THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY

England & Wales · Charity number 1131977

Details

Other names	THE PARACHUTE REGIMENT CHARITY, SUPPORT OUR PARAS
Status	Registered
Legal form	Charitable company
Company number	07005997
Registered	2009-10-05
Register	View on the Charity Commission register

Contact

Address	Rhq Para Merville Barracks Post Room Circular Road South Colchester CO2 7UT
Phone	01206817074
Email	HFC@supportourparas.org
Website	www.supportourparas.org

Activities

Objects: The Charity's object ('the Object') is to further any charitable purposes by such means as the Directors shall from time to time think fit, including but not limited to:(1) The promotion of efficiency of The Parachute Regiment and Airborne Forces;(2) The relief of need, hardship and distress amongst past and present members of The Parachute Regiment and Airborne Forces and their dependants;(3) The promotion and maintenance of the heritage of The Parachute Regiment and Airborne Forces.

Activities: a. Relief of need, hardship, and distress amongst past and present members of The Parachute Regiment and Airborne Forces, and their dependants.b. The promotion of efficiency of The Parachute Regiment and Airborne Forces;c. The promotion and maintenance of the heritage of The Parachute Regiment and Airborne Forces.

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Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Acts As An Umbrella Or Resource Body
- **What:** General Charitable Purposes, Armed Forces/emergency Service Efficiency
- **Who:** Other Defined Groups

Geography

- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£1,999,039	£1,793,250	£14,401,135	11
2023-12-31	£1,504,000	£1,609,000	£14,800,000	10
2022-12-31	£1,442,000	£1,465,000	£12,943,000	10
2021-12-31	£1,839,000	£1,258,000	£15,310,000	10
2020-12-31	£1,892,000	£1,448,000	£13,304,000	12

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Trustees

Name	Role	Appointed
Lt Gen Sir John Gordon Lorimer KCB DSO	Chair	2014-10-21
Brian Leslie Quarendon		2025-07-31
Cameron Alexander Jack		2024-12-06
EDWARD COTTRELL		2023-05-04
Fred Gray		2017-07-20
Guy Quentin Winter		2025-07-31
James Edward Laurence Grand		2024-07-25
John Douglas Handford		2020-01-01
Jonathan David Page		2020-01-01
Louis Patrick Lillywhite		2020-01-01
MATTHEW PETER LOWE MBE		2011-10-21
Maj Gen Oliver Jerome Kingsbury OBE		2024-09-23
Pamela Frances Worsley-Tonks		2020-01-01
Richard James Edward Moore		2017-07-20

Linked charities

- THE PARACHUTE REGIMENT CENTRAL FUND (1131977-1)
- AIRBORNE FORCES CHARITIES (1131977-2)

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THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY

England & Wales - Charity number 1131977

Accounts

6.5

Registered number: 07005997
Charity number: 1131977

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY

(A Company Limited by Guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY
(A Company Limited by Guarantee)

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REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2024

Trustees	Mr E Cottrell Lt Col LPB Cradden MBE Mr M J D F Gray Col (Retd) J D Handford OBE Lt Gen (Retd) Sir John Lorimer KCB DSO MBE, Chair Brigadier (Retd) M P Lowe MBE Mr R J E Moore AVM R T I Munro CB TD Lt Gen (Retd) JD Page CB OBE M L P Lillywhite Mrs PF Worsley Tonks Mr C A Jack (appointed 6 December 2024) Maj Gen O J Kingsbury OBE (appointed 23 September 2024) Mr J E L Grand (appointed 25 July 2024)
Company registered number	07005997
Charity registered number	1131977
Registered office	RHQ The Parachute Regiment Merville Barracks Circular Road South Colchester CO2 7UT
Independent auditor	Sumner Auditco Limited Statutory Auditor 820 The Crescent Colchester Business Park Colchester Essex CO4 9YQ
Solicitors	Howard Kennedy LLP 1 London Bridge London SE1 9BG

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2024

The Trustees, who are also directors of the Charity for the purposes of the Companies Act 2006, present their report with the financial statements of the Charity for the year ended 31 December 2024. The Trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) 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).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Parachute Regiment and Airborne Forces Charity is a charitable Company Limited by Guarantee (CLG), as defined by the Companies Act 2006, incorporated on 1 September 2009 and registered as a Charity (No. 1131977) on 5 October 2009. The Company was established under a Memorandum of Association (dated 1 September 2009 and amended on 10 July 2013), which established the objects and powers of the charitable Company and is governed under its Articles of Association. In the event of the Company being wound up, members are to contribute an amount not exceeding £5.

In 2019, the Trustees of The Parachute Regiment Charity (PRC) (RCN 1131977) and sister charity the Airborne Forces Security Fund (AFSF) (RCN 206652), an unincorporated trust, respectively agreed to merge to form The Parachute Regiment and Airborne Forces Charity (PRAFC), trading as Support our Paras, effective as of 1 January 2020. Trustees of the merged Charity were drawn from both antecedents. As part of the merger, the Articles were updated in November 2019 to reflect the widening of Objects, to include Airborne Forces beneficiaries. This Report and Accounts covers the fifth full year of operation under the PRAFC name.

Structure

The Charity wholly owns two trading subsidiaries, ABP Retail Limited and PARAS'10 Limited (as detailed below), and is also the sole member of Airborne Assault Limited (AAL), a registered charity (also as detailed below). The Charity and its subsidiaries form The Parachute Regiment and Airborne Forces Charity Group, as reported in the Consolidation components of this set of accounts.

The Charity is the sole parent of these two trading subsidiaries: ABP Retail Limited, a company registered in England and Wales (registered number: 06009028), and PARAS'10 Limited, a company registered in England and Wales (registered number: 08368199), both of which trade in support of the Charity.

AAL is a charitable CLG, incorporated on 7 November 2008 and registered as a charity (1126776) on 18 November 2008. The Charity's Articles of Association were revised and updated by special resolution on 6 February 2014. From 1 January 2014 the then Parachute Regiment Charity became the sole corporate member of AAL and also entered into a renewable 3-year funding agreement to provide financial support. By virtue of this, AAL is now controlled by the PRAFC. This agreement was successively renewed on 1 January of 2017, 2020 and 2023.

Committees

The Charity has five committees which meet separately and report to the main Board of Trustees on key areas: Finance and Investment (FIC); Welfare and Benevolence (WBC); Fundraising and Marketing (FMC); Heritage and Commemorations (HCC); and Regimental Efficiency (REC). The REC was created during 2021 to better coordinate efforts on this key charitable objective. These committees consist of a Trustee Chair, other nominated Trustees, executives and non-trustee advisors. In 2023, it was decided that the remit of the Governance and Succession Committee (GSC) should be fulfilled and discharged by a single Trustee, nominated as Governance Lead, who would directly support the Chairman, plus a nominated deputy, rather than having a full committee. This new arrangement has since proven to be effective and will endure.

The Board of Trustees has delegated specific responsibilities to committees. The FIC advises on management of the Charity's investments, as well as reviewing strategic financial matters, and makes recommendations to the Board. The WBC reviews and recommends welfare policy and strategic development to the Board and supports the Welfare Team by reviewing cases outside the Team's delegated authority. The FMC advises the Board and supports the CEO and Head of Fundraising & Comms in fundraising strategy and direction. The HCC advises the Board on strategic policy with regard to heritage and commemorative programmes, as well as the annual programme of funding. The REC advises on applications for funds from the serving Regiment. The Governance Lead and his deputy have delegated authority to support the Chairman in identifying, approaching and putting forward potential new trustees for the Board's consideration, as well as supporting the Chairman and Board with oversight of Governance matters, including Risk Assessment.

The Charity Board makes regular reviews of policy and its risk register and participates actively in periodic reviews of governance best practice, using industry-standard tools endorsed by the military charity trade association Confederation of Service Organisations (Cobseo). The Board also works closely with the Senior Management Team to agree forward strategy and, derived from this strategy, a rolling business plan to a 5-year horizon.

The Board of Trustees
The Trustees, who have served during the period and since the period end, are set out on page 8. Under its Articles, the Board comprises no more than 15 Trustees at any one time. The Trustees meet quarterly to discuss issues relevant to the Charity and its future development and to make such decisions as are required by its Articles. To remain agile and responsive to the needs of beneficiaries, decisions are also made 'out of committee' under the terms of the Articles.

Recruitment and appointment of new Trustees
The Trustees aim to recruit new members from both Regimental, Airborne Forces and civilian backgrounds in order to ensure that the Charity has a balance and diversity of skills and knowledge. To this end, the Governance Lead reviews criteria, skill sets and candidates. New Trustees are encouraged to familiarise themselves with Charity Commission guidance relating to their role and an induction programme is provided. External training courses are also made available.

Related Parties
There have been no material transactions with other charities connected with The Parachute Regiment and Airborne Forces in the accounting period, other than those disclosed in the financial statements.

Management
The Senior Management Team consists of the Chief Executive, reporting to the Chairman and Board, the Finance Director, the Head of Fundraising & Communications and the Head of Welfare. A Charity Management Plan (CMP), which is approved and regularly reviewed by the Board, contains all operating policies and procedures as guidance for Trustees, management and staff.

OBJECTIVES AND ACTIVITIES

Objectives and Aims
The objects of the Charity, as stated in its Articles, are to further the following charitable purposes by such means as the Trustees shall from time to time think fit:

- The promotion and maintenance of the heritage of The Parachute Regiment and Airborne Forces;
- The promotion of the efficiency of The Parachute Regiment;
- The relief of need, hardship and distress amongst past and present members of The Parachute Regiment and Airborne Forces and their dependants.

Restricted Funds

Afghan Restricted Fund (ARF)

After combat operations in Afghanistan ceased at the end of 2014, the Trustees of the then PRC agreed to take on the funds and obligations of former charity The Parachute Regiment Afghanistan Trust (PRAT) as of 31 December 2014, with the full approval of the Charity Commission. The former Trust's funds are held in a restricted fund administrated by the Trustees against the original and amended objects, as defined by its Trust Deed, namely:

- The relief of need for soldiers of The Parachute Regiment injured in Afghanistan.
- The relief of need for families and dependants of the soldiers killed or injured in Afghanistan.
- To promote and sustain the memories of the loss of life and sacrifices made by the Regiment's soldiers in Afghanistan.
- To promote military efficiency through adventure training and welfare activities for those who served or are about to serve in Afghanistan.

Before transferring their funds into the PRC, the PRAT Trustees amended these objects to extend the period of coverage to apply from 11 September 2001 onwards and to broaden the scope of applicability beyond Afghanistan, to include personnel who served on other post-9/11 conflicts and operations, most notably, Iraq.

Airborne Assault Normandy Trust (AANT)

As of 1 January 2016, the Trustees of the then PRC agreed to take on the funds and obligations of the former Airborne Assault Normandy Trust, maintaining due recognition and remembrance of the British Airborne role and personnel during the liberation of France in the Second World War, which was dissolved and whose remaining funds form a restricted fund. Trustees have oversight of continued relationships and dialogue with the civic authorities in Normandy.

Benevolence and Welfare Fund

The Benevolence and Welfare Fund is a restricted fund that receives an element of the voluntary One Day's Pay Scheme (ODPS) contributions from serving soldiers, which are restricted by military statute. A number of other Restricted Funds have been established as a result of fundraising campaigns or legacies.

Francis Fund

The Francis Fund, established as a result of a legacy, is a restricted fund that is applicable for the welfare assistance of disabled veterans and widows.

Public Benefit

The Trustees have complied with their duty under section 4(1) of the Charities Act 2011 with regard to Charity Commission guidance on public benefit when reviewing objectives and aims, future planning and establishing grant-making policies.

Each of the above-mentioned objects of the Charity demonstrate public benefit:

- The relief of need, hardship and distress for serving or former soldiers of The Parachute Regiment and Airborne Forces, and their dependants, is funded through charitable funds, where public funds are insufficient or unavailable.
- The promotion of the efficiency of The Parachute Regiment assists the maintenance of morale and performance within a unique regiment of the British Army, which provides key operational outputs at Defence and National level.
- The promotion and maintenance of the heritage of The Parachute Regiment and Airborne Forces assists the education both of serving members of Airborne Forces and the general public in respect of past conflicts and the essential role of the Armed Forces, as well as remembrance of those who have served their country. The Airborne Assault Museum provides significant public benefit as an educational resource for the public and serving personnel of the Armed Forces.

Grantmaking

The Charity makes grants to meet the welfare need for individuals in need or distress, requiring household or mobility assistance for disabilities, as a result of age, wounding or injury; for those downgraded and discharged personnel transitioning to civilian employment; for need, hardship and financial distress both for individuals and their dependants, with particular emphasis on the mitigation of risks of homelessness and detriment to vulnerable dependants. The effects of service and, in particular active operations, on mental health and family relationships are also manifest and therapy is funded to avoid catastrophic deterioration.

Individual welfare and benevolence applications are assessed against eligibility criteria under the Charity's objects by the Welfare Team. Applications are received through serving Unit Welfare Officers or, for former soldiers and/or their dependants, through caseworkers from the Soldiers, Sailors, Airmen and Families Association (SSAFA) or the Royal British Legion (RBL) via a Case Management System (CMS), relaunched in 2021 as MOSAIC.

The Welfare Team reviews each case against the eligibility criteria, then identifies the most appropriate fund (restricted/designated/unrestricted) for the case need and also seeks to identify where appropriate (and if necessary) additional sources of charitable funding outside the Charity might be sourced and coordinated with. The Welfare Team further monitors the outcome of the case grant and any continuing need for support. Where a case is unusual, novel, contentious or exceeds certain threshold levels, reference is made first to the WBC and then, if deemed necessary, the full Board of Trustees.

When paratroopers are medically discharged, the Welfare Team has a successful track record of funding trade training and requalification courses as they prepare for their new careers and then assisting them with obtaining the tools and equipment that they will need in their chosen trade. This resettlement activity all happens under the auspices of the PRAFC's now well-established Career Transition Officer (CTO), who is a mentor and advisor for all our Regimental service leavers, helping their initial transition into a successful civilian career and then being available for assistance with any future problems that may subsequently arise.

Annual Regimental Efficiency grants to our units are made by the Board with advice from the REC (under clear guidelines for Adventurous Training, sports, unit welfare and family well-being), with discretion delegated to unit commanding officers and expenditure monitored through regular returns. Further unit and individual grant applications are assessed on merit, approved initially by the Chief Executive up to specified discretionary levels, and then by the REC and thereafter by the full Trustee Board if necessary.

For Heritage and Commemorations grants, the planned forward programme of events and pilgrimages for the upcoming year is reviewed annually and scrutinised by the HCC prior to formal approval by the full Board.

ACHIEVEMENT AND PERFORMANCE

Charitable Activities

2024 represented PRAFC's fifth full operating year and the tenth under the trading name of Support Our Paras. The Charity continued to advance its objects and to manage a diverse range of fundraising activities to support them.

Relief of Need, Hardship and Distress

In 2024, the Charity continued to encounter a sustained level of need that now routinely exceeds pre-COVID levels. Once again this aligns with national economic indicators and reflects strained and overmatched public service provision, across all sectors, but particularly healthcare. During the year, the Charity expended £535k (including support costs of £133k) on the relief of need, hardship and distress, which is the primary expenditure under its Objects. Of this, £420k was from unrestricted funds, £36k from the Afghan Restricted Fund (ARF) and £79k from the Francis Fund.

By way of example:

- Veteran A3 was badly wounded in combat and received help with his transport costs for weekly specialist neurological physiotherapy.
- Veteran A4 is a medically discharged soldier with severe mental health issues whose wife gave up work to care for him. He has received assistance with priority bills and specialist treatment for his condition that is not provided by the NHS.
- Veteran A6 received funding support towards the cost of specialist cancer treatment.
- Veteran A8 was diagnosed with MND in 2020 and a 2–5-year life expectancy. Now bed-bound, he can only communicate through an eye movement speech device. PRAFC has supported the rental costs of a specialised bed, which also allows him to spend time with his young daughter.

The Beacon initiative grew in 2024, with a second tranche of an additional 7 Beacon volunteers joining the existing team, making a total of 17. The Beacons continue to add considerable welfare value through networking in their local communities:

- Beacon 2 makes regular weekly social visits to a retired 101-year-old officer living alone at home. All his family and friends had passed away and the request was to help deal with loneliness via comradeship and shared experience.
- Beacon 3 gave follow-up support to a veteran after a 12 week stay in hospital. The referral initially came through Age Cymru veterans' welfare officer. Our Beacon visited him at home and signposted him to a Help for Heroes clinical advisor.
- Beacon 4 supported a veteran living in terrible conditions: no boiler/heating, no phone, lack of food. Our Beacon purchased him a phone and engaged SSAFA and Veterans Hub to provide hot food, shower access and new clothes.

Regimental Efficiency

Charity funding to the serving Regiment continues to fill key gaps in public funding provision, particularly as regards maintaining 'the good things in life' for our hard-working and dedicated personnel. Our Efficiency spend also supports the recruitment of high-quality soldiers and officers and then nurtures their subsequent individual career progression, thus ensuring that we secure, develop and keep the very best leaders for our exceptional soldiers.

Both units and individuals are supported with funding to enable Adventurous Training and sports endeavours, which are character-building activities that foster important professional qualities such as initiative, comradeship and motivation. These experiences also contribute immeasurably to improving the overall quality of life for the Regiment's soldiers and maintaining their work-life balance. In many cases, serving personnel also use these opportunities to promote and raise funds for the Charity, generating a virtuous funding circle of mutual reputational and financial benefit.

The Regiment's teams and soldiers routinely compete at the top level of Army and Inter-Service sport. In 2024, The Regiment again dominated several key sports, keeping their titles as Army Downhill Skiing Champions, Army Boxing Champions and both Army and Combined Services Bobsleigh Champions.

At grass roots level, sports and clubs ranging from competitive skydiving and triathlon to clay pigeon shooting and drone-racing were assisted within the units; all such activities provided valuable recreational enjoyment, whilst often also nurturing key, professionally relevant, skills.

The Charity also funded the participation of a small group of serving paratroopers in the prestigious 'Darwin 200' tall ships-based research project for the expedition's Falkland Islands leg in early 2024. In addition, in April 2024, we assisted in supporting the Army's 2024 Everest Expedition, where three of the six lead climbers in this very serious undertaking were serving paratroopers.

Heritage & Commemoration

The AAL Airborne Assault Museum still sits within Imperial War Museum (IWM) Duxford and 2024 again saw a wide range of visits being organised by serving units, veterans' groups, affiliated cadet contingents and wider supporters. The Museum's outreach programme again worked closely alongside PRAFC to support a range of Regimental and Charity events. 2024 also saw the overhaul and relaunch of the very successful and class-leading 'ParaData' online resource tool and archive.

The Charity supports Remembrance through the maintenance of memorials, primarily at the National Memorial Arboretum (NMA), where an annual summer service is held, and with an annual Service of Remembrance at St Lawrence Jewry, the Regimental church in the City of London, in November. These are also important for our ongoing support to Next of Kin (NOK) and families of the fallen.

Support is also provided for Regimental commemorations overseas in France and the Netherlands, with grants for our very few remaining veterans of these campaigns to make pilgrimage to the battlegrounds on which they once fought. These flagship commemorative activities are also key in maintaining the public profile and reputation of both The Parachute Regiment and wider Airborne Forces. 2024 saw the 80th anniversaries of both D-Day and Arnhem, especially important this year because this was probably the last significant anniversary of those momentous Airborne battles at which our veterans will likely be able to make these pilgrimages in person. We also remembered the 25th anniversary of the Regiment's major contribution to the Kosovo intervention by NATO in 1999.

Supplementing the care and travel costs of our two Regimental mascots, the Shetland ponies 'Pegasus' and 'Bruneval', continues to be another key aspect of the Charity's wider supporting H&C work.

The Charity also fosters links between the serving Regiment and Airborne Forces and the wider retired community, through funding the publication of the annual 'Pegasus Journal'.

FINANCIAL REVIEW

Financial Performance – Group

The Group's income in 2024 was £2.0m, (up from £1.50m in 2023). 2024 saw an increase in donations from £219k to £299k. Significant support from donor-led fundraising events contributed to this increase. Additionally, legacy income also increased year on year from £124k to £388k in 2024. Investment income increased to £414k in 2024 (£379k in 2023) by continuing our more proactive approach to our operational cash management. Within the overall Group income figure is £397k of sales revenue by the subsidiary ABP Retail Ltd against which are set £357k of costs. Subsidiary PARAS'10 Limited accounted for a further £46k income, offset by £21k of costs. Donated services of £36k represent the provision of employee services to the group by the MoD. Charitable activity expenditure for the year increased to £1.18m compared to £1.10m in 2023.

The Group's surplus for the year was £206k (2023: £106k deficit). This increased to a surplus of £480k after unrealised investment gains of £274k (2023: surplus of £894k after unrealised investment gains of £999k). As of 31 December 2024, the Group carried forward total funds of £15.3m (2023: £14.8m).

Financial Performance – Subsidiaries

Airborne Assault Limited made a deficit of £17k (2023: £64k). Income increased by £47k. Overall expenditure remained level with 2023.

ABP Retail Limited (ABP) made a contribution from retail merchandise sales of £40k (2023: £28k) paid under Gift Aid to its charitable Parent. Turnover increased by £65k and cost of sales increased by £33k year on year.

PARAS'10 Limited made a contribution to its parent under Gift Aid of £25k (2023: £31k).

Principal Funding Sources
As well as investment income, the Charity has diverse voluntary income streams: the One Day's Pay Scheme (ODPS) for serving members of the Regiment; grants and donations by private individuals, charitable bodies (including branches of the Parachute Regimental Association), trusts, foundations and corporations; legacies; and funds raised from activities and events organised by third-party supporters or by the Charity itself.

Fundraising Controls
All fundraising for voluntary donations is managed by a cell of two employees within the Charity, including the CEO, and relies heavily on personal initiatives by supporters within the serving and retired community, as well as the general public. The Charity organises a number of its own fundraising events or supports third-party event organisers. No professional fundraising organisation, agency or commercial participator has been or will be employed, as a matter of current policy.

The Charity is registered with the Fundraising Regulator and conforms to its Code of Standards. It also complies with guidelines published by the Charity Commission and the Institute of Fundraising. The Charity monitors fundraising on its behalf by attendance at events, or where public collections are being made, by identity checks on collectors, issuing clear guidelines on practices and instructions for remitting funds, and issuing letters and badges of identification with contact details for the charity. Records are maintained for all collectors, including all fundraising aids and materials issued and remittances are monitored. A Complaints Policy agreed by the Trustees is published and publicly accessible on the Charity website. No complaints were received in 2024.

The Charity is also registered with the Information Commissioners Office (ICO) and conforms with the Data Protection Act 1998 and the General Data Protection Regulations (GDPR) 2018.

Investment and Risk Policy
All investments funds have been entrusted to a single manager, CCLA (Churches, Charities and Local Authorities) Investment Management Limited.

The investment portfolio is managed to maintain and grow the true value of the investments and generate income which is allocated to the restricted or unrestricted funds according to its source. This strategy does lead to greater year-on year-volatility in fund values, which is reflected in the accounts, but should generate a more favourable return over the long run. Periodic assessments are made by the FIC as to the availability of cash from operating activities for further long-term investment, noting that restricted and designated funds all need liquidity to meet demand in their respective areas.

Investment Performance
The value of the Charity's investments continued their recovery during 2024 with unrealised gains of £274k. The Charity received investment income of £414k (2023: £379k). At the end of 2024, the total value of the investments held by the charity stood at £13.041m (2023: £12.267m).

Reserves Policy
The Charity is committed to maintaining a level of reserves sufficient to meet ongoing liabilities, including obligations to beneficiaries, to maintain service delivery and to protect the long-term future of its operations in the face of uncertainties and fluctuations in the voluntary fundraising environment. As of 31 December 2024, the PRAFC Group's total reserves were £15.3m (2023: £14.8m), of which £4.94m is restricted or designated for specific charitable purposes, and £10.34m unrestricted for meeting the objects as the Trustees see fit. It is the view of the Trustees that the reserves held are reasonable and required to support the ongoing and long-term welfare needs of our beneficiaries, as well as funding of regimental efficiency, heritage and commemorative activity.

FUTURE PLANS

In these uncertain and unpredictable economic times, the Charity now looks to maintain at least its current levels of disbursements to its beneficiaries right across the full range of charitable aims and objectives. It will do so whilst optimising its internal efficiency as an organisation and seeking to be 'resilient by design' for the future. Our 2025-29 Business Plan, based upon detailed and rigorous strategic analysis, will be our lodestone in doing so. Better defining our eligible beneficiary base and forecasting its dynamics will also assist in planning for the future, as will a proactive effort to predict, identify, define and quantify society's emerging 'new needs', especially in the healthcare sphere.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The Trustees (who are also the directors of the Charity for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure of the charitable company for that period. In so doing, the Trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DISCLOSURE OF INFORMATION TO AUDITOR

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITOR

The auditor, Sumer Auditco Limited, has indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditor at a meeting of the Trustees.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

ACCOUNTING EXEMPTIONS

In preparing this report, the Trustees have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

Approved by order of the members of the board of Trustees and signed on their behalf by:

Lt Gen Sir John Lorimer KCB DSO MBE
Chair of Trustees

Date: 26th September 2025

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY

Opinion

We have audited the financial statements of The Parachute Regiment and Airborne Forces Charity (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2024 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charitable Company Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 December 2024 and of the Group's incoming resources and application of resources, including 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 Companies Act 2006 and 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 Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent charitable company'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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY (CONTINUED)

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditor's Report thereon. The Trustees are responsible for the other information contained within the Annual Report. 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 course of 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.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY (CONTINUED)

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent charitable company'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 Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY (CONTINUED)

Auditor's responsibilities for the audit of the financial statements

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience, through discussion with the trustees (as required by auditing standards), inspection of the Charitable Company's regulatory and legal correspondence and discussed with the trustees the policies and procedures regarding compliance with laws and regulations. We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit. The potential effect of these laws and regulations on the financial statements varies considerably.

Firstly, the Group and Charitable Company is subject to laws and regulations that directly affect the financial statements including financial reporting legislation and taxation legislation and we assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

Secondly, the Group and Charitable Company is subject to many other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation. We identified the following areas as those most likely to have such an effect: health and safety regulations, employment law and 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.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: enquiries of management and those charged with governance as to whether the Group and Charitable Company complies with such regulations; enquiries of management and those charged with governance concerning any actual or potential litigation or claims, inspection of any relevant legal documentation, review of Board minutes, testing the appropriateness of journal entries and the performance of analytical review to identify any unexpected movements in account balances which may be indicative of fraud.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY (CONTINUED)

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

Piers Harrison

Piers Harrison FCA (Senior Statutory Auditor)
for and on behalf of
Sumer Auditco Limited
Statutory Auditor
820 The Crescent
Colchester Business Park
Colchester
Essex
CO4 9YQ

Date: 24 September 2025

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2024

	Note	Unrestricted funds 2024 £	Restricted funds 2024 £	Total funds 2024 £	Total funds *2023* £
Income from:					
Donations and legacies	4	**792,153**	**161,560**	**953,713**	613,549
Charitable activities	7	**19,957**	**4,679**	**24,636**	11,095
Other trading activities	5	**604,005**	**2,543**	**606,548**	496,474
Investment income	6	**347,485**	**66,657**	**414,142**	379,452
Total income		**1,763,600**	**235,439**	**1,999,039**	1,500,570
Expenditure on:					
Raising funds	8	**617,769**	-	**617,769**	506,387
Charitable activities:	9				
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces		**250,266**	**66,279**	**316,545**	294,325
Promote the efficiency of The Parachute Regiment and Airborne Forces		**316,620**	**7,315**	**323,935**	242,580
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants		**139,270**	**395,731**	**535,001**	562,912
Total expenditure		**1,323,925**	**469,325**	**1,793,250**	1,606,204
Net income/(expenditure) before net gains on investments		**439,675**	**(233,886)**	**205,789**	(105,634)
Net gains on investments		**226,979**	**46,759**	**273,738**	999,407
Net movement in funds		**666,654**	**(187,127)**	**479,527**	893,773
Reconciliation of funds:					
Total funds brought forward		**11,609,619**	**3,196,148**	**14,805,767**	13,911,994
Net movement in funds		**666,654**	**(187,127)**	**479,527**	893,773
Total funds carried forward		**12,276,273**	**3,009,021**	**15,285,294**	**14,805,767**

The Consolidated Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 22 to 59 form part of these financial statements.

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY
(A Company Limited by Guarantee)
REGISTERED NUMBER: 07005997

CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2024

	Note		2024 £		As restated 2023 £
Fixed assets					
Intangible assets	16		**76,171**		34,217
Tangible assets	17		**608,568**		652,537
Heritage assets	18		**391,414**		391,414
Investments	19		**13,041,142**		12,267,404
			14,117,295		13,345,572
Current assets					
Stocks	20	**73,633**		72,150	
Debtors	21	**180,335**		126,229	
Cash at bank and in hand		**1,120,685**		1,375,045	
		1,374,653		1,573,424	
Creditors: amounts falling due within one year	22	**(206,654)**		(113,229)	
Net current assets			**1,167,999**		1,460,195
Total net assets			**15,285,294**		14,805,767
Charity funds					
Restricted funds	24		**3,009,021**		3,196,148
Unrestricted funds	24		**12,276,273**		11,609,619
Total funds			**15,285,294**		14,805,767

CONSOLIDATED BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2024

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

Lt Gen Sir John Lorimer KCB DSO MBE
Chair of Trustees

Date: 20th September 2025.

The notes on pages 22 to 59 form part of these financial statements.

CHARITABLE COMPANY BALANCE SHEET
AS AT 31 DECEMBER 2024

	Note		2024 £		As restated *2023* £
Fixed assets					
Intangible assets	16		**4,205**		5,607
Tangible assets	17		**2,967**		7,738
Heritage assets	18		**391,414**		391,414
Investments	19		**13,041,145**		12,267,407
			13,439,731		12,672,166
Current assets					
Debtors	21	**301,378**		307,675	
Cash at bank and in hand		**831,600**		1,080,725	
		1,132,978		1,388,400	
Creditors: amounts falling due within one year	22	**(171,574)**		(94,855)	
Net current assets			**961,404**		1,293,545
Total assets less current liabilities			**14,401,135**		13,965,711
Creditors: amounts falling due after more than one year			**-**		(60,789)
Total net assets			**14,401,135**		13,904,922
Charity funds					
Restricted funds	24		**2,349,039**		2,488,343
Unrestricted funds	24		**12,052,096**		11,416,579
Total funds			**14,401,135**		13,904,922

CHARITABLE COMPANY BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2024

The Charitable Company's net movement in funds for the year was £496,213 (2023 - £957,924).

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

Lt Gen Sir John Lorimer KCB DSO MBE
Chair of Trustees

Date: 20th September 2025

The notes on pages 22 to 59 form part of these financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2024

	Note	2024 £	As restated 2023 £
Cash flows from operating activities			
Net cash used in operating activities	27	**(107,397)**	124,043
Cash flows from investing activities			
Interest received		**35,521**	43,619
Dividends received		**378,621**	335,507
Purchase of intangible assets		**(56,160)**	-
Purchase of tangible fixed assets		**(4,945)**	(3,935)
Purchase of investments		**(500,000)**	(750,000)
Net cash used in investing activities		**(146,963)**	**(374,809)**
Change in cash and cash equivalents in the year		**(254,360)**	**(250,766)**
Cash and cash equivalents at the beginning of the year		**1,375,045**	1,625,811
Cash and cash equivalents at the end of the year	28	**1,120,685**	1,375,045

The notes on pages 22 to 59 form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

1. General information

The Parachute Regiment and Airborne Forces Charity is a private company limited by guarantee and incorporated in England, registered office Regimental Headquarters, Merville Barracks, Colchester, CO2 7UT. The financial statements are presented in Sterling, which is the functional currency of the currency of the Group. There are no material uncertainties about the charity's ability to continue. The Parachute Regiment and Airborne Forces Charity constitutes a public benefit entity as defined by FRS 102.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Parachute Regiment and Airborne Forces Charity 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.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Charitable Company and its subsidiary undertakings. The results of the subsidiaries are consolidated on a line by line basis.

The Charitable Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of Financial Activities in these financial statements.

2.2 Basis of consolidation

The accounts of the group consolidate the results of the company and its subsidiary undertakings, ABP Retail Limited, PARAS'10 Limited and Airborne Assault Limited which are made up to 31 December. The accounts are consolidated on a line by line basis.

2. Accounting policies (continued)

2.3 Income

All income is recognised once the Charitable Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Turnover is the amount derived from the provision of goods/services, and stated after trade discounts, other sales taxes and net of VAT where applicable.

Grants are included in the Consolidated Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Donated services and facilities represents costs borne by the Ministry of Defence in connection with staff seconded to the Museum and the parent charity without charges, rates and other office expenses.

2.4 Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

2.5 Allocation and apportionment costs

Support costs are costs related to providing direct support to the charitable company but also includes IT costs, insurance, telephone and other office costs. Governance costs are audit fees and trustee meeting and travel expenditure. Any such costs incurred during the year that are not directly attributable to the charitable activities of the organisation are allocated on the proportion of total direct costs required to support each activity.

2.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2. Accounting policies (continued)

2.7 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the reporting date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Consolidated Statement of Financial Activities.

2.8 Intangible assets and amortisation

Intangible fixed assets are recognised at cost and amortised over an 8 to 10 year period on a straight line basis.

At each reporting date the charitable company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined to be the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

All intangible assets are considered to have a finite useful life, which must be reviewed at each reporting date. If a reliable estimate of the useful life cannot be made, it is presumed to be no more than five years.

Amortisation is provided on intangible assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life.

2.9 Tangible fixed assets and depreciation

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives.

Depreciation is provided on the following bases:

Leasehold property	- over the length of the lease
Equipment and fittings	- straight line over 4 years, straight line over 3 - 10 years and 10% reducing balance.

2. Accounting policies (continued)

2.10 Heritage assets

The Parachute Regiment and Airborne Forces Charity holds various heritage assets, including a memorial statue, paintings, statuettes, and trophies, to preserve the heritage of the Parachute Regiment and Airborne Forces. These assets are included at cost and are not depreciated as their nature means that they have an indefinate useful economic life. Consideration is given each year as to whether the value of these assets should be written down if circumstances mean they have become impaired.

Airborne Assault Limited, a subsidiary of the main charity, holds a large number of heritage assets in connection with the history of Airborne Forces and consists of the Museum's collection both on and off display. They include medals, uniforms, equipment, vehicles an extensive archive of documents and imagery and other artefacts. The objects are considered heritage assets under the Statement of Recommended Practice terms as they are tangible assets of historic or artistic importance; consequently, no value is placed on either the asset or the donation for accounting purposes. The management policy in respect of heritage asets is summarise in note 17.

2.11 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

2.12 Taxation

The Charitable Company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Charitable Company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

2.13 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2. Accounting policies (continued)

2.14 Fund accounting

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

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

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

Investment income, gains and losses are allocated to the appropriate fund.

2.15 Retirement benefits

The Group operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate. Expenses are allocated based on the proportion of direct costs required to support each activity.

2.16 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.17 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.18 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charitable Company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated Statement of Financial Activities as a finance cost.

2. Accounting policies (continued)

2.19 Financial instruments

The Group only 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 their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.20 Comparatives

Certain comparatives have been restated to make their treatment consistent with those adopted in the current year. These include:

An amount held on deposit which has been restated and included within cash at bank and in hand. This was previously recognised as a fixed asset investment.

Fixed asset investments and creditors in the parent charitable company's balance sheet to reflect a historical increase in share capital of one of its subsidiaries.

Correction of prior year total funds to bring them in line with underlying accounting records.

3. Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

Useful economic life of intangible fixed assets
The annual amortisation charge for intangible fixed assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the income generation potential of the assets.

Useful economic life of tangible fixed assets
The annual depreciation charge for tangible fixed assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets

The Group and Charitable Company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

4. Income from donations and legacies

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total funds 2024 £
PARAS'10 sponsorship	3,853	-	**3,853**
ParaData donations	3,932	-	**3,932**
Donations	257,825	41,001	**298,826**
Legacies	387,880	-	**387,880**
Grants	-	18,456	**18,456**
Day's Pay scheme income	102,227	102,103	**204,330**
Donated services and facilities	36,436	-	**36,436**
	792,153	161,560	**953,713**

	Unrestricted funds *2023* £	Restricted funds *2023* £	Total funds *2023* £
PARAS'10 sponsorship	9,815	-	9,815
ParaData donations	3,608	-	3,608
Donations	219,083	-	219,083
Legacies	124,065	-	124,065
Grants	5,771	23,942	29,713
Day's Pay scheme income	98,517	98,430	196,947
Donated services and facilities	40,318	-	40,318
	501,177	122,372	623,549

Donated services are borne by the Ministry of Defence in connection with staff seconded to The Parachute Regiment and Airborne Forces Charity without charge.

5. Other trading activities

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total funds 2024 £
Merchandise	7,022	-	**7,022**
Advertising - Pegasus	-	2,543	**2,543**
Royalties	665	-	**665**
Charitable fundraising events	148,725	-	**148,725**
ParaData photo sales	965	-	**965**
Trading activities	446,628	-	**446,628**
	604,005	2,543	**606,548**

	Unrestricted funds *2023* £	Restricted funds *2023* £	Total funds *2023* £
Merchandise	626	-	626
Advertising - Pegasus	-	2,100	2,100
Royalties	639	-	639
Charitable fundraising events	101,355	-	101,355
ParaData photo sales	502	-	502
Trading activities	391,252	-	391,252
	494,374	2,100	496,474

6. Investment income

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total funds 2024 £
Dividends	316,147	62,474	**378,621**
Interest	31,338	4,183	**35,521**
	347,485	66,657	**414,142**

	Unrestricted funds *2023* £	Restricted funds *2023* £	Total funds *2023* £
Dividends	277,236	58,270	335,506
Interest	43,430	516	43,946
	320,666	58,786	379,452

7. Income from charitable activities

	Unrestricted funds 2024 £	**Restricted funds 2024 £**	**Total funds 2024 £**
Subscriptions - Pegasus Journal	-	4,679	**4,679**
Grants	17,815	-	**17,815**
Research/archive visits	2,142	-	**2,142**
	19,957	4,679	**24,636**

	Unrestricted funds *2023* £	Restricted funds *2023* £	Total funds *2023* £
Subscriptions - Pegasus Journal	-	4,810	4,810
Grants	4,727	-	4,727
Research/archive visits	1,558	-	1,558
	6,285	4,810	11,095

8. Analysis of expenditure on raising funds

	Unrestricted funds 2024 £	Total funds 2024 £
Raising donations and legacies		
Staff costs	119,182	**119,182**
Fundraising and online giving costs	49,150	**49,150**
Travel and subsistence	3,351	**3,351**
Function expenses	12,559	**12,559**
Merchandise	15,477	**15,477**
Trading activities: ABP Retail Limited	357,157	**357,157**
Trading activities: PARAS'10 Limited	20,729	**20,729**
Support costs (Note 11)	40,164	**40,164**
	617,769	**617,769**

	Unrestricted funds *2023* £	As restated Total funds *2023* £
Staff costs	88,419	88,419
Fundraising and online giving costs	15,781	15,781
Travel and subsistence	1,606	1,606
Function expenses	27,853	27,853
Merchandise	5,945	5,945
Trading activities: ABP Retail Limited	303,211	303,211
Trading activities: PARAS'10 Limited	25,052	25,052
Support costs (Note 11)	38,520	38,520
	506,387	506,387

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

9. Analysis of expenditure by activity

	Direct costs 2024 £	Grant funding of activities 2024 £	Support costs 2024 £	Total funds 2024 £
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces - General	89,360	-	26,776	**116,136**
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces - Museum	196,173	-	4,236	**200,409**
	285,533	-	31,012	**316,545**
Promote the efficiency of The Parachute Regiment and Airborne Forces	121,554	135,440	66,941	**323,935**
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	140,089	261,030	133,882	**535,001**
	547,176	396,470	231,835	**1,175,481**

	Direct costs *2023* £	Grant funding of activities *2023* £	Support costs *2023* £	Total funds *2023* £
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces - General	68,581	-	25,680	94,261
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces - Museum	193,259	-	6,805	200,064
	261,840	-	32,485	294,325
Promote the efficiency of The Parachute Regiment and Airborne Forces	53,313	125,067	64,200	242,580
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	121,577	312,934	128,401	562,912
	436,730	438,001	225,086	1,099,817

10. Analysis of grants

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total funds 2024 £
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces	-	-	-
Promote the efficiency of The Parachute Regiment and Airborne Forces	135,440	-	**135,440**
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	108,651	152,379	**261,030**
	244,091	152,379	**396,470**

	Unrestricted funds *2024* £	Restricted funds *2024* £	Total funds *2024* £
The Army Benevolent Fund	30,000	-	30,000
Other organisations and individuals *	214,091	152,379	366,470
	244,091	152,379	396,470

* In the year to 31 December 2024, The Parachute Regiment and Airborne Forces Charity made a total of 366 grants (2023: 318) to individuals for the provision of welfare services, support and financial assistance for soldiers or family and dependants of soldiers of The Parachute Regiment and Airborne Forces.

11. Analysis of support costs

	Other 2024 £	Governance costs 2024 £	Total funds 2024 £
Raising funds	38,095	2,069	**40,164**
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces	25,397	1,379	**26,776**
Promote the efficiency of The Parachute Regiment and Airborne Forces	63,492	3,449	**66,941**
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	126,985	6,897	**133,882**
	215,874	11,725	**227,599**
Museum running	-	4,236	**4,236**
Allocated to Charitable Activities	215,874	15,961	**231,835**
Total support costs	253,969	18,030	**271,999**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

	Other *2023* £	Governance costs *2023* £	Total funds *2023* £
Raising funds	35,450	3,070	38,520
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces	23,633	2,047	25,680
Promote the efficiency of The Parachute Regiment and Airborne Forces	59,083	5,117	64,200
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	118,166	10,235	128,401
	200,882	17,399	218,281
Museum running	-	6,805	6,805
Allocated to Charitable Activities	200,882	24,204	225,086
Total support costs	236,332	27,274	263,606

12. Support costs

	2024 £	2023 £
Bank charges	**276**	70
Depreciation charge	**7,638**	8,084
Audit fees	**13,842**	14,183
Professional fees	**3,432**	10,182
Insurance	**4,344**	3,807
IT costs	**10,333**	10,706
Office expenses	**3,277**	3,585
Postage and delivery	**2,784**	1,927
Printing	**175**	1,765
Staff expenses	**2,181**	755
Subscriptions	**1,385**	1,095
Support salary costs	**201,680**	196,956
Telephone	**8,113**	3,571
Travel and meetings	**7,567**	3,903
Trustee expenses	**3,536**	3,017
Governance costs	**34**	-
Amortisation charge	**1,402**	-
	271,999	263,606

13. Auditor's remuneration

	2024 £	2023 £
Fees payable to the Charitable Company's auditor for the audit of the Charitable Company's annual accounts	**14,000**	11,000
Fees payable to the Charitable Company's auditor in respect of:		
All non-audit services not included above	**8,250**	8,000

14. Staff costs

	Group 2024 £	Group *2023 £*	**Charitable Company 2024 £**	Charitable Company *2023 £*
Wages and salaries	**495,581**	443,447	**412,293**	361,521
Social security costs	**37,768**	35,803	**34,998**	33,352
Contribution to defined contribution pension schemes	**23,892**	22,045	**21,549**	19,855
	557,241	501,295	**468,840**	414,728

The average number of persons employed by the Charitable Company during the year was as follows:

	Group 2024 No.	Group *2023 No.*	**Charitable Company 2024 No.**	Charitable Company *2023 No.*
Benevolence and welfare support	**2**	2	**2**	2
Management and administration	**5**	5	**5**	5
Museum operation	**3**	3	**-**	-
	10	10	**7**	7

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group 2024 No.	Group *2023 No.*
In the band £70,001 - £80,000	**1**	1

The Chief Executive Officer, Finance Director, Head of Welfare and Head of Fundraising & Communications are considered key management personnel. Their total remuneration in the year was £253,607 (2023: £237,016).

15. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2023 - £NIL).

During the year ended 31 December 2024, expenses totalling £3,425 were reimbursed or paid directly to 6 Trustees (2023 - £4,553 to 6 Trustees). These expenses were reimbursed travel and subsistence costs incurred in connection with the Charitable Company.

16. Intangible assets

Group

	Computer software £
Cost	
At 1 January 2024	547,435
Additions	56,160
At 31 December 2024	603,595
Amortisation	
At 1 January 2024	513,218
Charge for the year	14,206
At 31 December 2024	527,424
Net book value	
At 31 December 2024	76,171
At 31 December 2023	34,217

16. Intangible assets (continued)

Charitable Company

	Computer software £
Cost	
At 1 January 2024	14,018
At 31 December 2024	14,018
Amortisation	
At 1 January 2024	8,411
Charge for the year	1,402
At 31 December 2024	9,813
Net book value	
At 31 December 2024	4,205
At 31 December 2023	5,607

17. Tangible fixed assets

Group

	Long-term leasehold property £	Plant and machinery etc. £	Total £
Cost or valuation			
At 1 January 2024	**1,250,025**	**1,574,384**	**2,824,409**
Additions	**-**	**4,945**	**4,945**
At 31 December 2024	**1,250,025**	**1,579,329**	**2,829,354**
Depreciation			
At 1 January 2024	**608,807**	**1,563,065**	**2,171,872**
Charge for the year	**39,064**	**9,850**	**48,914**
At 31 December 2024	**647,871**	**1,572,915**	**2,220,786**
Net book value			
At 31 December 2024	**602,154**	**6,414**	**608,568**
At 31 December 2023	641,218	11,319	652,537

17. Tangible fixed assets (continued)

Charitable Company

	Plant and machinery £
Cost or valuation	
At 1 January 2024	**26,625**
Additions	**2,867**
At 31 December 2024	**29,492**
Depreciation	
At 1 January 2024	**18,887**
Charge for the year	**7,638**
At 31 December 2024	**26,525**
Net book value	
At 31 December 2024	**2,967**
At 31 December 2023	7,738

Long leasehold assets represents the remaining value of the lease improvements held by Airborne Assault Limited on the Duxford premises.

18. Heritage assets

Heritage assets represent artefacts held by The Parachute Regiment and Airborne Forces Charity which are regimental paintings, centrepieces and the Pegasus statue situated at the National Memorial Arboretum.

There were no disposals or impairment of heritage assets in the year or the previous four years.

Airborne Assault Limited holds a large number of objects in connection with the history of Airborne Forces and consists of the Museum's collections both on and off display.

They include medals, uniforms, equipment, vehicles, an extensive archive of documents and imagery and other artefacts.

The objects are considered heritage assets under the Statement of Recommended Practice terms as they are tangible assets of historic or artistic importance; consequently, no value is placed on either the asset or the donation for accounting purposes.

There are four main elements to the collection: the display in Duxford, the physical archive at Duxford, the digital archive PARAData, and the reserve collection held separately at Bassingbourn. The public are able to access the museum in Duxford when the site is open during the week, the archive by appointment and can view PARAData online. Heritage assets from the reserve collection can be retrieved by museum staff for prearranged viewing at Duxford.

The Charity does not actively seek new items for the museum but does regularly receive items, both donated and on loan, from both serving members of the Parachute Regiment and those who have previously served in Airborne Forces or their families. The charity utilises digital and physical recording for each asset and has an approved Collections Policy and Plan to The Collections Trust SPECTRUM 5.1 guidelines and the museums' disposal policy. The trustees reserve the right to sell an individual object but only after careful consideration and extensive efforts to return to the original donor or relocated to other institutions. The entire collection would never be offered for sale.

As the majority of artefacts were accrued in the 1950s and 1960s, upon the initial establishment of the original museum in Aldershot, and they would never be sold and for this reason, the value is not included in the accounts.

For insurance purposes, the trustees have undertaken a valuation of the collection which indicated a potential value of £3,245,370. However, as the Charity would be unable to dispose of the collection by selling the items this is considered only to be relevant to allowing the Charity to rebuild the collection if destroyed and in many cases it would not be able to replace the items as they are unique.

Group and Charitable Company

Assets recognised at cost

	Heritage assets 2024 £
Carrying value at 1 January 2024	391,414
	391,414

Analysis of heritage asset transactions

Group and Charitable Company

	2024 £	2023 £	2022 £	2021 £	2020 £
No. of items donated	35	256	74	57	9
Value of donation (£)	2,530	4,777	6,025	2,376	575

As a summary, the total value of objects received into the collection in the past 5 years is valued at £16,283.

None of the above items have been recognised in the charity accounts in line with the accounting policy.

19. Fixed asset investments

Group	Listed investments £
Valuation	
At 1 January 2024 (as previously stated)	**12,267,404**
At 1 January 2024 (as restated)	**12,267,404**
Additions	**500,000**
Revaluations	**273,738**
At 31 December 2024	**13,041,142**
Net book value	
At 31 December 2024	**13,041,142**
At 31 December 2023 (as restated)	12,267,404

Charitable Company	Investments in subsidiary companies £	Listed investments £	Total £
Cost or valuation			
At 1 January 2024	**3**	**12,267,404**	**12,267,407**
Additions	**-**	**500,000**	**500,000**
Revaluations	**-**	**273,738**	**273,738**
At 31 December 2024	**3**	**13,041,142**	**13,041,145**
Net book value			
At 31 December 2024	**3**	**13,041,142**	**13,041,145**
At 31 December 2023	3	12,267,404	12,267,407

Principal subsidiaries

The following were direct subsidiary undertakings of the Charitable Company:

19. Fixed asset investments (continued)

Names	Company number	Charity registration number	Registered office or principal place of business
PARAS'10 Limited	08368199		Regimental Headquarters, Merville Barracks, Colchester, CO2 7UT
ABP Retail Limited	06009028		Terrance House, Units 1-3 Denman Street East, Nottingham, NG7 3GX
Airborne Assault Limited	06743823	1126776	Regimental Headquarters, Merville Barracks, Colchester, CO2 7UT

Principal activity	Class of shares	Holding	Included in consolidation
Commercial events	Ordinary	100%	Yes
Retail and online shop	Ordinary	100%	Yes
Museum running	Limited by guarantee	-%	Yes

The financial results of the subsidiaries for the year were:

Names	Income £	Expenditure £	Profit/(Deficit) for the year £	Net assets £
PARAS'10 Limited	**46,049**	**(20,729)**	**25,320**	**1**
ABP Retail Limited	**396,723**	**(357,157)**	**39,566**	**55,312**
Airborne Assault Limited	**183,234**	**(200,409)**	**(17,175)**	**829,078**

The following was an indirect subsidiary undertaking of the Charitable Company:

Airborne Assault Trading Limited
Company number: 06743518
Registered office: Regimental Headquarters, Merville Barracks, Circular Road South, United Kingdom, CO2 7UT

The company was dormant in both the current and prior year and has net liabilities of £358 (2023: £358).

20. Stocks

	Group 2024 £	Group 2023 £
Finished goods and goods for resale	**73,633**	72,150

21. Debtors

	Group 2024 £	Group 2023 £	Charitable Company 2024 £	Charitable Company 2023 £
Due within one year				
Trade debtors	**2,661**	3,668	**1,860**	1,600
Amounts owed by group undertakings	**-**	-	**80,991**	75,344
Other debtors	**141,419**	109,595	**138,409**	106,281
Prepayments and accrued income	**36,255**	12,966	**80,118**	124,450
	180,335	126,229	**301,378**	307,675

22. Creditors: Amounts falling due within one year

	Group 2024 £	Group 2023 £	Charitable Company 2024 £	Charitable Company 2023 £
Trade creditors	**55,623**	31,193	**33,615**	10,256
Amounts owed to group undertakings	**-**	-	**58,517**	55,224
Other taxation and social security	**20,121**	17,665	**13,093**	8,645
Other creditors	**14,840**	13,751	**9,434**	6,287
Accruals and deferred income	**116,070**	50,620	**56,915**	14,443
	206,654	113,229	**171,574**	94,855

23. Financial instruments

	Group 2024 £	Group *2023 £*	**Charitable Company 2024 £**	Charitable Company *2023 £*
Financial assets				
Financial assets measured at fair value through income and expenditure	**13,041,142**	12,267,404	**13,041,145**	12,267,407
Financial assets measured at amortised cost through income and expenditure	**144,080**	113,263	**221,260**	183,225
	13,185,222	12,380,667	**13,262,405**	12,450,632

	Group 2024 £	Group *2023 £*	**Charitable Company 2024 £**	Charitable Company *2023 £*
Financial liabilities				
Financial liabilities measured at amortised cost through income and expenditure	**186,533**	95,564	**158,481**	86,210

Financial assets measured at fair value through income and expenditure comprise fixed asset investments.

Financial assets measured at amortised cost comprise trade and other debtors.

Financial liabilities measured at amortised cost comprise trade creditors, other creditors and accruals.

24. Statement of funds

Statement of funds - current year

	Balance at 1 January 2024 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 December 2024 £
Designated funds						
Heritage assets	391,414	-	-	-	-	391,414
Airborne Assault Ltd grants	116,012	-	-	(57,432)	-	58,580
Other designated funds	11,940	-	(300)	-	-	11,640
Crudgington Appeal	28,148	2,785	(1,890)	-	-	29,043
2040 Fund	1,102,089	-	-	-	23,384	1,125,473
ParaData Phase II	66,264	-	(12,805)	-	-	53,459
Other designated funds (AAL)	31,694	-	(2,139)	-	-	29,555
	1,747,561	2,785	(17,134)	(57,432)	23,384	1,699,164

24. Statement of funds (continued)

	Balance at 1 January 2024 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 December 2024 £
General funds						
General fund	9,766,976	1,254,651	(809,719)	64,526	203,595	10,480,029
ABP Retail Limited general fund	54,950	396,723	(357,157)	(39,206)	-	55,310
PARAS'10 Limited general fund	-	46,049	(20,729)	(25,320)	-	-
Airborne Assault Limited general fund	40,490	63,392	(119,186)	57,432	-	42,128
Airborne Assault Trading Limited general fund	(358)	-	-	-	-	(358)
	9,862,058	1,760,815	(1,306,791)	57,432	203,595	10,577,109
Total Unrestricted funds	11,609,619	1,763,600	(1,323,925)	-	226,979	12,276,273

24. Statement of funds (continued)

	Balance at 1 January 2024 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 December 2024 £
Restricted funds						
Operational support fund	8,081	-	-	-	-	8,081
Pegasus Journal	550	7,997	(7,315)	-	-	1,232
Benevolence and Welfare	227,958	102,103	-	-	-	330,061
Afghanistan Trust	2,072,483	61,524	(279,613)	-	44,318	1,898,712
Other restricted funds	19,563	-	-	-	-	19,563
Airborne Assault Normandy Trust	30,122	-	-	-	-	30,122
Breya fund	17,486	-	-	-	-	17,486
Francis Fund	112,100	4,377	(79,156)	-	2,441	39,762
Lynaghan Fund	-	40,982	(36,962)	-	-	4,020
Parachute Regiment and Airborne Forces Museum Trust	670,687	-	(39,063)	-	-	631,624
Paradata Phase II	36,271	-	(8,223)	-	-	28,048
Ogilby Trust grant	537	18,456	(18,993)	-	-	-
Collection redisplay fund	310	-	-	-	-	310
	3,196,148	235,439	(469,325)	-	46,759	3,009,021
Total of funds	14,805,767	1,999,039	(1,793,250)	-	273,738	15,285,294

24. **Statement of funds (continued)**

Statement of funds - prior year

	Balance at 1 January 2023 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 December 2023 £
Designated funds						
Heritage assets	391,414	-	-	-	-	391,414
Airborne Assault Ltd grants	171,235	-	(55,223)	-	-	116,012
Other designated funds	26,101	20,563	(34,724)	-	-	11,940
Crudgington Appeal	28,148	-	-	-	-	28,148
2040 Fund	1,012,905	-	-	-	89,184	1,102,089
ParaData Phase II	79,069	-	(12,805)	-	-	66,264
Other designated funds (AAL)	41,604	-	(9,910)	-	-	31,694
	1,750,476	20,563	(112,662)	-	89,184	1,747,561

24. Statement of funds (continued)

	Balance at 1 January 2023 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 December 2023 £
General funds						
General fund	9,065,167	910,516	(1,003,500)	58,767	736,026	9,766,976
ABP Retail Limited general fund	54,950	331,151	(303,211)	(27,940)	-	54,950
PARAS'10 Limited general fund	-	55,879	(25,052)	(30,827)	-	-
Airborne Assault Limited general fund	38,500	111,971	(109,981)	-	-	40,490
Airborne Assault Trading Limited general fund	(358)	-	-	-	-	(358)
	9,158,259	1,409,517	(1,441,744)	-	736,026	9,862,058
Total Unrestricted funds	10,908,735	1,430,080	(1,554,406)	-	825,210	11,609,619

24. Statement of funds (continued)

	Balance at 1 January 2023 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 December 2023 £
Restricted funds						
Operational support fund	8,081	-	-	-	-	8,081
Pegasus Journal	(167)	7,426	(6,709)	-	-	550
Benevolence and Welfare	129,528	98,430	-	-	-	227,958
Afghanistan Trust	1,883,578	55,250	(31,449)	-	165,104	2,072,483
Other restricted funds	19,563	-	-	-	-	19,563
Airborne Assault Normandy Trust	30,122	-	-	-	-	30,122
Breya fund	17,486	-	-	-	-	17,486
Francis Fund	162,098	3,020	(62,112)	-	9,094	112,100
Parachute Regiment and Airborne Forces Museum Trust	709,750	-	(39,063)	-	-	670,687
Paradata Phase II	41,171	-	(4,900)	-	-	36,271
Ogilby Trust grant	-	23,942	(23,405)	-	-	537
Collection redisplay fund	310	-	-	-	-	310
	3,001,520	188,068	(167,638)	-	174,198	3,196,148
Total of funds	13,910,255	1,618,148	(1,722,044)	-	999,408	14,805,767

24. Statement of funds (continued)

Unrestricted funds

The charity's general funds consist of funds which the trustees are free to use in accordance with the charitable objects.

Designated funds

The charity's designated funds consist of funds which the trustees have designated for a specific purpose as stated in the accounts. The Airborne Assault fund designation relates to the three year funding agreement and will be expended by 2025. The ParaData phase II fund relates to funds held for expected future costs and will be expended within the next three to five years.

Restricted funds

Pegasus Journal – the fund represents the surplus or deficit on the publication of The Parachute Regiment's Journal consisting of one edition per annum. Any surplus is held to fund future issues whilst deficits are covered by application of general funds. Please refer to note 30 for future changes to the Pegasus Journal.

Benevolence and Welfare – in line with AGAI guidance, an element of the Day's Pay Scheme is to be witheld for benevolent/welfare purposes.

Afghanistan Trust – In 2015 the charity received the entire funds of The Parachute Regiment Afghan Trust. The fund is to be expended in line with the objects of the original charity which was to support those from The Parachute Regiment who had been deployed to Afghanistan during the conflict. The Trust also expanded the remit to those who had been killed or injured since September 2001 in Afghanistan and Iraq to ensure that the fund can support Parachute Regiment personnel deployed.

Operational Support fund – this fund is to be used towards costs of supporting families of member of The Parachute Regiment who are on active service.

Other – these are funds with minor balances which should be expended within the next twelve months.

The principal restricted fund transferred from the Airborne Assault Ltd relates to the assets and liabilities of The Parachute Regiment and Airborne Forces Museum Trust, which are classified as a restricted fund under the amalgamation of the charities. Airborne Assault Ltd held three other restricted funds for ParaData Phase II Development, Redisplay of the museum collection and Ogilby.

The Parachute Regiment and Airborne Forces Museum Trust, more commonly referred to as PRAFMT, is a linked charity of Airborne Assault Limited (AAL). The PRAFMT is the vehicle that existed prior to the creation of AAL and was the organisation that oversaw the move from Aldershot to IWM Duxford. The PRAFMT owns a number of the museum's assets, including the long-term lease, the museum's internal fixtures and fitting and artefacts. All such assets are held in a restricted fund within AAL. As linked charities the AAL and the PRAFMT are treated as one organisation.

Airborne Assault Normandy Trust - In 2016 the charity received the entire funds of Airborne Assault Normandy Trust. The fund is to be expended in line with the objects of the original charity which was the permanent preservation of the Normandy site for the education and benefit of the nation and the armed forces of the UK.

24. Statement of funds (continued)

Breya Fund - a designated fund was established to consolidate donations and ensure the most cost and tax-efficient channel to assist in funding provision of overseas medical treatment for the daughter of a regimental NCO suffering from neuroblastoma cancer. The family's needs arising from the child's UK treatment have also been supported from Trustees' unrestricted funds.

Francis Fund - this fund relates entirely to a legacy received in 2020 and these funds shall be utilised for the benefit of wives and orphans in distress of deceased ex-Airborne soldiers and Airborne disabled soldiers.

Transfers between funds

During the year, various fund transfers have been processed as the trustees believe them necessary to give a more accurate position at the year end. All transfers are standard consolidation transactions required to correct the group position at the year end.

25. Summary of funds

Summary of funds - current year

	Balance at 1 January 2024 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 December 2024 £
Designated funds	**1,747,561**	**2,785**	**(17,134)**	**(57,432)**	**23,384**	**1,699,164**
General funds	**9,862,058**	**1,760,815**	**(1,306,791)**	**57,432**	**203,595**	**10,577,109**
Restricted funds	**3,196,148**	**235,439**	**(469,325)**	**-**	**46,759**	**3,009,021**
	14,805,767	**1,999,039**	**(1,793,250)**	**-**	**273,738**	**15,285,294**

Summary of funds - prior year

	Balance at 1 January 2023 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 December 2023 £
Designated funds	1,750,476	20,563	(112,662)	-	89,184	1,747,561
General funds	9,158,259	1,409,517	(1,441,744)	-	736,026	9,862,058
Restricted funds	3,001,520	188,068	(167,638)	-	174,198	3,196,148
	13,910,255	1,618,148	(1,722,044)	-	999,408	14,805,767

26. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total funds 2024 £
Tangible fixed assets	6,414	602,154	**608,568**
Intangible fixed assets	76,171	-	**76,171**
Fixed asset investments	10,924,477	2,116,665	**13,041,142**
Heritage assets	391,414	-	**391,414**
Current assets	833,799	540,854	**1,374,653**
Creditors due within one year	(199,354)	(7,300)	**(206,654)**
Difference	243,352	(243,352)	-
Total	12,276,273	3,009,021	**15,285,294**

Analysis of net assets between funds - prior period

	Unrestricted funds 2023 £	*Restricted funds 2023* £	*Total funds 2023* £
Tangible fixed assets	11,319	641,218	652,537
Intangible fixed assets	34,217	-	34,217
Fixed asset investments	10,197,498	2,069,906	12,267,404
Heritage assets	391,414	-	391,414
Current assets	1,080,498	492,926	1,573,424
Creditors due within one year	(105,327)	(7,902)	(113,229)
Total	11,609,619	3,196,148	14,805,767

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

	Group 2024 £	Group *2023* £
Net income for the period (as per Statement of Financial Activities)	**479,527**	893,773
Adjustments for:		
Depreciation charges	**48,914**	48,365
Amortisation charges	**14,206**	14,206
Loss on disposal of tangible fixed assets	**-**	591
Gains on investments	**(273,737)**	(999,408)
Dividends received	**(378,621)**	(335,507)
Interest received	**(35,521)**	(43,619)
Decrease/(increase) in stocks	**(1,483)**	6,160
Decrease in debtors	**3,901**	556,306
Increase/(decrease) in creditors	**35,417**	(16,824)
Net cash provided by/(used in) operating activities	**(107,397)**	124,043

28. Analysis of cash and cash equivalents

	Group 2024 £	Group *2023* £
Cash in hand	**607,091**	639,387
Notice deposits (less than 3 months)	**513,594**	735,658
Total cash and cash equivalents	**1,120,685**	1,375,045

29. Analysis of changes in net debt

	At 1 January 2024	Cash flows	At 31 December 2024
	£	£	£
Cash at bank and in hand	**1,375,045**	**(254,360)**	**1,120,685**
	1,375,045	**(254,360)**	**1,120,685**

30. Pegasus Journal

The cost of producing and distributing the journal is funded from a number of sources. The income received and its application by the charity is set out below:

	2024	*2023*
	£	£
Subscriptions	**4,679**	4,810
Advertising income	**2,543**	2,100
Interest received	**756**	516
Less annual running costs	**(7,129)**	(6,675)
Surplus for the year	**849**	751

Annual running costs are as follows:

	2024	*2023*
	£	£
Publication costs	**6,229**	5,775
Insurance	**900**	900
	7,129	6,675

31. Pension commitments

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £23,892 (2023 - £22,045). £1,350 (2023: £966) was payable to the fund at the balance sheet date and is included in creditors.

32. Operating lease commitments

The Group and the Charitable Company had no commitments under non-cancellable operating leases at 31 December 2024.

33. Related party transactions

The Charitable Company has taken advantage of exemption, under the terms of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with its subsidiary undertakings, as they are wholly owned subsidiaries.

During the year there were no related party transactions other than the Trustees' expenses disclosed in Note 15 above.

34. Controlling party

The Charitable Company is controlled by the Trustees.

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY

England & Wales - Charity number 1131977

Accounts

REGISTERED COMPANY NUMBER: 07005997 (England and Wales)
REGISTERED CHARITY NUMBER : 1131977

REPORT OF THE TRUSTEES AND CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 FOR THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

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FOR THE YEAR ENDED 31 DECEMBER 2023

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THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023

The Trustees, who are also directors of the Charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2023. The Trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) 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).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Parachute Regiment and Airborne Forces Charity is a charitable Company Limited by Guarantee (CLG), as defined by the Companies Act 2006, incorporated on 1 September 2009 and registered as a Charity (No. 1131977) on 5 October 2009. The Company was established under a Memorandum of Association (dated 1 September 2009 and amended on 10 July 2013), which established the objects and powers of the charitable Company and is governed under its Articles of Association. In the event of the Company being wound up, members are required to contribute an amount not exceeding £5.

In 2019, the Trustees of The Parachute Regiment Charity (PRC) RCN 1131977 and sister charity the Airborne Forces Security Fund (AFSF) RCN 206652, an unincorporated trust, respectively agreed to merge to form The Parachute Regiment and Airborne Forces Charity (PRAFC), trading as Support our Paras, effective as of 1 January 2020. Trustees of the merged Charity were drawn from both antecedents. As part of the merger, the Articles were updated in November 2019 to reflect the widening of Objects to include Airborne Forces beneficiaries. This Report and Accounts covers the fourth full year of operation under the PRAFC name.

Structure

The Charity wholly owns two trading subsidiaries, ABP Retail Limited and PARAS'10 Limited (as detailed below) and is also the sole member of Airborne Assault Limited (AAL), a registered charity (as detailed below). The Charity and its subsidiaries form The Parachute Regiment and Airborne Forces Charity Group, as reported in the Consolidation components of this set of accounts.

The Charity is the sole parent of two trading subsidiaries: ABP Retail Limited, a company registered in England and Wales (registered number: 06009028), and PARAS'10 Limited, a company registered in England and Wales (registered number: 08368199), both of which trade in support of the Charity.

AAL is a charitable CLG, incorporated on 7 November 2008 and registered as a charity (1126776) on 18 November 2008. The Charity's Articles of Association were revised and updated by special resolution on 6 February 2014. From 1 January 2014 the then Parachute Regiment Charity became the sole corporate member of AAL and also entered into a renewable 3-year funding agreement to provide financial support. By virtue of this, AAL is now controlled by the PRAFC. This agreement was successively renewed on 01 January of 2017, 2020 and 2023.

Committees

The Charity has five committees which meet separately and report to the main Board of Trustees on key areas: Finance and Investment (FIC); Welfare and Benevolence (WBC); Fundraising and Marketing (FMC); Heritage and Commemorations (HCC); Regimental Efficiency (REC), which was created during 2021 to coordinate efforts on this charitable objective. These committees consist of a Trustee Chair with other nominated Trustees, executives and advisors. As of 2023, the remit of the prior Governance and Succession Committee (GSC) will henceforth be fulfilled and discharged by a single Trustee nominated as Governance Lead to directly support the Chairman, plus a nominated Deputy, rather than by a full Committee.

The Board of Trustees has delegated specific responsibilities to committees. The FIC advises on management of the Charity's investments, as well as reviewing strategic financial matters and makes recommendations to the Board. The Governance Lead and his Deputy have delegated authority to support the Chairman in identifying, approaching and putting forward potential new trustees for the Board's consideration, as well as to support the Chairman and Board with oversight of Governance matters, including Risk Assessment. The WBC reviews and recommends Welfare policy and strategic development to the Board and supports the Welfare Team by reviewing cases outside its delegated authority. The FMC advises the Board and supports the CEO and Head of Fundraising & Comms in fundraising strategy and direction. The HCC advises the Board on strategic policy with regard to Heritage and Commemorative programmes, as well as an annual programme of funding. The REC advises on applications for funds from the serving Regiment, not covered by annual grants.

The Charity Board makes regular review of policy and its risk register and participates actively in periodic reviews of governance best practice, using industry-standard tools endorsed by the military charity trade association Cobseo (Confederation of Service Organisations). The Board also works closely with the Senior Management Team to agree forward strategy to a 5-year horizon.

The Board of Trustees
The Trustees who have served during the period and since the period end are set out on page 8. Under its Articles, the Board comprises no more than 15 Trustees at any one time. The Trustees meet quarterly to discuss issues relevant to the Charity and its future development and to make such decisions as are required by its Articles. To remain agile and responsive to the needs of beneficiaries, decisions are also made out of committee under the terms of the Articles.

Recruitment and appointment of new trustees
The Trustees aim to recruit new members from both Regimental and civilian backgrounds in order to ensure that the Charity has a balance and diversity of skills and knowledge. To this end, the GSC reviews criteria, skill sets and candidates. New Trustees are encouraged to familiarise themselves with Charity Commission guidance relating to their role and an induction pack is issued. External training courses are also made available.

Related Parties
There have been no material transactions with other charities connected with The Parachute Regiment and Airborne Forces in the accounting period, other than those disclosed in the financial statements.

Management
The Senior Management Team consists of the Chief Executive, reporting to the Chairman and Board, the Finance Director, the Head of Fundraising & Communications and the Head of Welfare. A Charity Management Plan (CMP) approved and regularly reviewed by the Board contains all operating policies and procedures as guidance for trustees, management and staff.

OBJECTIVES AND ACTIVITIES

Objectives and Aims
The objects of the Charity, as stated in its Articles, are to further the following charitable purposes by such means as the Trustees shall from time to time think fit:

a. the promotion and maintenance of the heritage of The Parachute Regiment and Airborne Forces;
b. the promotion of the efficiency of The Parachute Regiment;
c. the relief of need, hardship and distress amongst past and present members of The Parachute Regiment and Airborne Forces and their dependants.

Restricted Funds

Afghan Restricted Fund (ARF)
After combat operations in Afghanistan ceased at the end of 2014, the Trustees of the then PRC agreed to take on the funds and obligations of former charity The Parachute Regiment Afghanistan Trust (PRAT) as of 31 December 2014, with the full approval of the Charity Commission. The former Trust's funds are held in a restricted fund administrated by the Trustees against the original and amended objects, as defined by its Trust Deed, namely:

- The relief of need for soldiers of The Parachute Regiment injured in Afghanistan.
- The relief of need for families and dependants of the soldiers killed or injured in Afghanistan.
- To promote and sustain the memories of the loss of life and sacrifices made by the Regiment's soldiers in Afghanistan.
- To promote military efficiency through adventure training and welfare activities for those who served or are about to serve in Afghanistan.

OBJECTIVES AND ACTIVITIES (cont)

Before transferring their funds into the PRC, the PRAT Trustees amended these objects to extend the period of coverage to apply from 11 Sep 2001 onwards and to broaden the scope of applicability to include personnel who served on the other post-9/11 conflicts and operations in which the Regiment has been involved as well as Afghanistan, notably Iraq (op TELIC).

Airborne Assault Normandy Trust (AANT)
As of 1 January 2016, the Trustees of the then PRC agreed to take on the funds and obligations of the former Airborne Assault Normandy Trust, maintaining due recognition and remembrance of the British Airborne role and personnel during the liberation of France in the Second World War, which was dissolved and whose remaining funds form a restricted fund. Trustees have oversight of continued relationships and dialogue with the civic authorities in Normandy.

The Benevolence and Welfare Fund is a restricted fund that receives an element of the voluntary One Day's Pay Scheme (ODPS) contributions from serving soldiers, which are restricted by military statute. A number of other Restricted Funds have been established as a result of fundraising campaigns or legacies.

The Francis Fund, established as a result of a legacy, is a restricted fund that is applicable for the welfare assistance of disabled veterans and widows.

Public Benefit
The Trustees have complied with their duty under section 4(1) of the Charities Act 2011 with regard to Charity Commission guidance on public benefit when reviewing their objectives and aims, in their future planning and in establishing their grant-making policies.

Each of the above-mentioned objects of the Charity demonstrate public benefit:

- The relief of need, hardship and distress for serving or former soldiers of The Parachute Regiment and Airborne Forces, and their dependants, is funded through charitable funds where public funds are insufficient or unavailable.
- The promotion of the efficiency of The Parachute Regiment assists the maintenance of morale and performance within a unique regiment of the British Army which provides key operational outputs at Defence and National level.
- The promotion and maintenance of the heritage of The Parachute Regiment and Airborne Forces assists the education both of serving members of Airborne Forces and the general public in respect of past conflicts and the essential role of the Armed Forces, as well as remembrance of those who have served their country. The Airborne Assault Museum provides significant public benefit as an educational resource for the public and serving personnel of the Armed Forces.

Grantmaking
The Charity makes grants to meet the welfare need for individuals in need or distress, requiring household or mobility assistance for disabilities, as a result of age, wounding or injury; for those downgraded and discharged personnel transitioning to civilian employment; for need, hardship and financial distress both for individuals and their dependants, with particular emphasis on the mitigation of risks of homelessness and detriment to vulnerable dependants. The effects of service and in particular active operations on mental health and family relationships are also manifest and therapy is funded to avoid catastrophic deterioration.

Individual welfare and benevolence applications are assessed against eligibility criteria under the Charity's objects by the Welfare Team. Applications are received through serving Unit Welfare Officers or, for former soldiers and/or their dependants, through caseworkers from the Soldiers, Sailors, Airmen and Families Association (SSAFA) or the Royal British Legion (RBL) via a Case Management System (CMS), relaunched in 2021 as MOSAIC.

The Welfare Team reviews each case against the eligibility criteria, then identifies the most appropriate fund (restricted/designated/unrestricted) for the case need and also seeks to identify where appropriate (and if necessary) additional sources of charitable funding outside the Charity might be identified and coordinated with. The Welfare Team further monitors the outcome of the case grant and any continuing need for support. Where a case is unusual, contentious or exceeds certain threshold levels, reference is made first to the Welfare and Benevolence Committee (WBC) and then, if deemed necessary the full Board.

OBJECTIVES AND ACTIVITIES (cont)

When paratroopers are medically discharged, the Welfare Team has a successful track record of funding trade training and requalification courses as they prepare for their new careers and then assisting with obtaining them the tools and equipment that they will need in their chosen trade. In 2023 these activities were again partly funded by the designated Wigley Support Fund, although this will be for the last time. This resettlement activity all happens under the auspices of our now well-established Career Transition Officer, who is a mentor and advisor for all our Regimental service leavers, helping their initial transition into a successful civilian career and then being there for assistance with any future problems which may subsequently arise.

Annual Regimental Efficiency grants to our Battalions are made by the Board with advice from the REC (under clear guidelines for Adventurous Training, sports, unit welfare and family welfare), with discretion delegated to battalion commanding officers and expenditure monitored through annual returns. Further unit and individual grant applications are assessed on merit, approved initially by the Chief Executive up to specified discretion levels, and then by the trustees of the REC and thereafter by the full Trustee Board if necessary.

For Heritage and Commemorations grants, the planned forward programme of events and pilgrimages for the upcoming year is reviewed annually and scrutinised by the HCC prior to formal approval by the full Board.

ACHIEVEMENT AND PERFORMANCE

Charitable Activities
2023 represented PRAFC's fourth full operating year and the ninth under the trading name of SUPPORT OUR PARAS. The Charity continued to advance its objects and to manage a diverse range of fundraising activities to support them.

Relief of Need, Hardship and Distress
In 2023, the Charity again experienced a sustained and significantly increased degree of general welfare demand that surpassed pre-COVID levels. This is assessed as being primarily due to the continuing squeeze on household finances being experienced nationally but also to further increased pressures on the provision of all public services, but particularly within all aspects of healthcare. During the year, the Charity expended £604k (including support costs of £156k) on the relief of need, hardship and distress, being the primary expenditure under its objects. Of this, £511k was from unrestricted funds, £31k from the Afghan Restricted Fund (ARF) and £62k from the Francis Fund.

By way of example:

- Veteran A1 received help with mental health therapy and priority bills as a medically discharged soldier who is unable to work due to his very serious service attributable injuries.
- Veteran A3 was badly wounded in combat and receives help with his transport for weekly specialist neurological physiotherapy.
- Veteran A4 is a medically discharged soldier with severe mental health issues, whose wife has given up work to care for him. He received assistance with priority bills.
- Veteran A5 received assistance with priority bills after he was hospitalised due to a heart and bowel condition. His civilian employer was only paying him statutory sick pay.

Our Beacons Initiative is now fully operational and our individual Beacon volunteers have been adding much welfare value:

- Beacon 1 visited a combat veteran who lives in a van in Scotland. This visit and assessment resulted in life advice, signposting for mental health care and financial assistance.
- Beacon 3 conducted multiple visits to various housebound elderly veterans in Wales.
- Beacon 7 regularly visited a terminally ill veteran.
- Beacon 10 visited a veteran with MND to verify service and to scope suitability for purchase of a specialist bed.

ACHIEVEMENT AND PERFORMANCE (cont)

Regimental Efficiency

As the overall pressure on government defence spending continues, Charity funding to the serving Regiment helps to encourage the recruitment and continued service of our personnel and to support their individual career progression, thus ensuring that we maintain and retain the very best leaders to look after our peerless soldiers. Both units and individuals are supported with funding to enable Adventurous Training and sports endeavours; character-building activities which foster important professional qualities such as initiative, comradeship and motivation. These experiences also contribute immeasurably to improving overall quality of life for the Regiment's soldiers and maintaining their work life balance. In many cases, serving personnel also use these opportunities to promote and raise funds for the Charity, generating a virtuous funding circle of mutual reputational and financial benefit.

The Regiment's teams and soldiers also routinely compete at the top level of Army and Inter-Service sport. In 2023, The Regiment maintained pre-eminence in several key sporting fields, retaining their titles as Army Downhill Skiing Champions, Army Boxing Champions plus both Army and Combined Services Bobsleigh Champions. One Regimental soldier, supported by the Charity via the Army's elite sporting programme, was successfully selected for Team GB's development bobsleigh squad, with whom he has now successfully embarked on his first competitive season.

Heritage & Commemoration

Visitor footfall to the AAL Airborne Assault Museum's premises within IWM Duxford were again very healthy this year, with visits by organised groups from the Regiment's units, associations, affiliated cadet contingents and wider supporters being key in this respect. The Museum's outreach programme has again allied frequently with PRAFC at a wide range of Regimental and Charity events.

The Charity also supports Remembrance through the maintenance of memorials, primarily at the National Memorial Arboretum (NMA), where an annual summer service is held, and with a Service of Remembrance at St Lawrence Jewry, the Regimental church in the City of London, in November. Routine repairs to our memorial at NMA, which the Charity owns, were also funded by us this year. These are also key touch-points for our ongoing support Next of Kin (NOK) and families. Support is also provided for Regimental commemorations overseas in France and the Netherlands, with grants for our remaining veterans of these campaigns to make the pilgrimage to the battlegrounds on which they fought so long ago. These flagship commemorative activities for the Regiment and its wider community are also key in enhancing its public reputation.

Assisting in the care and maintenance of our two Regimental mascots, Pegasus and Bruneval the Shetland Ponies, is another important aspect of the Charity's wider supporting H&C work. The Charity also fosters links between the serving Regiment and the wider retired community through the publication of the annual Pegasus Journal.

FINANCIAL REVIEW

Financial Performance – Group

The Group's income in 2023 was £1.504m, (up from £1.44m in 2022). 2023 saw a decrease in donations from £302k to £218k but this was largely offset by charitable events, particularly the Utrinque Paratus lunch held in June. Legacy income also increased year on year from £66k to £124k in 2023. Investment income increased to £379k in 2023 (£331k in 2022) by adopting a more proactive approach to our operational cash management. Within the overall Group income figure is £329k of sales revenue by the subsidiary ABP Retail Ltd against which are set £301k of costs. Subsidiary PARAS'10 Limited accounted for a further £55k income, offset by £25k costs. Donated services of £42k represent the provision of employee services to the group by the MoD: £2k received by the Parent Charity and £40k received by AAL. Expenditure for the year increased to £1.61m compared to £1.46m in 2022.

The Group's deficit (net expenditure) for the year was £105k (2022: £23k). This increased to a surplus of £894k after unrealised investment gains of £999k (2022: deficit of £1.406m after unrealised investment losses of £1.383m). At 31 December 2023 the Group carried forward total funds of £14.8m (2022: £13.9m).

FINANCIAL REVIEW (cont)

The Parent Charity SOFA and balance sheet are presented on pages 15 and 16 respectively which report the performance of the Parent individually; these figures form part of the Group results noted above.

Financial Performance – Subsidiaries

Airborne Assault Limited made a deficit of £64k (2022: £49k). Income remained level with 2022. Overall expenditure increased by £15k.

ABP Retail Limited (ABP) made a contribution from retail merchandise sales of £28k (2022: £34k) paid under Gift Aid to its charitable Parent. Turnover fell by £10k and cost of sales increased by £5k year on year.

PARAS'10 Limited made a contribution to its parent under Gift Aid of £30k (2022: £13k). This increase occurred despite the cancellation of the Colchester event in 2023.

Principal Funding Sources
As well as investment income, the Charity has diverse voluntary income streams: the One Day's Pay Scheme (ODPS) for serving members of the Regiment; grants and donations by private individuals, charitable bodies (including branches of the Parachute Regimental Association), trusts, foundations and corporations; legacies; and funds raised from activities and events organised by third-party supporters or by the Charity itself.

Fundraising Controls
All fundraising for voluntary donations is managed by a cell of two employees within the Charity, including the CEO, and relies heavily on personal initiatives by supporters within the serving and retired community, as well as the general public. The Charity organises a number of its own fundraising events or supports third-party event organisers. No professional fundraising organisation, agency or commercial participator has been or will be employed, as a matter of current policy.

The Charity is registered with the Fundraising Regulator and conforms to its Code of Standards. It also complies with guidelines published by the Charity Commission and the Institute of Fundraising. The Charity monitors fundraising on its behalf by attendance at events, or where public collections are being made, by identity checks on collectors, issuing clear guidelines on practices and instructions for remitting funds, and issuing letters and badges of identification with contact details for the charity. Records are maintained for all collectors, including all fundraising aids and materials issued and remittances are monitored. A Complaints Policy agreed by the Trustees is published and publicly accessible on the Charity website. No complaints were received in 2023.

The Charity is also registered with the Information Commissioners Office (ICO) and conforms with the Data Protection Act 1998 and the General Data Protection Regulations (GDPR) 2018.

FINANCIAL REVIEW (cont)

Investment and Risk Policy
All investments funds have been entrusted to a single manager, CCLA (Churches, Charities and Local Authorities) Investment Management Limited.

The investment portfolio is managed to maintain and grow the true value of the investments and generate income which is allocated to the restricted or unrestricted funds according to its source. This strategy does lead to greater year on year volatility in fund values, which is reflected in the accounts, but should generate a more favourable return over the long run. Periodic assessments are made by the FIC as to the availability of cash from operating activities for further long-term investment, noting that restricted and designated funds all need liquidity to meet demand in their respective areas.

Investment Performance
Following the significant market decline in 2022 (£1.383m), the value of the Charity's investments made a partial recovery during 2023 of £999k. The Charity received investment income of £379k (2022: £331k). At the end of 2023, the total value of the investments held by the charity stood at £13.004m (2022: £10.519m). This included a transfer of cash of £1.45m to a higher interest earning deposit account held by CCLA.

Reserves Policy
The Charity is committed to maintaining a level of reserves sufficient to meet ongoing liabilities, including obligations to beneficiaries, to maintain service delivery and to protect the long-term future of its operations in the face of uncertainties and fluctuations in the voluntary fundraising environment.

As at 31 December 2023, the PRAFC Group's total reserves were £14.8m (2022: £13.9m), of which £4.91m is restricted or designated for specific charitable purposes, and £9.86m unrestricted for meeting the objects as the Trustees see fit. It is the view of the Trustees that the reserves held are reasonable and required to support the ongoing and long-term welfare needs of our beneficiaries, as well as funding of regimental efficiency, heritage and commemorative activity.

