therefore, the Trustees have concluded that the Trust has a reasonable expectation that there are adequate reserves to continue in operational existence for the foreseeable future and have continued to prepare the financial statements on a going concern basis.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' report and accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these accounts, the Trustees are required to:

- > select suitable accounting policies and then apply them consistently;
- > observe the methods and principles in the Statement of Recommended Practice (Accounting and Reporting by Charities) (the Charities' SORP FRS 102);
- > make judgements and estimates that are reasonable and prudent;
- > state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- > prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They 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.

Signed on behalf of the Trustees:



Julian Beare

Julian Beare
Chair

Approved by the Trustees on 29 November 2022

INDEPENDENT Examiner's REPORT

I report to the trustees on my examination of the accounts of the Addison Youth Club for the year ended 31 March 2022 which are set out on pages 15-17.

This report is made solely to the charity's trustees, as a body, in accordance with section 154 of the Charities Act 2011. My independent examiner's work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity, the charity's members as a body and the charity's trustees as a body for my independent examiner's work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Julia Poulter

Crowe U.K. LLP

55 Ludgate Hill

London

EC4M 7JW

Date: 30 November 2022

Addison Youth Club Financial Statements
Year ended 31st March 2022

STATEMENT OF FINANCIAL ACTIVITY

Including consolidated income and expenditure account for year ending 31st March 2022

	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £	Total Funds 2021 £
Income					
Investment Income and Interest	1	76,610	-	76,610	<i>75,007</i>
Total Income		76,610	-	76,610	<i>75,007</i>
Expenditure					
Charitable Expenditure	2	112,474	-	112,474	<i>111,049</i>
Total Expenditure		112,474	-	112,474	<i>111,049</i>
Net gains/(losses) on Investments	3	-	210,237	210,237	<i>410,679</i>
Net income/(expenditure)		(35,864)	210,237	174,373	<i>374,637</i>
Reconciliation of funds					
Total Funds brought forward		81,249	2,477,314	2,558,563	<i>2,183,926</i>
Total funds carried forward		45,385	2,687,551	2,732,936	<i>2,558,563</i>

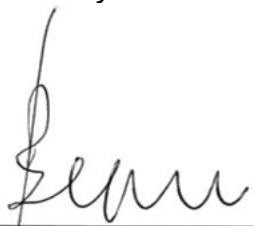
All of the above activities are derived from continuing operations during the above two financial years. The notes on pages 21 to 25 form part of these financial statements.

Addison Youth Club Financial Statements
Year ended 31st March 2022

STATEMENT OF FINANCIAL POSITION

	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £	Total Funds 2021 £
Fixed Assets					
Investments	3	-	2,687,551	2,687,551	2,477,314
Total Fixed Assets		-	2,687,551	2,687,551	2,477,314
Current Assets					
Cash at Bank		147,963	-	147,963	129,121
Debtors	5	315	-	315	321
Total Current Assets		148,278	-	148,278	129,442
Creditors					
Amounts falling due within one year	6	(102,893)	-	(102,893)	(48,193)
Net current assets		45,385	-	45,385	81,249
TOTAL NET ASSETS		45,385	2,687,551	2,732,936	2,558,563
Funds	7				
Unrestricted Funds		45,385	-	45,385	81,249
Endowment Funds		-	2,687,551	2,687,551	2,477,314
TOTAL FUNDS		45,385	2,687,551	2,732,936	2,558,563

Approved by the trustees and signed on their behalf by:


 Julian Beare


 Keith Ward

Julian Beare
Chair

Keith Ward
Treasurer

on 29 November 2022

The notes on pages 21 to 25 form part of these financial statements

Addison Youth Club Financial Statements
Year ended 31st March 2022

STATEMENT OF CASH FLOWS

	<u>2022</u> £	<u>2021</u> £	
Cash flows from operating activities:			
Net cash provided by (used in) operating activities	(57,766)	(66,432)	
Cash flows from investing activities:			
Net dividends and interest from investments	76,610	75,007	
Proceeds from sale of investments	-	-	
Net cash provided by (used in) investing activities	76,610	75,007	
Change in cash and cash equivalents in the reporting year	18,842	8,626	
Cash and cash equivalents at the beginning of the reporting year	129,121	120,495	
Cash and cash equivalents at the end of the reporting year	147,963	129,121	
Cash and cash equivalents			
	01/04/21	Cashflow	31/03/22
	£	£	£
Cash at bank and in hand	129,121	18,842	147,963
Cash held as investments	-	-	-
Total cash and cash equivalents	129,121	18,842	147,963
Reconciliation of net income (expenditure) to net cash flow from operating activities	<u>2022</u> £	<u>2021</u> £	
Net income/(expenditure) for the reporting period as per the statement of financial activities	174,247	374,637	
Loss/(Gains) on investments	(210,237)	(410,679)	
Dividends and interest from investments	(76,610)	(75,007)	
Decrease in debtors	132	(26)	
Increase / (decrease) in creditors	54,700	44,643	
Net cash provided by (used in) operating activities	(57,766)	(66,432)	

The notes on pages 21 to 25 form part of these financial statements

BASIS OF PREPARATION OF THE ACCOUNTS

The accounts (financial statements) have been prepared on the basis of historical cost convention adjusted for fair value of investments, in accordance with the Charities SORP (FRS 102) applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland and the Charities Act 2011 and UK generally Accepted Practice.

The Addison Youth Club meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going Concern Statement

The Trust holds a permanent endowment fund on which it received investment income to fund grants. A key area of uncertainty relates to the current market turmoil on the valuation of investments and returns.

Net Cash Flows from investing activities have returned to pre-pandemic levels at £76,610 (2021: £75,007), which are more than adequate to cover the level of non-grant expenditure of £11,501 (2021: £10,303). Investment losses of £233,265 in 2019-20 have been reversed and combined investment gains totalling £620,916, including £210,237 in 2022 (2021: £410,679) have been achieved.

Where the impact of the pandemic or other market disruption has potential to continue to undermine the value of the permanent endowment to the level of the initial contribution of £2,300,000, a pause in grant-making activities may be implemented by the Trustees.

The Trustees have assessed the ability of the Trust to continue as a going concern. Informing this conclusion, a period of at least 12 months from the date of signing the financial statements has been considered. Neither the pandemic or post-pandemic economic environment has had a significant immediate impact on the Trust's operations and the Trustees have concluded that the Trust has a reasonable expectation that there are adequate reserves to continue in operational existence for the foreseeable future and have continued to prepare the financial statements on a going concern basis.

Income Policy

All income is credited to the statement of financial activities when there is entitlement, it can be measured and receipt is probable.

Investment income is credited to the statement of financial activities in the period in which the Trust is entitled to receipt and the amount can be measured with reasonable certainty.

Expenditure

Expenditure is included in the statement of financial activities when incurred and includes attributable VAT which cannot be recovered.

Expenditure comprises the following:

- a. The cost of generating funds includes the fees paid to investment managers in connection with the Trust's listed investments.
- b. Grants payable are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the grant and has satisfied all related conditions.
- c. Governance costs comprise those costs directly attributable to compliance with statutory requirements.

Fund accounting

The general fund comprises those monies which may be used towards meeting the charitable objectives of the Trust at the discretion of the Trustees.

An Endowment Fund of £2,300,000 was set up, following the sale of the property at 45 Redan Street which the Youth Club formerly operated from. The Endowment was created as a permanent endowment in the Trust Deed dated 27th May 1937 (as amended by Charity Commission Schemes in 1978 and 2008) and is held on Trust by The Federation of London Youth Clubs for the sole use of Addison Youth Club and at the direction of the Addison Youth Club Trustees.

Volunteers

The Trust has no volunteers except for its Trustees.

Financial Instruments

The charity has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost using the effective interest method. Financial assets held at amortised cost comprise cash at bank and in hand. Financial liabilities held at amortised cost comprise trade creditors and accruals.

Investments, including bonds held as part of an investment portfolio, are held at fair (market) value at the Balance Sheet date. Realised and unrealised gains and losses are credited, or debited, to the statement of financial activities in the year in which they arise.

At the balance sheet date, the charity held financial assets at fair value of £2,687,551 (2021: £2,477,314); assets at amortised cost of £148,152 (2021: £129,442) and financial liabilities at amortised cost of £102,893 (2021: £48,193).

Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies which are described above, Trustees are required to make judgements, estimates and assumption about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects the current and future periods.

In the view of the Trustees, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

NOTES TO THE ACCOUNTS

1. Income

	2022 £	2021 £
Income Earned on Investment/Deposits		
Investment Income	76,610	75,007
Income Earned on Deposits	-	-
Total	76,610	75,007

2. Expenditure on Charitable Activities

	2022 £	2021 £
Grants to Organisations	100,973	100,746
	100,973	100,746
Governance Costs		
Accountancy and Audit Fees	1,980	2,170
Insurance	761	665
Bank Charges	35	35
	2,776	2,870
Other Costs		
Management Fees	6,000	6,000
Youth Panel facilitation and expenses	2,600	-
Subscriptions	125	1,433
	8,725	7,433
Total	112,474	111,049
Independent Examiner's (2021: Auditor's) Remuneration		
Fees	1,600	1,550
Total	1,600	1,550

3. Investments

	2022 £	2021 £
Listed Investments		
Opening Market Value	2,477,314	2,066,635
Disposals at carrying value	-	-
Net investment gains/(losses)	210,237	410,679
Market value at 31 March 2022	2,687,551	2,477,314
Cash held by investment managers for reinvestment	-	-
	2,687,551	2,477,314
 Cost of listed investments at 31 March 2022	 2,300,000	 2,300,000
 Listed Investments held at 31 March 2022 comprised:		
Overseas Equities	1,725,676	1,669,710
UK Equities	240,805	242,777
Property/Other Assets	477,309	442,944
Cash	243,761	121,883
TOTAL	2,687,551	2,477,314

4. Staff Costs

Addison Youth Club does not have any employees. Accountancy and Company Secretarial services are provided by London Youth at a fee of £1,500 per quarter.

5. Debtors

	2022 £	2021 £
Debtors	-	-
Prepayments	315	321
Total	315	321

6. Creditors

	2022 £	2021 £
Trade Creditors	-	-
Grant payments accrued	100,973	42,480
Other Accruals	1,920	5,713
Total	102,893	48,193

7. Funds

	As at 1 April 2021 £	Incoming £	Expenditure £	Gains/ (Losses) £	Transfers £	As at 31 March 2022 £
Funds						
Unrestricted	81,249	76,610	(112,474)	-	-	45,385
Endowment	2,477,314	-	-	210,237	-	2,687,551
	2,558,563	-	-	-	-	2,732,936

	As at 1 April 2020 £	Incoming £	Expenditure £	Gains/ (Losses) £	Transfers £	As at 31 March 2021 £
Funds						
Unrestricted	117,291	75,007	-£111,049	-	-	81,249
Endowment	2,066,635	-	-	410,679	-	2,477,314
	2,183,926	75,007	-111,049	410,679	-	2,558,563

The sum of £2,300,000 was invested from the sale of the property at 45 Redan Street in November 2019 to move the charity from an operational youth club to a grant-making charity.