FUTURE PLANS

The Charity now looks to continue to consolidate its position post-COVID and to properly maximise the benefits to the business and to our beneficiaries which the additional stability, resilience, staff capacity and operational horsepower provided by its new organisational structure over the last year has unlocked and enabled. The Charity will look to codify this consolidation in 2024 within a renewed 5 Year Strategy which will be generated during this upcoming year for implementation in the period 2025-30.

In the nearer term, within 2023 itself, there is much in train for the Charity to get excited about and to look forward to;

- In the Regimental Efficiency sphere, the Charity has funded the participation of a small group of serving paratroopers in the prestigious Darwin 200 project for the expedition's Falkland Islands leg, early in 2024. After that, in April 2024, we will be tracing the progress of the Army's 2024 Everest Expedition as three of the six lead climbers on are serving paratroopers and the Charity has supported their participation in this very serious undertaking.
- In Heritage and Commemoration terms, 2024 will see the 80th anniversaries of D-Day and Arnhem, especially important because this will be the last significant anniversary of those momentous Airborne battles at which our veterans will be able to make these pilgrimages in person. We also remember the 25th anniversary of the Regiment's major contribution to the Kosovo intervention by NATO in 1999.
- For Welfare, 2024 will be the year in which the Beacons Initiative is expanded to full operational capability, both in terms of geographical coverage and in covering the necessary range of eras, units, conflicts and rank-range within our cohort of peer-mentors. In addition, our CTO will commence a limited 'reachback' service for advice and assistance to recently retired veterans with employment issues, whilst also enlisting their help to assist the retirees of today in finding meaningful second careers. We will also start to attempt to define and quantify our eligible beneficiary base as part of an attempt to forecast future welfare need; this will be a time and labour-intensive undertaking but not an expensive one, and we feel it will be well worth the effort in terms of forward planning.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
07005997 (England and Wales)

Registered Charity number
1131977

Registered office
RHQ The Parachute Regiment
Merville Barracks
Circular Road South
Colchester
CO2 7UT

Trustees

Mr E Cottrell	- appointed 04.05.23
Lt Col LPB Cradden MBE	
Mr C J W Daniels	- resigned 16.11.23
Mr M J D F Gray	
Lt Gen ASD Harrison DSO MBE	
Col (Retd) J D Handford OBE	
Lt Gen (Retd) LP Lillywhite CB MBE	
Lt Gen (Retd) Sir John Lorimer KCB DSO MBE	
Brigadier (Retd) M P Lowe MBE	
Mr R J E Moore	
AVM R T I Munro CBE TD	
Lt Gen (Retd) JD Page CB OBE	
Col (Retd) JC Power QVRM TD	
Mrs PF Worsley Tonks	

Independent auditors
Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

Solicitors
Howard Kennedy LLP
1 London Bridge
London
SE1 9BG

EVENTS SINCE THE END OF THE YEAR
Information relating to events since the end of the year is given in the notes to the financial statements.

STATEMENT OF TRUSTEES RESPONSIBILITIES
The trustees (who are also the directors of The Parachute Regiment Charity for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

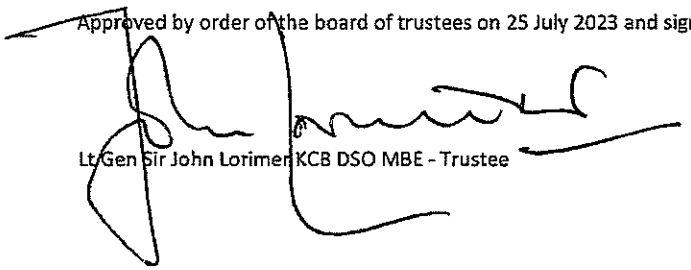
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Approved by order of the board of trustees on 25 July 2023 and signed on its behalf by:



Lt Gen Sir John Lorimer KCB DSO MBE - Trustee

Opinion

We have audited the financial statements of The Parachute Regiment and Airborne Forces Charity (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and charitable company's affairs as at 31 December 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's or charitable company'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. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors 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.

In connection with our audit of the financial statements, 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception
In the light of the knowledge and understanding of the group, parent charitable company, and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees
As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the group and parent charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and parent charitable company'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 group or parent charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements
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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the group and charitable company, the principal risks are that of management override of controls, and potential fraud in revenue recognition. The engagement team considered these risks and audit procedures were undertaken as follows:

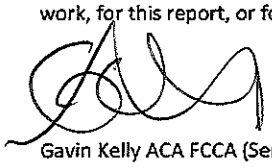
- Discussions with management regarding the ability to override controls and review of processes in place to confirm no override had occurred.
- Extension of sample sizes relating to revenue recognition.
- Discussions with management regarding including consideration of any known or suspected instances of non-compliance with laws and regulations or fraud.
- Review of management journals, and a review of accounting estimates made by management where applicable.
- Review to ensure that there are no transactions that have no apparent business or charitable purpose, or that have been processed outside the usual accounting systems.

There are inherent limitations in the audit procedures described above, and the further removed non-compliance with laws and regulations is from events and transactions reflected in the financial statements, the less likely we are to become aware of it. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment or intentional misrepresentations.

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 Report of the Independent Auditors.

Use of our report

This report is made solely to the group's and parent charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the group's and parent charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the group or parent charitable company and the group's and parent charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Gavin Kelly ACA FCCA (Senior Statutory Auditor)
for and on behalf of Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

Date: 29/7/24

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	Unrestricted funds	Restricted funds	2023 Total funds	2022 Total funds
		£000	£000	£000	£000
INCOME FROM					
Donations and legacies	2	502	122	624	674
Charitable activities					
Income from charitable activities	5	7	5	12	8
Other trading activities	3	487	2	489	429
Investment income	4	320	59	379	331
Total income		1,316	188	1,504	1,442
EXPENDITURE ON					
Raising funds	6	496	-	496	463
Charitable activities	7				
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces		221	68	289	265
Promote the efficiency of The Parachute Regiment and Airborne Forces		213	7	220	230
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants		511	93	604	507
Total expenditure		1,441	168	1,609	1,465
NET OPERATING INCOME		(125)	20	(105)	(23)
Net gains/(losses) on investments		825	174	999	(1,383)
NET INCOME/(EXPENDITURE)		700	194	894	(1,406)
Transfer between funds	23	-	-	-	-
Net movement in funds		700	194	894	(1,406)
RECONCILIATION OF FUNDS					
Total funds brought forward		10,905	3,001	13,906	15,312
TOTAL FUNDS CARRIED FORWARD		11,605	3,195	14,800	13,906

CONTINUING OPERATIONS
All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY (REGISTERED NUMBER: 07005997)

CONSOLIDATED BALANCE SHEET
AT 31 DECEMBER 2023

	Notes	Unrestricted Funds	Restricted Funds	2023 Total funds	2022 Total funds
		£000	£000	£000	£000
FIXED ASSETS					
Intangible fixed assets	14	34	-	34	48
Tangible assets	15	8	641	649	695
Heritage assets	16	391	-	391	391
Investments	17	10,934	2,070	13,004	10,519
		11,367	2,711	14,078	11,653
CURRENT ASSETS					
Stocks		72	-	72	78
Debtors	19	97	35	132	688
Cash at bank and in hand		175	457	632	1,618
		344	492	836	2,384
CREDITORS					
Amounts falling due within one year	20	(106)	(8)	(114)	(131)
NET CURRENT ASSETS		238	484	722	2,253
TOTAL ASSETS LESS CURRENT LIABILITIES		11,605	3,195	14,800	13,906
CREDITORS					
Amounts falling due after more than one year	21	-	-	-	-
NET ASSETS		11,605	3,195	14,800	13,906
FUNDS	23				
Unrestricted funds				11,605	10,905
Restricted funds				3,195	3,001
TOTAL FUNDS				14,800	13,906

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on 25 July 2024 and were signed on its behalf by:

Lt Gen Sir John Lorimer KCB DSO MBE-Trustee

The notes form part of these financial statements

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

PARENT STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	Unrestricted funds £000	Restricted funds £000	2023 Total funds £000	2022 Total funds £000
INCOME FROM					
Donations and legacies	2	449	98	547	594
Charitable activities	5				
Income from charitable activities		5	5	10	5
Other trading activities	3	162	2	164	81
Investment income	4	320	59	379	331
Total income		936	164	1,100	1,011
EXPENDITURE ON					
Raising funds	6	170	-	170	116
Charitable activities	7				
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces		142	-	142	132
Promote the efficiency of The Parachute Regiment and Airborne Forces		213	7	220	230
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants		511	93	604	507
Total expenditure		1,036	100	1,136	985
NET OPERATING INCOME		(100)	64	(36)	26
Net gains/(losses) on investments		825	174	999	(1,383)
NET INCOME/(EXPENDITURE)		725	238	963	(1,357)
Transfer between funds	23	-	-	-	-
Net movement in funds		725	238	963	(1,357)
RECONCILIATION OF FUNDS					
Total funds brought forward		10,693	2,250	12,943	14,300
TOTAL FUNDS CARRIED FORWARD		11,418	2,488	13,906	12,943

CONTINUING OPERATIONS
All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

PARENT BALANCE SHEET
AT 31 DECEMBER 2023

	Notes	Unrestricted Funds	Restricted Funds	2023 Total funds	2022 Total funds
		£000	£000	£000	£000
FIXED ASSETS					
Intangible fixed assets	14	6	-	6	7
Tangible assets	15	7	-	7	13
Heritage assets	16	391	-	391	391
Investments	17	10,934	2,070	13,004	10,519
		11,338	2,070	13,408	10,930
CURRENT ASSETS					
Debtors	19	273	35	308	907
Cash at bank and in hand		(45)	391	346	1,323
		228	426	654	2,230
CREDITORS					
Amounts falling due within one year	20	(87)	(8)	(95)	(101)
NET CURRENT ASSETS		141	418	559	2,129
TOTAL ASSETS LESS CURRENT LIABILITIES		11,479	2,488	13,967	13,059
CREDITORS					
Amounts falling due after more than one y	21	(61)	-	(61)	(116)
NET ASSETS		11,418	2,488	13,906	12,943
FUNDS	23				
Unrestricted funds				11,418	10,693
Restricted funds				2,488	2,250
TOTAL FUNDS				13,906	12,943

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on 25 July 2024 and were signed on its behalf by:

Lt Gen Sir John Lorimer KCB DSO MBE-Trustee

The notes form part of these financial statements

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2023

	2023	2022
Cash flows from operating activities:		
Cash generated from operations	124	(399)
Net cash provided by (used in) operating activities	124	(399)
Cash flows from investing activities:		
Purchase of tangible fixed assets	(3)	(43)
Sale of fixed asset investments	-	-
Purchase of fixed asset investments	(1,486)	-
Interest received	44	3
Dividends received	335	328
Net cash provided by investing activities	(1,110)	288
Change in cash and cash equivalents in the reporting period	(986)	(111)
Cash and cash equivalents at the beginning of the reporting period	1,618	1,729
Cash and cash equivalents at the end of the reporting period	632	1,618

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2023

RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023 £000	2022 £000
Net income for the reporting period (as per the statement of financial activities)	894	(1,406)
Adjustments for:		
Depreciation charges	62	65
Interest received	(44)	(3)
Dividends received	(335)	(328)
Losses/(gains) on investments	(999)	1,383
(Increase)/decrease in stock	6	(2)
(Increase)/decrease in debtors	556	(87)
Increase in creditors	(17)	(21)
Net cash provided by (used in) operating activities	124	(399)

ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.2023	Cashflow	At 31.12.2023
Net cash			
Cash at bank and in hand	1,618	(986)	632
Total	1,618	(986)	632

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

PARENT CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2023

	2023	2022
Cash flows from operating activities:		
Cash generated from operations	131	(350)
Net cash provided by (used in) operating activities	131	(350)
Cash flows from investing activities:		
Purchase of tangible fixed assets	(1)	(42)
Sale of fixed asset investments	-	-
Purchase of fixed asset investments	(1,486)	-
Interest received	44	3
Dividends received	335	328
Net cash provided by investing activities	(1,108)	289
Change in cash and cash equivalents in the reporting period	(977)	(61)
Cash and cash equivalents at the beginning of the reporting period	1,323	1,384
Cash and cash equivalents at the end of the reporting period	346	1,323

The notes form part of these financial statements

NOTES TO THE PARENT CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2023

RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023 £000	2022 £000
Net income for the reporting period (as per the statement of financial activities)	963	(1,357)
Adjustments for:		
Depreciation charges	7	10
Interest received	(44)	(3)
Dividends received	(335)	(328)
Losses/(gains) on investments	(999)	1,383
(Increase) in debtors	599	(172)
Increase/(decrease) in creditors	(61)	117
Net cash provided by (used in) operating activities	131	(350)

ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.2023	Cashflow	At 31.12.2023
Net cash			
Cash at bank and in hand	1,323	(977)	346
Total	1,323	(977)	346

The notes form part of these financial statements

1 ACCOUNTING POLICIES AND GENERAL INFORMATION

General Information
The Parachute Regiment and Airborne Forces Charity is a private company limited by guarantee and incorporated in England, registered office Regimental Headquarters, Merville Barracks, Colchester, CO2 7UT. The financial statements are presented in Sterling, which is the functional currency of the charitable group. There are no material uncertainties about the charity's ability to continue. The Parachute Regiment and Airborne Forces Charity constitutes a public benefit entity as defined by FRS 102.

Basis of preparing the financial statements and General information
The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Companies Act 2006 and the Charities Act 2011. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income
All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Turnover is the amount derived from the provision of goods/services, and stated after trade discounts, other sales taxes and net of VAT where applicable.

Donated services and facilities represents costs borne by the Ministry of Defence in connection with staff seconded to the Museum and the parent charity without charges, rates and other office expenses.

Expenditure
Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Allocation and apportionment of costs
Support costs are costs related to providing direct support to the charitable company but also includes IT costs, insurance, telephone and other office costs. Governance costs are audit fees and trustee meeting and travel expenditure. Any such costs incurred during the year that are not directly attributable to the charitable activities of the organisation are allocated on the proportion of total direct costs required to support each activity.

Intangible fixed assets
Intangible fixed assets were acquired in 2016, 2017, 2018 and 2020 and are amortised over an 8 to 10 year period on a straight line basis.

1 ACCOUNTING POLICIES - continued

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Leasehold	- over the length of the lease
Equipment and fittings	- Straight line over 4 years, Straight line over 3 - 10 years and 10% reducing balance.

Heritage assets
The Parachute Regiment and Airborne Forces Charity holds various heritage assets, including a memorial statue, paintings, statuettes, and trophies, to preserve the heritage of the Parachute Regiment and Airborne Forces. These assets are included at cost and are not depreciated as their nature means that they have an indefinite useful economic life. Consideration is given each year as to whether the value of these assets should be written down if circumstances mean they have become impaired.

Airborne Assault Limited, a subsidiary of the main charity, holds a large number of heritage assets in connection with the history of Airborne Forces and consists of the Museum's collection both on and off display. They include medals, uniforms, equipment, vehicles, an extensive archive of documents and imagery and other artefacts. The objects are considered heritage assets under the Statement of Recommended Practice terms as they are tangible assets of historic or artistic importance; consequently, no value is placed on either the asset or the donation for accounting purposes. The management policy in respect of heritage assets is summarised in note 16.

Taxation
The charity is exempt from corporation tax on its charitable activities, except for its trading subsidiaries.

Stock
Stocks are valued at the lower of cost and net realisable value, after making deductions for obsolete and slow moving items.

Fund accounting
Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Basis of consolidation
The accounts of the group consolidate the results of the company and its subsidiary undertakings, ABP Retail Limited, PARAS'10 Limited and Airborne Assault Limited which are made up to 31 December. The accounts are consolidated on a line by line basis.

Retirement benefits
The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charge to the Statement of Financial Activities in the period to which they relate. Expenses are allocated based on the proportion of direct costs required to support each activity.

2. DONATIONS AND LEGACIES

	Group 2023 £000	Parent 2023 £000	Group 2022 £000	Parent 2022 £000
PARAS'10 sponsorship	10	10	45	45
ParaData donations	4	-	3	-
Donations	218	215	302	287
Legacies	124	124	66	66
Grants	30	-	24	-
Day's Pay Scheme income	196	196	193	193
Donated services and facilities	42	2	41	3
	624	547	674	594

Donated services are borne by the Ministry of Defence in connection with staff seconded to The Parachute Regiment and Airborne Forces Charity without charge.

3. OTHER TRADING ACTIVITIES

	Group 2023 £000	Parent 2023 £000	Group 2022 £000	Parent 2022 £000
Merchandise	1	1	1	1
Advertising - Pegasus	2	2	1	1
Royalties	1	1	2	2
Charitable fundraising events	101	101	30	30
ABP Retail Limited	-	28	-	34
PARAS'10 Limited	-	31	-	13
ParaData photo sales	-	-	1	-
Trading activities	384	-	394	-
	489	164	429	81

4. INVESTMENT INCOME

	Group 2023 £000	Parent 2023 £000	Group 2022 £000	Parent 2022 £000
Dividends from investments	335	335	328	328
Deposit account interest	44	44	3	3
	379	379	331	331

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	Group 2023 £000	Parent 2023 £000	Group 2022 £000	Parent 2022 £000
Subscriptions - Pegasus Journal	Charitable activities	5	5	5	5
Grants	Charitable activities	5	5	-	-
Research/archive visits	Museum running	2	-	3	-
		12	10	8	5

6. RAISING FUNDS

Raising donations and legacies	Group 2023 £000	Parent 2023 £000	Group 2022 £000	Parent 2022 £000
Staff costs	88	88	69	69
Fundraising and online giving costs	16	16	10	10
Travel and subsistence	2	2	2	2
Function expenses	28	28	14	14
Merchandise	6	6	1	1
Trading activities: ABP Retail Limited	301	-	305	-
Trading activities: PARAS'10 Limited	25	-	42	-
Support costs (see note 9)	30	30	20	20
	496	170	463	116

7. CHARITABLE ACTIVITIES COSTS (GROUP)

	Direct costs £000	Grant funding of activities (See note 8) £000	Support costs (See note 9) £000	Totals £000
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces - Genera	66	-	21	87
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces - Museu	195	-	7	202
	261	-	28	289
Promote the efficiency of The Parachute Regiment and Airborne Forces	44	125	51	220
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	135	313	156	604
	440	438	235	1,113

7. CHARITABLE ACTIVITIES COSTS (PARENT)

	Direct costs	Grant funding of activities (See note 8)	Support costs (See note 9)	Totals
	£000	£000	£000	£000
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces	66	55	21	142
Promote the efficiency of The Parachute Regiment and Airborne Forces	44	125	51	220
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	135	313	156	604
	245	493	228	966

8. GRANTS PAYABLE

	2023		2022	
	Group	Parent	Group	Parent
	£000	£000	£000	£000
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces - Genera	-	55	-	51
Promote and maintain the heritage of The Parachute Regiment - Museum	-	-	-	-
Promote the efficiency of The Parachute Regiment and Airborne Forces	125	125	120	120
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	313	313	294	294
	438	493	414	465

Analysis of grants payable:

	Unrestricted	Restricted	Total funds 2023	Total funds 2022
	£000	£000	£000	£000
Other organisations and individuals*	345	93	438	414
Breya Ward	-	-	-	-
Total Group	345	93	438	414
Airborne Assault Limited	55	-	55	51
Total Parent	400	93	493	465

* - The parent charity made a total of 318 grants to individuals for the provision of welfare services, support and financial assistance for soldiers or family and dependants of soldiers of The Parachute Regiment and Airborne Forces.

9. SUPPORT COSTS

	Other £000	Governance costs £000	Totals £000
Raising funds	28	2	30
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces	19	2	21
Promote the efficiency of The Parachute Regiment and Airborne Forces	47	4	51
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	144	12	156
	210	18	228
Museum running	-	7	7
Allocated to Charitable Activities	210	25	235
Total Support Costs	238	27	265

Activity	Basis of allocation
Other	Proportion of direct costs required to support each activity
Governance costs	Proportion of direct costs required to support each activity

10. NET INCOME/ (EXPENDITURE)

Net income/ (expenditure) is stated after charging/(crediting):	2023 £000	2022 £000
Auditors' remuneration - current year (net of VAT)	11	10
Auditors' remuneration - subsidiaries (net of VAT)	8	9
Depreciation - owned assets	48	50
Amortisation	14	15

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2023 nor for the year ended 31 December 2022.

Trustees' expenses

During the year six (2022: one) trustee(s) of the charity were reimbursed travel and subsistence costs incurred in connection with the charity totalling £4,553 (2022: £814).

12. STAFF COSTS

	2023	2022
	£000	£000
Wages and salaries	451	347
Social security costs	38	25
Employers - defined contributions	20	17
	509	389

The charity receives funding from the following sources in relation to employed roles:

MOD	Management and administration	2	9
MOD	Museum operation	38	32
Ogilby Trust	Museum operation	24	22
		64	63

The average monthly number of employees during the year was as follows:

	2023	2022
Benevolence and welfare support	2	2
Management and administration	5	5
Museum operation	3	3
	10	10

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2023	2022
£70,001 - £80,000	1	-

The Chief Executive Officer, Finance Director, Head of Welfare and the Head of Fundraising & Communications are considered key management personnel. The total employee benefits in the year (including employer's national insurance and pension contributions) for these posts were £204,000 (2022: £190,000).

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (GROUP)

	Unrestricted funds	Restricted funds	Total funds
INCOME FROM	£000	£000	£000
Donations and legacies	556	118	674
Charitable activities			
Income from charitable activities	3	5	8
Other trading activities	428	1	429
Investment income	271	60	331
Other income	-	-	-
Total income	1,258	184	1,442
EXPENDITURE ON			
Raising funds	463	-	463
Charitable activities			
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces	194	71	265
Promote the efficiency of The Parachute Regiment and Airborne Forces	221	9	230
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	362	145	507
Total expenditure	1,240	225	1,465
NET OPERATING INCOME	18	(41)	(23)
Net gains on investments	(1,134)	(249)	(1,383)
NET INCOME	(1,116)	(290)	(1,406)
Transfer between funds	(2)	2	-
Net movement in funds	(1,118)	(288)	(1,406)
RECONCILIATION OF FUNDS			
Total funds brought forward	12,023	3,289	15,312
TOTAL FUNDS CARRIED FORWARD	10,905	3,001	13,906

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (PARENT)

	Unrestricted funds	Restricted funds	Total funds
INCOME FROM	£000	£000	£000
Donations and legacies	498	96	594
Charitable activities			
Income from charitable activities	-	5	5
Other trading activities	80	1	81
Investment income	271	60	331
Other income	-	-	-
Total income	849	162	1,011
EXPENDITURE ON			
Raising funds	116	-	116
Charitable activities			
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces	132	-	132
Promote the efficiency of The Parachute Regiment and Airborne Forces	221	9	230
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	362	145	507
Total expenditure	831	154	985
NET OPERATING INCOME	18	8	26
Net gains on investments	(1,134)	(249)	(1,383)
NET INCOME	(1,116)	(241)	(1,357)
Transfer between funds	(2)	2	-
Net movement in funds	(1,118)	(239)	(1,357)
RECONCILIATION OF FUNDS			
Total funds brought forward	11,811	2,489	14,300
TOTAL FUNDS CARRIED FORWARD	10,693	2,250	12,943

14. INTANGIBLE FIXED ASSETS

	Computer Software Group £000	Total Group £000	Total Parent £000
COST			
At 1 January 2023	547	547	14
Additions	-	-	-
At 31 December 2023	547	547	14
DEPRECIATION			
At 1 January 2023	499	499	7
Charge for year	14	14	1
At 31 December 2023	513	513	8
NET BOOK VALUE			
At 31 December 2023	34	34	6
At 31 December 2022	48	48	7

Computer software represents the ParaData system and subsequent substantial upgrades to the platform.

15. TANGIBLE FIXED ASSETS

	Long Leasehold Group £000	Plant and machinery etc Group £000	Total Group £000	Total Parent £000
COST				
At 1 January 2023	1,250	1,571	2,821	27
Additions	-	3	3	1
Disposals	-	(2)	(2)	(2)
At 31 December 2023	1,250	1,572	2,822	26
DEPRECIATION				
At 1 January 2023	570	1,556	2,126	14
Charge for year	39	9	48	6
Eliminated on disposal	-	(1)	(1)	(1)
At 31 December 2023	609	1,564	2,173	19
NET BOOK VALUE				
At 31 December 2023	641	8	649	7
At 31 December 2022	680	15	695	13

Long leasehold assets represents the remaining value of the lease held by Airborne Assault Limited on the Duxford premises. Plant and machinery, etc represents computer hardware and other minor assets held by the parent with the majority of the balance being the cost of the physical cost of the museum displays, artefacts and archive held by Airborne Assault Limited.

16. HERITAGE ASSETS

	Total Group £000	Total Parent £000
COST		
At 1 January 2023	391	391
Additions	-	-
At 31 December 2023	391	391

Heritage assets represent artefacts held by The Parachute Regiment and Airborne Forces Charity which are regimental paintings, centrepieces and the Pegasus statue situated at the National Memorial Arboretum.

There were no disposals or impairment of heritage assets in the year or the previous four years.

Airborne Assault Limited, a subsidiary of the main charity, holds a large number of heritage assets in connection with the history of Airborne Forces and consists of the Museum's collection both on and off display.

They include medals, uniforms, equipment, vehicles, an extensive archive of documents and imagery and other artefacts.

The objects are considered heritage assets under the Statement of Recommended Practice terms as they are tangible assets of historic or artistic importance; consequently, no value is placed on either the asset or the donation for accounting purposes.

There are 4 main elements to the collection: the display in Duxford, the physical archive at Duxford, the digital archive ParaData, and the reserve collection held separately at Bassingbourn. The public are able to access the museum in Duxford when the site is open during the week, the archive by appointment and can view ParaData online. Heritage assets from the reserve collection can be retrieved by museum staff for prearranged viewing at Duxford.

The charity does not actively seek new items for the museum but does regularly receive items, both donated and on loan, from both serving members of the Parachute Regiment and those who have previously served in Airborne Forces or their families. The charity utilises digital and physical recording for each asset and has an approved Collections Policy and Plan to The Collections Trust SPECTRUM 5.1 guidelines. Any disposals from the collection are approved by the trustees following The Collections Trust SPECTRUM 5.1 guidelines and the museums' disposal policy.

The majority of artefacts were accrued in the 1950s and 1960s, upon the initial establishment of the original museum in Aldershot, and they would never be sold. For this reason, the value is not included in the accounts.

For insurance purposes, the trustees have undertaken a valuation of the collection which indicated a potential value of £3,245,370. However, as the charity would be unable to dispose of the collection by selling the items this is considered only to be relevant to allowing the charity to rebuild the collection if destroyed and in many cases it would not be able to replace the items as they are unique.

16. HERITAGE ASSETS - continued

As a summary, the total value of objects received into the collection in the past 5 years is valued at £14,648.

Year	2023	2022	2021	2020	2019
No of items donated	256	74	57	9	14
Cost of acquisition	-	-	-	-	-
Value of donation (£)	4,777	6,025	2,376	575	895

None of the above items have been recognised in the charity accounts in line with the accounting policy.

17. FIXED ASSET INVESTMENTS

	Group Listed investments £000
MARKET VALUE	
At 1 January 2023	10,519
Additions	1,486
Disposals	-
Revaluations	999
At 31 December 2023	13,004
NET BOOK VALUE	
At 31 December 2023	13,004
At 31 December 2022	10,519

	Parent Listed investments £000
MARKET VALUE	
At 1 January 2023	10,519
Additions	1,486
Disposals	-
Revaluations	999
At 31 December 2023	13,004
NET BOOK VALUE	
At 31 December 2023	13,004
At 31 December 2022	10,519

Listed investments are valued at their quoted market price at the balance sheet date.

17. FIXED ASSET INVESTMENTS - continued

The parent company's investments at the balance sheet date in the share capital of companies include the following:

PARAS'10 Limited
Company registration number: 08368199
Registered office: Regimental Headquarters, Merville Barracks, Colchester, CO2 7UT
Nature of business: Commercial events

	%		
Class of share:	holding		
Ordinary	100		
		2023	2022
		£000	£000
Aggregate capital and reserves		-	-
Profit for the year		30	13

ABP Retail Limited
Company registration number: 06009028
Registered office: Terrance House, Units 1-3 Denman Street East, Nottingham, NG7 3GX
Nature of business: Retail and online shop

	%		
Class of share:	holding		
Ordinary	100		
		2023	2022
		£000	£000
Aggregate capital and reserves		55	55
Profit for the year		28	34

Airborne Assault Limited
Company registration number: 06743823
Charity registration number: 1126776
Registered office: Regimental Headquarters, Merville Barracks, Colchester, CO2 7UT
Nature of charity: Museum running

Limited by guarantee:
Sole Corporate Member

	2023	2022
	£000	£000
Aggregate funds	848	910
Deficit for the year	(62)	(46)

18. TRADING RESULTS OF SUBSIDIARIES

	ABP Retail Limited		PARAS'10 Limited	
	2023	2022	2023	2022
	£000	£000	£000	£000
TURNOVER	329	339	55	55
Cost of sales	(221)	(216)	(23)	(39)
GROSS PROFIT	108	123	32	16
Other income (government grants)	-	-	-	-
	108	123	32	16
Expenditure	80	89	2	3
NET PROFIT	28	34	30	13

	Airborne Assault Limited	
	2023	2022
	£000	£000
Income		
Donations and legacies	132	131
Research and Archive visits	2	3
Other trading activities	-	1
Investment income	1	-
TOTAL INCOME	135	135
Expenditure		
Wages	86	81
Property	10	10
Administration	14	13
Maintenance	29	21
Depreciation and amortisation	56	55
Support costs	4	4
TOTAL EXPENDITURE	199	184
NET EXPENDITURE	(64)	(49)

	2023	2022
	£000	£000
Total subsidiary income	519	529
Total subsidiary expenditure	525	531

19. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £000 Group	2023 £000 Parent	2022 £000 Group	2022 £000 Parent
Amounts owed by group undertakings	10	79	10	67
Trade debtors	4	2	1	-
Other debtors	118	227	677	840
	132	308	688	907

20. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £000 Group	2023 £000 Parent	2022 £000 Group	2022 £000 Parent
Trade creditors	21	-	28	-
Taxation and social security	17	9	18	11
Other creditors	76	86	85	90
Accruals for grants payable	-	-	-	-
	114	95	131	101

21. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2023 £000 Group	2023 £000 Parent	2022 £000 Group	2022 £000 Parent
Accruals for grants payable	-	61	-	116
	-	61	-	116

22. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £000	Restricted Funds £000	2023 Total funds £000	2022 Total funds £000
Group				
Fixed assets	433	641	1,074	1,134
Investments	10,934	2,070	13,004	10,519
Current assets	344	492	836	2,384
Current liabilities	(106)	(8)	(114)	(131)
Long term liabilities	-	-	-	-
	11,605	3,195	14,800	13,906
Company				
Fixed assets	404	-	404	411
Investments	10,934	2,070	13,004	10,519
Current assets	228	426	654	2,230
Current liabilities	(87)	(8)	(95)	(101)
Long term liabilities	(61)	-	(61)	(116)
	11,418	2,488	13,906	12,943

23. MOVEMENT IN FUNDS

	At 1.1.23 £000	Net movement in funds £000	Transfers between funds £000	At 31.12.23 £000
Unrestricted company funds				
General fund	9,064	645	59	9,768
Heritage assets (designated fund)	391	-	-	391
Airborne Assault Ltd grants (designated fund)	171	-	(55)	116
Other designated funds (designated fund)	26	(14)	-	12
Crudgington Appeal (designated fund)	28	-	-	28
2040 Fund (designated fund)	1,013	89	-	1,102
Unrestricted subsidiary funds				
ABP Retail Limited general fund	55	28	(29)	54
PARAS'10 Limited general fund	-	30	(30)	-
Airborne Assault Ltd general fund	37	(55)	55	37
ParaData Phase II (designated fund)	79	(13)	-	66
Other designated funds (designated fund)	41	(10)	-	31
	10,905	700	-	11,605
Restricted funds				
Operational Support Fund	8	-	-	8
Pegasus Journal	-	1	-	1
Benevolence and Welfare	129	98	-	227
Afghanistan Trust	1,884	189	-	2,073
Other restricted	20	-	-	20
Airborne Assault Normandy Trust	30	-	-	30
Breya fund	17	-	-	17
Francis Fund	162	(50)	-	112
Parachute Regiment and Airborne Forces Museum Trust	710	(40)	-	670
ParaData Phase II	41	(5)	-	36
Ogilby Trust grant	-	1	-	1
	3,001	193	-	3,195
TOTAL GROUP FUNDS	13,906	893	-	14,800
TOTAL COMPANY FUNDS	12,943	963	-	13,906

23. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £000	Resources expended £000	Gains and losses £000	Movement in funds £000
Unrestricted company funds				
General fund	855	(946)	736	645
Heritage assets (designated fund)	-	-	-	-
Airborne Assault Ltd grants (designated fund)	-	-	-	-
Other designated funds (designated fund)	21	(35)	-	(14)
Crudgington Appeal (designated fund)	-	-	-	-
2040 Fund (designated fund)	-	-	89	89
Unrestricted subsidiary funds				
ABP Retail Limited general fund	329	(301)	-	28
PARAS'10 Limited general fund	55	(25)	-	30
Airborne Assault Ltd general fund	56	(111)	-	(55)
ParaData Phase II (designated fund)	-	(13)	-	(13)
Other designated funds (designated fund)	-	(10)	-	(10)
	1,316	(1,441)	825	700
Restricted company funds				
Operational Support Fund	-	-	-	-
Pegasus Journal	8	(7)	-	1
Benevolence and Welfare	98	-	-	98
Afghanistan Trust	55	(31)	165	189
Other restricted	-	-	-	-
Airborne Assault Normandy Trust	-	-	-	-
Breya fund	-	-	-	-
Francis Fund	3	(62)	9	(50)
Restricted subsidiary funds				
Parachute Regiment and Airborne Forces Museum Trust	-	(40)	-	(40)
ParaData Phase II	-	(5)	-	(5)
Ogilby Trust grant	24	(23)	-	1
	188	(168)	174	194
TOTAL GROUP FUNDS	1,504	(1,609)	999	894
TOTAL COMPANY FUNDS	1,100	(1,136)	999	963

23. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.22 £000	Net movement in funds £000	Transfers between funds £000	At 31.12.22 £000
Unrestricted company funds				
General fund	11,367	(1,153)	(1,150)	9,064
Heritage assets (designated fund)	367	-	24	391
Airborne Assault Ltd grants (designated fund)	51	-	120	171
Other designated funds (designated fund)	26	-	-	26
Crudgington Appeal (designated fund)	-	28	-	28
2040 Fund (designated fund)	-	13	1,000	1,013
Unrestricted subsidiary funds				
ABP Retail Limited general fund	55	34	(34)	55
PARAS'10 Limited general fund	-	13	(13)	-
Airborne Assault Ltd general fund	35	(37)	39	37
ParaData Phase II (designated fund)	92	(13)	-	79
Other designated funds (designated fund)	30	(1)	12	41
	12,023	(1,116)	(2)	10,905
Restricted funds				
Operational Support Fund	8	-	-	8
Pegasus Journal	1	(3)	2	-
Benevolence and Welfare	57	72	-	129
Afghanistan Trust	2,108	(224)	-	1,884
Other restricted	20	-	-	20
Airborne Assault Normandy Trust	30	-	-	30
Breya fund	17	-	-	17
Francis Fund	248	(86)	-	162
Parachute Regiment and Airborne Forces Museum Trust	749	(40)	-	709
ParaData Phase II	51	(9)	-	42
Ogilby Trust grant	-	-	-	-
	3,289	(290)	2	3,001
TOTAL GROUP FUNDS	15,312	(1,406)	-	13,906
TOTAL COMPANY FUNDS	14,300	(1,357)	-	12,943

23. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £000	Resources expended £000	Gains and losses £000	Movement in funds £000
Unrestricted company funds				
General fund	725	(731)	(1,147)	(1,153)
Heritage assets (designated fund)	-	-	-	
Airborne Assault Ltd grants (designated fund)	-	-	-	-
Other designated funds (designated fund)	20	(20)	-	-
Crudgington Appeal (designated fund)	57	(29)	-	28
2040 Fund (designated fund)	-	-	13	13
Unrestricted subsidiary funds				
ABP Retail Limited general fund	339	(305)	-	34
PARAS'10 Limited general fund	55	(42)	-	13
Airborne Assault Ltd general fund	60	(97)	-	(37)
ParaData Phase II (designated fund)	-	(13)	-	(13)
Other designated funds (designated fund)	2	(3)	-	(1)
	1,258	(1,240)	(1,134)	(1,116)
Restricted company funds				
Operational Support Fund	-	-	-	-
Pegasus Journal	6	(9)	-	(3)
Benevolence and Welfare	96	(24)	-	72
Afghanistan Trust	57	(45)	(236)	(224)
Other restricted	-	-	-	-
Airborne Assault Normandy Trust	-	-	-	-
Breya fund	-	-	-	-
Francis Fund	3	(76)	(13)	(86)
Restricted subsidiary funds				
Parachute Regiment and Airborne Forces Museum Trust	-	(40)	-	(40)
ParaData Phase II	-	(9)	-	(9)
Ogilby Trust grant	22	(22)	-	-
	184	(225)	(249)	(290)
TOTAL GROUP FUNDS	1,442	(1,465)	(1,383)	(1,406)
TOTAL COMPANY FUNDS	1,011	(985)	(1,383)	(1,357)

23. MOVEMENT IN FUNDS - continued

Unrestricted funds
The charity's general funds consist of funds which the trustees are free to use in accordance with the charitable objects.

Designated funds
The charity's designated funds consist of funds which the trustees have designated for a specific purpose as stated in the accounts. The Airborne Assault fund designation relates to the three year funding agreement and will be expended by 2022. The ParaData phase II fund relates to funds held for expected future costs and will be expended within the next three to five years.

Restricted funds
Pegasus Journal – the fund represents the surplus or deficit on the publication of The Parachute Regiment's Journal consisting of three editions per annum. Any surplus is held to fund future issues whilst deficits are covered by application of general funds. Please refer to note 24 for future changes to the Pegasus Journal.

Benevolence and Welfare – in line with AGAI guidance, an element of the Day's Pay Scheme is to be withheld for benevolent/welfare purposes.

Afghanistan Trust – In 2015 the charity received the entire funds of The Parachute Regiment Afghan Trust. The fund is to be expended in line with the objects of the original charity which was to support those from The Parachute Regiment who had been deployed to Afghanistan during the conflict. The Trust also expanded the remit to those who had been killed or injured since September 2001 in Afghanistan and Iraq to ensure that the fund can support Parachute Regiment personnel deployed

Operational Support fund – this fund is to be used towards costs of supporting families of member of The Parachute Regiment who are on active service.

Other – these are funds with minor balances which should be expended within the next twelve months.

The principal restricted fund transferred from the Airborne Assault Ltd relates to the assets and liabilities of The Parachute Regiment and Airborne Forces Museum Trust, which are classified as a restricted fund under the amalgamation of the charities. Airborne Assault Ltd held three other restricted funds for ParaData Phase II Development, Redisplay of the museum collection and Ogilby

The Parachute Regiment and Airborne Forces Museum Trust, more commonly referred to as PRAFMT, is a linked charity of Airborne Assault Limited (AAL). The PRAFMT is the vehicle that existed prior to the creation of AAL and was the organisation that oversaw the move from Aldershot to IWM Duxford. The PRAFMT owns a number of the museum's assets, including the long-term lease, the museum's internal fixtures and fitting and artefacts. All such assets are held in a restricted fund within AAL. As linked charities the AAL and the PRAFMT are treated as one organisation.

Airborne Assault Normandy Trust - In 2016 the charity received the entire funds of Airborne Assault Normandy Trust. The fund is to be expended in line with the objects of the original charity which was the permanent preservation of the Normandy site for the education and benefit of the nation and the armed forces of the UK.

23. MOVEMENT IN FUNDS - continued

Breya Fund - a designated fund was established to consolidate donations and ensure the most cost and tax-efficient channel to assist in funding provision of overseas medical treatment for the daughter of a regimental NCO suffering from neuroblastoma cancer. The family's needs arising from the child's UK treatment have also been supported from Trustees' unrestricted funds.

Francis Fund - this fund relates entirely to a legacy received in 2020 and these funds shall be utilised for the benefit of wives and orphans in distress of deceased ex-Airborne soldiers and Airborne disabled soldiers.

Transfers between funds

During the year, various fund transfers have been processed as the trustees believe them necessary to give a more accurate position at the year end. All transfers are standard consolidation transactions required to correct the group position at the year end.