The property was previously held in trust as a permanent endowment, the historic cost of which was £nil.

8. Analysis of Net Assets between Funds

	General Fund	Endowment Fund	TOTAL 2022
Fund balances at 31 March 2022			
Represented by:	£	£	£
Investments	-	2,687,551	2,687,551
Current assets	148,278	-	148,278
Creditors: amounts falling due within one year	(102,893)	-	(102,893)
Total Net Assets	45,385	2,687,551	2,732,936
	General Fund	Endowment Fund	TOTAL 2021
Fund balances at 31 March 2021			
Represented by:	£	£	£
Investments	-	2,477,314	2,477,314
Current assets	129,441	-	129,441
Creditors: amounts falling due within one year	- 48,193	-	- 48,193
Total Net Assets	117,291	2,477,314	2,558,563

9. Post Balance Sheet Events

Neither the pandemic or post-pandemic economic environment has had a significant immediate impact on the Trust's operations and the Trustees have concluded that the Trust has a reasonable expectation that there are adequate reserves to continue in operational existence for the foreseeable future and have continued to prepare the financial statements. Although the value of the investment portfolio was impacted in 2019-20 by losses of £233,365, the value of the investment has since recovered, with the value of the fund being £2,687,551 as at financial year end 31 March 2022.

The Trustees transitioned the charity to a grant making charity in the financial year 2020-21 and issued its second grant round in 2022 of £100,973 (2021: £100,746). The Trustees intend to continue its grant-funding work in 2022-23 to deliver on its charitable objectives of supporting young people in the London Borough of Hammersmith & Fulham.

10. Trustees' Remuneration

None of the Trustees received any remuneration for any work carried out from the charity during the financial year ended 2021-22 (2021: £nil). The amount paid to Trustees for expenses during the financial year ended 2021-22 was £nil (2021: £nil).

11. Related Parties

Addison Youth Club is a member of The Federation of London Youth Clubs (T/A "London Youth"). London Youth is a custodian Trustee of Addison Youth Club and holds the Endowment Fund generated from the sale of 45 Redan Street, London W14 0AB in Trust on behalf of Addison Youth Club.

During the year under review, Addison Youth Club paid the sum of £6,000 to London Youth in respect of Management Fees (2021: £6,000), of which £nil (2021: £3,500) remained outstanding at financial year end.

ADDISON YOUTH CLUB

Charity number 1124045

c/o London Youth
47-49 Pitfield Street
London N1 6DA

info@addisonyouthclub.org.uk

ADDISON YOUTH CLUB

England & Wales - Charity number 1124045

Accounts

ADDISON YOUTH CLUB

ANNUAL REPORT & FINANCIAL STATEMENTS

31 MARCH 2021

Addison Youth Club, Charity number 1124045

Registered address: c/o London Youth, 47-49 Pitfield Street, London N1 6DA

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REFERENCE & ADMINISTRATIVE INFORMATION

Charity:	Addison Youth Club Charity number 1124045, registered in England & Wales
Corporate Trustee:	Addison Youth Club has a corporate trustee, Addison Youth Club (Trustee) Limited. Company number 8018129, registered in England (dissolved September 2020)
Registered Address:	c/o London Youth 47-49 Pitfield Street London N1 6DA
Directors/Trustees:	Julian Beare (Chair) Patora Dyrma Jane Earle David Miller Poppy Scott Plummer James Waight Keith Ward
Banker:	National Westminster Bank plc Docklands South Quay Branch 54 Marsh Wall West India Quay London E14 6LJ
Auditor:	Crowe U.K. LLP 55 Ludgate Hill London EC4M 7JW

STRUCTURE, GOVERNANCE & MANAGEMENT

Constitution

Addison Youth Club, a registered charity, was established in 1951 and registered with the Charity Commission through a Scheme on 4th February 2008 and updated on 11th December 2018.

During 2020 Addison Youth Club was governed by its corporate trustee, Addison Youth Club (Trustee) Limited until such time that application was made for voluntary strike-off of the company and confirmation of dissolution was received on 22 September 2020.

The charity is now governed by a Board of trustees. The trustees who served during the year and as at the report date are:

- > Julian Beare
- > Patora Dyrma
- > Jane Earle
- > David Miller
- > Poppy Scott Plummer
- > James Waight
- > Keith Ward

Governance

Trustees are elected for an unrestricted term and are appointed by the Trustees. There were no changes to the Trustee Board during the period under review.

Addison Youth Club has no staff. The decision making and management of the charity is carried out by the Trustees and the day to day administration of the charity is carried out by London Youth staff.

Related Parties

The Federation of London Youth Clubs (London Youth) [charity registration 303324, company registration 258577] has three trustees in common with the Addison Youth Club. All administration has been carried out by London Youth since 11th February 2019, however Addison Youth Club operates as a distinct independent charity. Addison Youth Club is a member of London Youth. London Youth (as a custodian trustee) previously held the Title Deeds for the property at 45 Redan Street on Trust on behalf of Addison Youth Club, which was disposed of in 2019 and replaced by a permanent endowment fund through which the charity commenced grant-making activities in the year under review.