24. PEGASUS JOURNAL

The cost of producing and distributing the journal is funded from a number of sources. The income received and its application by the charity is set out below:

	2023	2022
	£000	£000
Subscriptions	5	5
Advertising income	2	1
Interest received	1	-
	8	6
Less annual running costs	(7)	(8)
Surplus/(deficit) for the year	1	(2)

Annual running costs are as follows:

	2023	2022
	£000	£000
Publication costs	6	7
Insurance	1	1
	7	8

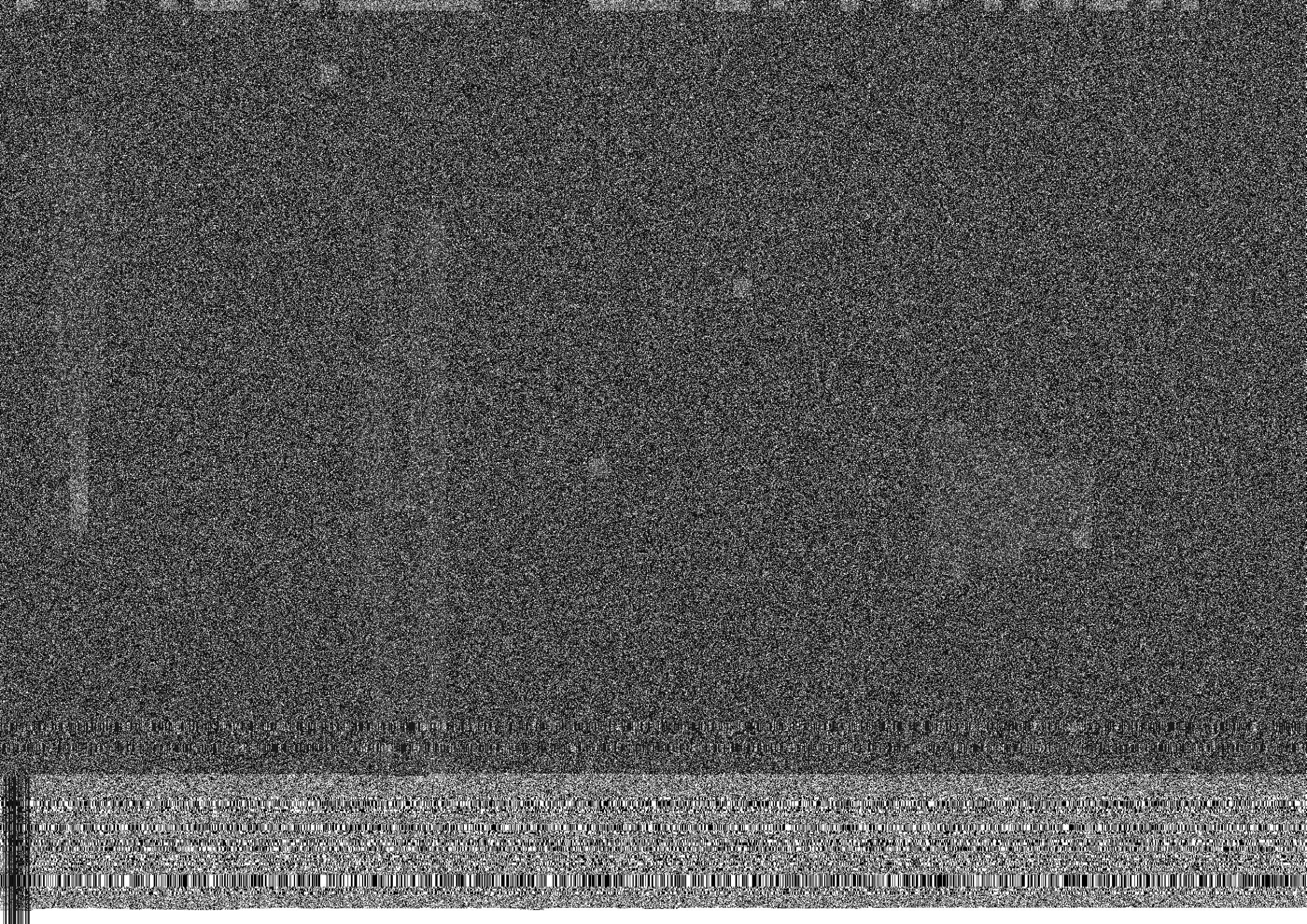
25. RELATED PARTY TRANSACTIONS

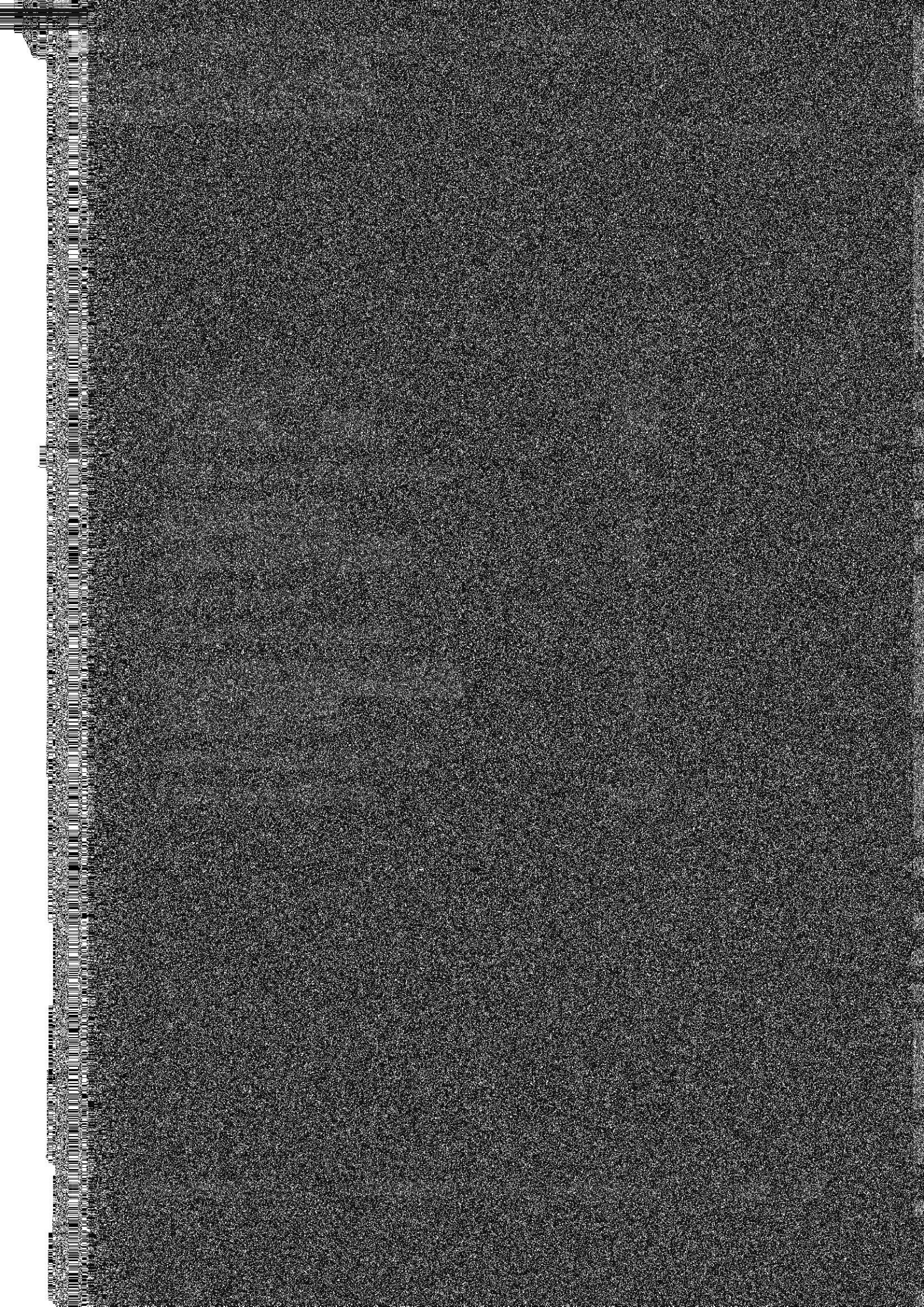
The only transactions with related parties are between wholly owned members of the group as detailed in Note 17. These transactions are included within the consolidated accounts and are not required to be disclosed.

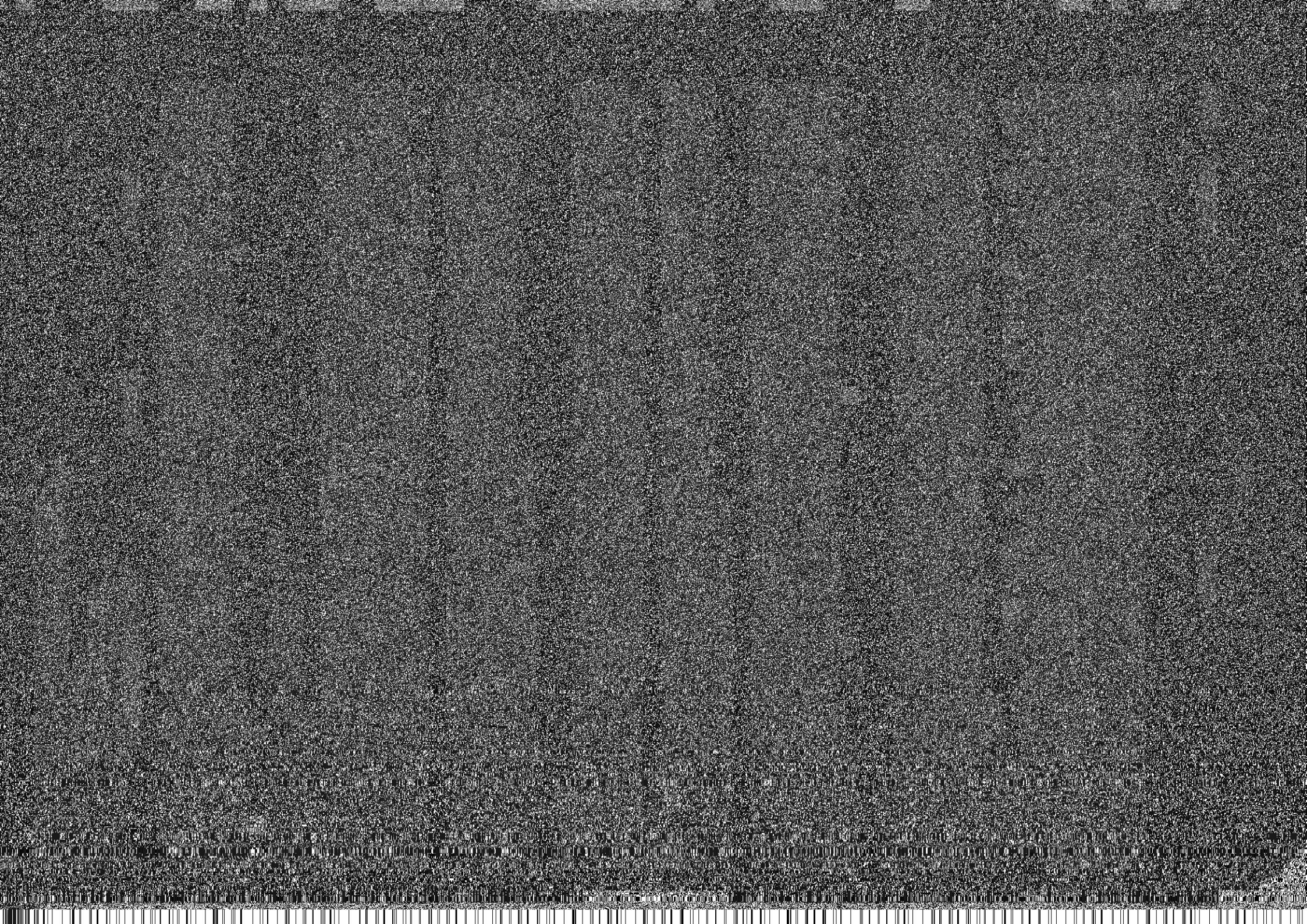
THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY

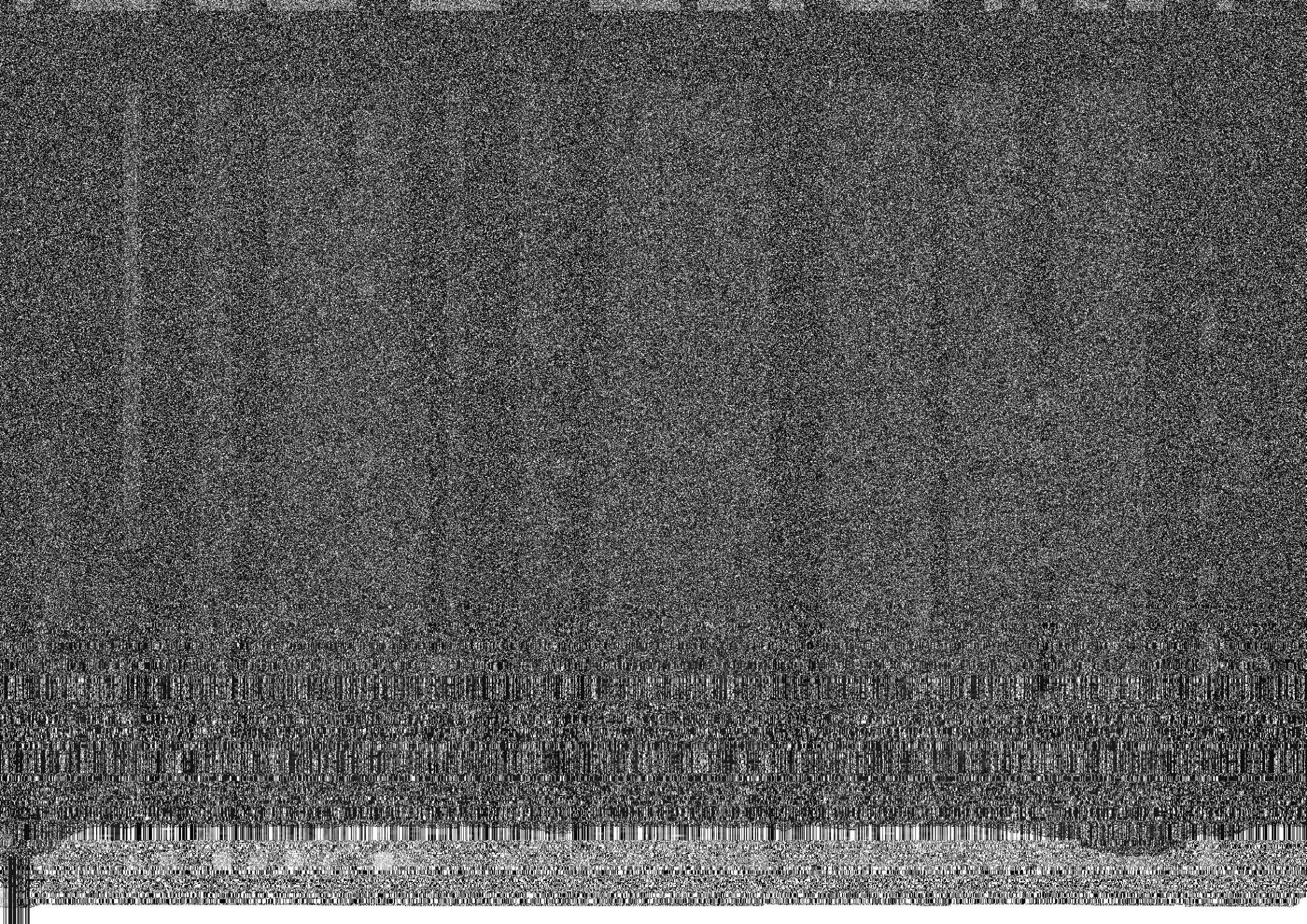
England & Wales - Charity number 1131977

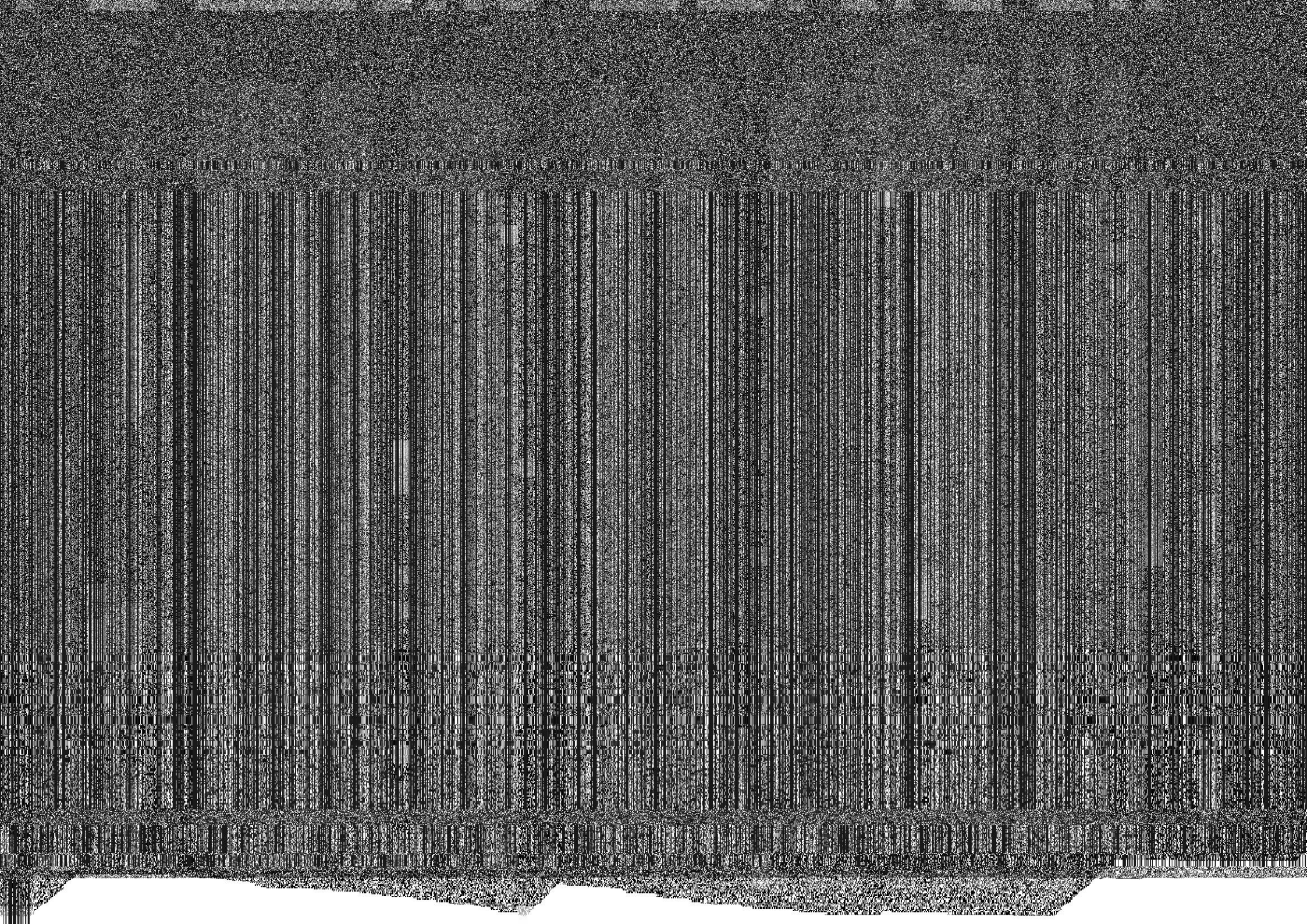
Accounts











ACHIEVEMENT AND PERFORMANCE (cont)

Regimental Efficiency

With ever increasing pressure on public funds, Charity funding is provided to the serving Regiment to enhance recruitment and retention of personnel and to support progress through training and selection, thereby ensuring the highest quality of officers and soldiers. Grants also support ceremonial and commemorative activities for the Regiment and its wider community, enhancing its public reputation. Both units and individuals are supported with funding to enable Adventurous Training and Sports endeavours, which foster initiative, comradeship, personal achievement, reputation and motivation, and which contribute to the quality of the 'lived life' for the Regiment's soldiers.

In many cases, serving personnel use the opportunities afforded to promote and raise funds for the Charity, maintaining a virtuous circle of funding and reputational and financial increase. The Regiment's teams and soldiers routinely compete at a high level in Army and Services sport. In 2022, The Regiment's teams became the Army Downhill Skiing Champions, the Army Boxing Champions, the Army Football Champions and the Combined Services Bobsleigh Champions. Building further on this success, a number of Regimental soldiers, supported by the Charity in their elite sporting ambitions and training programme, will now compete to be selected for Team GB's bobsleigh squad at the next Winter Olympics.

Heritage

With IWM Duxford being fully reopened throughout 2022, visitor numbers to the AAL Airborne Assault Museum were healthy and proportionately strong within the overall IWM site but the site as a whole is not yet seeing a return to pre-pandemic footfall. Clearly the cost-of-living crisis is considered to be a key part of this equation. The Museum has also re-established its outreach programme, both internally at Duxford's set piece airshow days and externally at other events, both locally and nationally. Coordinated event presence with PRAFC staff, for mutual benefit, are also increasingly the norm.

The Charity also supports Remembrance through the maintenance of memorials, primarily at the National Memorial Arboretum (NMA), where an annual summer service is held, and with a Service of Remembrance at St Lawrence Jewry, the Regimental church in the City of London, in November. These are also occasions to meet and support Next of Kin (NOK) and families. Support is also provided for regimental commemorations overseas in France and the Netherlands, with grants for our remaining veterans of these campaigns to make the pilgrimage to the battlegrounds on which they fought so long ago.

The Charity also fosters links between the serving Regiment and the wider retired community through the publication of the annual Pegasus Journal, as well as administrative and IT assistance to the Airborne Network (ABN), run by volunteer retired officers.

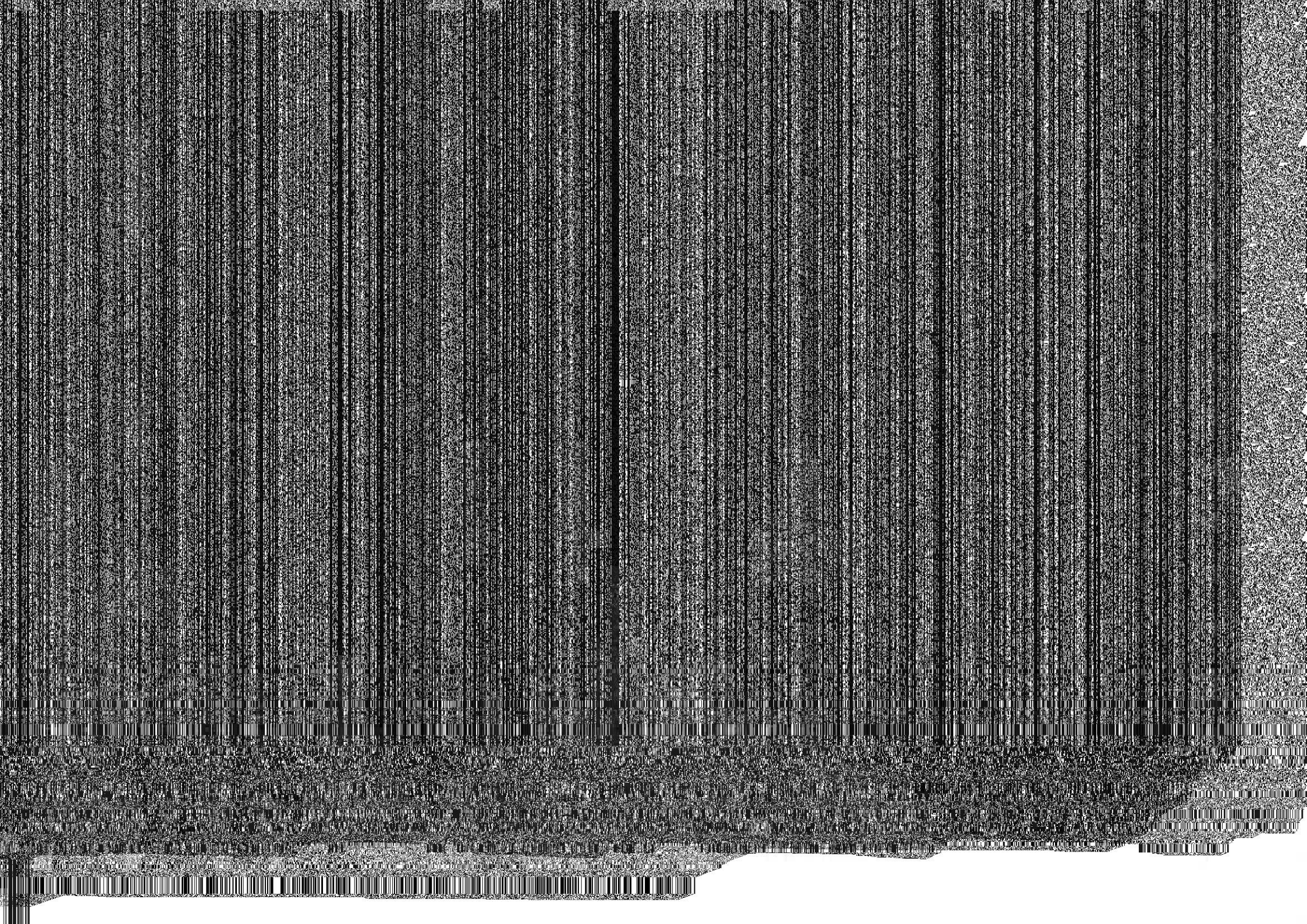
FINANCIAL REVIEW

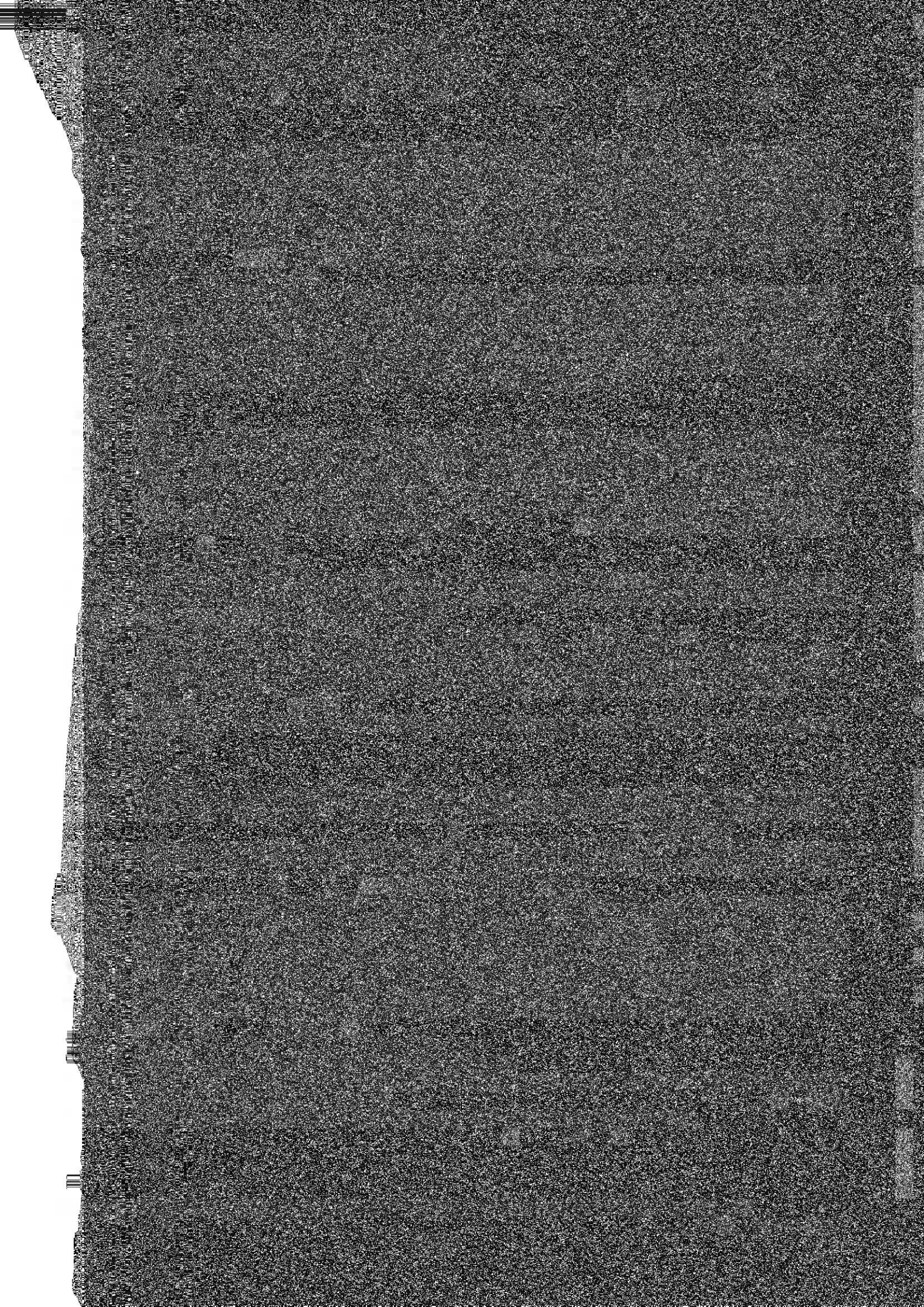
Financial performance – Group

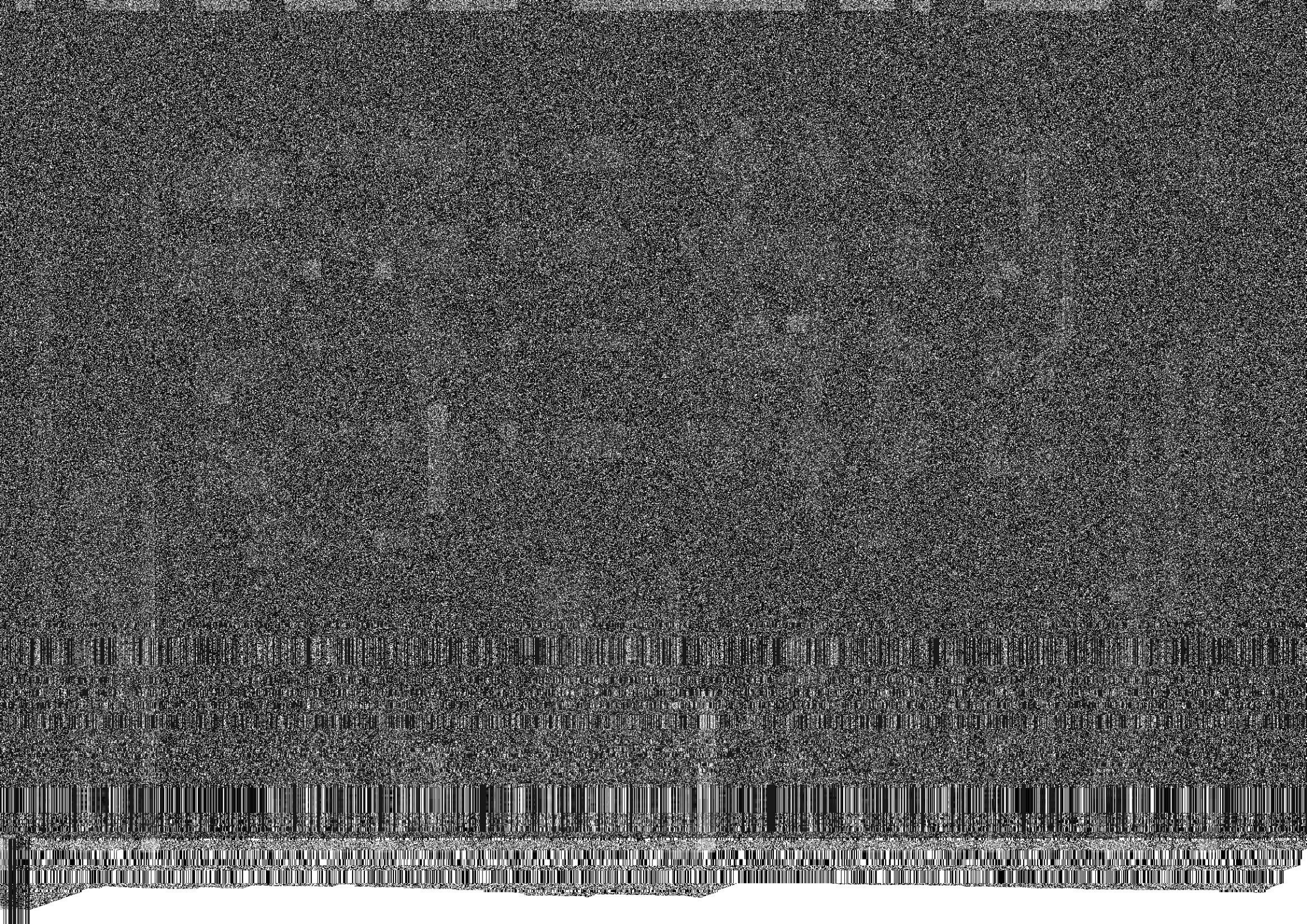
The Group's income in 2022 was £1.44m, which is a decrease from £1.84m in 2021. This fall is attributable to a legacy due to the charity for which income of £470k was recognised in 2021, and this level of legacy would not be expected year on year. The Charity saw an increase to £302k (£220k in 2021) from fundraising and donations. Investment income decreased to £331k in 2022 from £339k in 2021 even though there was uncertainty in the markets during the year. Within the overall Group income figure is £339k of sales revenue by the subsidiary ABP Retail Ltd against which are set £305k of costs. Subsidiary PARAS 10 Limited accounted for a further £55k income, offset by £42k costs. Donated services of £41k represent the provision of employee services to the group by the MoD; £3k received by the Parent Charity and £38k received by AAL.

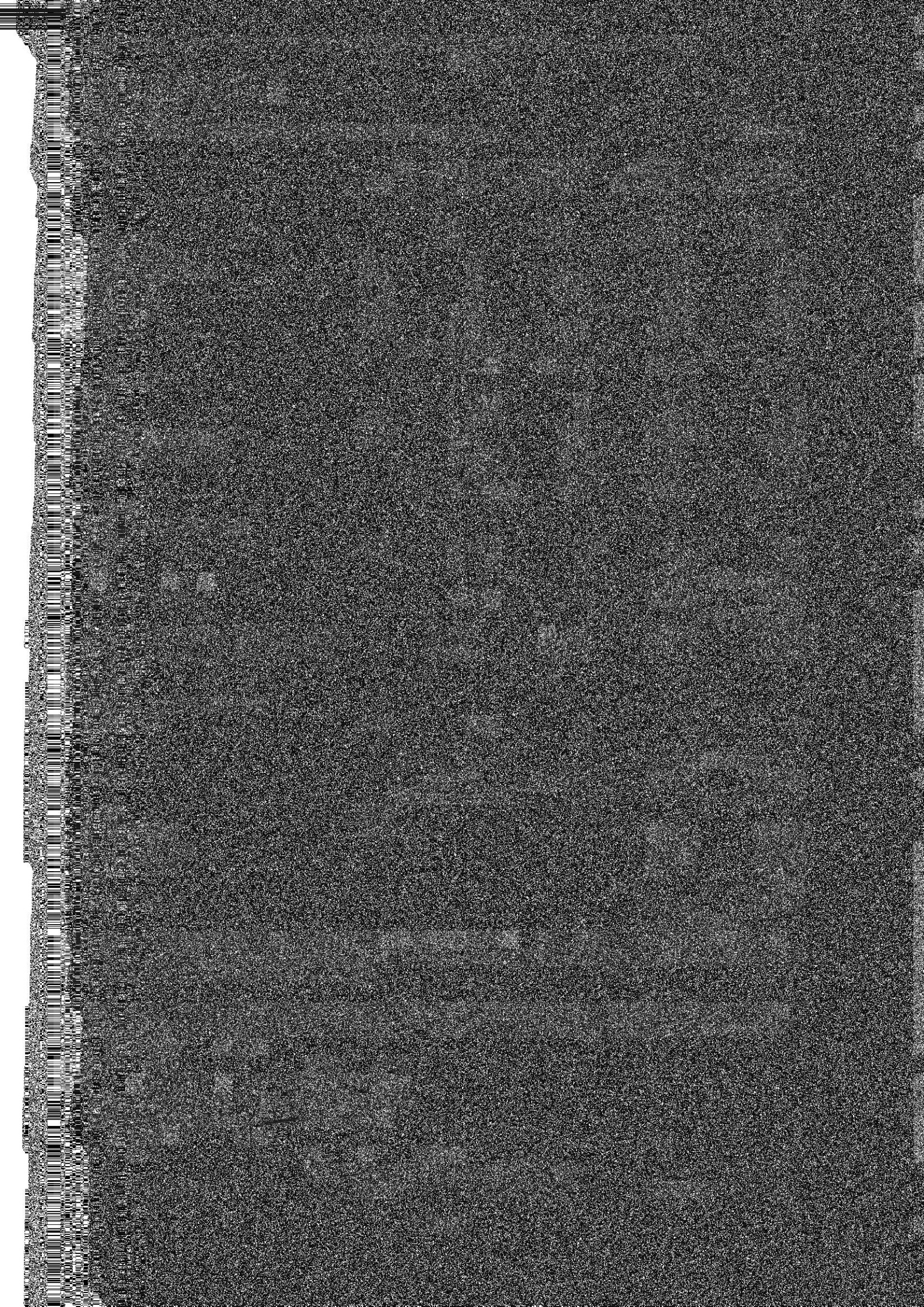
Expenditure for the year totalled £1.46m compared to £1.26m in 2021.

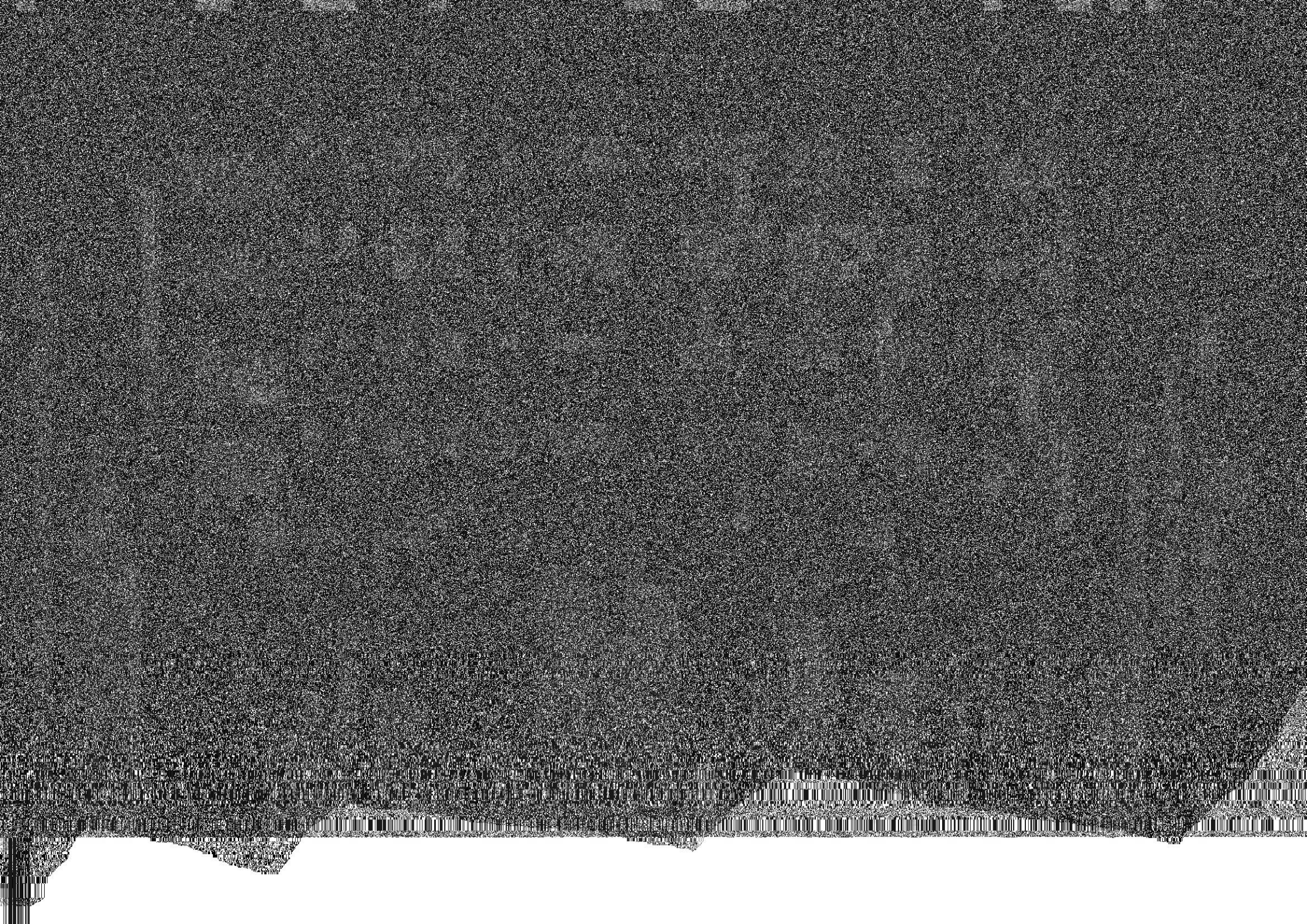
The Group's deficit (net expenditure) for the year was £23k (2020: surplus of £581k). This increased to a deficit of £1.4m after unrealised investment losses of £1.383m (2021: surplus of £2m after unrealised investment gains of £1.425m). At 31 December 2022 the Group carried forward total funds of £13.9m (2021: £15.3m).

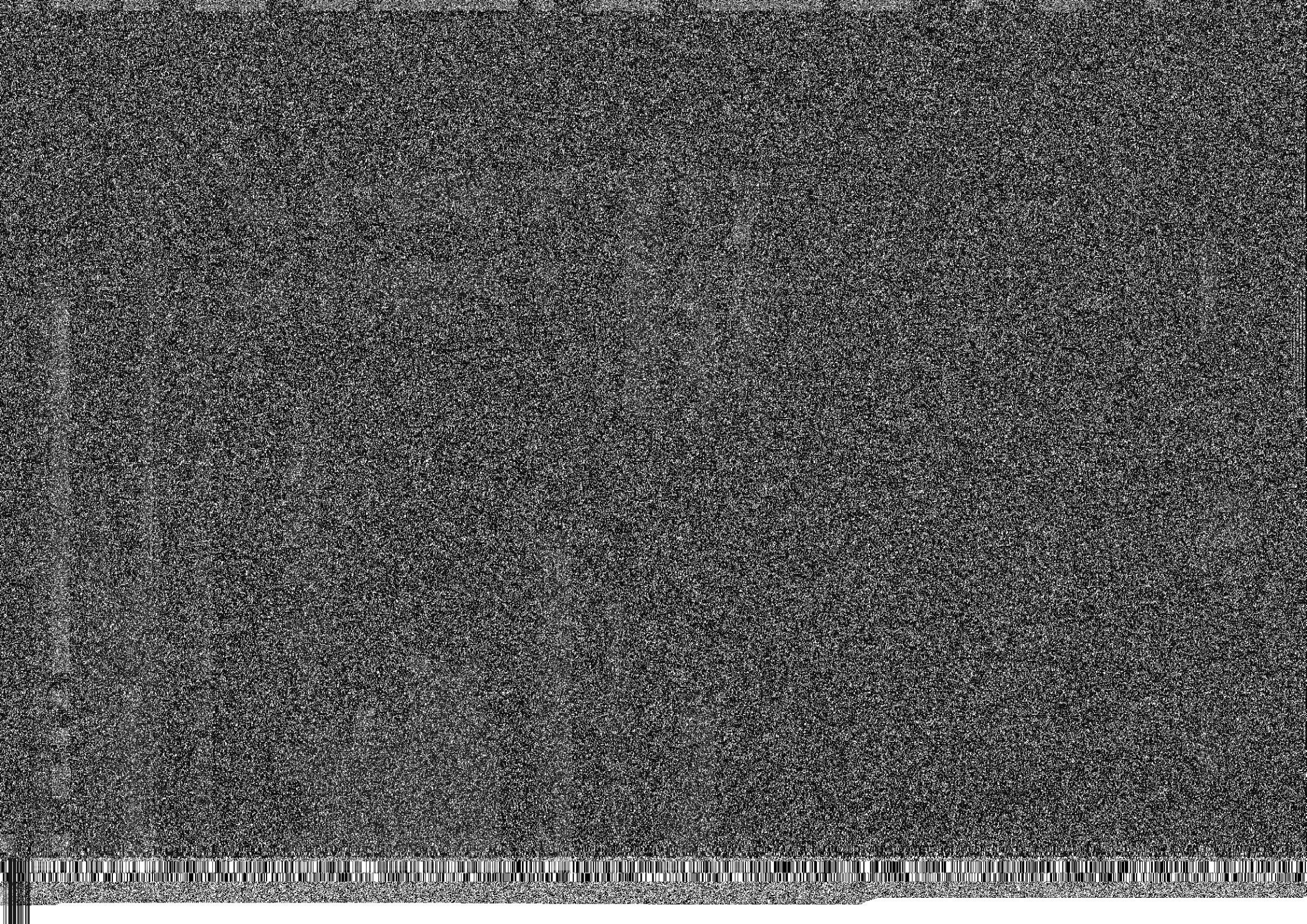












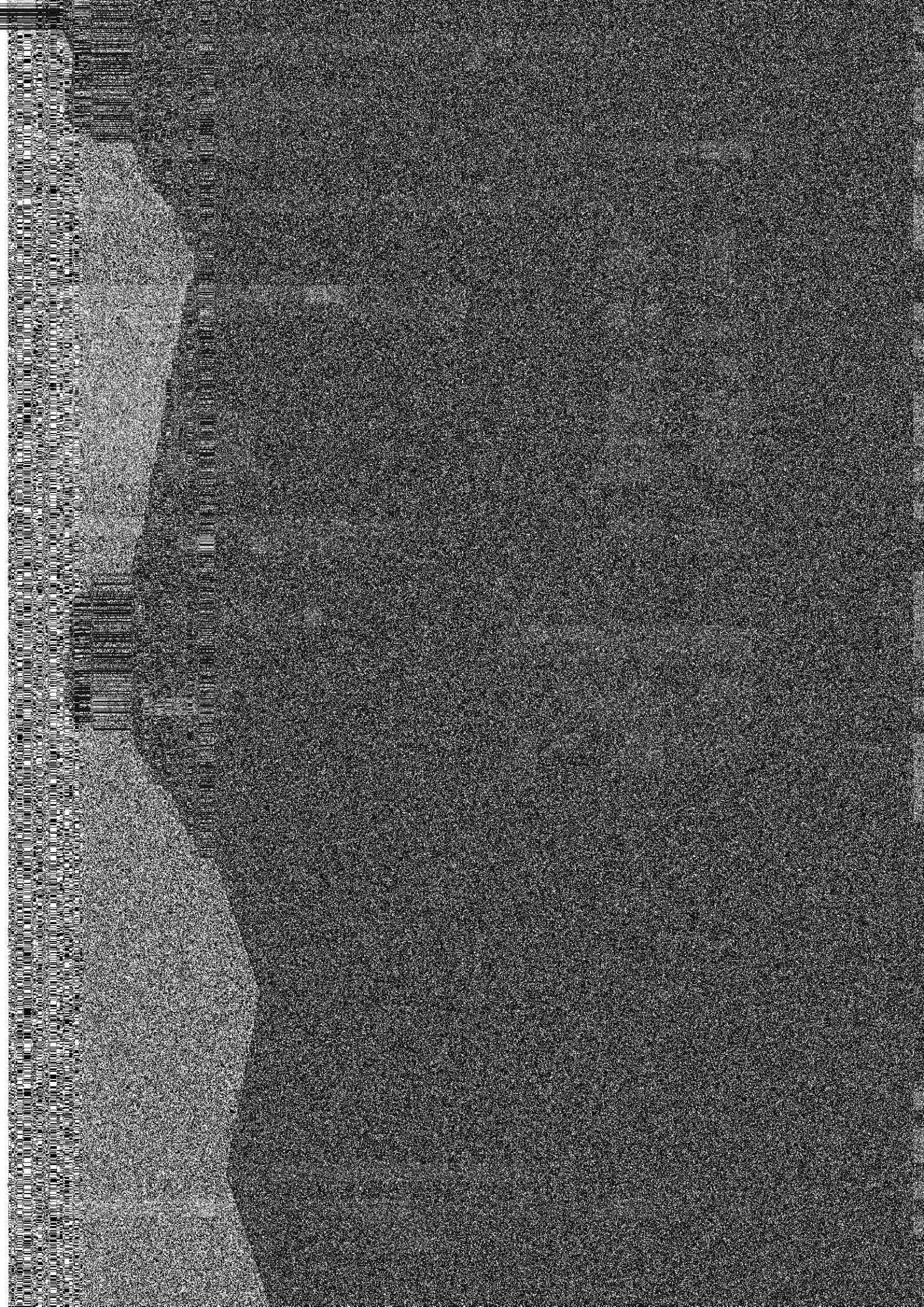
THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

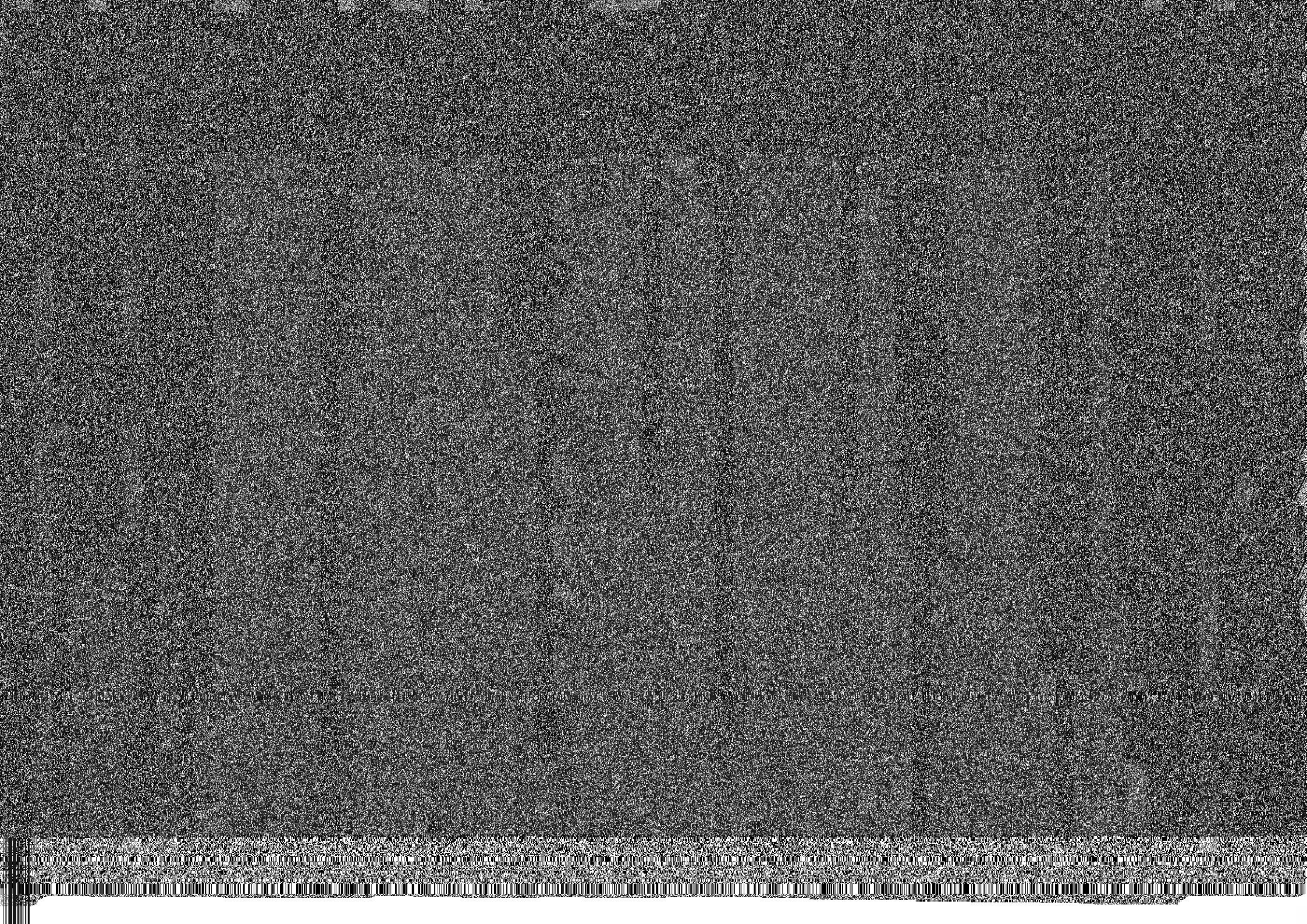
PARENT CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2022

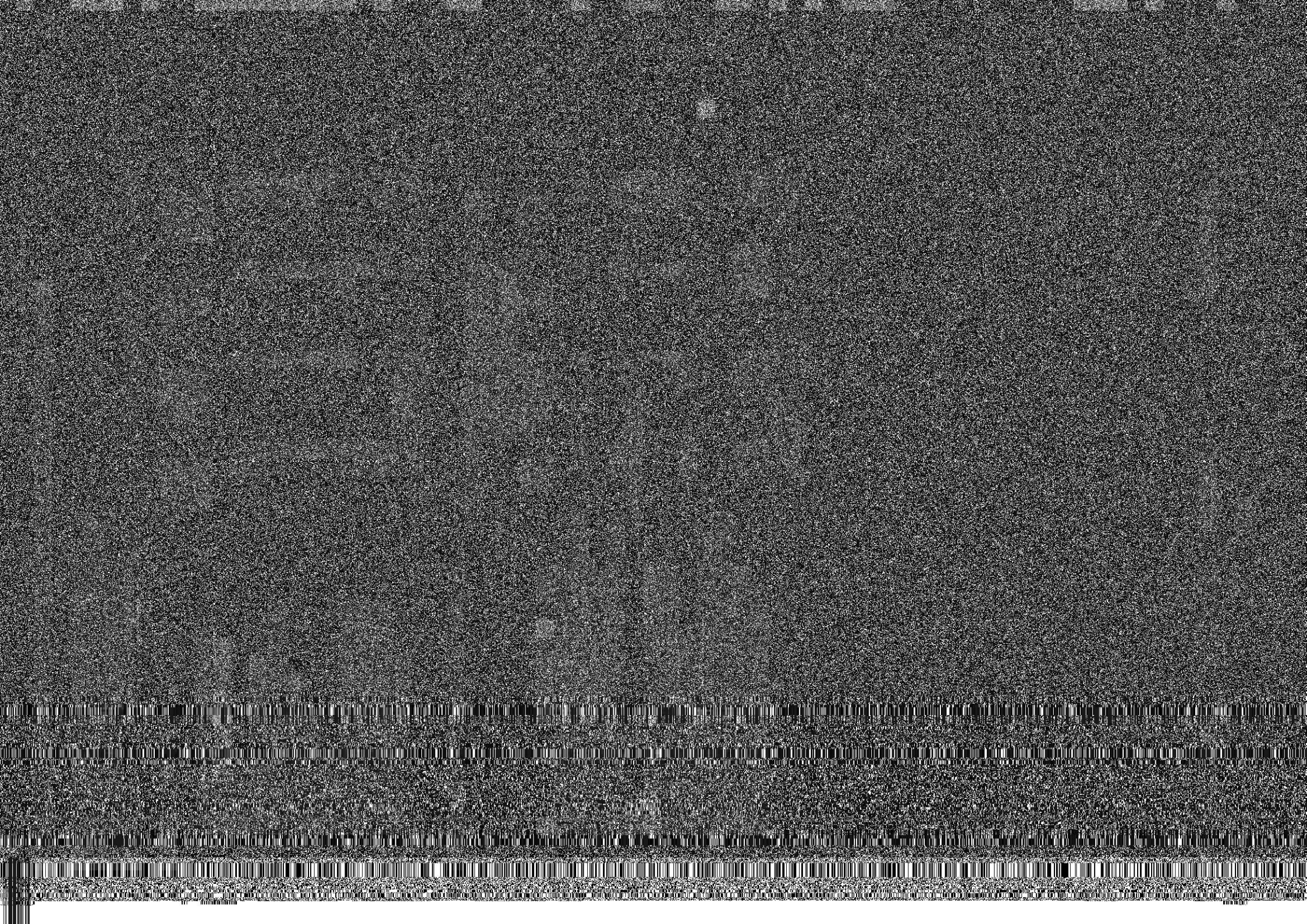
	2022	2021
Cash flows from operating activities:		
Cash generated from operations	(350)	(185)
Net cash provided by (used in) operating activities	(350)	(185)
Cash flows from investing activities:		
Purchase of tangible fixed assets	(42)	(23)
Sale of fixed asset investments		9,876
Purchase of fixed asset investments		(10,564)
Interest received	3	
Dividends received	328	339
Net cash provided by investing activities	289	(362)
Change in cash and cash equivalents in the reporting period	(61)	(547)
Cash and cash equivalents at the beginning of the reporting period	1,384	1,931
Cash and cash equivalents at the end of the reporting period	1,323	1,384

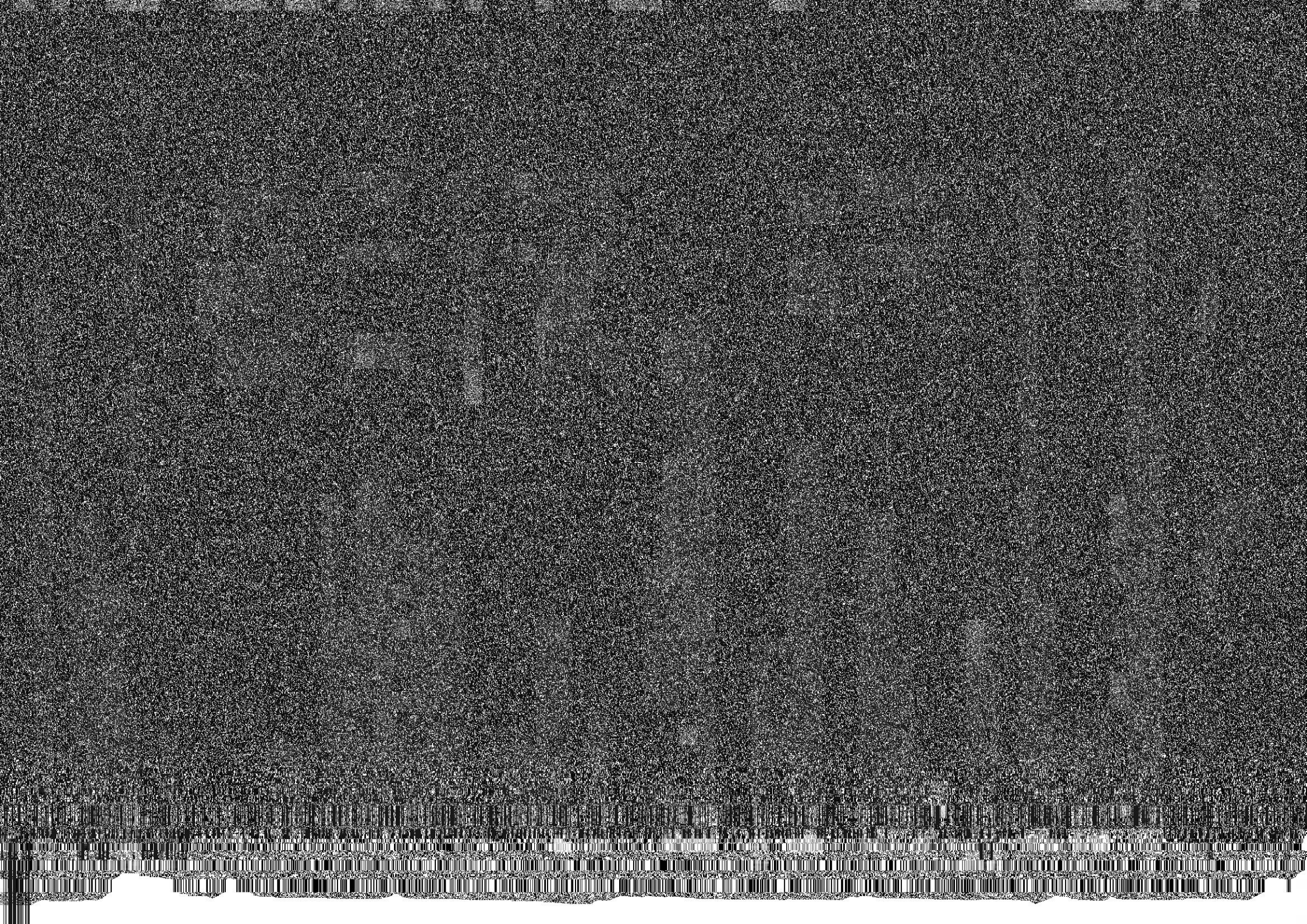
The notes form part of these financial statements