OBJECTIVES, ACTIVITIES & FUTURE PLANS

The charitable objects of the Addison Youth Club are to promote the development of boys and girls resident in the London Borough of Hammersmith & Fulham and neighbouring areas in achieving their full physical, intellectual, social and spiritual potential.

This was previously achieved through running a youth club on the site at 45 Redan Street, London W14 0AB from 1951 to 2017, when the charity stopped operating as a youth club due to a number of problems, including a lack of funding, changing needs of young people in the immediate area, shortage of volunteers, and increasing costs of running an aging building.

During 2018 the Trustees of the Addison Youth Club undertook a review and established that running a youth club in the building at 45 Redan Street was not the most effective way to achieve the charitable objects and concluded that the best use of resources would be to support young people by making funding available to other youth projects in the local area.

As a result, in January 2019 the Trustees resolved to support youth organisations and young people in the Hammersmith and Fulham area by setting up an Endowment Fund from the sale proceeds of the property at 45 Redan Street. The property was previously held as a permanent endowment, created in the Trust Deed dated 27th May 1937 (as amended by Charity Commission Schemes in 1978 and 2008) and held on Trust by The Federation of London Youth Clubs for the sole use of Addison Youth Club and at the direction of the Addison Youth Club Trustees. The sale of the property realised net proceeds of £2,329,887 in late October 2019, from which the Endowment Fund of £2,300,000 was created.

Further, it was agreed by the Trustees that, following the sale of the property which would greatly reduce the risks and liabilities of the charity, that the Addison Youth Club Trustee Ltd company would be dissolved and Trustees of the charity recorded individually with the Charity Commission. Accordingly, at their meeting in January 2020, the Trustees approved the resolution to strike-off Company No. 08018129, Addison Youth Club (Trustee) Limited.

The application for strike-off was acknowledged by Companies House on 20 February 2020 and the first gazette notice of voluntary strike-off was issued on 18 February. However, in March 2020, Companies House introduced temporary easement measures to suspend voluntary strike off action in response to coronavirus (COVID-19). Companies House confirmation of dissolution was subsequently received on 22 September 2020 following the termination of the temporary easement measures.

The objective of the charity was to move to becoming a grant-making charity by 31 March 2021, through the use of the permanent endowment fund established through proceeds from the sale of 45 Redan Street.

GRANT-MAKING ACTIVITIES IN THE PERIOD TO 31 MARCH 2021

In moving the charity from an operational youth club to a grant-making charity, the Trustees set up a website www.addisonyouth.org in late 2020 and set out the eligibility criteria as follows:

- Grants would cover children and young people between the ages of 8 to 25 in the Hammersmith & Fulham area.
- Applications from members of London Youth and from members of Young Hammersmith and Fulham Foundation would be prioritised.
- The minimum grant size would be £5,000 up to a maximum of £25,000.
- All applicants to be a charity registered with the Charity Commission, OR a CIC, with a relevant asset lock status, where no more than one director is receiving remuneration from the company.
- The purpose for which funds were being sought should be consistent with the applicant organisation's charitable objects.
- Applications would be considered for both restricted programmes or unrestricted funding to support general operational activity.
- The applicant organisation would be required to meet a reasonable level of due diligence requirements, relative to the size of the grant being sought.

Supported by London Youth and the Young Hammersmith & Fulham Foundation, the Trustees reached out across youth networks in the borough and surrounding areas. A total of 18 grant applications were received by calendar year end 2020 and were shortlisted through relevant due diligence criteria. The Board made the decision to award 8 grants in total; 6 of which were in respect of unrestricted/core activity; noting the need to provide this type of funding within the community during ongoing lockdown.

The total value of grants awarded was £100,746 and formal Grant Agreements issued to each of the grantee organisations. The smallest grant awarded was £7,000, with the largest grant being £20,000. A total of £58,266 was paid out in 2021; the remainder, £42,480 to be awarded in September 2021, following a July review. In setting out a monitoring and evaluation framework for the grantee organisations, the Trustees were mindful to take a proportionate approach, relevant to the size of the grant issued.

Of the £100,746 committed in grant funding, £55,000 (approx. 55%) was targeted towards unrestricted activities – including delivery of regular programmes and hot meals for young people - and £45,746 (approx. 45%) to support specific programmes, such as providing therapeutic outreach and creative media projects dealing with issues such as mental health, gangs and violence; running regular weekly youth clubs and providing youth mentoring and providing residential breaks for young people outside of London.

Addison Youth Club Trustees' Report
Year ended 31 March 2021

The list of organisations who received funding commitments from the charity in the period to 31 March 2021 are as follows:

Club Name	TOTAL Grant Awarded
Action on Disability	£ 16,500
Baraka Community Association	£ 14,600
Masbro Youth Club	£ 20,000
St Albans Fulham	£ 7,000
The Brunswick Club	£ 7,680
The Harrow Club	£ 8,248
The Sulgrave Club	£ 8,218
The Violence Intervention Project	£ 18,500
	£ 100,746

The aim of the charity is to continue to provide a level of much-needed support in the Hammersmith & Fulham community by developing strong links with local organisations who are delivering front-line services to young people in the area. The charity aims to develop its remit and expertise as a grant-making charity and help build capacity within the local community through the ongoing use of the permanent endowment.