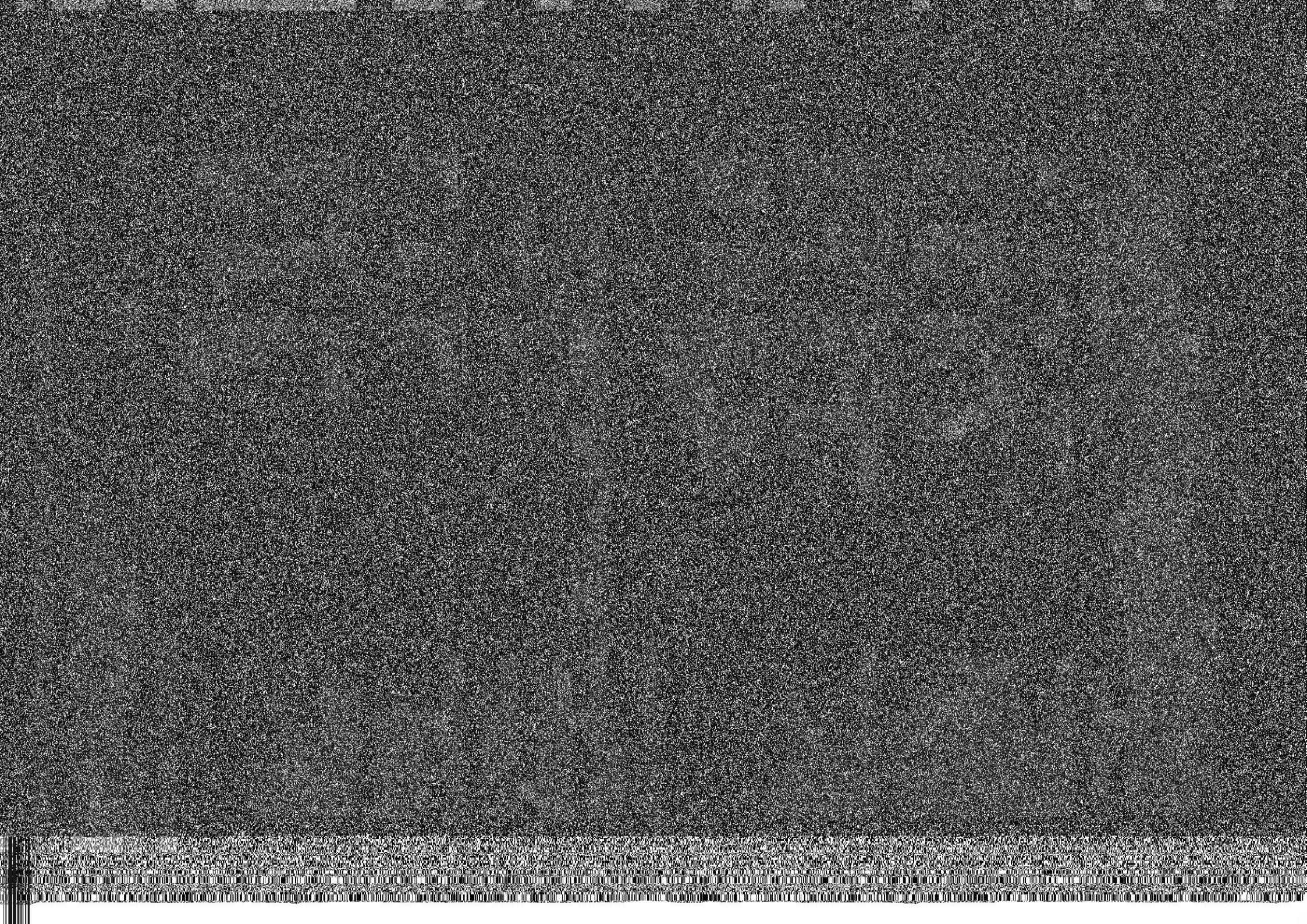


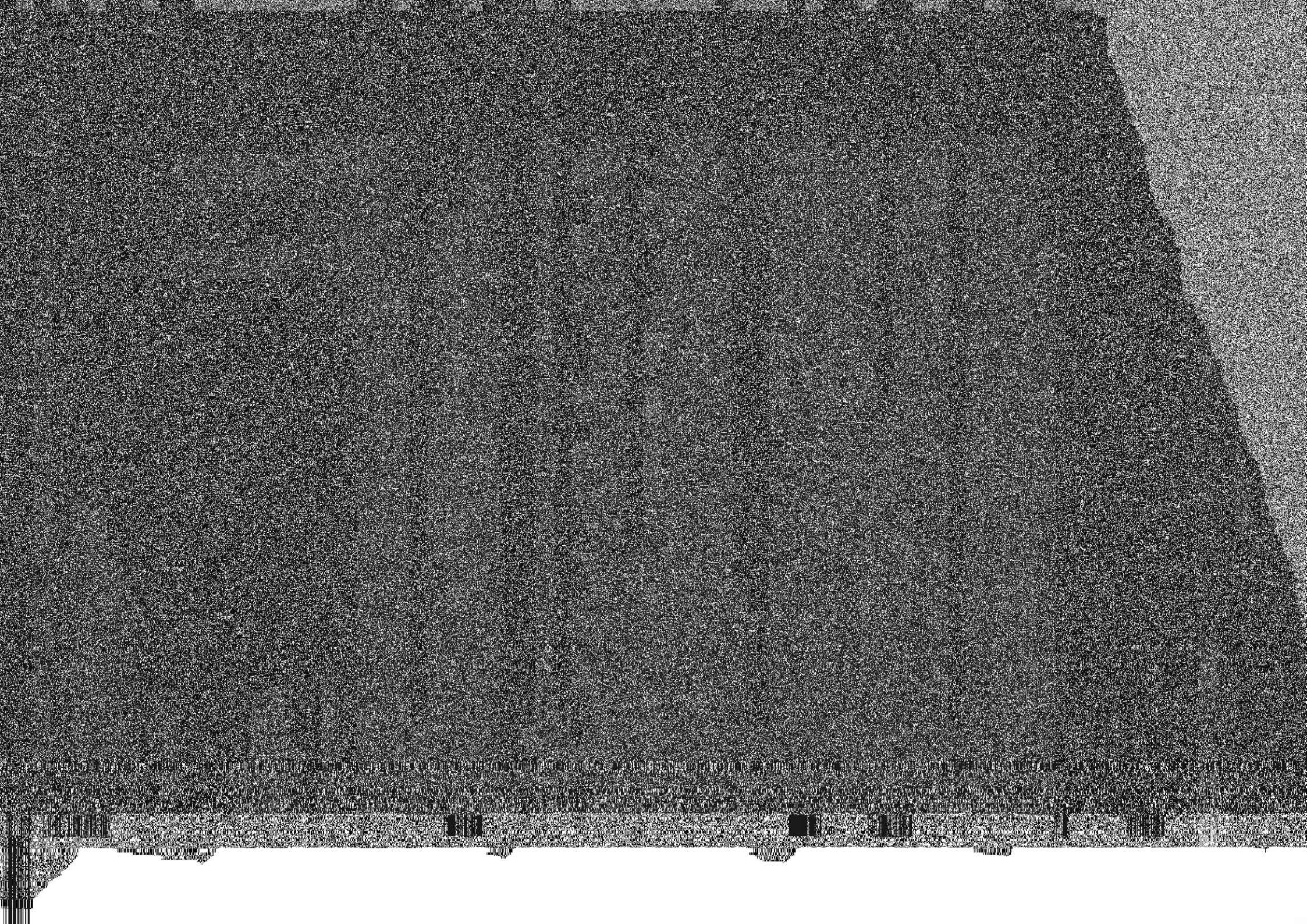


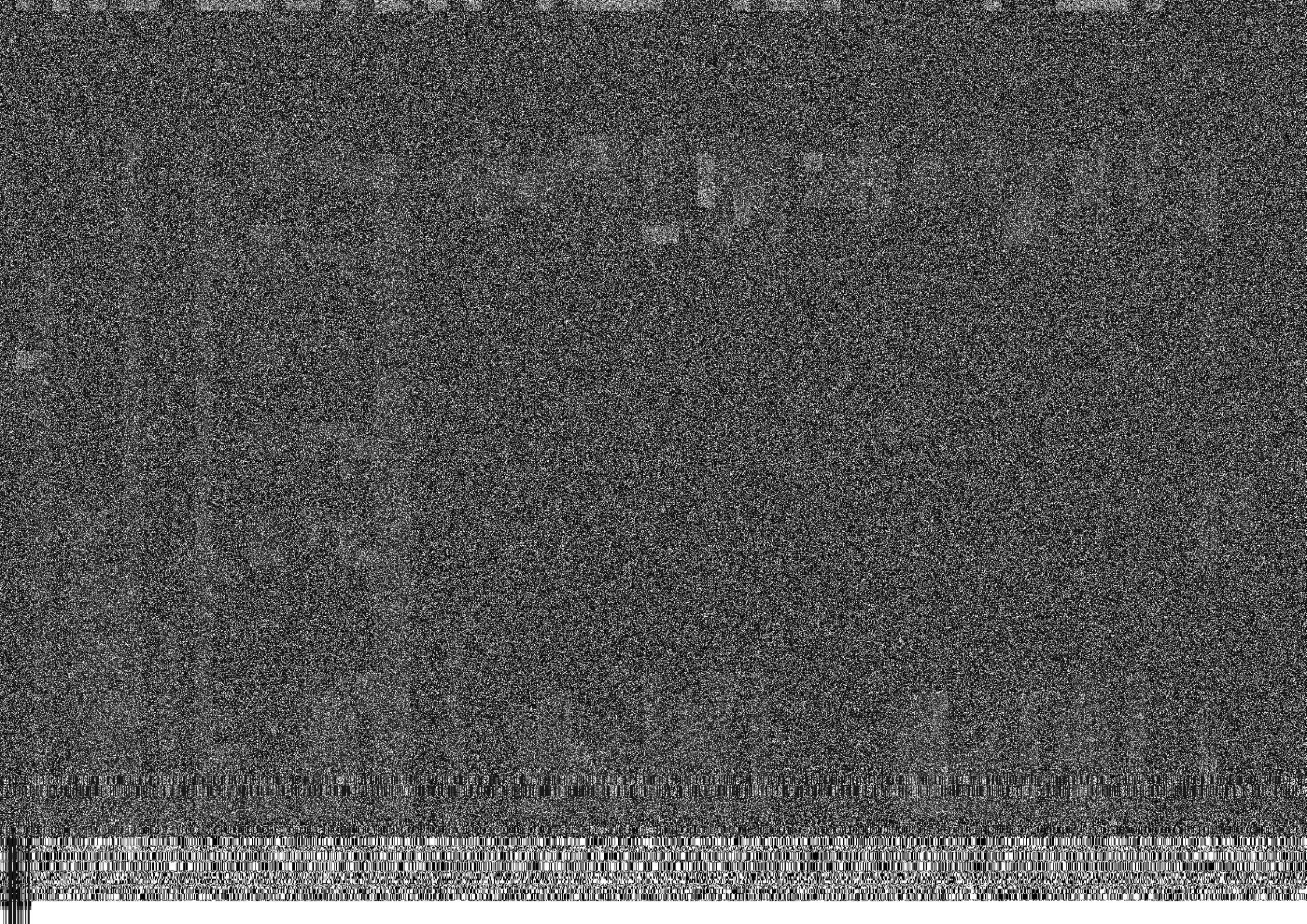


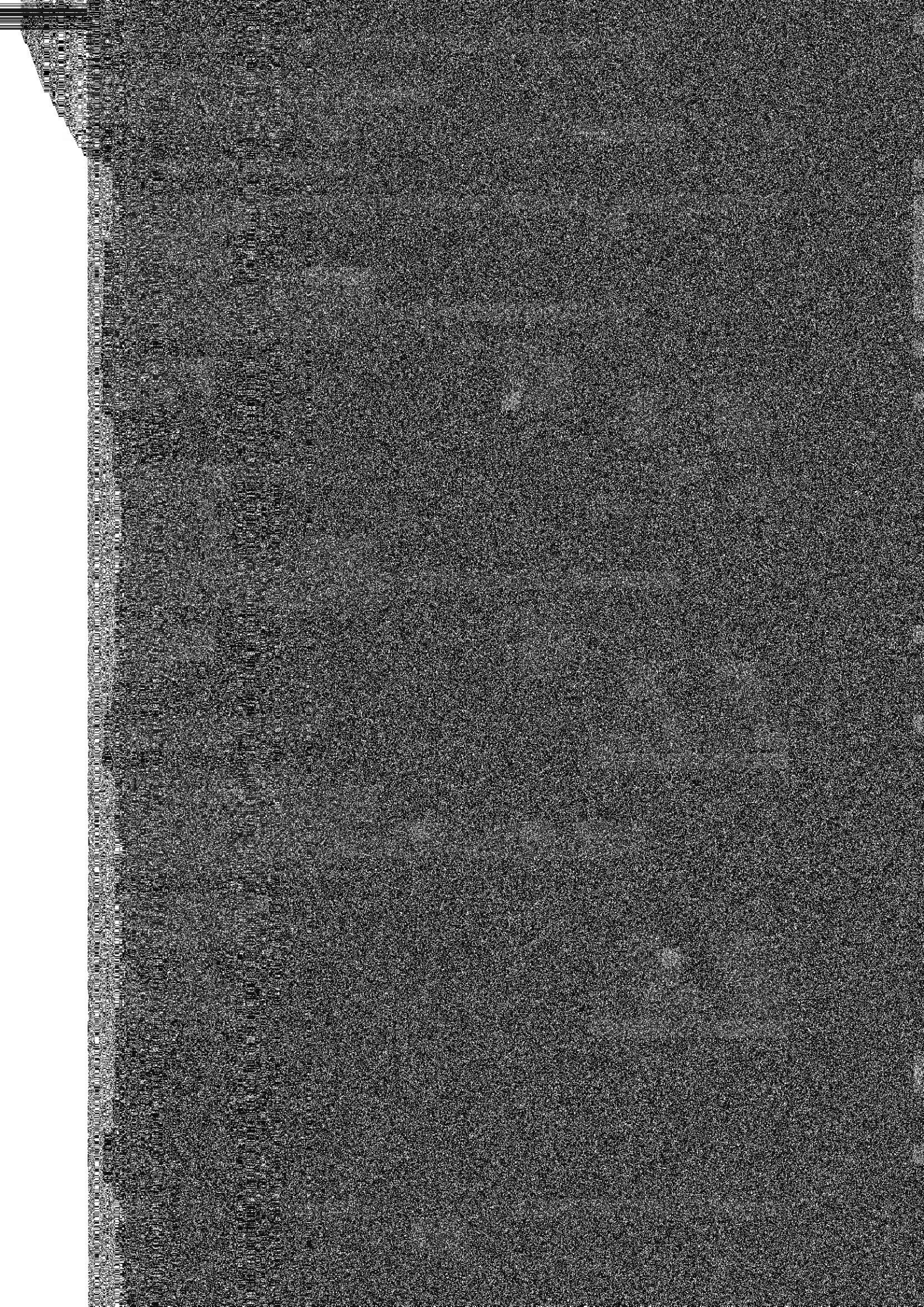


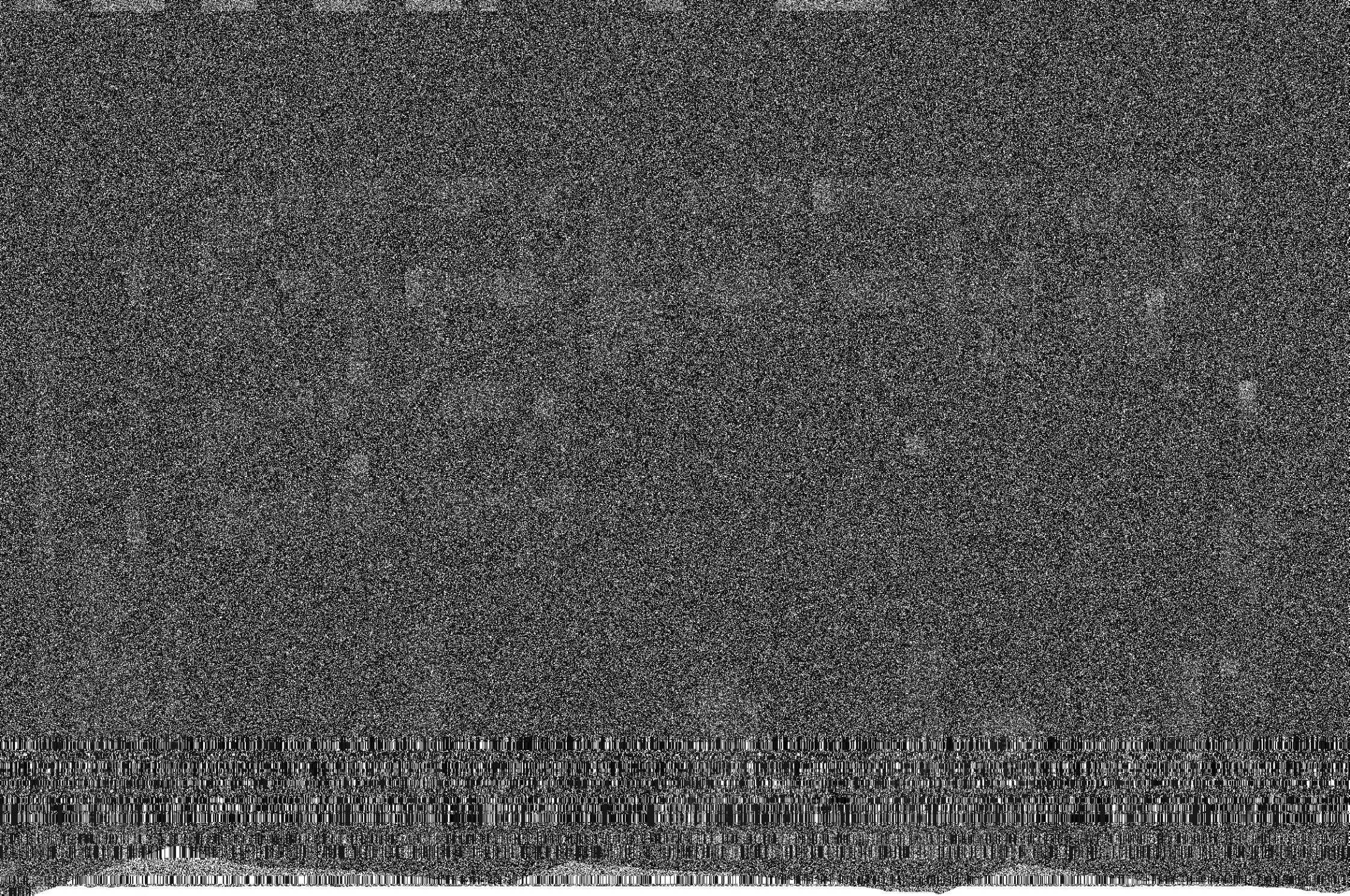


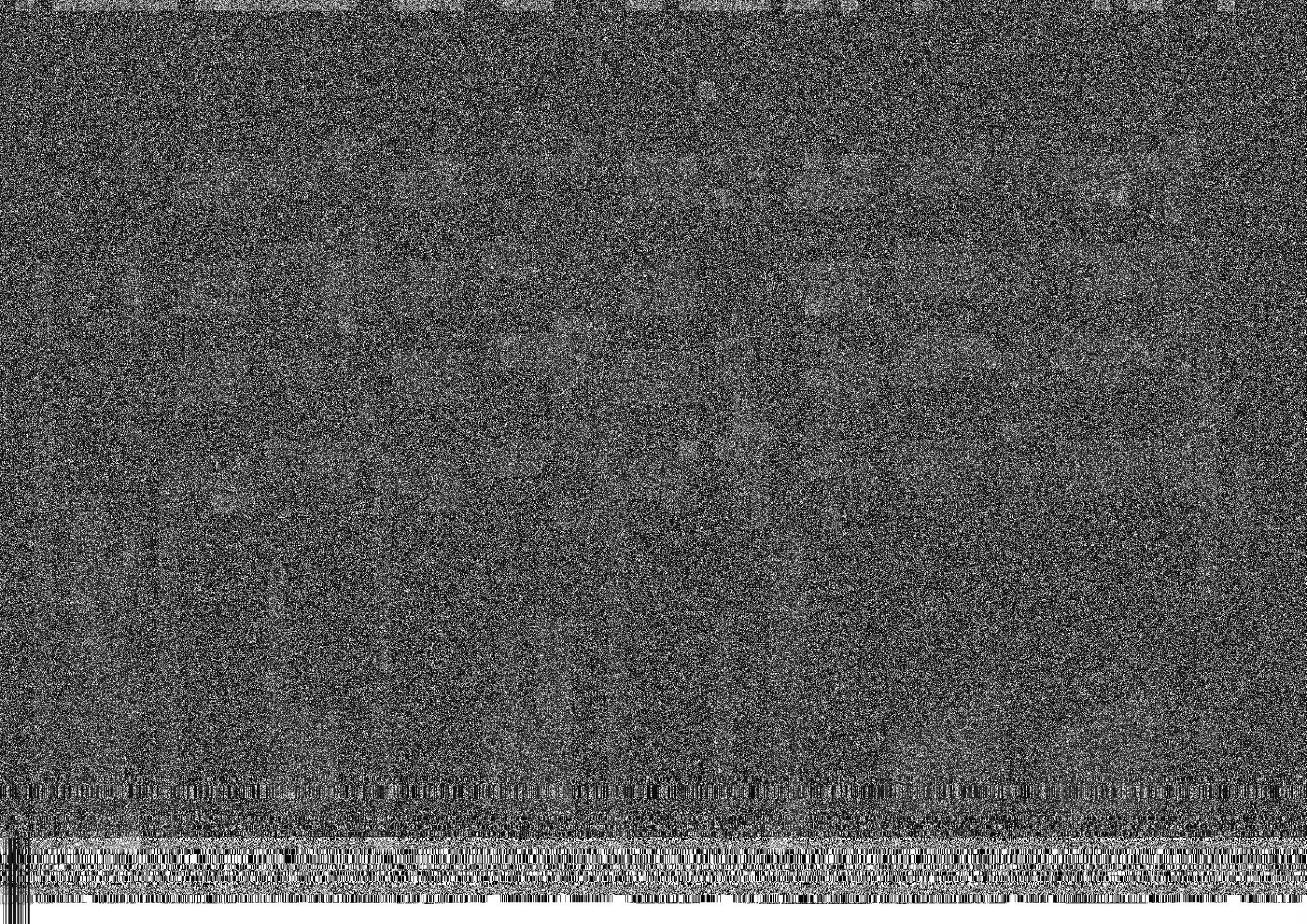




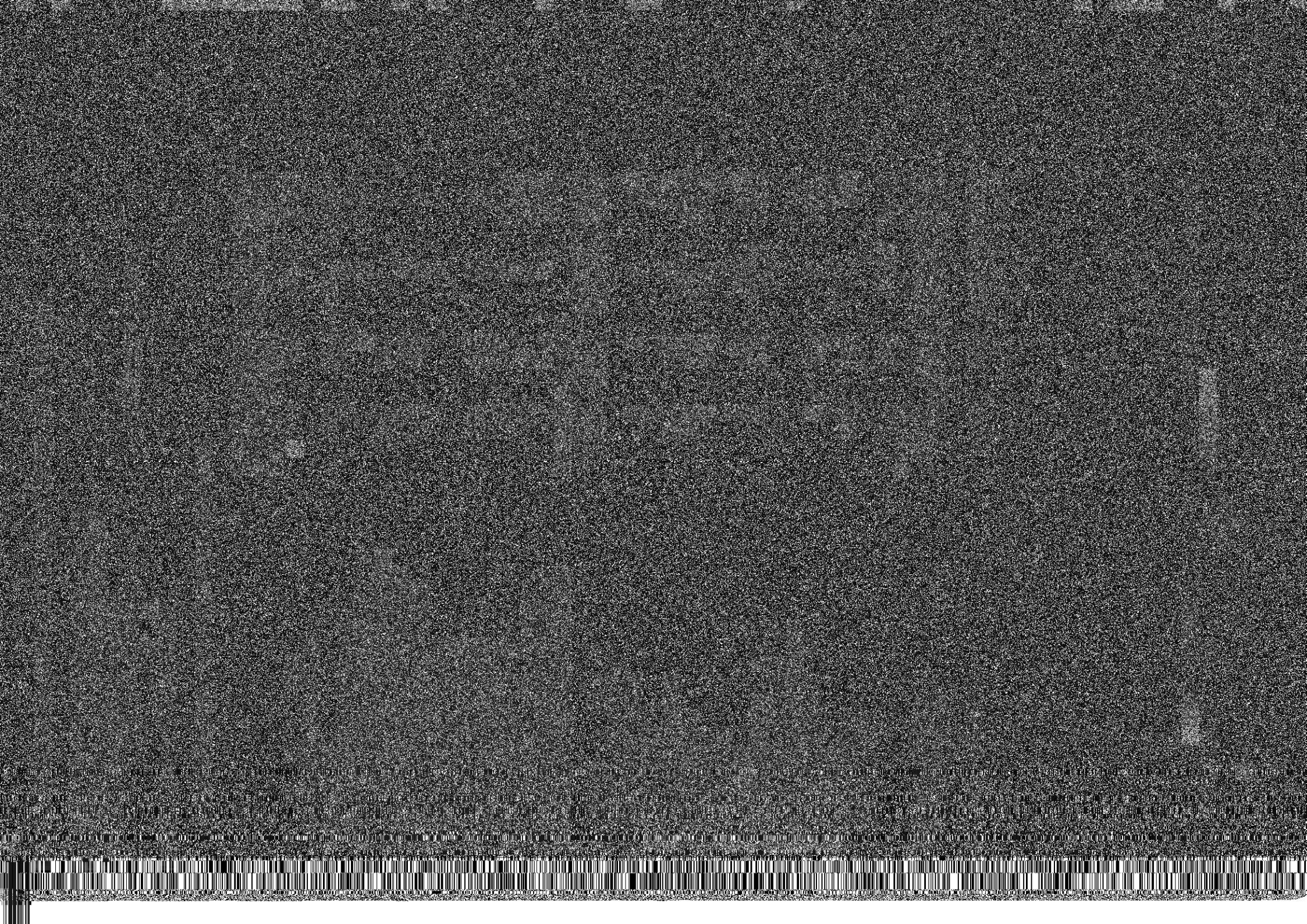


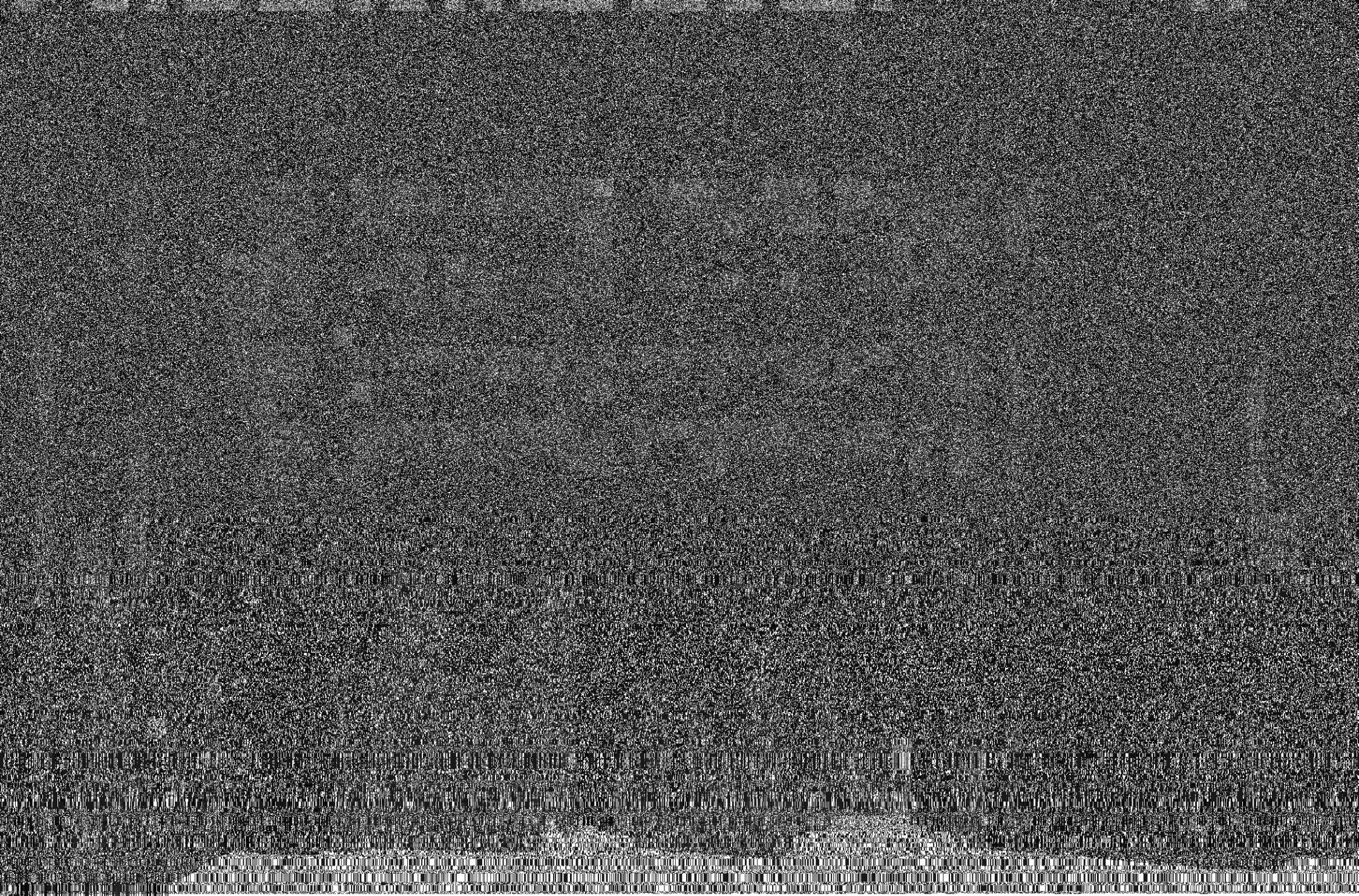




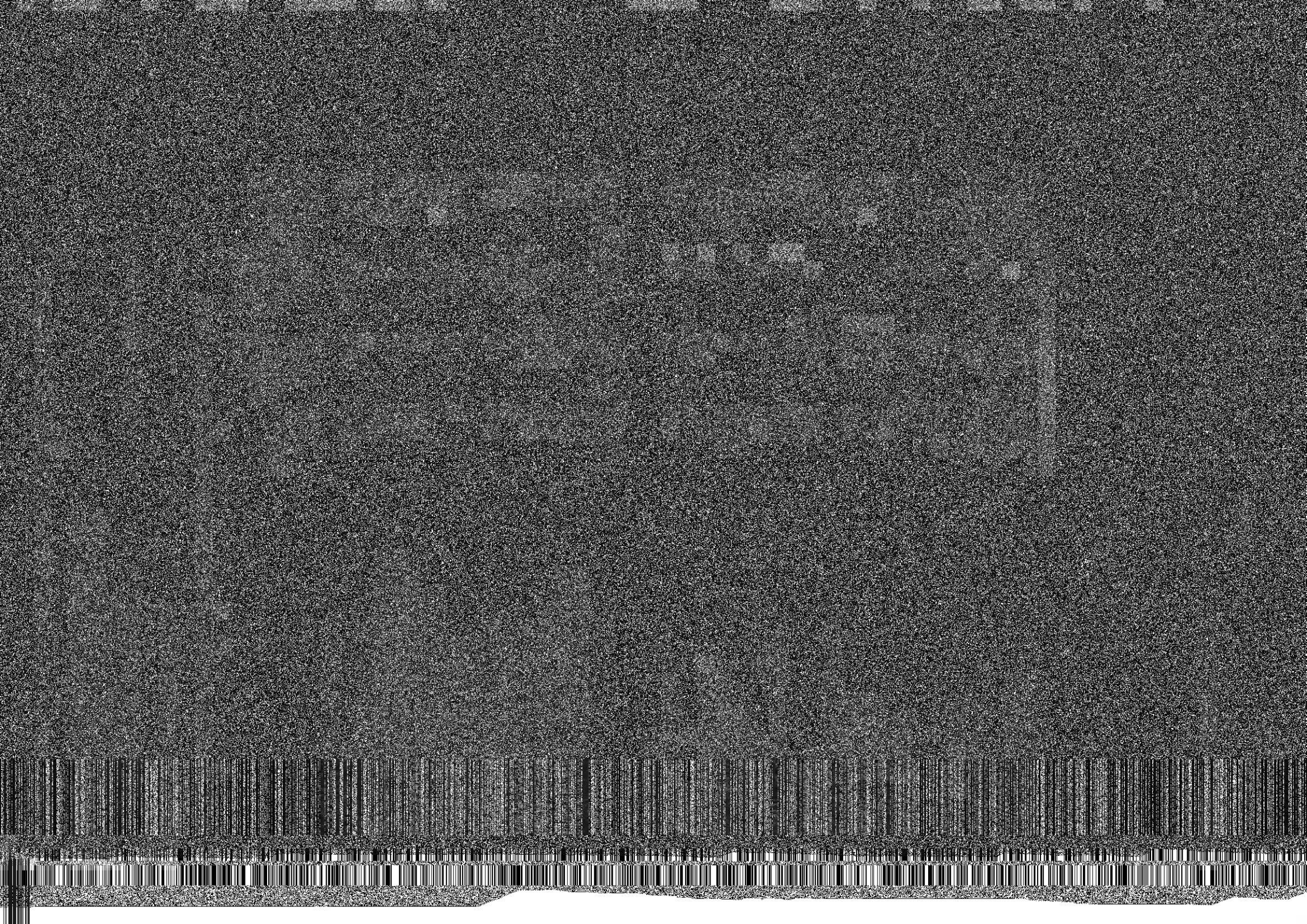


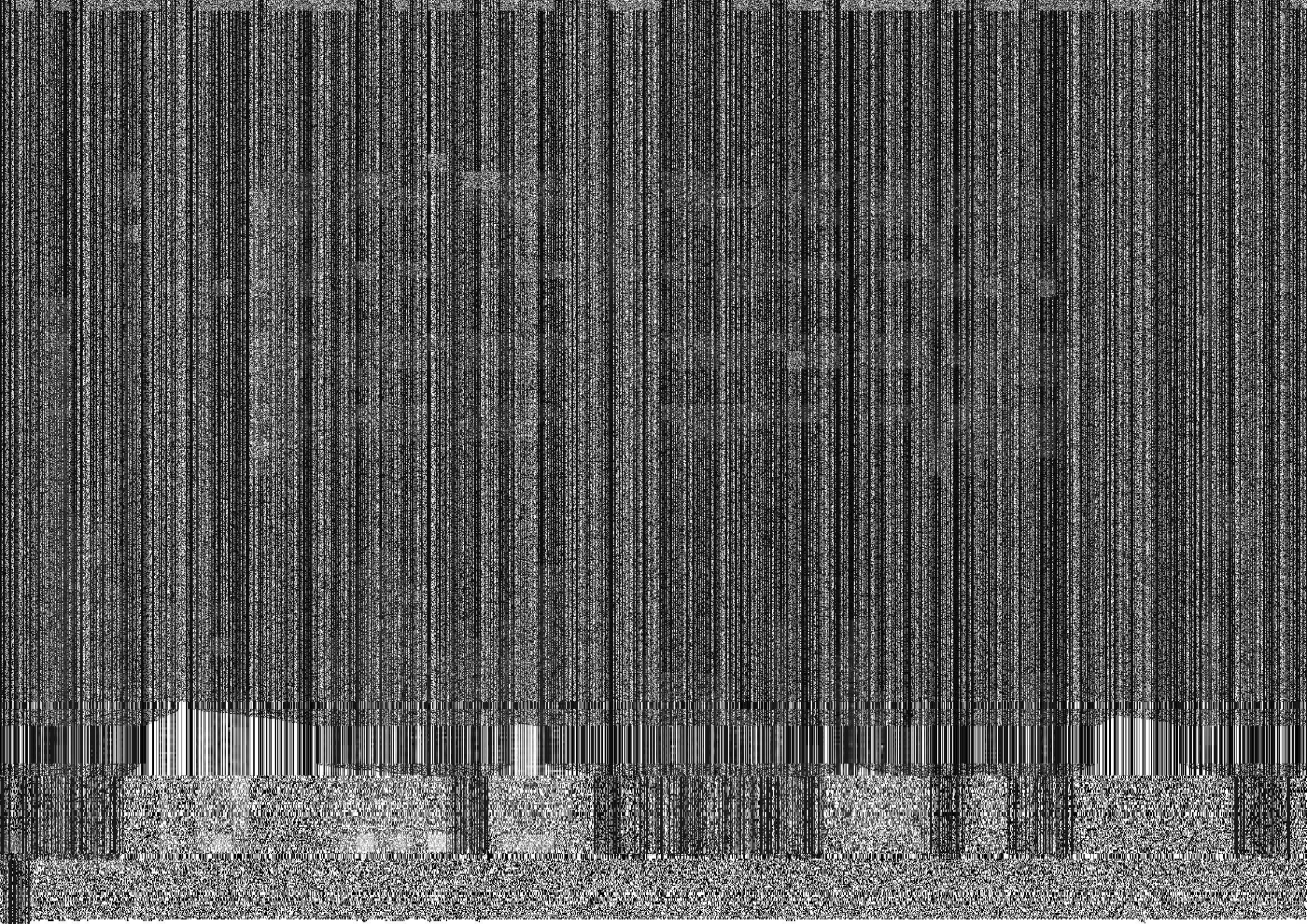


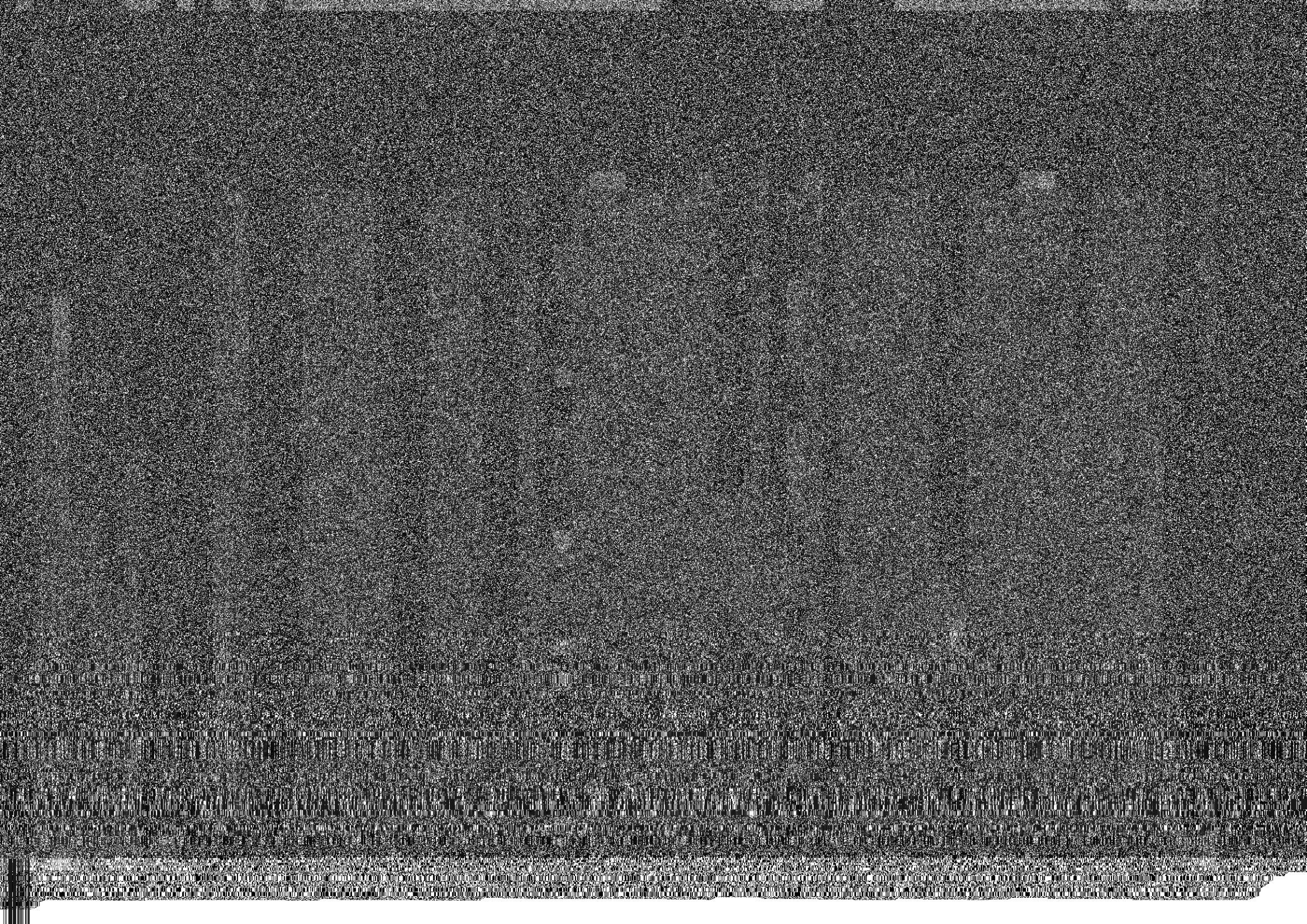












23. MOVEMENT IN FUNDS - continued

Brave Fund - a designated fund was established to consolidate donations and ensure the most cost and tax efficient channel to assist in funding provision of overseas medical treatment for the daughter of a regiment LANCO suffering from neuroblastoma cancer. The family's needs arising from the child's UK treatment have also been supported from Trustees' unrestricted funds.

Orangi Fund - this fund relates entirely to a legacy received in 2020 and these funds shall be utilised for the benefit of wives and orphans in distress of deceased ex airborne soldiers and airborne trained soldiers.

Transfers between funds

During the year, various fund transfers have been processed as the trustees believe them necessary to give a more accurate position at the year end. The majority of these transfers are standard consolidation transactions required to correct the group position at the year end. Further information on other significant transfers between funds is detailed below:

Regents fund - expenditure against this fund for the year exceeded the net income for the year by £2,000 and therefore this would have represented a deficit at the year end. The trustees agreed that the annuity is subsidised by the general funds of the charity and therefore a transfer has been processed in order to rectify the deficit.

24. PEGASUS JOURNAL

The cost of producing and distributing the journal is funded from a number of sources. The income received and its application by the charity is set out below:

	2022	2021
	£000	£000
Day's Pay Scheme	-	-
Gifts and donations	-	-
Subscriptions	5	10
Advertising income	1	1
Donated services	-	-
Interest received	-	-
	6	11
Less annual running costs	(8)	(28)
Deficit for the year	(2)	(17)

Annual running costs are as follows:

	2022	2021
	£000	£000
Publication costs	7	4
Salaries	-	20
Postage costs	-	2
Insurance	1	1
Bank charges	-	1
	8	28

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY

England & Wales - Charity number 1131977

Accounts

REGISTERED COMPANY NUMBER: 07005997 (England and Wales)
REGISTERED CHARITY NUMBER : 1131977

REPORT OF THE TRUSTEES AND CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 FOR THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

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FOR THE YEAR ENDED 31 DECEMBER 2021

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REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees, who are also directors of the Charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2021. The Trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) 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).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Parachute Regiment and Airborne Forces Charity is a charitable Company Limited by Guarantee (CLG), as defined by the Companies Act 2006, incorporated on 1 September 2009 and registered as a Charity (No. 1131977) on 5 October 2009. The Company was established under a Memorandum of Association (dated 1 September 2009 and amended on 10 July 2013), which established the objects and powers of the charitable Company and is governed under its Articles of Association. In the event of the Company being wound up, members are required to contribute an amount not exceeding £5.

In 2019, the Trustees of The Parachute Regiment Charity (PRC) RCN 1131977 and sister charity the Airborne Forces Security Fund (AFSF) RCN 206652, an unincorporated trust, respectively agreed to merge to form The Parachute Regiment and Airborne Forces Charity (PRAFC), trading as Support our Paras, effective at 1 January 2020. Trustees of the merged Charity were drawn from both antecedents. As part of the merger, the Articles were updated in November 2019 to reflect the widening of Objects to include Airborne Forces beneficiaries. This Report and Accounts covers the second full year of operation under the PRAFC name.

Structure

The Charity wholly owns two trading subsidiaries, ABP Retail Limited and PARAS'10 Limited (as detailed below) and is also the sole member of Airborne Assault Limited (AAL), a registered charity (as detailed below). The Charity and its subsidiaries form The Parachute Regiment and Airborne Forces Charity Group, as reported in the Consolidation components of this set of accounts.

The Charity is the sole parent of two trading subsidiaries: ABP Retail Limited, a company registered in England and Wales (registered number: 06009028), and PARAS'10 Limited, a company registered in England and Wales (registered number: 08368199), both of which trade in support of the Charity.

AAL is a charitable CLG, incorporated on 7 November 2008 and registered as a charity (1126776) on 18 November 2008. The Charity's Articles of Association were revised and updated by special resolution on 6 February 2014. From 1 January 2014 the then Parachute Regiment Charity became the sole corporate member of AAL and also entered into a renewable 3-year funding agreement to provide financial support. By virtue of this, AAL is now controlled by the PRAFC. This agreement was successively renewed on 1 January of 2017 and 2020 and will be again due for renewal for a further three years from 1 January 2023.

Committees

The Charity has six committees which meet separately and report to the main Board of Trustees on key areas: Finance and Investment (FIC); Governance and Succession (GSC); Welfare and Benevolence (WBC); Fundraising and Marketing (FMC); Heritage and Commemorations (HCC); Regimental Efficiency (REC), which was created during 2021 to focus efforts on this cornerstone of our charitable objectives. These committees consist of a Trustee Chair with other nominated Trustees, executives and advisors.

The Board of Trustees has delegated specific responsibilities to committees. The FIC advises on management of the Charity's investments, as well as reviewing strategic financial matters and makes recommendations to the Board. The GSC has delegated authority to identify, approach and put forward potential new trustees, as well as to support the Board with oversight of Governance matters, including Risk Assessment. The WBC reviews and recommends Welfare policy and strategic development to the Board and supports the Welfare Team by reviewing cases outside its delegated authority. The FMC advises the Board and supports the CEO in fundraising strategy and direction. The HCC advises the board on

strategic policy with regard to Heritage and Commemorative programmes, as well as an annual programme of funding. The REC advises on applications for funds from the serving Regiment, not covered by annual grants.

The Charity Board makes regular review of policy and its risk register and participates actively in periodic reviews of governance best practice, using industry-standard tools endorsed by the military charity trade association Cobseo (Confederation of Service Organisations). The Board also works closely with the Senior Management Team to agree forward strategy to a 5-year horizon.

The Board of Trustees
The Trustees who have served during the period and since the period end are set out on page 8. Under its Articles, the Board comprises no more than 15 Trustees at any one time. The Trustees meet quarterly to discuss issues relevant to the Charity and its future development and to make such decisions as are required by its Articles. To remain agile and responsive to the needs of beneficiaries, decisions are also made out of committee under the terms of the Articles.

Recruitment and appointment of new trustees
The Trustees aim to recruit new members from both regimental and civilian backgrounds in order to ensure that the Charity has a balance and diversity of skills and knowledge. To this end, the GSC reviews criteria, skill-sets and candidates. New Trustees are encouraged to familiarise themselves with Charity Commission guidance relating to their role and an induction pack is issued. External training courses are also made available.

Related parties
There have been no material transactions with other charities connected with The Parachute Regiment and Airborne Forces in the accounting period, other than those disclosed in the financial statements.

Management
The Senior Management Team consists of the Chief Executive, reporting to the Chairman and Board, the Finance Director and Head of Welfare. A Charity Management Plan (CMP) approved and regularly reviewed by the Board contains all operating policies and procedures as guidance for trustees, management and staff.

OBJECTIVES AND ACTIVITIES

Objectives and aims
The objects of the Charity, as stated in its Articles, are to further the following charitable purposes by such means as the Trustees shall from time to time think fit:

a. the promotion and maintenance of the heritage of The Parachute Regiment and Airborne Forces;
b. the promotion of the efficiency of The Parachute Regiment and Airborne Forces;
c. the relief of need, hardship, and distress amongst past and present members of The Parachute Regiment and Airborne Forces and their dependants.

Restricted Funds

Afghan Restricted Fund (ARF)
After combat operations on Op Herrick in Afghanistan ceased at the end of 2014, the Trustees of the then PRC agreed to take on the funds and obligations of former charity The Parachute Regiment Afghanistan Trust (PRAT) as of 31 December 2014, with the full approval of the Charity Commission. The former Trust's funds are held in a restricted fund administrated by the Trustees against the original and amended objects, as defined by its Trust Deed, namely the relief in need of:

- Soldiers of The Parachute Regiment injured in Afghanistan.
- Families and dependants of the soldiers killed or injured in Afghanistan.
- To promote and sustain the memories of the loss of life and sacrifices made by the Regiment's soldiers in Afghanistan.
- To promote military efficiency through adventure training and welfare activities.

OBJECTIVES AND ACTIVITIES (cont)

Before transferring their funds into the PRC, the PRAT Trustees amended these objects to extend the period of coverage to date from 11 Sep 2001 and therefore to include Iraq (Op Telic), as well as Afghanistan and subsequent conflict operations.

Airborne Assault Normandy Trust (AANT)
As of 1 January 2016, the Trustees of the then PRC agreed to take on the funds and obligations of the former Airborne Assault Normandy Trust, maintaining due recognition and remembrance of the British Airborne role and personnel during the liberation of France in the Second World War, which was dissolved and whose remaining funds form a restricted fund. Trustees have oversight of continued relationships and dialogue with the civic authorities in Normandy.

The Benevolence and Welfare Fund is a restricted fund that receives an element of the voluntary One Day's Pay Scheme (ODPS) contributions from serving soldiers, which are restricted by military statute. A number of other Restricted Funds have been established as a result of fundraising campaigns or legacies.

The Francis Fund, established as a result of a legacy, is a restricted fund that is applicable for the welfare assistance of disabled veterans and widows.

Public benefit
The Trustees have complied with their duty under section 4(1) of the Charities Act 2011 with regard to Charity Commission guidance on public benefit when reviewing their objectives, aims, future planning and in establishing their grant making policies.

Each of the above-mentioned objects of the Charity demonstrate public benefit:
- The relief of need, hardship and distress for serving or former soldiers of The Parachute Regiment and Airborne Forces and their dependants, is funded through charitable funds where public funds are insufficient or unavailable.
- The promotion of the efficiency of The Parachute Regiment and Airborne Forces assists morale and performance in a leading regiment and attached arms within the British Army.
- The promotion and maintenance of the heritage of The Parachute Regiment and Airborne Forces assists the education both of serving members of Airborne Forces and the general public in respect of past conflicts and the essential role of the Armed Forces, as well as remembrance of those who have served their country. The Airborne Assault Museum provides significant public benefit as an educational resource for the public and serving personnel of the Armed Forces.

Grantmaking

The Charity makes grants to meet the welfare need for individuals in need or distress, requiring household or mobility assistance for disabilities, as a result of age, wounding or injury; for those downgraded and discharged personnel transitioning to civilian employment; for need, hardship and financial distress both for individuals and their dependants, with particular emphasis on the mitigation of risks of homelessness and detriment to vulnerable dependants. The effects of service and in particular active operations on mental health and family relationships are also manifest and therapy is funded to avoid catastrophic deterioration.

Individual welfare and benevolence applications are assessed against eligibility criteria under the Charity's objects by the Welfare Team. Applications are received through serving Unit Welfare Officers or, for former soldiers and/or their dependants, through caseworkers from the Soldiers, Sailors, Airmen and Families Association (SSAFA) or the Royal British Legion (RBL) via a Case Management System (CMS), relaunched in 2021 as MOSAIC.

The Welfare Team reviews each case against the eligibility criteria, then identifies the most appropriate fund (restricted/designated/unrestricted) for the case need, and seeks to identify where appropriate (and if necessary) additional sources of charitable funding outside the Charity. The Welfare Team further monitors the outcome of the case grant and any continuing need for support. Where a case is unusual, contentious or exceeds certain threshold levels, reference is made to the Welfare and Benevolence Committee (WBC) and if deemed necessary the full Board.

The Welfare Team also supports transition into civilian employment and resettlement training courses for those

OBJECTIVES AND ACTIVITIES (cont)

undergoing medical discharge. In 2021 these activities were partly funded by the designated Wigley Support Fund, which also extends to retraining post-transition in cases of need. A further commitment has been made to this function with the employment of a Career Transition Officer, with the objective of ensuring successful and sustainable transition into civilian life for leavers, mitigating against any future problems that may arise if transition is not successful.

In 2021, the Charity continued to experience lower welfare demand than in pre-Covid years. Analysis in 2020 across the military charity sector through trade association Cobseo ascribed this partly to government support measures (furlough and job support) and partly to a slowdown in the Casework Management System (CMS), as volunteer caseworkers were unable to interact directly with beneficiaries. Further disruption was created in spring 2021 by issues with migration to the new CMS platform MOSAIC. Higher levels of direct inward contact have been experienced by the Welfare Team.

Annual Regimental Efficiency grants to battalions are made by the Board (under clear guidelines for Adventurous Training, Sports, Unit and Family welfare), with discretion delegated to battalion commanding officers and expenditure monitored through annual returns. Further unit and individual grant applications are assessed on merit, approved initially by the Chief Executive up to specified discretion levels, and thereafter by the full Trustee Board. As an annual process, the planned forward programme of Heritage and Commemorations grants is scrutinised by the HCC, prior to approval by the full Board.

ACHIEVEMENT AND PERFORMANCE

Charitable activities
In 2021, the second full operating year for the PRAFC, and the seventh under the trading name of SUPPORT OUR PARAS, the Charity continued to advance its objects and manage diverse fundraising activities to support them.

Relief of need, hardship and distress
During the year, the Charity expended £396k (including support costs of £102k) on the relief of need, hardship and distress, being the primary expenditure under its objects. Of this, £200k was from unrestricted funds, £36k from the Afghan Restricted Fund (ARF), £98k from the Benevolence and Welfare fund, £52k from the Francis Fund and £10k from other restricted funds.

By way of example:

- Veteran A. Tetraplegic since 2003 Road Traffic Accident. Provided with robotic arm attachment for his electric wheelchair, which is controlled through a chin-operated joystick and which has made a life-changing difference
- Veteran B, disabled after head-wound in Afghanistan, and suffering severe stroke-like physical and mental impairments. Funded transportation to specialist physio rehab facility
- Widow C. Disabled and with multiple chronic conditions affecting quality of life. Provided a riser/recliner bed.
- Veteran D and daughter. Daughter is severely disabled and requires hydrotherapy in a heated pool. Provided hoist as veteran and wife unable to lift her safely.
- Veteran E. Multiple physical, mental health issues and limited mobility for veteran in his 70s. Funded mobility vehicle.
- Veteran F. Suffering financial hardship. Funded mandatory safety course to sustain employment as gas fitter
- Widow G. Disabled and lost 81year-old husband (and carer) to sudden illness. Assisted with funeral costs.
- Family H. Soldier with family being medically discharged and in financial distress. Assisted with furnishings and white goods for Housing Association accommodation
- Veteran I. Previously homeless, but has now found unfurnished accommodation. Debt issues under management so assisted with furnishing and brown/white goods.
- Soldier J. Undergoing medical discharge. Funded vehicle adaptations to allow him to work in specialist industry sector with animals.
- Widow K. Alone in home of 58 years. Funded repairs to leaking roof and remove asbestos
- Child L. Remedial therapy for physical effects of prolonged treatment for cancer
- Veteran M. Financial hardship for father of 4 when unable to continue self-employment work after daughter critically injured in accident

ACHIEVEMENT AND PERFORMANCE (cont)

Regimental Efficiency

With increasing pressure on public funds, Charity funding is provided to the serving Regiment to enhance recruitment and retention of personnel and to support progress through training and selection, thereby ensuring the highest quality of officers and soldiers. Grants also support ceremonial and commemorative activities for the Regiment and its wider community, enhancing its public reputation. Both units and individuals are supported with funding to enable Adventurous Training and Sports endeavours, which foster initiative, comradeship, personal achievement, reputation and motivation, and which contribute to the quality of the 'lived life' for the Regiment's soldiers.

In many cases, serving personnel use the opportunities afforded to promote and raise funds for the Charity, maintaining a virtuous circle of funding and reputational and financial increase. The Regiment's teams and soldiers compete at a high level in Army and Services sport. During 2021, many such activities were still curtailed by the pandemic, as they were in 2020, but 2022 is already seeing a return to high levels of sporting activity and success. Notably, one Regimental soldier, supported by the Charity in his elite sporting ambitions and training programme, competed for Team GB in the Beijing Winter Olympics in the bobsleigh.

Heritage

Despite continued national lockdowns and periods of IWM Duxford closure in 2021, AAL Museum visitor numbers began to recover with 56,300 persons (40,000 in 2020). The online digital archive ParaData continued to thrive with 961,590 visitors (967,375 in 2020).

The Charity also supports Remembrance through the maintenance of memorials, primarily at the National Memorial Arboretum (NMA), where an annual summer service is held, and with a Service of Remembrance at St Lawrence Jewry, the Regimental church in the City of London, in November. These are also occasions to meet and support Next of Kin (NOK) and families. Support is also provided for regimental commemorations overseas in France and the Netherlands. In 2021, as in 2020, events were cancelled or curtailed due to the pandemic, but the occasions were marked by online broadcast streaming of services.

The Charity also fosters links between the serving Regiment and the wider retired community through the publication of the annual Pegasus Journal, as well as administrative and IT assistance to the Airborne Network (ABN), run by volunteer retired officers.

FINANCIAL REVIEW

Financial performance – Group

The Group's income in 2021 was £1.84m, (down from £1.89m in 2020). After a 2020 year when fundraising and donation income fell by £291k to £194k, despite the continued effects of the pandemic in 2021, the Charity saw a small increase to £222k from these sources, but was also lifted by substantial legacy income of £477k (2020: £567k). Investment income increased to £339k in 2021 as markets recovered (£317k in 2020). Within the overall Group income figure is £398k of sales revenue by the subsidiary ABP Retail Ltd against which are set £352k of costs. Subsidiary PARAS'10 Limited accounted for a further £82k income, offset by £46k costs. Donated services of £42k represent the provision of employee services to the group by the MoD: £2k received by the Parent Charity and £40k received by AAL.

Expenditure for the year totalled £1.26m compared to £1.45m in 2020. Many commemorative and fundraising activities did not occur, running costs were carefully managed and Welfare expenditure was depressed by the factors detailed above.

The Group's surplus (net income) for the year was £581k (2020: £444k). This increased to a surplus of £2m after unrealised investment gains of £1.425m (2020: deficit of £292k after unrealised investment losses of £736k). At 31 December 2021 the Group carried forward total funds of £15.3m (2020: £13.3m).

FINANCIAL REVIEW (cont)

The Parent Charity SOFA and balance sheet are presented on pages 15 and 16 respectively which report the performance of the Parent individually; these figures form part of the Group results noted above.

Financial performance – Subsidiaries

Airborne Assault Limited made a deficit of £46k (2020: £61k). Income increased by £13k from 2020, donations increased by £8k. Overall expenditure decreased by £2k.

ABP Retail Limited (ABP) made a contribution from retail merchandise sales of £46k (2020: £62k) paid under Gift Aid to its charitable Parent. While not matching the record performance of an online sales boom in 2020's lockdowns, ABP's sales performed extremely well during 2021.

PARAS'10 Limited made a contribution to its parent under Gift Aid of £36k (2020: £14k). Live events returned to Colchester and Catterick, albeit with reduced entry levels and Day income, and 2020's virtual events were sustained to maintain customer loyalty. Under FRS102, entry revenues for cancelled 2020 events were recognised in 2021.

Principal funding sources
As well as investment income, the Charity has diverse voluntary income streams: the One Day's Pay Scheme (ODPS) for serving members of the Regiment; grants and donations by private individuals, charitable bodies (including branches of the Parachute Regimental Association), trusts, foundations and corporations; legacies; and funds raised from activities and events organised by third-party supporters or by the Charity itself. 2021 saw a limited return of third-party organised events with the notable achievements of a Virtual 353 Ball in February and the live Wigley Group Ball in October. The charity sustained virtual events with PARAS'10s in 'Arnhem' and 'Brecon', as well as alongside Colchester and Catterick, and introduced an innovative Airborne Burpee Challenge.

In the absence of organised group participation events, there was a continued fundraising drive by individual serving or veteran soldiers of the Regiment and Airborne Forces. These outstanding initiatives set a positive example, raising the Charity's profile within the serving and retired communities, as well as raising funds and creating a climate of benevolence with the general public. The example set by 'our own doing it for our own' has proved powerful.

Fundraising Controls
All fundraising for voluntary donations is managed by a cell of two employees within the Charity, including the CEO, and relies heavily on personal initiatives by supporters within the serving and retired community, as well as the general public. The Charity organises a number of its own fundraising events or supports third-party event organisers. No professional fundraising organisation, agency or commercial participator has been or will be employed, as a matter of current policy.

The Charity is registered with the Fundraising Regulator and conforms to its Code of Standards. It also complies with guidelines published by the Charity Commission and the Institute of Fundraising. The Charity monitors fundraising on its behalf by attendance at events, or where public collections are being made, by identity checks on collectors, issuing clear guidelines on practices and instructions for remitting funds, and issuing letters and badges of identification with contact details for the charity. Records are maintained for all collectors, including all fundraising aids and materials issued and remittances are monitored. A Complaints Policy agreed by the Trustees is published and publicly accessible on the Charity website. No complaints were received in 2021.

The Charity does not engage in any programmed database marketing by post, telephone or email, which therefore mitigates any risk of intrusive or persistent fundraising approaches or undue pressure to donate. The Charity is also registered with the Information Commissioners Office (ICO) and conforms with the Data Protection Act 1998 and the General Data Protection Regulations (GDPR) 2018.

Investment and risk policy
After a review conducted by the FIC, Trustees agreed that all investments funds be entrusted to a single manager, CCLA (Churches, Charities and Local Authorities) Investment Management Limited in January 2021.

FINANCIAL REVIEW (cont)

The investment portfolio is managed to maintain and grow the true value of the investments and generate income which is allocated to the restricted or unrestricted funds according to its source. Periodic assessments are made by the FIC as to the availability of cash from operating activities for further long-term investment, noting that restricted and designated funds all need liquidity to meet demand in their respective areas. No additional monies were invested in 2021.

Investment performance
During the market recoveries of 2021, the value of the Charity's investments increased by £2.1m to £11.9m. The Charity received investment income of £339k (2020: £317k). Global energy and supply problems, inflation and Russia's invasion of Ukraine have created volatility in 2022. At 30 June 2022, the total value of the investments held by the charity stood at £10.6m against a 31 December 2021 valuation of £11.9m, a fall in value of £1.3m.

Reserves policy
As at 31 December 2021, the PRAFC Group total reserves were £15.3m (2020: £13.3m), of which £3.94m is restricted or designated for specific charitable purposes, and £11.4m unrestricted for meeting the objects as the Trustees see fit. It is the Trustees' policy to review the level of reserves in line with future plans to ensure that they are able to meet obligations to beneficiaries. The Trustees also take into consideration the current and future environment for raising funds. During this last year the Charity's net income surplus, plus the movement in investment values, have increased total funds by £2m.

The total level of reserves equates to 8 times the Group's annual expenditure in a recent average year, before the distorting effect of the pandemic in 2020/21. The free reserves (being reserves that are not restricted or designated) totalled £11.3m at 31 December 2021; this equates to 6 times the Charity's customary annual expenditure from general funds. The Trustees feel that these levels of reserves are adequate, recognising uncertainties and fluctuations in the voluntary fundraising environment and the need for continued support of our beneficiaries, as well as funding of Regimental efficiency, heritage and commemorative activity. Inflation, energy costs and taxation, are anticipated to have detrimental effects on many beneficiaries (unemployment, loss of income, poverty, mental health, family breakdown, eviction, homelessness etc) and possibly voluntary donations and fundraising event attendance in 2022. Trustees have also taken a strategic decision to invest in further provision of welfare resource, with grant expenditure likely to increase as a result. Free reserves are likely to be deployed at a quicker rate over coming years.

FUTURE PLANS

The merger that took effect on 1 January 2020 created a parent Charity with combined total funds of £13.6m. Two years later, having weathered the pandemic, its funds are worth £14.3m. The global pandemic had immediate negative effects on investment capital, income and fundraising activities, but also forcibly reduced expenditures. 2021 has seen cautious recovery on activities with a positive trading performance supported by a strong bounceback in investment markets. Through prudent policy, the Charity has maintained robust reserves, continuously monitored positive cashflow projections to a two-year horizon and anticipates being able to meet continued and increased demand for its funds post-pandemic.

During this testing period, the Charity has benefited from its broad diversity of income streams from investments, corporate support, event management and retailing which supplement voluntary donated income and the reliable stability of the ODPS. It will continue to develop this diverse income portfolio whilst still operating within tight bounds of staff resource. Annual fluctuations in voluntary income accord largely with the number and stature of third-party organised events and it is anticipated that these are likely to resume.

As part of a strategic review and in the light of the evident disintermediation between the Charity and potential beneficiaries caused by a sub-optimal Case Management System, the Trustees agreed to undertake the first stage of an investment programme to develop the Welfare offering over the next 3 year period. Continued pressures on public funding of the serving Armed Forces, the effects of new global political and economic uncertainties on investment growth and returns, and the waning public profile for the military since Afghanistan, as well as the context of a highly crowded and competitive charitable marketplace will all impact the regimental future funding need.

FUTURE PLANS

Finally, we have recently seen the departure of our long serving Chief Executive Officer, Stephen Cooper together with our finance director, Charlotte Donnelly from May and June 2022 respectively. The Trustees put on record their thanks to both for the efforts made during their tenure and wish them well for the future.

Moving into the Chief Executive Officer role is Col Andrew Jackson, a former Trustee, who is well placed to take over the day to day running of the Charity and to look forward to the next evolution of the activities we run and the help we provide to the Airborne Forces community.

The Finance Team is operating as normal whilst the Trustees undertake recruitment for the financial role.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
07005997 (England and Wales)

Registered Charity number
1131977

Registered office
RHQ The Parachute Regiment
Merville Barracks
Circular Road South
Colchester
CO2 7UT

Trustees

Lt Col LPB Cradden MBE	
Mr C J W Daniels	
Mr M J D F Gray	
Lt Gen ASD Harrison DSO MBE	-appointed 14.07.21
Col (Retd) J D Handford OBE	
Col (Retd) A B Jackson	-resigned 18.04.22
Lt Gen (Retd) LP Lillywhite CB MBE	
Lt Gen (Retd) Sir John Lorimer KCB DSO MBE	
Brigadier (Retd) M P Lowe MBE	
Mr R J E Moore	
AVM R T I Munro CBE TD	
Lt Gen (Retd) JD Page CB OBE	
Col (Retd) JC Power QVRM TD	
Mrs PF Worsley Tonks	
WO1 P Scott	- resigned 16.06.21

Independent auditors
Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

Solicitors
Howard Kennedy LLP
1 London Bridge
London
SE1 9BG

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of The Parachute Regiment Charity for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

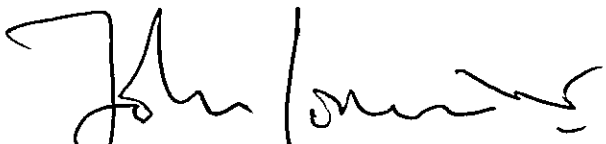
In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Bright Brown Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 28 July 2022 and signed on its behalf by:



Lt Gen Sir John Lorimer KCB DSO MBE - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY

Opinion

We have audited the financial statements of The Parachute Regiment and Airborne Forces Charity (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and charitable company's affairs as at 31 December 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's or charitable company'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. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors 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.

In connection with our audit of the financial statements, 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception
In the light of the knowledge and understanding of the group, parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees
As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the group and parent charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and parent charitable company'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 group or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements
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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the group and charitable company, the principal risks are that of management override of controls, potential fraud in revenue recognition and the interpretation of relevant disclosures surrounding merger accounting. The engagement team considered these risks and audit procedures were undertaken as follows:

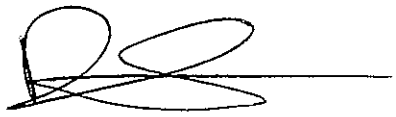
- Discussions with management regarding the ability to override controls and review of processes in place to confirm no override had occurred.
- Extension of sample sizes relating to revenue recognition.
- Discussions with management regarding including consideration of any known or suspected instances of non-compliance with laws and regulations or fraud.
- Review of management journals, and a review of accounting estimates made by management where applicable.
- Review of financial statement disclosures, including completion of a relevant disclosure checklist.
- Review to ensure that there are no transactions that have no apparent business or charitable purpose, or that have been processed outside the usual accounting systems.

There are inherent limitations in the audit procedures described above, and the further removed non-compliance with laws and regulations is from events and transactions reflected in the financial statements, the less likely we are to become aware of it. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment or intentional misrepresentations.

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 Report of the Independent Auditors.

Use of our report

This report is made solely to the group's and parent charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the group and parent charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the group and the parent charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



David Stevens ACA (Senior Statutory Auditor)
for and on behalf of Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St Cross Lane
Newport
Isle of Wight
PO30 5BZ

Date: 31/8/2022

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds	Restricted funds	2021 Total funds	2020 Total funds
		£000	£000	£000	£000
INCOME FROM					
Donations and legacies	2	852	124	976	1,065
Charitable activities	5				
Income from charitable activities		5	10	15	21
Other trading activities	3	508	1	509	489
Investment income	4	283	56	339	317
Total income		1,648	191	1,839	1,892
EXPENDITURE ON					
Raising funds	6	516	-	516	569
Charitable activities	7				
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces		147	64	211	214
Promote the efficiency of The Parachute Regiment and Airborne Forces		107	28	135	244
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants		200	196	396	421
Total expenditure		970	288	1,258	1,448
NET OPERATING INCOME		678	(97)	581	444
Net gains/(losses) on investments		1,187	238	1,425	(736)
NET INCOME/(EXPENDITURE)		1,865	141	2,006	(292)
Transfer between funds	23	(18)	18	-	-
Net movement in funds		1,847	159	2,006	(292)
RECONCILIATION OF FUNDS					
Total funds brought forward		10,174	3,130	13,304	13,596
TOTAL FUNDS CARRIED FORWARD		12,021	3,289	15,310	13,304

CONTINUING OPERATIONS
All income and expenditure has arisen from continuing activities.

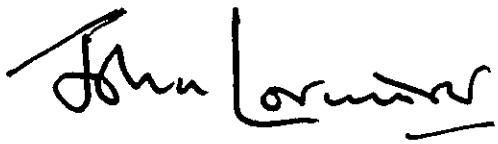
The notes form part of these financial statements

CONSOLIDATED BALANCE SHEET
AT 31 DECEMBER 2021

	Notes	Unrestricted Funds	Restricted Funds	2021 Total funds	2020 Total funds
		£000	£000	£000	£000
FIXED ASSETS					
Intangible fixed assets	14	63	-	63	76
Tangible assets	15	7	719	726	768
Heritage assets	16	367	-	367	355
Investments	17	9,757	2,145	11,902	9,789
		10,194	2,864	13,058	10,988
CURRENT ASSETS					
Stocks		75	-	75	71
Debtors	19	575	26	601	117
Cash at bank and in hand		1,322	406	1,728	2,301
		1,972	432	2,404	2,489
CREDITORS					
Amounts falling due within one year	20	(145)	(7)	(152)	(173)
NET CURRENT ASSETS		1,827	425	2,252	2,316
TOTAL ASSETS LESS CURRENT LIABILITIES		12,021	3,289	15,310	13,304
NET ASSETS		12,021	3,289	15,310	13,304
FUNDS	23				
Unrestricted funds				12,021	10,174
Restricted funds				3,289	3,130
TOTAL FUNDS				15,310	13,304

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on 28 July 2022 and were signed on its behalf by:



Lt Gen Sir John Lorimer KCB DSO MBE-Trustee

The notes form part of these financial statements

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

PARENT STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds	Restricted funds	2021 Total funds	2020 Total funds
		£000	£000	£000	£000
INCOME FROM					
Donations and legacies	2	801	102	903	999
Charitable activities	5				
Income from charitable activities		-	10	10	20
Other trading activities	3	107	1	108	85
Investment income	4	283	56	339	316
Total income		1,191	169	1,360	1,420
EXPENDITURE ON					
Raising funds	6	116	-	116	166
Charitable activities	7				
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces		84	-	84	83
Promote the efficiency of The Parachute Regiment and Airborne Forces		107	28	135	244
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants		200	196	396	421
Total expenditure		507	224	731	914
NET OPERATING INCOME		684	(55)	629	506
Net gains/(losses) on investments		1,187	238	1,425	(736)
NET INCOME/(EXPENDITURE)		1,871	183	2,054	(230)
Transfer between funds	23	(18)	18	-	-
Net movement in funds		1,853	201	2,054	(230)
RECONCILIATION OF FUNDS					
Total funds brought forward		9,958	2,288	12,246	12,476
TOTAL FUNDS CARRIED FORWARD		11,811	2,489	14,300	12,246

CONTINUING OPERATIONS
All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

PARENT BALANCE SHEET
AT 31 DECEMBER 2021

	Notes	Unrestricted Funds	Restricted Funds	2021 Total funds	2020 Total funds
		£000	£000	£000	£000
FIXED ASSETS					
Intangible fixed assets	14	9	-	9	10
Tangible assets	15	3	-	3	4
Heritage assets	16	367	-	367	355
Investments	17	9,757	2,145	11,902	9,789
		10,136	2,145	12,281	10,158
CURRENT ASSETS					
Debtors	19	710	25	735	299
Cash at bank and in hand		1,058	326	1,384	1,931
		1,768	351	2,119	2,230
CREDITORS					
Amounts falling due within one year	20	(93)	(7)	(100)	(91)
NET CURRENT ASSETS		1,675	344	2,019	2,139
TOTAL ASSETS LESS CURRENT LIABILITIES		11,811	2,489	14,300	12,297
CREDITORS					
Amounts falling due after more than one year	21	-	-	-	(51)
NET ASSETS		11,811	2,489	14,300	12,246
FUNDS	23				
Unrestricted funds				11,811	9,958
Restricted funds				2,489	2,288
TOTAL FUNDS				14,300	12,246

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on 28 July 2022 and were signed on its behalf by:

Lt Gen Sir John Lorimer KCB DSO MBE-Trustee

The notes form part of these financial statements

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021

	2021 £000	2020 £000
Cash flows from operating activities:		
Cash generated from operations	(208)	193
Net cash provided by (used in) operating activities	(208)	193
Cash flows from investing activities:		
Purchase of tangible fixed assets	(14)	(19)
Invested cash used for management fees	-	43
Sale of fixed asset investments	9,876	547
Purchase of fixed asset investments	(10,566)	-
Interest received	-	2
Dividends received	339	315
Net cash provided by investing activities	(365)	888
Change in cash and cash equivalents in the reporting period	(573)	1,081
Cash and cash equivalents at the beginning of the reporting period	2,301	1,220
Cash and cash equivalents at the end of the reporting period	1,728	2,301

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021

RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £000	2020 £000
Net income for the reporting period (as per the statement of financial activities)	2,006	(292)
Adjustments for:		
Depreciation charges	59	61
Interest received	-	(2)
Dividends received	(339)	(315)
Gains on investments	(1,425)	736
(Increase)/ decrease in stock	(4)	(10)
(Increase)/ decrease in debtors	(484)	3
Increase in creditors	(21)	12
Net cash provided by (used in) operating activities	(208)	193

ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.2021	Cashflow	At 31.12.2021
Net cash			
Cash at bank and in hand	2,301	(573)	1,728
Total	2,301	(573)	1,728

The notes form part of these financial statements

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

PARENT CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021

	2021 £000	2020 £000
Cash flows from operating activities:		
Cash generated from operations	(185)	190
Net cash provided by (used in) operating activities	(185)	190
Cash flows from investing activities:		
Purchase of tangible fixed assets	(13)	(3)
Invested cash used for management fees	-	43
Sale of fixed asset investments	9,876	547
Purchase of fixed asset investments	(10,564)	-
Interest received	-	1
Dividends received	339	315
Net cash provided by investing activities	(362)	903
Change in cash and cash equivalents in the reporting period	(547)	1,093
Cash and cash equivalents at the beginning of the reporting period	1,931	838
Cash and cash equivalents at the end of the reporting period	1,384	1,931

The notes form part of these financial statements

NOTES TO THE PARENT CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021

RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £000	2020 £000
Net income for the reporting period (as per the statement of financial activities)	2,054	(230)
Adjustments for:		
Depreciation charges	3	5
Interest received	-	(1)
Dividends received	(339)	(315)
Gains on investments	(1,425)	736
(Increase)/ decrease in debtors	(436)	79
Increase in creditors	(42)	(84)
Net cash provided by (used in) operating activities	(185)	190

ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.2021	Cashflow	At 31.12.2021
Net cash			
Cash at bank and in hand	1,931	(547)	1,384
Total	1,931	(547)	1,384

The notes form part of these financial statements

1 ACCOUNTING POLICIES AND GENERAL INFORMATION

General Information
The Parachute Regiment and Airborne Forces Charity is a private company limited by guarantee and incorporated in England, registered office Regimental Headquarters, Merville Barracks, Colchester, CO2 7UT. The financial statements are presented in Sterling, which is the functional currency of the charitable group. There are no material uncertainties about the charity's ability to continue. The Parachute Regiment and Airborne Forces Charity constitutes a public benefit entity as defined by FRS 102.

Basis of preparing the financial statements and General information
The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Companies Act 2006 and the Charities Act 2011. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income
All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Turnover is the amount derived from the provision of goods/services, and stated after trade discounts, other sales taxes and net of VAT where applicable.

Donated services and facilities represents costs borne by the Ministry of Defence in connection with staff seconded to the Museum and the parent charity without charges, rates and other office expenses.

Expenditure
Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Allocation and apportionment of costs
Support costs are costs related to providing direct support to the charitable company but also includes IT costs, insurance, telephone and other office costs. Governance costs are audit fees and trustee meeting and travel expenditure. Any such costs incurred during the year that are not directly attributable to the charitable activities of the organisation are allocated on the proportion of total direct costs required to support each activity.

Intangible fixed assets
Intangible fixed assets were acquired in 2016, 2017, 2018 and 2020 and are amortised over an 8 to 10 year period on a straight line basis.

1 ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Leasehold	- over the length of the lease
Equipment and fittings	- Straight line over 4 years, Straight line over 3 - 10 years and 10% reducing balance.

Heritage assets
The Parachute Regiment and Airborne Forces Charity holds various heritage assets including a memorial statue, paintings, statuettes, and trophies which are held to preserve the heritage of the Parachute Regiment and Airborne Forces in order to fulfil its object of maintaining the esprit de corps of the Regiment and Airborne Forces. These assets are included at their cost and not depreciated as they are deemed not to have a finite useful life.

The Parachute Regiment and Airborne Forces Museum Trust holds a large number of heritage assets in connection with the history of Airborne Forces. Heritage assets acquired by the Museum at no cost have been excluded from the accounts as their value was unrecorded as a result of the move from Aldershot and placing a large number of items into the reserve collection. An audit of the entire collection completed in 2018 and the charity is now proceeding to create a single database of the collection and also confirm the status of the artefacts in terms of ownership and accession. This is expected to be completed in 2022 together with work to value the collection bearing in mind the unique nature of the artefacts often will make valuation difficult as no active market may exist for the item.

The charity does not actively seek new items for the museum but does regularly receive items, often on loan, from both serving members of the Parachute Regiment and those have previously served in Airborne Forces or their families. The items recieved since the move to Duxford are also included in the audit of the collection.

There are two elements to the collection being the display in Duxford and the reserve collection held separately at Colchester Barracks. The public are able to access the museum in Duxford when the site is open during the week.

Any disposals from the collection are approved by the trustees and the items are normally only allowed to be passed to another similar collection to preserve the item in question.

Taxation
The charity is exempt from corporation tax on its charitable activities, except for its trading subsidiaries.

Stock
Stocks are valued at the lower of cost and net realisable value, after making deductions for obsolete and slow moving items.

1 ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Basis of consolidation

The accounts of the group consolidate the results of the company and its subsidiary undertakings, ABP Retail Limited, PARAS'10 Limited and Airborne Assault Limited which are made up to 31 December. The accounts are consolidated on a line by line basis.

Merger accounting

On 1 January 2020, The Parachute Regiment Charity and Airborne Forces Security Fund (both registered offices at RHQ Para, Merville Barracks, Colchester, CO2 7UT) combined to form The Parachute Regiment and Airborne Forces Charity. Due to the substantial nature of the funds being merged together with the similar activites the charities were undertaking and will continue to perform, the trustees are of the opinion that the use of merger accounting achieves a more understandable and relevant presentation of the financial results. Both previous charities' objectives were targeted toward the relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces, promoting the efficiency of The Parachute Regiment and Airborne Forces and promoting and maintaining the heritage of The Parachute Regiment and Airborne Forces. These objectives are the same within the merged charity. The combination has been dealt with using the merger accounting method to present fairly the charity's financial position, performance and cash flows. This treatment is a departure from the Companies Act 2006 however complies with treatment prescribed under the Charities SORP 2019.

Retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charge to the Statement of Financial Activities in the period to which they relate. Expenses are allocated based on the proportion of direct costs required to support each activity.

2. DONATIONS AND LEGACIES

	Group 2021 £000	Parent 2021 £000	Group 2020 £000	Parent 2020 £000
PARAS'10 sponsorship	11	11	23	23
ParaData donations	8	4	3	-
Donations	220	213	200	196
Legacies	477	477	567	567
Grants	22	-	22	-
Day's Pay Scheme income	196	196	190	190
Donated services and facilities	42	2	58	21
Gifts and donations - Pegasus Journal	-	-	2	2
	976	903	1,065	999

Donated services are borne by the Ministry of Defence in connection with staff seconded to The Parachute Regiment and Airborne Forces Charity without charge.

3. OTHER TRADING ACTIVITIES

	Group 2021 £000	Parent 2021 £000	Group 2020 £000	Parent 2020 £000
Merchandise	1	1	2	2
Royalties	6	6	7	7
Charitable fundraising events	19	17	-	-
ABP Retail Limited	-	47	-	62
PARAS'10 Limited	-	36	-	14
Shop sales	1	-	1	-
ParaData photo sales	1	-	1	-
Trading activities	480	-	478	-
	509	108	489	85

4. INVESTMENT INCOME

	Group 2021 £000	Parent 2021 £000	Group 2020 £000	Parent 2020 £000
Dividends from investments	339	339	315	315
Deposit account interest	-	-	2	1
	339	339	317	316

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	Group 2021 £000	Parent 2021 £000	Group 2020 £000	Parent 2020 £000
Subscriptions - Pegasus Journal	Charitable activities	10	10	20	20
Research/archive visits	Museum running	5	-	1	-
		15	10	21	20

6. RAISING FUNDS

Raising donations and legacies	Group 2021 £000	Parent 2021 £000	Group 2020 £000	Parent 2020 £000
Investment portfolio management	-	-	41	41
Staff costs	65	65	99	99
Fundraising and online giving costs	16	14	7	7
Travel and subsistence	1	1	1	1
Function expenses	14	14	1	1
Merchandise	2	2	-	-
Trading activities: ABP Retail Limited	352	-	392	-
Trading activities: PARAS'10 Limited	46	-	11	-
Support costs (see note 9)	20	20	17	17
	516	116	569	166

7. CHARITABLE ACTIVITIES COSTS (GROUP)

	Direct costs £000	Grant funding of activities (See note 8) £000	Support costs (See note 9) £000	Totals £000
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces - General	19	1	14	34
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces - Museum	174	-	3	177
	193	1	17	211
Promote the efficiency of The Parachute Regiment and Airborne Forces	64	37	34	135
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	75	219	102	396
	332	257	153	742

7. CHARITABLE ACTIVITIES COSTS (PARENT)

	Direct costs	Grant funding of activities (See note 8)	Support costs (See note 9)	Totals
	£000	£000	£000	£000
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces	19	51	14	84
Promote the efficiency of The Parachute Regiment and Airborne Forces	64	37	34	135
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	75	219	102	396
	158	307	150	615

8. GRANTS PAYABLE

	2021		2020	
	Group	Parent	Group	Parent
	£000	£000	£000	£000
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces - General	1	51	-	49
Promote the efficiency of The Parachute Regiment and Airborne Forces	37	37	105	105
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	219	219	268	268
	257	307	373	422

Analysis of grants payable:

	Unrestricted	Restricted	Total funds 2021	Total funds 2020
	£000	£000	£000	£000
Other organisations and individuals*	63	192	255	277
Parachute Regiment Batallions	-	-	-	93
Breya Ward	-	1	1	3
Total Group	63	193	256	373
Airborne Assault Limited	51	-	51	49
Total Parent	114	193	307	422

* - The parent charity made a total of 330 grants to individuals for the provision of welfare services, support and financial assistance for soldiers or family and dependants of soldiers of The Parachute Regiment and Airborne Forces.

9. SUPPORT COSTS

	Other £000	Governance costs £000	Totals £000
Raising funds	19	1	20
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces	13	1	14
Promote the efficiency of The Parachute Regiment and Airborne Forces	32	2	34
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	97	5	102
	142	8	150
Museum running	-	3	3
Allocated to Charitable Activities	142	11	153
Total Support Costs	161	12	173

Activity	Basis of allocation
Other	Proportion of direct costs required to support each activity
Governance costs	Proportion of direct costs required to support each activity

10. NET INCOME/ (EXPENDITURE)

Net income/ (expenditure) is stated after charging/(crediting):	2021 £000	2020 £000
Auditors' remuneration - current year (net of VAT)	7	7
Auditors' remuneration - subsidiaries (net of VAT)	7	6
Depreciation - owned assets	44	46
Amortisation	15	15

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

Trustees' expenses

During the year one (2020: three) trustee(s) of the charity were reimbursed travel and subsistence costs incurred in connection with the charity totalling £289 (2020: £1,757).

12. STAFF COSTS

	2021 £000	2020 £000
Wages and salaries	324	307
Social security costs	22	22
Employers - defined contributions	17	17
	363	346

The charity receives funding from the following sources in relation to employed roles:

MOD	Management and administration	11	26
MOD	Museum operation	31	31
Ogilby Trust	Museum operation	22	22
		64	79

The average monthly number of employees during the year was as follows:

	2021	2020
Benevolence and welfare support	2	2
Management and administration	5	8
Museum operation	3	2
	10	12

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2021	2020
£70,001 - £80,000	1	1

The Chief Executive Officer, Finance Director and Head of Welfare are considered key management personnel. The total employee benefits in the year (including employer's national insurance and pension contributions) for these posts were £161,000 (2020: £161,000).

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (GROUP)

	Unrestricted funds £000	Restricted funds £000	Total funds £000
INCOME FROM			
Donations and legacies	645	420	1,065
Charitable activities			
Income from charitable activities	1	20	21
Other trading activities	489	-	489
Investment income	258	59	317
Other income	-	-	-
Total income	1,393	499	1,892
EXPENDITURE ON			
Raising funds	569	-	569
Charitable activities			
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces	145	69	214
Promote the efficiency of The Parachute Regiment and Airborne Forces	183	61	244
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	284	137	421
Total expenditure	1,181	267	1,448

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (GROUP) - continued

NET OPERATING INCOME	212	232	444
Net gains on investments	(748)	12	(736)
NET INCOME	(536)	244	(292)
Transfer between funds	(36)	36	-
Net movement in funds	(572)	280	(292)
RECONCILIATION OF FUNDS			
Total funds brought forward	10,746	2,850	13,596
TOTAL FUNDS CARRIED FORWARD	10,174	3,130	13,304

COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (PARENT)

	Unrestricted funds £000	Restricted funds £000	Total funds £000
INCOME FROM			
Donations and legacies	601	398	999
Charitable activities			
Income from charitable activities	-	20	20
Other trading activities	85	-	85
Investment income	257	59	316
Other income	-	-	-
Total income	943	477	1,420
EXPENDITURE ON			
Raising funds	166	-	166
Charitable activities			
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces	83	-	83
Promote the efficiency of The Parachute Regiment and Airborne Forces	183	61	244
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	284	137	421
Total expenditure	716	198	914
NET OPERATING INCOME	227	279	506
Net gains on investments	(748)	12	(736)
NET INCOME	(521)	291	(230)
Transfer between funds	(36)	36	-
Net movement in funds	(557)	327	(230)
RECONCILIATION OF FUNDS			
Total funds brought forward	10,515	1,961	12,476
TOTAL FUNDS CARRIED FORWARD	9,958	2,288	12,246

14. INTANGIBLE FIXED ASSETS

	Computer Software Group £000	Total Group £000	Total Parent £000
COST			
At 1 January 2021	548	548	14
Additions	-	-	-
At 31 December 2021	548	548	14
DEPRECIATION			
At 1 January 2021	470	470	4
Charge for year	15	15	1
At 31 December 2021	485	485	5
NET BOOK VALUE			
At 31 December 2021	63	63	9
At 31 December 2020	78	78	10

Computer software represents the ParaData system and subsequent substantial upgrades to the platform.

15. TANGIBLE FIXED ASSETS

	Long Leasehold Group £000	Plant and machinery etc Group £000	Total Group £000	Total Parent £000
COST				
At 1 January 2021	1,250	1,556	2,806	15
Additions	-	2	2	1
Disposals	-	-	-	-
At 31 December 2021	1,250	1,558	2,808	16
DEPRECIATION				
At 1 January 2021	492	1,546	2,038	11
Charge for year	39	5	44	2
Eliminated on disposal	-	-	-	-
At 31 December 2021	531	1,551	2,082	13
NET BOOK VALUE				
At 31 December 2021	719	7	726	3
At 31 December 2020	758	10	768	4

Long leasehold assets represents the remaining value of the lease held by Airborne Assault Limited on the Duxford premises. Plant and machinery, etc represents computer hardware and other minor assets held by the parent with the majority of the balance being the cost of the physical cost of the museum displays, artefacts and archive held by Airborne Assault Limited.

16. HERITAGE ASSETS

	Total Group £000	Total Parent £000
COST		
At 1 January 2021	355	355
Additions	12	12
At 31 December 2021	367	367

Heritage assets represent artefacts held by The Parachute Regiment and Airborne Forces Charity which are regimental paintings, centrepieces and the Pegasus statue situated at the National Memorial Arboretum.

There were no disposals or impairment of heritage assets in the year or the previous four years.

17. FIXED ASSET INVESTMENTS

	Group Listed investments £000
MARKET VALUE	
At 1 January 2021	9,789
Additions	10,563
Disposals	(9,789)
Revaluations	1,339
At 31 December 2021	11,902
NET BOOK VALUE	
At 31 December 2021	11,902
At 31 December 2020	9,789

	Parent Listed investments £000
MARKET VALUE	
At 1 January 2021	9,789
Additions	10,563
Disposals	(9,789)
Revaluations	1,339
At 31 December 2021	11,902
NET BOOK VALUE	
At 31 December 2021	11,902
At 31 December 2020	9,789

17. FIXED ASSET INVESTMENTS - continued

During the year the Trustees disposed of their holdings with Blackrock and OLIM property, the £9,789k sale proceeds were reinvested with CCLA Investment management as well as additional funds from disposals made last year and the reserves of the charity.

The parent company's investments at the balance sheet date in the share capital of companies include the following:

PARAS'10 Limited
Company registration number: 08368199
Registered office: Regimental Headquarters, Merville Barracks, Colchester, CO2 7UT
Nature of business: Commercial events

Class of share:	% holding
Ordinary	100

	2021	2020
	£	£
Aggregate capital and reserves	1	1
Profit for the year	36,155	14,236

ABP Retail Limited
Company registration number: 06009028
Registered office: Terrance House, Units 1-3 Denman Street East, Nottingham, NG7 3GX
Nature of business: Retail and online shop

Class of share:	% holding
Ordinary	100

	2021	2020
	£	£
Aggregate capital and reserves	54,951	54,951
Profit for the year	46,719	62,289

Airborne Assault Limited
Company registration number: 06743823
Charity registration number: 1126776
Registered office: Regimental Headquarters, Merville Barracks, Colchester, CO2 7UT
Nature of charity: Museum running

Limited by guarantee:
Sole Corporate Member

	2021	2020
	£	£
Aggregate funds	956,538	1,005,451
Deficit for the year	(48,913)	(60,237)

18. TRADING RESULTS OF SUBSIDIARIES

	ABP Retail Limited		PARAS'10 Limited	
	2021 £000	2020 £000	2021 £000	2020 £000
TURNOVER	398	445	82	27
Cost of sales	(251)	(275)	(44)	(9)
GROSS PROFIT	147	170	38	18
Other income (government grants)	-	10	-	-
	147	180	38	18
Expenditure	101	118	2	4
NET PROFIT	46	62	36	14

	Airborne Assault Limited	
	2021 £000	2020 £000
Income		
Donations and legacies	123	115
Research and Archive visits	5	1
Other trading activities	4	2
Investment income	-	1
TOTAL INCOME	132	119
Expenditure		
Raising funds	1	1
Wages	83	72
Property	7	8
Administration	13	11
Maintenance	20	29
Depreciation and amortisation	54	55
Support costs	4	4
TOTAL EXPENDITURE	181	180
NET EXPENDITURE	(49)	(61)

	2021 £000	2020 £000
Total subsidiary income	612	601
Total subsidiary expenditure	579	586

19. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £000 Group	2021 £000 Parent	2020 £000 Group	2020 £000 Parent
Amounts owed by group undertakings	11	104	11	97
Trade debtors	2	-	1	-
Other debtors	588	631	105	202
	601	735	117	299

20. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £000 Group	2021 £000 Parent	2020 £000 Group	2020 £000 Parent
Trade creditors	23	-	24	-
Taxation and social security	20	7	15	7
Other creditors	109	42	134	35
Accruals for grants payable	-	51	-	49
	152	100	173	91

21. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021 £000 Group	2021 £000 Parent	2020 £000 Group	2020 £000 Parent
Accruals for grants payable	-	-	-	51

22. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £000	Restricted Funds £000	2021 Total funds £000	2020 Total funds £000
Group				
Fixed assets	437	719	1,156	1,199
Investments	9,757	2,145	11,902	9,789
Current assets	1,972	432	2,404	2,489
Current liabilities	(145)	(7)	(152)	(173)
	12,021	3,289	15,310	13,304
Company				
Fixed assets	379	-	379	369
Investments	9,757	2,145	11,902	9,789
Current assets	1,768	351	2,119	2,230
Current liabilities	(93)	(7)	(100)	(91)
Long term liabilities	-	-	-	(51)
	11,811	2,489	14,300	12,246

23. MOVEMENT IN FUNDS

	At 1.1.21 £000	Net movement in funds £000	Transfers between funds £000	At 31.12.21 £000
Unrestricted company funds				
General fund	9,476	1,836	53	11,365
Heritage assets (designated fund)	355	-	12	367
Airborne Assault Ltd grants (designated fund)	102	(1)	(50)	51
Other designated funds (designated fund)	24	2	-	26
Unrestricted subsidiary funds				
ABP Retail Limited general fund	55	47	(47)	55
PARAS'10 Limited general fund	-	36	(36)	-
Airborne Assault Ltd general fund	35	(41)	41	35
ParaData Phase II (designated fund)	105	(13)	-	92
Other designated funds (designated fund)	22	(1)	9	30
	10,174	1,865	(18)	12,021
Restricted funds				
Operational Support Fund	17	(9)	-	8
Pegasus	-	(17)	18	1
Benevolence and Welfare	57	-	-	57
Afghanistan Trust	1,864	244	-	2,108
Other restricted	16	4	-	20
Airborne Assault Normandy Trust	30	-	-	30
Breya fund	18	(1)	-	17
Francis Fund	286	(38)	-	248
Parachute Regiment and Airborne Forces Museum Trust	787	(38)	-	749
ParaData Phase II	55	(4)	-	51
	3,130	141	18	3,289
TOTAL GROUP FUNDS	13,304	2,006	-	15,310
TOTAL COMPANY FUNDS	12,246	2,054	-	14,300

23. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £000	Resources expended £000	Gains and losses £000	Movement in funds £000
Unrestricted company funds				
General fund	1,088	(439)	1,187	1,836
Airborne Assault Ltd grants (designated fund)	-	(1)	-	(1)
Other designated funds (designated fund)	19	(17)	-	2
Unrestricted subsidiary funds				
ABP Retail Limited general fund	399	(352)	-	47
PARAS'10 Limited general fund	82	(46)	-	36
Airborne Assault Ltd general fund	60	(101)	-	(41)
ParaData Phase II (designated fund)	-	(13)	-	(13)
Other designated funds (designated fund)	-	(1)	-	(1)
	1,648	(970)	1,187	1,865
Restricted company funds				
Operational Support Fund	-	(9)	-	(9)
Pegasus Journal	11	(28)	-	(17)
Benevolence and Welfare	98	(98)	-	-
Afghanistan Trust	54	(36)	226	244
Other restricted	4	-	-	4
Breya fund	-	(1)	-	(1)
Francis Fund	2	(52)	12	(38)
Restricted subsidiary funds				
Parachute Regiment and Airborne Forces Museum Trust	-	(38)	-	(38)
ParaData Phase II	-	(4)	-	(4)
Ogilby Trust grant	22	(22)	-	-
	191	(288)	238	141
TOTAL GROUP FUNDS	1,839	(1,258)	1,425	2,006
TOTAL COMPANY FUNDS	1,360	(731)	1,425	2,054

23. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.20 £000	Net movement in funds £000	Transfers between funds £000	At 31.12.20 £000
Unrestricted company funds				
General fund	9,995	(559)	40	9,476
Heritage assets (designated fund)	355	-	-	355
Airborne Assault Ltd grants (designated fund)	151	-	(49)	102
Other designated funds (designated fund)	14	10	-	24
Unrestricted subsidiary funds				
ABP Retail Limited general fund	55	62	(62)	55
PARAS'10 Limited general fund	-	14	(14)	-
Airborne Assault Ltd general fund	35	(49)	49	35
ParaData Phase II (designated fund)	117	(12)	-	105
Other designated funds (designated fund)	24	(2)	-	22
	10,746	(536)	(36)	10,174
Restricted funds				
Operational Support Fund	19	(2)	-	17
Pegasus	-	(36)	36	-
Benevolence and Welfare	57	-	-	57
Afghanistan Trust	1,821	43	-	1,864
Other restricted	13	3	-	16
Airborne Assault Normandy Trust	30	-	-	30
Breya fund	21	(3)	-	18
Francis Fund	-	286	-	286
Parachute Regiment and Airborne Forces Museum Trust	827	(40)	-	787
ParaData Phase II	62	(7)	-	55
Ogilby Trust grant	-	-	-	-
	2,850	244	36	3,130
TOTAL GROUP FUNDS	13,596	(292)	-	13,304
TOTAL COMPANY FUNDS	12,476	(230)	-	12,246

23. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £000	Resources expended £000	Gains and losses £000	Movement in funds £000
Unrestricted company funds				
General fund	841	(652)	(748)	(559)
Airborne Assault Ltd grants (designated fund)	-	-	-	-
Other designated funds (designated fund)	23	(13)	-	10
Unrestricted subsidiary funds				
ABP Retail Limited general fund	455	(393)	-	62
PARAS'10 Limited general fund	26	(12)	-	14
Airborne Assault Ltd general fund	48	(97)	-	(49)
ParaData Phase II (designated fund)	-	(12)	-	(12)
Other designated funds (designated fund)	-	(2)	-	(2)
	1,393	(1,181)	(748)	(536)
Restricted company funds				
Operational Support Fund	-	(2)	-	(2)
Pegasus Journal	24	(60)	-	(36)
Benevolence and Welfare	95	(95)	-	-
Afghanistan Trust	59	(28)	12	43
Other restricted	3	-	-	3
Breya fund	-	(3)	-	(3)
Francis Fund	296	(10)	-	286
Restricted subsidiary funds				
Parachute Regiment and Airborne Forces Museum Trust	-	(40)	-	(40)
ParaData Phase II	-	(7)	-	(7)
Ogilby Trust grant	22	(22)	-	-
	499	(267)	12	244
TOTAL GROUP FUNDS	1,892	(1,448)	(736)	(292)
TOTAL COMPANY FUNDS	1,420	(914)	(736)	(230)

23. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.20 £000	Net movement in funds £000	Transfers between funds £000	At 31.12.21 £000
Unrestricted company funds				
General fund	9,995	1,277	93	11,365
Heritage assets (designated fund)	355	-	12	367
Airborne Assault Ltd grants (designated fund)	151	(1)	(99)	51
Other designated funds (designated fund)	14	12	-	26
Unrestricted subsidiary funds			-	
ABP Retail Limited general fund	55	109	(109)	55
PARAS'10 Limited general fund	-	50	(50)	-
Airborne Assault Ltd general fund	35	(90)	90	35
ParaData Phase II (designated fund)	117	(25)	-	92
Other designated funds (designated fund)	24	(3)	9	30
	10,746	1,329	(54)	12,021
Restricted funds				
Operational Support Fund	19	(11)	-	8
Pegasus	-	(53)	54	1
Benevolence and Welfare	57	-	-	57
Afghanistan Trust	1,821	287	-	2,108
Barclays	-	-	-	-
Other restricted	13	7	-	20
Airborne Assault Normandy Trust	30	-	-	30
Breya fund	21	(4)	-	17
Francis Fund	-	248	-	248
Parachute Regiment and Airborne Forces Museum Trust	827	(78)	-	749
ParaData Phase II	62	(11)	-	51
Ogilby Trust grant	-	-	-	-
	2,850	385	54	3,289
TOTAL GROUP FUNDS	13,596	1,714	-	15,310
TOTAL COMPANY FUNDS	12,476	1,824	-	14,300

23. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £000	Resources expended £000	Gains and losses £000	Movement in funds £000
Unrestricted company funds				
General fund	1,929	(1,091)	439	1,277
Airborne Assault Ltd grants (designated fund)	-	(1)	-	(1)
Other designated funds (designated fund)	42	(30)	-	12
Unrestricted subsidiary funds				
ABP Retail Limited general fund	854	(745)	-	109
PARAS'10 Limited general fund	108	(58)	-	50
Airborne Assault Ltd general fund	108	(198)	-	(90)
ParaData Phase II (designated fund)	-	(25)	-	(25)
Other designated funds (designated fund)	-	(3)	-	(3)
	3,041	(2,151)	439	1,329
Restricted company funds				
Operational Support Fund	-	(11)	-	(11)
Pegasus Journal	35	(88)	-	(53)
Benevolence and Welfare	193	(193)	-	-
Afghanistan Trust	113	(64)	238	287
Barclays	-	-	-	-
Other restricted	7	-	-	7
Airborne Assault Normandy Trust	-	-	-	-
Breya fund	-	(4)	-	(4)
Francis Fund	298	(62)	12	248
Restricted subsidiary funds				
Parachute Regiment and Airborne Forces Museum Trust	-	(78)	-	- (78)
ParaData Phase II	-	(11)	-	(11)
Ogilby Trust grant	44	(44)	-	-
	690	(555)	250	385
TOTAL GROUP FUNDS	3,731	(2,706)	689	1,714
TOTAL COMPANY FUNDS	2,780	(1,645)	689	1,824

23. MOVEMENT IN FUNDS - continued

Unrestricted funds
The charity's general funds consist of funds which the trustees are free to use in accordance with the charitable objects.

Designated funds
The charity's designated funds consist of funds which the trustees have designated for a specific purpose as stated in the accounts. The Airborne Assault fund designation relates to the three year funding agreement and will be expended by 2022. The ParaData phase II fund relates to funds held for expected future costs and will be expended within the next three to five years.

Restricted funds
Pegasus Journal – the fund represents the surplus or deficit on the publication of The Parachute Regiment's Journal consisting of three editions per annum. Any surplus is held to fund future issues whilst deficits are covered by application of general funds. Please refer to note 24 for future changes to the Pegasus Journal.

Benevolence and Welfare – in line with AGAI guidance, an element of the Day's Pay Scheme is to be withheld for benevolent/welfare purposes.

Afghan Trust – In 2015 the charity received the entire funds of The Parachute Regiment Afghan Trust. The fund is to be expended in line with the objects of the original charity which was to support those from The Parachute Regiment who had been deployed to Afghanistan during the conflict. The Trust also expanded the remit to those who had been killed or injured since September 2001 in Afghanistan and Iraq to ensure that the fund can support Parachute Regiment personnel deployed since that date.

Barclays - Barclays have given funds to assist with the transitioning of Parachute Regiment personnel into civilian life. This was previously awarded to The Parachute Regiment Afghanistan Trust and the charity was pleased that the support has continued.

Operational Support fund – this fund is to be used towards costs of supporting families of member of The Parachute Regiment who are on active service.

Other – these are funds with minor balances which should be expended within the next twelve months.

The principal restricted fund transferred from the Airborne Assault Ltd relates to the assets and liabilities of The Parachute Regiment and Airborne Forces Museum Trust, which are classified as a restricted fund under the amalgamation of the charities as noted in the trustees report. Airborne Assault Ltd held three other restricted funds for ParaData Phase II Development, Redisplay of the museum collection and Ogilby Trust grant.

The Parachute Regiment and Airborne Forces Museum Trust, more commonly referred to as PRAFMT, is a linked charity of Airborne Assault Limited (AAL). The PRAFMT is the vehicle that existed prior to the creation of AAL and was the organisation that oversaw the move from Aldershot to IWM Duxford. The PRAFMT owns a number of the museum's assets, including the long-term lease, the museum's internal fixtures and fitting and artefacts. All such assets are held in a restricted fund within AAL. As linked charities the AAL and the PRAFMT are treated as one organisation.

Airborne Assault Normandy Trust - In 2016 the charity received the entire funds of Airborne Assault Normandy Trust. The fund is to be expended in line with the objects of the original charity which was the permanent preservation of the Normandy site for the education and benefit of the nation and the armed forces of the UK.

23. MOVEMENT IN FUNDS - continued

Breya Fund - a designated fund was established to consolidate donations and ensure the most cost and tax-efficient channel to assist in funding provision of overseas medical treatment for the daughter of a regimental NCO suffering from neuroblastoma cancer. The family's needs arising from the child's UK treatment have also been supported from Trustees' unrestricted funds.

Francis Fund - this fund relates entirely to a legacy received in 2020 and these funds shall be utilised for the benefit of wives and orphans in distress of deceased ex-Airborne soldiers and Airborne disabled soldiers.

Transfers between funds

During the year, various fund transfers have been processed as the trustees believe them necessary to give a more accurate position at the year end. The majority of these transfers are standard consolidation transactions required to correct the group position at the year end. Further information on other significant transfers between funds is detailed below:

Pegasus fund - expenditure against this fund for the year exceeded the net income for the year by £17,000 and therefore this would have represented a deficit at the year end. The trustees agreed that the activity is subsidised by the general funds of the charity and therefore a transfer has been processed place to rectify the deficit.

24. PEGASUS JOURNAL

The cost of producing and distributing the journal is funded from a number of sources. The income received and its application by the charity is set out below:

	2021 £000	2020 £000
Gifts and donations	-	2
Subscriptions	10	20
Advertising income	1	-
Donated services	-	2
	11	24
Less annual running costs	(28)	(60)
Deficit for the year	(17)	(36)

Annual running costs are as follows:

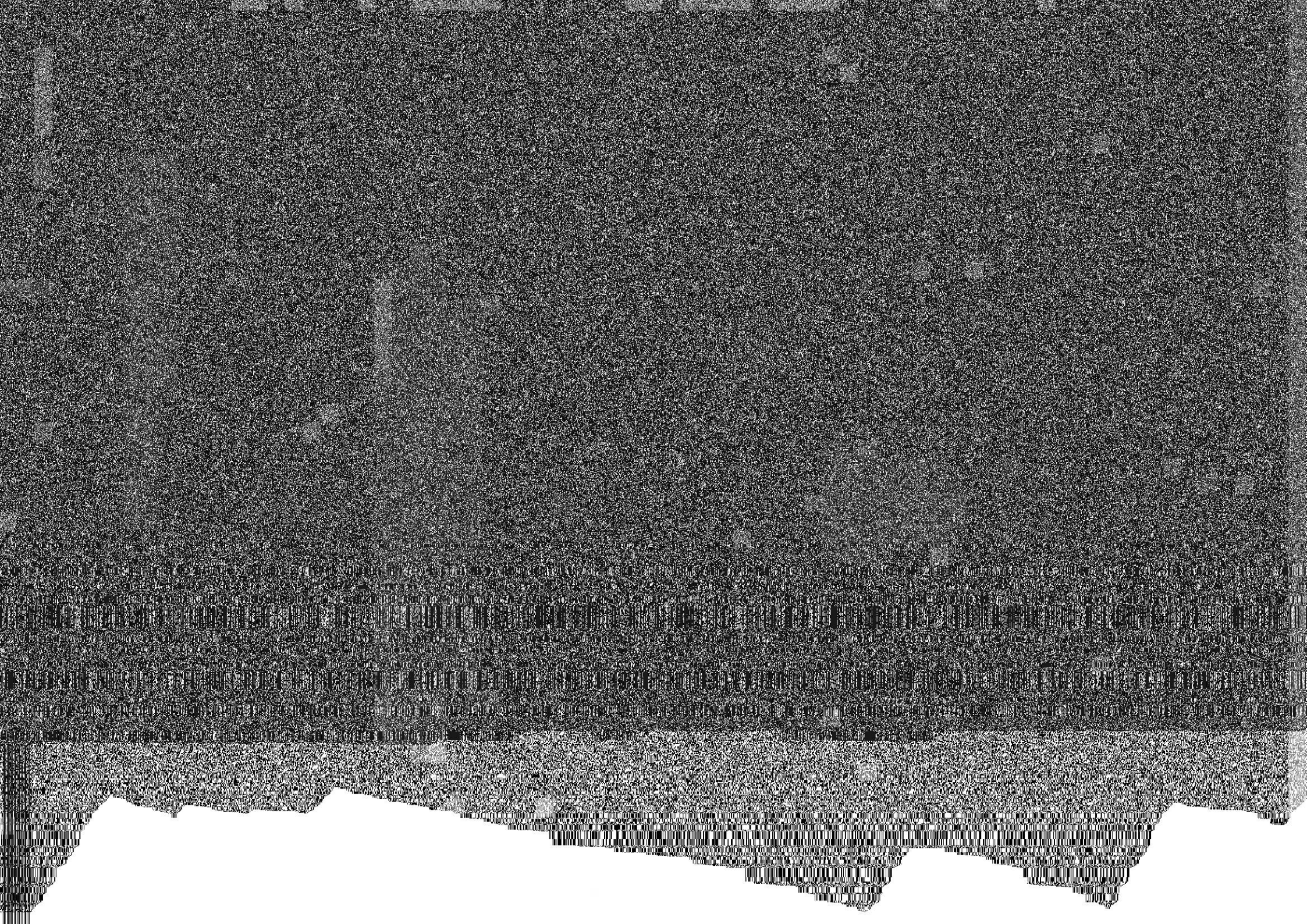
	2021 £000	2020 £000
Publication costs	4	8
Salaries	20	45
Postage costs	2	5
Insurance	1	1
Bank charges	1	1
	28	60

After careful consideration, the Trustees have decided to reduce publication to a single Pegasus Journal, produced as an Annual Record in the first quarter of each calendar year (Jan-March). This change is effective from 2021. The next journal will therefore be the 2021 Yearbook, which has been published in the first quarter of 2022.