The charity does not undertake any fundraising activity.

FINANCIAL REVIEW

The 2-year period to 31 March 2020 marked a transitional period at the charity, due to cessation of youth club activities and sale of the property at 45 Redan Street, London W14 0AB, which was concluded in late October 2019; realising net sale proceeds of £2,329,888. The sum of £2,300,000 was invested by the Trustees as a permanent endowment in early November 2019 from which to commence grant-making activities.

Early investment gains were impacted by the Covid-19 pandemic and the investment recorded losses of just over 10% or £233,365 by 31 March 2020. However, 2020-21 saw a reversal of this position and investment gains of £410,679 were recorded.

The *Statement of Financial Position* as at 31 March 2021 shows the Total Fund at £2,558,563 (2020: £2,183,925), of which the permanent endowment fund comprises £2,477,314 (2020: £2,066,635). The value of the General Fund, as at 31 March 2021, is £81,249 (2020: £117,290).

The *Statement of Financial Activity* shows General Income of £nil (2020: £3,400), the 2020 income representing rental income which ceased with the property sale, and Investment Income of £75,007 (2020: £18,502), which represents an uplift of almost 450% compared to 2019-20. General Expenditure rose to £7,433 (2020: £4,513), due to full year fees paid to London Youth and the setting up of the website www.addisonyouth.org. Governance Costs in 2020-21 are £2,870, compared to £2,231 in 2020.

The Cash at Bank position, as at 31 March 2021 was £129,121 (2020: £120,494); the net Current Asset position (Cash at Bank net of Debtors/Creditors) as at 31 March is £81,249 (2020: £117,291).

INVESTMENTS

The sum of £2,300,000 was invested in early November 2019 with a total return approach in a Charities Ethical Investment Fund held by CCLA, one of the UK's largest charity fund managers who manage investments for charities, religious organisations and the public sector.

The value of the market fell considerably during the Covid-19 crisis, resulting in investment losses of £233,365 at the charity. However, 2020-21 has seen a market turnaround, resulting in investment gains of £410,679 for the period to 31 March 2021; the total value of the portfolio having risen from £2,066,635 in March 2020 to £2,477,314 by March 2021.

RESERVES POLICY

The transition from an operational youth club to a grant-making organisation with no overhead or employees considerably lowered the need to carry reserves. However, given the level of grant commitments now being made, the Trustees reviewed their Reserves Policy in early 2021.

The fund held as listed investments within the permanent endowment fund ensures the charity has sufficient resources to carry on making grants as the Trustees think fit, with due regard to the level of investment income available to fund such grants.

Grant payments may be varied by the charity in accordance with income earned on investments. Trustees will take a view as to the value of grant funding they make available each year, particularly where income earned on investments is insufficient to cover actual losses incurred.

The Trustees, having reviewed the Reserves Policy, therefore consider that the level of reserves held should be the equivalent of six months' of unrestricted expenditure – which includes the discretionary grant target of £100k per annum plus approx. £10k through which to discharge the charity's governance requirements. Having reviewed the policy in light of such commitments, the Trustees are satisfied that adequate funds are available via the General Fund balance of £81,249 as at 31 March 2021.

RISK MANAGEMENT

The Trustees receive a regular flow of information about both the finances and operations of the Trust. The Trustees have assessed the major risks to which the Trust is exposed through their risk management policy. These are:

- *Investment risk* – the Trust's assets are comprised of investments, which are used to generate its income. An investment policy is in place to mitigate risks associated with management of these assets and the performance of the investments, which are professionally managed, is regularly reviewed by the Trustees.

In light of unprecedented events arising from the Covid-19 pandemic and subsequent market effects, the Trustees will continue to work with its investment managers to mitigate, where possible, any ongoing negative impact of this crisis on investment performance.

The Trust can also mitigate the risk of income variation by varying or ceasing its grant payment programme, which constitutes its principal expenditure, in order to conserve funds.

- *Financial risk* – the risk of financial mismanagement or fraud – the charity's financial transactions will comprise of receipt of income from investment managers, and expenditure related to its grant-making activities; with some small expenditure incurred which will relate to bank charges and governance costs. Accountancy services are carried out on behalf of the charity by qualified staff employed by London Youth; these staff are employed under that organisation's recruitment practices, which are understood to be thorough. The financial information for the Trust is held separately from that of London Youth.

- *Grant-making activities* – the charity has put rigorous due diligence processes in place to ensure that funds are appropriately granted to relevant organisations in the Hammersmith and Fulham area to reach the targeted cohort of young people, in line with their respective charitable objectives. Processes have also been put in place – which include monitoring and evaluation frameworks - to provide stewardship and oversight of grants to ensure that they are being spent in line with agreed aims and objectives. The Trustees will monitor the potential for financial/reputational risk closely as a result of its grant-making activities.
- *Conflict of interest* – the charity works closely with London Youth, who holds the permanent endowment in trust on their behalf. The potential conflict arising as a result of two of the Trustees of the Addison Youth Club also being the Deputy Chair and Treasurer of London Youth, has been mitigated by the appointment of an independent Trustee to the Addison Board and the retirement of the Chair of the Addison Board from his role as Chair of London Youth in April 2020. A conflict of interest policy is in place to manage any risk of conflict.
- *Child protection risk* – this risk is mitigated by the fact that the charity no longer operates as a youth club working directly with children and young people and its future activities will be limited to grant-making activities. In relation to its grant-making activities, the charity has published a statement of its safeguarding expectations of grantee organisations and reviews the safeguarding arrangements in place by grant-applicants as part of its due diligence process for making a grant award.

GOING CONCERN

The charity reported a net Cash Flow from operating activities of £2,327,544 in 2019-20, due to the sale of 45 Redan Street net sale proceeds £2,329,888. The year ending 31 March 2021 has not seen the impact of investment losses demonstrated in 2019-20 as a result of Covid-19 on investment markets; net Cash Flow used in operating activities in 2020-21 was £66,432, with Cash Flows from investing activities of £75,007 (2020: £18,503).

However, should the market continue to be impacted by the pandemic or other factors, the Trustees may consider a delay to grant-making activities in 2021-22 and/or a restructure of the fund, if deemed necessary. The investment fund is now performing well, having secured investment gains of £410,679, compared to losses of £233,365 in 2020; the value of the fund as at 31 March 2021 stands at £2,477,314.

The general fund ratio to average annual expenditure of 8:1 is deemed sufficient to cover operating costs for 2021-22.

The Trustees have assessed the ability of the Trust to continue as a going concern. Informing this conclusion, a period of at least 12 months from the date of signing the financial statements has been considered. The COVID-19 pandemic has not had a significant immediate impact on the Trust's operations.

The Trust holds a permanent endowment fund on which it received investment income to fund grants. A key area of uncertainty relating to the market turmoil in 2019-20 on the valuation of investments and returns now appears to have been resolved. Investment losses in year totalled £233,265 as at 31 March 2020, as a direct result of Covid-19 impact on the markets. Investment gains of £410,679 as at 31 March 2021 have restored the fund to a figure in excess of its opening balance position of £2,300,000 at £2,477,314. As there is flexibility in the level of discretionary grants approved, such variances can be accommodated within the reserves.

Therefore, the Trustees have concluded that the Trust has a reasonable expectation that there are adequate reserves to continue in operational existence for the foreseeable future and have continued to prepare the financial statements on a going concern basis.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' report and accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these accounts, the Trustees are required to:

- > select suitable accounting policies and then apply them consistently;
- > observe the methods and principles in the Statement of Recommended Practice (Accounting and Reporting by Charities) (the Charities' SORP FRS 102);
- > make judgements and estimates that are reasonable and prudent;
- > state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- > prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They 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.

Signed on behalf of the Trustees:



Julian Beare

Chair

Approved by the Trustees on 26 July 2021

INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the financial statements of Addison Youth Club for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including 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 charity's affairs as at 31 March 2021 and of its income and expenditure, 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 Charities Act 2011.

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 trustee's 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.

Other information

The trustees are responsible for the other information contained within the annual report.

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

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 by the charity; or
- > the financial statements are not in agreement with the accounting records and returns; or
- > we have not received all the information and explanations we require for our audit

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 12, the trustees 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 charity 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 151 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.

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at:

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 identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which the charity operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Charities Act 2011, together with the Charities SORP (FRS 102). We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which might be fundamental to the charity's ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within the charity for fraud. The laws and regulations we considered in this context for the UK operations were General Data Protection Regulation (GDPR).

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the timing of recognition of grant expenditure and override of controls by management. Our audit procedures to respond to these risks

included enquiries of management, and the Board about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence with the Charity Commission, and reading minutes of meetings of those charged with governance.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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 auditor's 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.



Crowe U.K. LLP

Statutory Auditor

London

Date: 4th August 2021

Crowe U.K. LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

Addison Youth Club Financial Statements
Year ended 31st March 2021

STATEMENT OF FINANCIAL ACTIVITY

Including consolidated income and expenditure account for year ending 31st March 2021

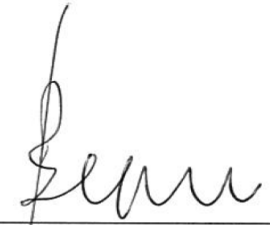
	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2021 £	Total Funds 2020 £
Income					
Rental Income		-	-	-	3,400
Net proceeds Sale of Asset	1		-	-	2,329,888
Investment Income and Interest	1	75,007	-	75,007	18,502
Total Income		75,007	-	75,007	2,351,790
Expenditure					
Raising Funds		-	-	-	145
Charitable Expenditure	2	111,049	-	111,049	6,744
Total Expenditure		111,049	-	111,049	6,889
Net gains/(losses) on Investments	3	-	410,679	410,679	(233,365)
Net income/(expenditure)		(36,042)	410,679	374,637	2,111,536
Reconciliation of funds					
Total Funds brought forward		117,291	2,066,635	2,183,926	72,390
Total funds carried forward		81,249	2,477,314	2,558,563	2,183,926

Addison Youth Club Financial Statements
Year ended 31st March 2021

STATEMENT OF FINANCIAL POSITION

	Note	Unrestricted Funds £	Endowment Funds £	Total Funds 2021 £	Total Funds 2020 £
Fixed Assets					
Property		-	-	-	-
Investments	3	-	2,477,314	2,477,314	2,066,635
Total Fixed Assets		-	2,477,314	2,477,314	2,066,635
Current Assets					
Cash at Bank		129,121	-	129,121	120,495
Debtors	5	321	-	321	346
Total Current Assets		129,442	-	129,442	120,841
Creditors					
Amounts falling due within one year	6	(48,193)	-	(48,193)	(3,550)
Net current assets		81,249	-	81,249	117,291
TOTAL NET ASSETS		81,249	2,477,314	2,558,563	2,183,926
Funds	7				
Unrestricted Funds		81,249	-	81,249	87,403
Endowment Funds		-	2,477,314	2,477,314	2,096,523
TOTAL FUNDS		81,249	2,477,314	2,558,563	2,183,926

Approved by the trustees on 26 July 2021 and signed on their behalf by:



Julian Beare

Chair



Keith Ward

Treasurer

Notes 1 to 11 form part of these accounts

STATEMENT OF CASH FLOWS

	<u>2021</u> £	<u>2020</u> £	
Cash flows from operating activities:			
Net cash provided by (used in) operating activities	(66,432)	2,327,914	
Cash flows from investing activities:			
Net dividends and interest from investments	75,007	18,502	
Proceeds from sale of investments	-	-	
Purchase of investments	-	(2,300,000)	
Net cash provided by (used in) investing activities	75,007	(2,281,498)	
Change in cash and cash equivalents in the reporting year	8,626	46,416	
Cash and cash equivalents at the beginning of the reporting year	120,495	74,079	
Cash and cash equivalents at the end of the reporting year	129,121	120,495	
Cash and cash equivalents			
	01/04/20	Cashflow	31/03/21
	£	£	£
Cash at bank and in hand	120,495	8,626	129,121
Cash held as investments	-	-	-
Total cash and cash equivalents	120,495	8,626	129,121
Reconciliation of net income (expenditure) to net cash flow from operating activities	<u>2021</u> £	<u>2020</u> £	
Net income/(expenditure) for the reporting period as per the statement of financial activities	374,637	2,111,536	
Loss/(Gains) on investments	(410,679)	233,365	
Dividends and interest from investments	(75,007)	(18,502)	
Decrease in debtors	(26)	185	
Increase / (decrease) in creditors	44,643	1,330	
Net cash provided by (used in) operating activities	(66,432)	2,327,914	

BASIS OF PREPARATION OF THE ACCOUNTS

The accounts (financial statements) have been prepared on the basis of historical cost convention adjusted for fair value of investments, in accordance with the Charities SORP (FRS 102) applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland and the Charities Act 2011 and UK generally Accepted Practice.

The Addison Youth Club meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going Concern Statement

The Trust holds a permanent endowment fund on which it received investment income to fund grants. A key area of uncertainty relates to the current market turmoil on the valuation of investments and returns.

Net Cash Flows from investing activities have returned to pre-pandemic levels at £75,007 (2020: £18,502), which are more than adequate to cover the level of non-grant expenditure of £10,303. Investment losses of £233,265 in 2019-20 have been reversed and the investments made gains of £410,679 as at 31 March 2021.

Where the impact of the pandemic or other market disruption has potential to continue to undermine the value of the permanent endowment to the level of the initial contribution of £2,300,000, a pause in grant-making activities in 2021-22 may be implemented by the Trustees.

The Trustees have assessed the ability of the Trust to continue as a going concern. Informing this conclusion, a period of at least 12 months from the date of signing the financial statements has been considered. The COVID-19 pandemic has not had a significant immediate impact on the Trust's operations and the Trustees have concluded that the Trust has a reasonable expectation that there are adequate reserves to continue in operational existence for the foreseeable future and have continued to prepare the financial statements on a going concern basis.

Income Policy

All income is credited to the statement of financial activities when there is entitlement, it can be measured and receipt is probable.

Investment income is credited to the statement of financial activities in the period in which the Trust is entitled to receipt and the amount can be measured with reasonable certainty.

Expenditure

Expenditure is included in the statement of financial activities when incurred and includes attributable VAT which cannot be recovered.

Resources expended comprise the following:

- a. The cost of generating funds includes the fees paid to investment managers in connection with the Trust's listed investments.
- b. Grants payable are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the grant and has satisfied all related conditions.
- c. Governance costs comprise those costs directly attributable to compliance with statutory requirements.

Fund accounting

The general fund comprises those monies which may be used towards meeting the charitable objectives of the Trust at the discretion of the Trustees.

An Endowment Fund of £2,300,000 was set up, following the sale of the property at 45 Redan Street which the Youth Club formerly operated from. The Endowment was created as a permanent endowment in the Trust Deed dated 27th May 1937 (as amended by Charity Commission Schemes in 1978 and 2008) and is held on Trust by The Federation of London Youth Clubs for the sole use of Addison Youth Club and at the direction of the Addison Youth Club Trustees.

Volunteers

The Trust has no volunteers except for its Trustees.

Financial Instruments

The charity has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost using the effective interest method. Financial assets held at amortised cost comprise cash at bank and in hand. Financial liabilities held at amortised cost comprise trade creditors and accruals.

Investments, including bonds held as part of an investment portfolio, are held at fair (market) value at the Balance Sheet date. Realised and unrealised gains and losses are credited, or debited, to the statement of financial activities in the year in which they arise.

At the balance sheet date, the charity held financial assets at fair value of £2,477,314 (2020: £2,066,635); assets at amortised cost of £129,442 (2020: £120,841) and financial liabilities at amortised cost of £48,193 (2020: £3,550).

Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies which are described above, Trustees are required to make judgements, estimates and assumption about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects the current and future periods.

In the view of the Trustees, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

NOTES TO THE ACCOUNTS

1. Income

	2021 £	2020 £
Income from Profit on the Sale of Assets (2019)		
Sale Proceeds, 45 Redan Street, London W14 0AB	-	2,410,000
Less Costs of Sale:		
Brokerage fees	-	(44,785)
Solicitor's fees	-	(18,005)
Marketing fees	-	(7,157)
Other (Insurance, Rates, Utilities, etc.)	-	(10,165)
Net Sale Proceeds	-	2,329,888
	2021 £	2020 £
Income Earned on Investment/Deposits		
Investment Income	75,007	18,502
Income Earned on Deposits	-	-
Total	75,007	18,502

2. Expenditure on Charitable Activities

	2021 £	2020 £
Grants to Organisations	100,746	-
	100,746	-
Governance Costs		
Accountancy and Audit Fees	2,170	1,550
Insurance	665	649
Bank Charges	35	32
	2,870	2,231
Other Costs		
Management Fees	6,000	4,500
Domain registry/Website Set-up (2021)	1,433	13
	7,433	4,513
Total	111,049	6,744
Auditors Remuneration		
Audit Fees	1,550	1,550
Non-audit Fees	-	-
Total	1,550	1,550

3. Investments

	2021 £	2020 £
Listed Investments		
Opening Market Value	2,066,635	-
Additions at cost	-	2,300,000
Disposals at carrying value	-	-
Net investment gains/(losses)	410,679	(233,365)
Market value at 31 March 2021	2,477,314	2,066,635
Cash held by investment managers for reinvestment	-	-
	2,477,314	2,066,635
 Cost of listed investments at 31 March 2021	 2,300,000	 2,300,000
 Listed Investments held at 31 March 2021 comprised:		
Overseas Equities	1,669,710	1,246,181
UK Equities	242,777	254,196
Property/Other Assets	442,944	433,993
Cash	121,883	£132,265
TOTAL	2,477,314	2,066,635

4. Staff Costs

Addison Youth Club does not have any employees. Accountancy and Company Secretarial services are provided by London Youth at a fee of £1,500 per quarter.

5. Debtors

	2021 £	2020 £
Debtors	-	-
Prepayments	321	346
Total	321	346

6. Creditors

	2021 £	2020 £
Trade Creditors	-	-
Grant payments accrued	42,480	-
Other Accruals	5,713	3,550
Total	48,193	3,550

7. Funds

	As at 1 April 2020 £	Incoming £	Expenditure £	Gains/ (Losses) £	Transfers £	As at 31 March 2021 £
Funds						
Unrestricted	117,291	75,007	(111,049)	-	-	81,249
Endowment	2,066,635	-	-	410,679	-	2,477,314
	2,183,926	75,007	(111,049)	410,679	-	2,558,563

	As at 1 April 2019 £	Incoming £	Expenditure £	Gains/ (Losses) £	Transfers £	As at 31 March 2020 £
Funds						
Unrestricted	72,390	2,351,790	(6,889)	-	(2,300,000)	117,291
Endowment	-	2,300,000	-	(233,365)		2,066,635
	72,390	4,651,790	(6,889)	(233,365)	(2,300,000)	2,183,926

The sum of £2,300,000 was invested from the sale of the property at 45 Redan Street in November 2019 to move the charity from an operational youth club to a grant-making charity. The property was previously held in trust as a permanent endowment, the historic cost of which was £nil.

8. Analysis of Net Assets between Funds

	General Fund	Endowment Fund	TOTAL 2021
Fund balances at 31 March 2021			
Represented by:	£	£	£
Investments	-	2,477,314	2,477,314
Current assets	129,442	-	129,442
Creditors: amounts falling due within one year	(48,193)	-	(48,193)
Total Net Assets	81,249	2,477,314	2,558,563
	General Fund	Endowment Fund	TOTAL 2020
Fund balances at 31 March 2020			
Represented by:	£	£	£
Investments	-	2,066,635	2,066,635
Current assets	120,841	-	120,841
Creditors: amounts falling due within one year	(3,550)	-	(3,550)
Total Net Assets	117,291	2,066,635	2,183,926

9. Post Balance Sheet Events

The Covid-19 pandemic has not had a significant immediate impact on the charity's operations as set out in the going concern assessment in the accounting policies. Although the value of the investment portfolio was impacted in 2019-20 by losses of £233,365, the value of the investment has since recovered, with the value of the fund being £2,477,314 as at financial year end 31 March 2021.

The Trustees have transitioned the charity to a grant making charity in the financial year 2020-21 and, given the substantive reversal of losses incurred on investments in 2021, will continue to work towards fully delivering on this aim by 31 March 2022.

10. Trustees' Remuneration

None of the Trustees received any remuneration for any work carried out from the charity during the financial year ended 2020-21 (2020: £nil). The amount paid to Trustees for expenses during the financial year ended 2020-21 was £nil (2020: £nil).

11. Related Parties

Addison Youth Club is a member of The Federation of London Youth Clubs (T/A “London Youth”). London Youth is a custodian Trustee of Addison Youth Club and holds the Endowment Fund generated from the sale of 45 Redan Street, London W14 0AB in Trust on behalf of Addison Youth Club.

During the year under review, Addison Youth Club paid the sum of £6,000 to London Youth in respect of Management Fees, of which £3,500 remained outstanding at financial year end.

ADDISON YOUTH CLUB

Charity number 1124045

c/o London Youth
47-49 Pitfield Street
London N1 6DA

info@addisonyouthclub.org.uk