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY

England & Wales - Charity number 1131977

Accounts



THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

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FOR THE YEAR ENDED 31 DECEMBER 2020

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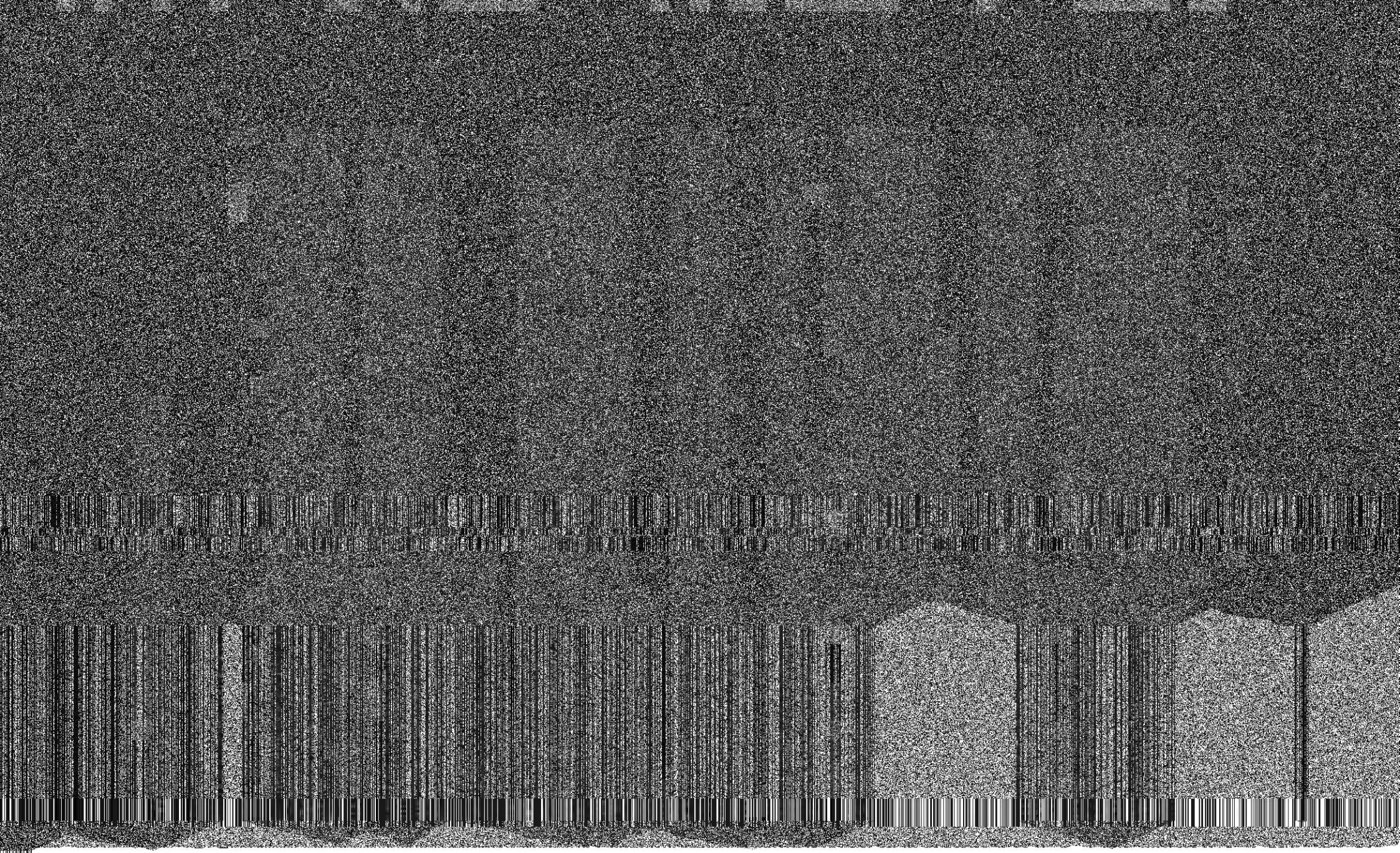


OBJECTIVES AND ACTIVITIES (cont)

In 2020, the Charity continued to experience welfare need for individuals requiring household or mobility assistance for disabilities, as a result of age, wounding or injury; for those downgraded and discharged personnel transitioning to civilian employment; for need, hardship and financial distress both for individuals and their dependents, with particular emphasis on the mitigation of risks of homelessness and detriment to vulnerable dependents. The effects of service and in particular active operations on mental health and family relationships are also manifest and therapy is funded to avoid catastrophic deterioration.

From March 2020, the Coronavirus pandemic created a new demand for assistance, notably from older veterans. The Charity provided immediate relief in the form of food parcels for high at-risk and vulnerable beneficiaries unable, due to age, disability, shielding, health condition, lack of family support or medical isolation, to access food from shops or food banks. The Welfare Team has also worked to identify and support individuals at risk of mental health deterioration. However, the overall experience during the period has been one of reduced demand: analysis across the military charity sector through trade association Cobseo ascribes this partly to government support measures (furlough and job support) and partly to a slowdown in the Casework Management System (CMS) as volunteer caseworkers were unable to interact directly with beneficiaries. Further disruption has been caused by migration to the new CMS platform MOSAIC in Spring 2021. Higher levels of direct inward contact have been experienced by the Welfare Team.

ACHIEVEMENT AND PERFORMANCE

Charitable activities
In 2020, the first full operating year for the PRAFC, and the sixth under its trading name of SUPPORT OUR PARAS, the Charity continued to advance its objects and manage diverse fundraising activities to support them.

Relief of need, hardship and distress
During the year the Charity expended £421k (including support costs of £87k) on the relief of need, hardship and distress, being the primary expenditure under its objects. Of this, £284k was from unrestricted funds, £28k from the Afghan Restricted Fund (ARF), £95k from the Benevolence and Welfare fund, £3k from the Breya Fund, £10k from the Francis Fund and £NIL from other restricted funds.

By way of example:

- Veteran A. Mobility equipment purchased for 19-month old child to enable attendance and independence at nursery and essential physiotherapy. Veteran had previously been Medically Discharged after injury.
- Widow B. Airborne widow, mobility impaired by stroke, received an Electric Powered Vehicle (EPV). *"I am very grateful for the assistance as I cannot walk since the stroke and I have therefore to rely on my son to move anywhere. The EPV will enable me to regain my independence. My husband was very proud of being a pathfinder paratrooper during WW2 and he would have been so appreciative of the help you have given me."*
- Soldier C. Emotional and financial support to the family of a young serving soldier who died on duty.
- Veteran D. Wet room adaptation for Northern Ireland veteran with partial stroke paralysis.
- Widow E. Funeral support to distressed widow after husband's unnatural death.
- Dependent F. Financial support for separated spouse unable to work during pandemic lockdown and required additional support following cancer diagnosis.
- Veteran G. Financial support for hardship to Afghanistan Veteran with priority debts.
- Widow H. Grant for living costs for a widow in France, in financial distress following the loss of her veteran husband. *"Thank you for the most generous grant you have agreed for Mrs H. When I called her to tell her the news she burst into tears and all she could say was that her husband would have been so happy to learn that his regiment was taking care of her."*
- Veteran J – Shielding due to COVID, received hamper and telephone support. *"I would like to thank you very much for the well received hamper today. This was most appreciated in these sad times that we are all going through. I am one of the 1.5 million shielded people as I have COPD"*

ACHIEVEMENT AND PERFORMANCE (cont.)

Regimental Efficiency

With increasing pressure on public funds, Charity funding is provided to the serving Regiment to enhance recruitment and retention of personnel and to support progress through training and selection, thereby ensuring the highest quality of officers and soldiers. Grants also support ceremonial and commemorative activities for the Regiment and its wider community, enhancing its public reputation. Both units and individuals are supported with funding to enable adventurous training and sports endeavours, which foster initiative, comradeship, personal achievement, reputation and motivation, and which contribute to the quality of the 'Para life' for the Regiment's soldiers. In many cases, serving personnel use the opportunities to promote and raise funds for the Charity, maintaining a virtuous circle of funding and reputational and financial increase. The Regiment's teams and soldiers compete at a high level in Army and Services sports. During 2020, many such activities were curtailed by the pandemic, but Unit grants were deployed to foster well-being and maintain morale during a time of unprecedented peacetime pressure on soldiers' daily lives.

Heritage

With national lockdowns and periods of IWM Duxford closure, AAL museum visitor numbers for 2020 were substantially lower, at 40,000 persons. However, the online digital archive ParaData, refreshed in 2019, thrived with a 65% increase in visitor numbers to 967,378 and a 40% increase in 'Friends' premium membership.

The Charity also supports Remembrance through the maintenance of memorials, primarily at the National Memorial Arboretum (NMA), where an annual summer service is held, and with a November Service of Remembrance at St Lawrence Jewry, the Regimental church in the City of London, which is also an occasion to meet and support recent Next of Kin (NOK) and families. In addition, support is provided for regimental commemorations overseas in France and the Netherlands. In 2020, all such events were cancelled due to the pandemic, but the occasions were marked by online broadcast streaming of filmed socially-distanced services.

The Charity also fosters links between the serving Regiment and the wider retired community through the publication of Pegasus Journal, as well as administrative and IT assistance to the Airborne Network (ABN) run by volunteer retired officers. In 2020 it was decided by the Trustees to reduce three issues annually of Pegasus Journal to a single 'Annual Yearbook' as a matter of historic record. The consequent saving on staff resource and print cost is expected to improve the financial performance of the Journal in the long term.

FINANCIAL REVIEW

Financial performance - Group

For comparison purposes, prior year figures represent a retrospective combining of the financial performance of the predecessor charities PRC and AFSF.

The Group's income in 2020 was £4.89m, an increase of 1% from £4.85m in 2019. During the pandemic the charity experienced a significant reduction in donations (down £298k) but was extremely fortunate to receive £587k in legacy income in 2020. The Trustees are extremely grateful to those individuals who remembered the Charity in this way. Without their legacies 2020 would have been a much more challenging year. Investment income decreased by £144k in 2020, as a result of turbulent markets as pandemic set in. Within the overall Group income figure is £455k of sales revenue by the subsidiary ABF Retail Ltd against which are set £294k of costs. Subsidiary PARAC 10 Limited accounted for a further £27k income, offset by £13k costs. Donated services of £1m represent the provision of employee services to the group by the MoD. £21k received by the Parent charity and £30k received by AAL.

Expenditure for the year totalled £3.45m compared to £3.94m in 2019. Many commemorative and fundraising activities did not occur, running costs were carefully managed and Welfare expenditure was depressed by the factors detailed above.

The Group's surplus (net income) for the year was £442k (2019: £22k). This was reduced to a deficit of £190k after unrealised investment losses of £736k (2019: surplus of £1.2m after unrealised investment gains of £1.2m).

FINANCIAL REVIEW (cont)

At 31 December 2020 the Group carried forward total funds of £13.3m (2019: £13.6m). The Parent Charity SOFA and balance sheet are presented on pages 16 and 17 respectively which report the performance of the Parent individually; these figures form part of the Group results noted above.

Financial performance – Subsidiaries
Airborne Assault Limited made a deficit of £61k (2019: £45k). Income decreased by £48k from 2019, donations decreased by £16k and a one-off event in 2019 raised a significant amount which inflated income in 2019. Overall expenditure decreased by £32k, largely due to the museum not needing to spend as much on raising funds as in 2019 for the one-off event.

ABP Retail Limited (ABP) made a record contribution from retail merchandise sales of £62k (2019: £51k) paid under Gift Aid to its charitable Parent. During lockdown periods, when non-essential shops were closed, ABP's online sales performed extremely well during 2020.

PARAS'10 Limited made a contribution to its parent under Gift Aid of £14k (2019: £54k). Trading was severely curtailed by cancellation due to the pandemic of its live 10-mile events at Colchester and Catterick; a number of virtual events were created to maintain customer loyalty. These brought in both entry revenue and fundraising sponsorship, with much positive feedback from participants on the physical and mental health benefits of these events during the pandemic isolation periods. These virtual events have continued into 2021, where there is also an improved prospect for the return of live events. Under FRS102, entry revenues for the cancelled 2020 events will be recognised when the events finally take place.

Principal funding sources
In addition to investment income from investments, the Charity has diverse voluntary income streams: the One Day's Pay Scheme (ODPS) for serving members of the Regiment; grants and donations by private individuals, charitable bodies (including branches of the Parachute Regimental Association), trusts, foundations, and corporations; legacies; and funds raised from activities and events organised by third-party supporters or by the Charity itself. In 2020, however, with the exception of the 353 Ball in February, all managed and third-party organised events were cancelled. With limited resource, the Charity took advantage of national schemes for virtual events (e.g. #twopointsixchallenge) as well as creating its own events, notably two virtual PARAS'10s.

As previously mentioned, in 2020 the Charity was fortunate to receive an exceptional £567k in legacies. All were for unrestricted purposes, with the exception of the Francis Fund, a new restricted fund created to recognise the legator's specified wish that funds should support disabled soldiers and widows. A will-writing service has been marketed to encourage more future legacies from within our community.

In the absence of organised group participation events, there was a continued fundraising drive by individual serving or veteran soldiers of the Regiment and Airborne Forces. These outstanding initiatives set a positive example, raising the Charity's profile within the serving and retired communities, as well as raising funds and creating a climate of benevolence with the general public. The example set by 'our own doing it for our own' has proved powerful.

The 353 Trust, a charity set up by his family in memory of Pte Conrad Lewis, killed in Afghanistan in 2011, repeated its regular donation from its own successful fundraising events, including its annual Ball in February, the last before lockdown.

AAL also receives grants, legacies and donations to fund new projects and displays. The Museum, like the parent Charity, also receives a gift in kind in the form of staff from the Ministry of Defence (MoD).

FINANCIAL RISK (cont)

Fundraising Control

All fundraising for voluntary donations is managed by a staff of two employees within the charity, including the CEO and relies heavily on personal endeavour by supporters within the service and veteran community as well as the general public. The charity undertakes a number of its own fundraising events or supports externally organised events, but both have been limited by pandemic in 2020. No professional fundraising organisation, agent or commercial participator has been employed in the year and no complaints were received.

The Charity is committed to the Fundraising Regulator and complies to the Code of Standards. In this context and guidelines published by the Charity Commission, we limit the number of fundraising appeals sent by post to those who have given consent to be contacted by this method. The Charity monitors fundraising activity by attendance at events, analysis of data collection, checking made by internet searches, issuing clear guidelines on practice and its standards for recruiting fundraisers and updating and advising on data protection. Contact details for the Charity Trustees are maintained for all collection mandates, all fundraising ideas and material awards and initiatives are monitored. Compliance to Charity Law and any requirements is visible on the Charity website. No complaints were received in 2020.

The Charity does not engage in any investment activity involving the use of a nominee or broker which therefore mitigates any risk of intrusive or persistent fundraising activity. Donors are encouraged to donate. The Charity is also registered with the Information Commissioners Office (ICO) and complies with the Data Protection Act 2018 and the General Data Protection Regulations (GDPR) 2018.

Investment and risk policy

The Trustees via an antecedent charities appointed a number of external managers to invest the long term funds of the charity. The FIS monitors the performance of investment managers against appointed benchmarks, advises the Trustees and conducts regular reviews and is aware of the key elements of investment management in the charity sector. In 2020 Tonnage left on merger and FIS under its delegated authority conducted reviews with regard to consolidating three investment mandates. An immediate decision was made to exit the Mayfair Property Investment Trust for charities (previously March, but changed by impact of the pandemic on property valuations) based that unpredictable valuation and was held active until September. A further decision was concluded with Tessas agreement that all funds should be consolidated to a single manager, CCLA (Churches, Charities and Local Authorities) Investment Management Limited. This became effective in January 2020.

The investment portfolio is managed to maintain and grow the purchasing power of the investments and generate income which is allocated to the revenue of unrestricted funds annually. Income forecasts are made by the Trustees to ensure availability of cash flow planning as a guide for further long term investment. Income that receives and has created funds already held by or held on behalf of the charity are invested in accordance with the Trustees' investment powers and policy.

Investment performance

During 2020 the value of the charity's investment assets fell by £1,000,000 to £9,300,000. The charity received investment income of £1,400,000, but the cumulative effect of the pandemic on capital values has had a significant impact on the value of the investment capital, but this is expected to recover as the world economy is beginning to recover in 2021. As at 31 December 2020 the total value of the investment held by the charity stood at £11,400,000 showing a decrease of £1,000,000 over the 2019 value of £12,400,000.

Reserves policy

As at 31 December 2020 the charity's unrestricted funds stood at £11,400,000 (2019: £12,400,000). These reserves are held for specific charitable purposes, and £11,000,000 are unrestricted funds available for meeting the objects as the Trustees see fit. The Trustees' intention is to maintain unrestricted reserves at a level sufficient to enable the charity to continue its activities and meet its commitments as they fall due in the future, particularly its regional and local welfare activities.

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020

FINANCIAL REVIEW (cont)

It is the Trustees' policy to review the level of reserves in line with future plans to ensure that they are able to meet obligations to beneficiaries. The Trustees also take into consideration the current and future environment for raising funds. During this last year the Charity's net income surplus, less the movement in investment values, has decreased total funds by £292k. The Group's free reserves (being reserves that are not restricted or designated) totalled £9.5m at 31 December 2020, of which £842k was held in cash.

Minimum reserves are defined as enough to keep the parent charity going in catastrophic circumstances for up to a year (this includes funds required to support AAL). Based on the most recent information, the Charity would require a minimum of £1m. Therefore, the Trustees have agreed to keep a minimum of £1m in cash, based on a 12 month rolling cashflow, this cash balance will be distributed across a number fund classes. The Trustees feel that the overall levels of reserves are necessary as the purpose of the bulk of the reserves is to generate an income for the charity. The income generated is to provide services to our beneficiaries now and in the future. In 2020 the net operating income was £444k, however £567k of income was unexpected legacy income, on a normal year the £315k of investment income is essential in funding day to day operations.

The Parent charity had £1.9m in cash at 31 December 2020, of which £1m is restricted for specific charitable purposes, which is in excess of the minimum £1m required. It is worth noting that £547k of cash held at the year end related to a liquidated investment that was reinvested in early 2021, and the remainder of the cash above £1m was expected to be invested during the course of 2021. The Trustees have prepared a budget for 2021 and the anticipated income to be generated from invested reserves is adequate to support the day to day operations of the charity, thus providing the Trustee's with reassurance as to the reserve levels. The Charity is currently undertaking a strategic review to identify how better to meet beneficiary need.

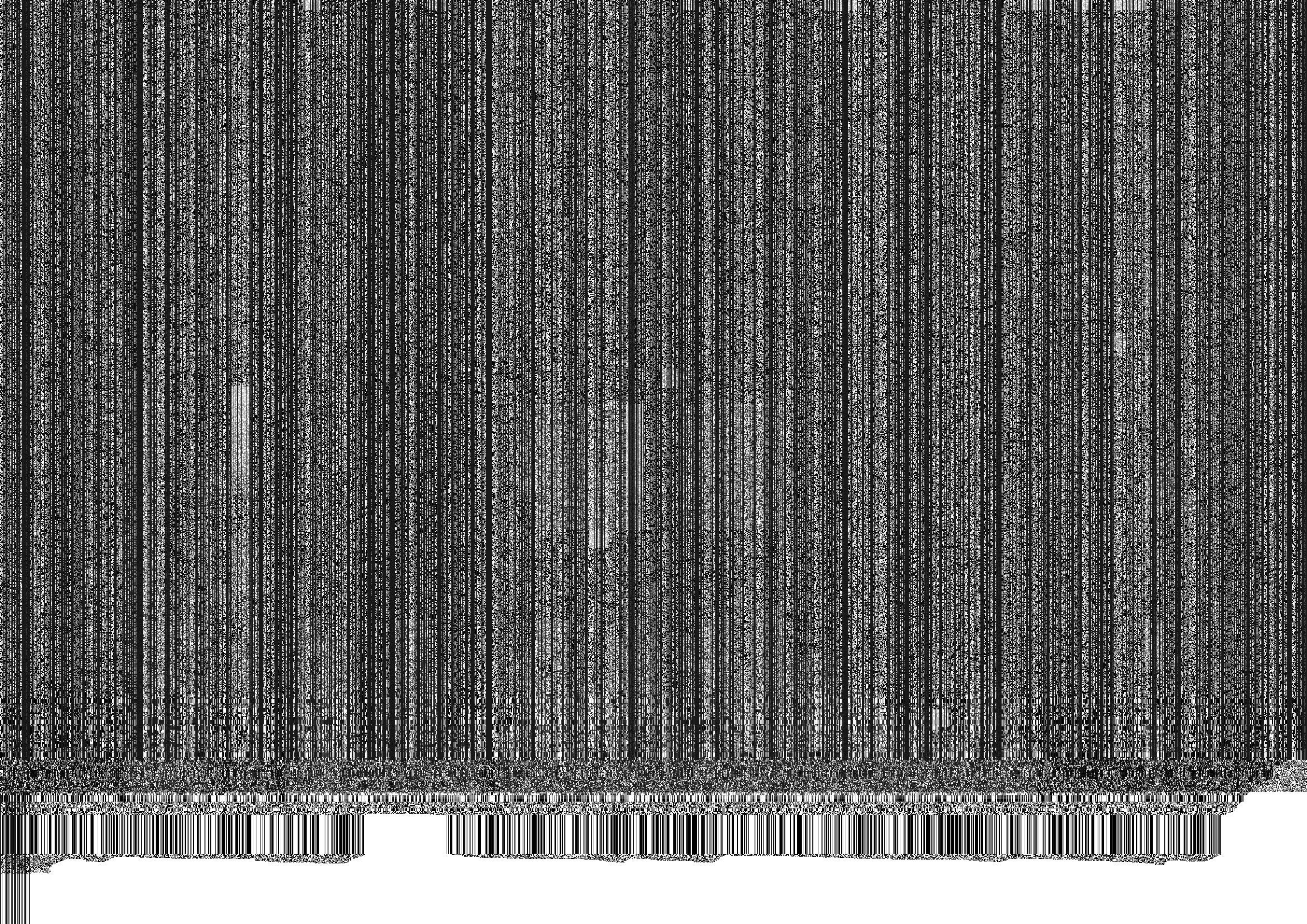
FUTURE PLANS

The merger that took effect on 1 January 2020 created a Charity with then combined total funds of £15.6m.

The global pandemic had immediate negative effects on investment capital, income and fundraising activities. Most events in the 2020 fundraising calendar were cancelled or postponed and this has prevailed into the first half of 2021, with continuing uncertainty of the outlook and timing for full recovery from COVID-19. Through prudent policy, the Charity has robust reserves and projects positive cashflow beyond spring 2022. Cashflow has been under continuous priority review during the period, with all expenditure other than for vital welfare needs scrutinised and cut back. The Trustees and management are actively engaged in the development of a Five Year Strategic plan to 2025.

The Charity anticipates continued and raised demand for welfare funds post-Covid and the ending of government support measures. Further disruption to casework has been caused by migration to a new CMS IT platform (MOSAIC) in Spring 2021, which has been identified as an operational risk to our welfare provision and is being monitored. At the same time, continued pressures on public funding of the Armed Forces, the uncertainty of investment growth and returns, a decrease in the high public profile that the military once enjoyed during the Afghanistan conflict and a highly crowded and competitive charitable marketplace all impact the regimental funding need.

The Charity has successfully achieved broad diversity of income streams from investments, corporate support, event management and retailing to supplement voluntary donated income and the reliable stability of the CDPS. It will continue to develop this diverse income portfolio while operating within tight staff resource. Annual fluctuations in voluntary income across largely with the number and stature of third-party organised events. The future of event-based fundraising programmes however remains uncertain under the continuing conditions created by COVID-19. Virtual and online events and appeals are likely to become a permanent and growing element of our fundraising strategy.



THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020

EVENTS SINCE THE END OF THE YEAR
Information relating to events since the end of the year is given in the notes to the financial statements.

STATEMENT OF TRUSTEES' RESPONSIBILITIES
The trustees (who are also the directors of The Parachute Regiment and Airborne Forces Charity for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

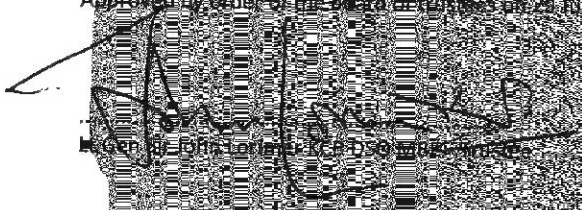
The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS
The auditors, Bright Brown Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 29 July 2021 and signed on its behalf by:



Lt Gen Sir John Lorimer KCB DSO MBE - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY

Opinion
We have audited the financial statements of The Parachute Regiment and Airborne Forces Charity (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:
- give a true and fair view of the state of the group's and charitable company's affairs as at 31 December 2020 and of its incoming resources and application of resources, including 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 Companies Act 2006.

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

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's or charitable company'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. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors 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.

In connection with our audit of the financial statements, 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions on other matters prescribed by the Companies Act 2006
In our opinion, based on the work undertaken in the course of the audit:
- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group, parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the group and parent charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and parent charitable company'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 group or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

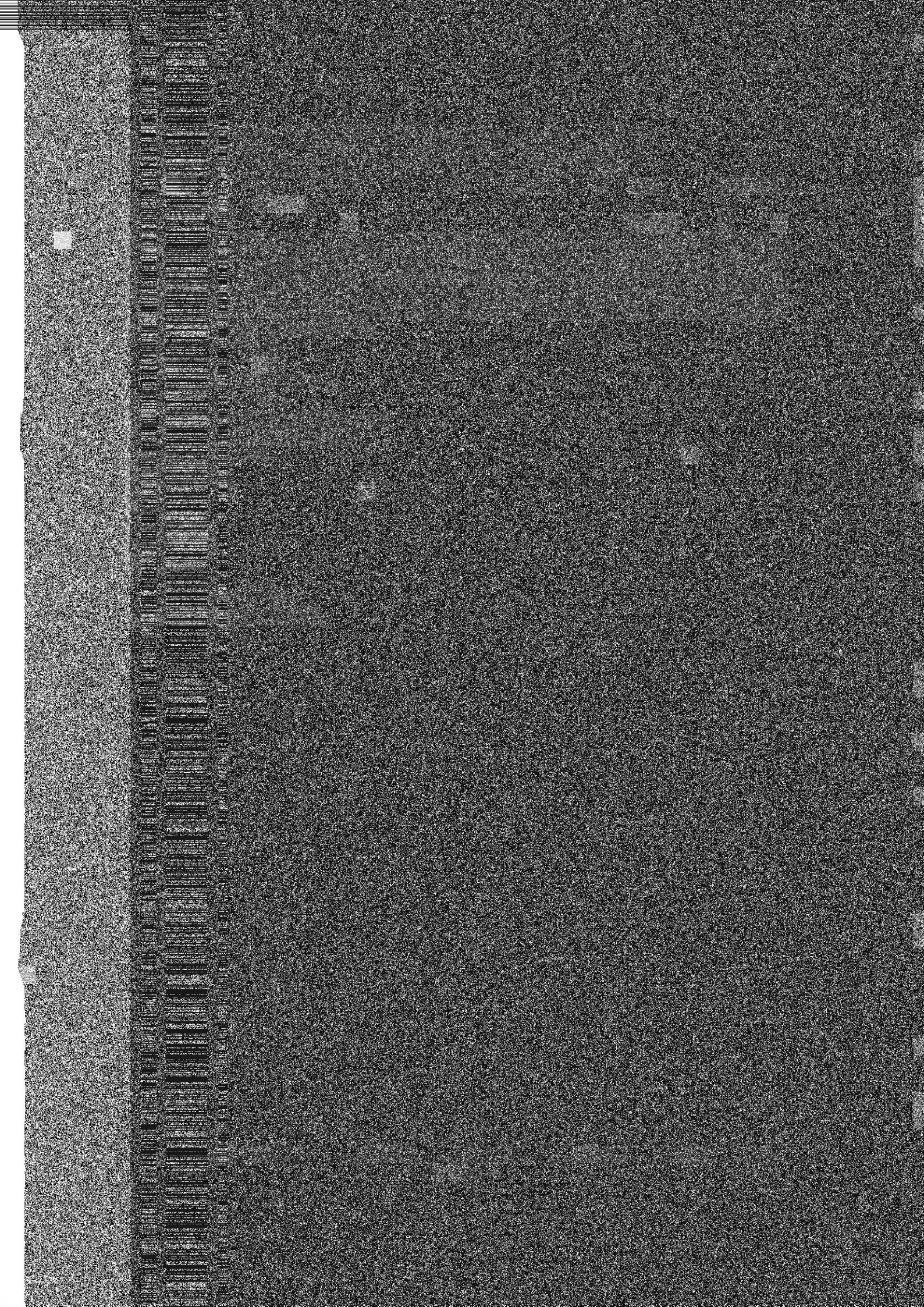
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Based on our understanding of the group and charitable company, the principal risks are that of management override of controls, potential fraud in revenue recognition and the interpretation of relevant disclosures surrounding merger accounting. The engagement team considered these risks and audit procedures were undertaken as follows:

- Discussions with management regarding the ability to override controls and review of processes in place to confirm no override had occurred.
- Extension of sample sizes relating to revenue recognition.
- Review of management journals.
- Review of financial statement disclosures, including completion of a relevant disclosure checklist.

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/auditorresponsibilities. This description forms part of our Report of the Independent Auditors.



THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted Funds £000	Restricted funds £000	2020 Total Funds £000	2019 Total Funds (restated) £000
INCOME FROM					
Donations and Legacies	2	845	420	1,265	835
Charitable activities	3				
Income from charitable activities		2	20	22	17
Other trading activities	3	489		489	560
Investment income		258	59	317	461
Total income		1,593	499	2,092	1,873
EXPENDITURE ON					
Raising funds	4	662	160	822	822
Charitable activities					
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces		145	69	214	444
Promote the efficiency of The Parachute Regiment and Airborne Forces		102	61	163	228
Relief of need, hardship and distress of past and present members of the Parachute Regiment and Airborne Forces and their dependants		184	137	321	567
Total expenditure		1,143	427	1,570	2,061
NET OPERATING INCOME	5	450	72	522	(188)
Net gain/(loss) on investments		(786)	12	(774)	1,204
NET INCOME/(EXPENDITURE)		(336)	84	(252)	1,016
Transfer between funds	21	(36)	36		
Net movement in funds		(372)	120	(252)	1,016
RECONCILIATION OF FUNDS					
Total funds brought forward		10,744	2,850	13,594	12,578
TOTAL FUNDS CARRIED FORWARD		10,372	2,970	13,342	13,594

CONTINUING OPERATIONS
All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements



THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

PARENT STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted funds £000	Restricted funds £000	2020 Total funds £000	2019 Total funds (combined) £000
INCOME FROM					
Donations and legacies	2	601	398	999	765
Charitable activities	5				
Income from charitable activities		-	20	20	15
Other trading activities	3	85	-	85	118
Investment income	4	257	59	316	460
Total income		943	477	1,420	1,358
EXPENDITURE ON					
Raising funds	6	166	-	166	197
Charitable activities	7				
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces		83	-	83	319
Promote the efficiency of The Parachute Regiment and Airborne Forces		183	61	244	228
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants		284	137	421	546
Total expenditure		716	198	914	1,290
NET OPERATING INCOME		227	279	506	68
Net gains/(losses) on investments		(748)	12	(736)	1,204
NET INCOME/(EXPENDITURE)		(521)	291	(230)	1,272
Transfer between funds	23	(36)	36	-	-
Net movement in funds		(557)	327	(230)	1,272
RECONCILIATION OF FUNDS					
Total funds brought forward		10,515	1,961	12,476	11,204
TOTAL FUNDS CARRIED FORWARD		9,958	2,288	12,246	12,476

CONTINUING OPERATIONS
All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY (REGISTERED NUMBER: 07005997)

PARENT BALANCE SHEET
AT 31 DECEMBER 2020

	Notes	Unrestricted Funds £000	Restricted Funds £000	2020 Total funds £000	2019 Total funds (combined) £000
FIXED ASSETS					
Intangible fixed assets	14	10		10	11
Tangible assets	15	4		4	5
Heritage assets	16	355		355	357
Investments	17	8,580	1,209	9,789	11,115
		8,949	1,209	10,158	11,486
CURRENT ASSETS					
Debtors	18	272	27	299	378
Cash at bank and in hand		868	1,063	1,931	838
		1,140	1,090	2,230	1,216
CREDITORS					
Amounts falling due within one year	20	(80)	(11)	(91)	(118)
NET CURRENT ASSETS		1,060	1,079	2,139	1,098
TOTAL ASSETS LESS CURRENT LIABILITIES		10,009	2,288	12,297	12,584
CREDITORS					
Amounts falling due after more than one year	21	(51)		(51)	(108)
NET ASSETS		9,958	2,288	12,246	12,476
FUNDS	23				
Unrestricted funds				9,958	10,515
Restricted funds				2,288	1,961
TOTAL FUNDS				12,246	12,476

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on 29 July 2021 and were signed on its behalf by:

Lt Gen Sir John Lorimer KCB DSO MBE Trustee

The notes form part of these financial statements

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020	2019
Cash flows from operating activities:		
Cash generated from operations	193	(360)
Net cash provided by (used in) operating activities	193	(360)
Cash flows from investing activities:		
Purchase of tangible fixed assets	(19)	(4)
Invested cash used for management fees	48	49
Income retained by fund manager		(12)
Sale of fixed asset investments	547	56
Interest received	2	2
Dividends received	315	459
Net cash provided by investing activities	888	514
Change in cash and cash equivalents in the reporting period	1,081	174
Cash and cash equivalents at the beginning of the reporting period	1,220	1,046
Cash and cash equivalents at the end of the reporting period	2,301	1,220

The notes form part of these financial statements

RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020 £000	2019 £000
Net income for the reporting period (as per the statement of financial activities)	(252)	1,226
Adjustments for:		
Depreciation charges	61	58
Interest received	(2)	(2)
Dividends received	(315)	(459)
Gains on investments	(736)	(1,204)
(Increase)/ decrease in stock	(10)	(6)
(Increase)/ decrease in debtors	1	20
Increase in creditors	12	(2)
Net cash provided by (used in) operating activities	103	(380)

The notes form part of these financial statements.

THE PARACHUTE REGIMENT AND AIRBORNE FORCES CHARITY T/A SUPPORT OUR PARAS

PARENT CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020	2019
Cash flows from operating activities:		
Cash (used in)/ generated from operations	150	(804)
Net cash provided by (used in) operating activities	150	(804)
Cash flows from investing activities:		
Purchase of tangible fixed assets	(1)	(2)
Investment cash used for management fees	48	49
Income retained by fund managers		(221)
Sale of fixed asset investments	544	30
Interest received	1	2
Dividends received	315	859
Net cash provided by investing activities	907	717
Change in cash and cash equivalents in the reporting period	1,057	(87)
Cash and cash equivalents at the beginning of the reporting period	835	922
Cash and cash equivalents at the end of the reporting period	1,892	835

The notes form part of these financial statements

NOTES TO THE PARENT CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020

RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020	2019
	£000	£000
Net income for the reporting period (as per the statement of financial activities)	(250)	1,272
Adjustments for:		
Depreciation charges	4	4
Interest received	(11)	(6)
Dividends received	(185)	(458)
Gains on investments	256	(1,204)
(Increase)/decrease in debtors	29	(157)
Increase in creditors	(84)	134
Net cash provided by (used in) operating activities	(241)	(414)

1 ACCOUNTING POLICIES AND GENERAL INFORMATION

General information
The Parachute Regiment and Airborne Forces Charity is a private company limited by guarantee and incorporated in England, registered office, Regimental Headquarters, Merville Barracks, Colchester, CO2 7UT. The financial statements are presented in sterling, which is the functional currency of the charitable group. There are no material uncertainties about the charity's ability to continue. The Parachute Regiment and Airborne Forces Charity constitutes a public benefit entity as defined by FRS 102.

Basis of preparing the financial statements and General information
The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)' Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Companies Act 2006 and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Income
All income is recognised in the statement of financial activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Turnover is the amount derived from the provision of goods and services, and stated after trade discounts, other sales taxes and net of VAT where applicable.

Donated services and facilities represents costs borne by the Ministry of Defence in connection with staff seconded to the Museum and the parent charity without charge, rates and other office expenses.

Expenditure
Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Allocation and apportionment of costs
Support costs are costs related to providing direct support to the charitable company but also includes IT costs, insurance, telephone and other office costs, governance costs, are audit fees and trustee meeting and travel expenditure. Any such costs incurred during the year that are not directly attributable to the charitable activities of the organisation are allocated on the proportion of total direct costs required to support each activity.

Intangible fixed assets
Intangible fixed assets were acquired in 2016, 2017, 2018 and 2020 and are amortised over a 5 to 10 year period on a straight line basis.

1 ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Leasehold - over the length of the lease
Equipment and fittings - straight line over 4 years, Straight line over 3 - 10 years and 10% reducing balance

Heritage assets

The Parachute Regiment and Airborne Forces charity holds various heritage assets including a memorial statue, paintings, statuettes, and trophies which are held to preserve the heritage of the Parachute Regiment and Airborne Forces in order to fulfil its object of maintaining the esprit de corps of the Regiment and Airborne Forces. These assets are included at their cost and not depreciated as they are deemed not to have a finite useful life.

The Parachute Regiment and Airborne Forces Museum Trust holds a large number of heritage assets in connection with the history of Airborne Forces. Heritage assets acquired by the Museum at no cost have been excluded from the accounts as their value was recorded as a result of the move from Aldershot and placing a large number of items into the reserve collection. An audit of the entire collection completed in 2018 and the charity is now proceeding to create a single database of the collection and also confirm the status of the artefacts in terms of ownership and accession. This is expected to be completed in 2022 together with work to value the collection, bearing in mind the unique nature of the artefacts often will make valuation difficult as no active market may exist for the item.

The charity does not actively seek new items for the museum but does regularly receive items either on loan, from both serving members of the Parachute Regiment and those have previously served in Airborne Forces or their families. The items received since the move to Duxford are also included in the value of the collection.

There are two elements to the collection being the display in Duxford and the reserve collection held separately at Colchester Barracks. The public are able to access the museum in Duxford when the site is open during the week.

Any disposals from the collection are approved by the trustees and the items are normally only allowed to be passed to another similar collection to preserve the item in question.

Taxation

The charity is exempt from corporation tax on its charitable activities, except for its trading subsidiaries.

Stock

Stocks are valued at the lower of cost and net realisable value, after making deductions for obsolete and slow moving items.

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Basis of consolidation

The accounts of the group consolidate the results of the company and its subsidiary undertakings ABP Rachel Limited, Parras to Limited and Airborne Assault Limited (which are made up to 31 December). The accounts are consolidated on a line by line basis.

Merger accounting

On 1 January 2020, The Parachute Regiment Charity and Airborne Forces Security Fund (both registered offices at RHQ Para, Merville Barracks, Colchester, CO2 7UT) combined to form The Parachute Regiment and Airborne Forces Charity. Due to the substantial nature of the funds being merged together with the similar activities the charities were undertaking and will continue to pursue, the trustees are of the opinion that the use of merger accounting achieves a more understandable and relevant presentation of the financial results. Both previous charities' objectives were targeted towards the relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces, promoting the efficiency of The Parachute Regiment and Airborne Forces and preserving and maintaining the heritage of The Parachute Regiment and Airborne Forces. These objectives are the same within the merged charity. The combination has been dealt with using the merger accounting method to present fairly the charity's financial position, performance and cash flows. This treatment is a departure from the Companies Act 2006 however compliance with it was considered necessary for compliance with FRS 102 and SORP 2015. Had merger accounting not been applied, the transfer of funds from the old charity would have been treated as a donation and the accounts showing no comparative figures. Comparative figures would have been as previously reported for The Parachute Regiment Charity in the year ended 31 December 2019.

Retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charge to the statement of financial activities in the period to which they relate.

Expenses are allocated based on the proportion of direct costs required to support each activity.

2. DONATIONS AND LEGACIES

	Group 2020 £000	Parent 2020 £000	Group 2019 £000 (combined)	Parent 2019 £000 (combined)
PARAS 10 sponsorship	23	23	19	19
ParaData donations	3		3	
Donations	200	196	506	500
Legacies	567	567	39	39
Grants	22		21	
Day's Pay Scheme income	190	190	162	162
Donated services and facilities	58	21	70	29
Day's Pay Scheme income - Pegasus Journal			16	16
Gifts and donations - Pegasus Journal	2	2		
	1,065	999	835	765

Donated services are borne by the Ministry of Defence in connection with staff seconded to The Parachute Regiment and Airborne Forces Charity without charge.

3. OTHER TRADING ACTIVITIES

	Group 2020 £000	Parent 2020 £000	Group 2019 £000 (combined)	Parent 2019 £000 (combined)
Merchandise	2	2	3	3
Royalties	1	1		
Charitable fundraising events			40	10
ABP Retail Limited		62		53
PARAS 10 Limited		14		54
Shop sales	1		2	
ParaData photo sales	1		1	
Trading activities	478		504	
	489	85	550	118

4. INVESTMENT INCOME

	Group 2020 £000	Parent 2020 £000	Group 2019 £000 (combined)	Parent 2019 £000 (combined)
Dividends from investments	315	315	459	459
Deposit account interest	2	1	2	1
	317	316	461	460

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	Group 2020 £000	Parent 2020 £000	Group 2019 £000 (combined)	Parent 2019 £000 (combined)
Subscriptions - Pegasus Journal	Charitable activities	20	20	15	15
Research/archive visits	Museum running	1		1	
		21	20	17	15

6. RAISING FUNDS

	Group 2020 £000	Parent 2020 £000	Group 2019 £000 (combined)	Parent 2019 £000 (combined)
Raising donations and legacies				
Investment portfolio management	41	41	49	44
Staff costs	99	99	93	94
Fundraising and online giving costs	7	7	48	24
Travel and subsistence	1	1	3	3
Function expenses	1	1	10	10
Merchandise				
Trading activities: ABP Retail Limited	392		353	
Trading activities: PARAS 10 Limited	11		47	
Support costs (see note 10)	17	17	18	18
	569	166	622	197

7. CHARITABLE ACTIVITIES COSTS (GROUP)

	Direct costs £000	Grant funding of activities (See note 8) £000	Support costs (See note 9) £000	Totals £000
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces - General	[illegible]		12	34
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces - Museum	175			190
Promote the efficiency of The Parachute Regiment and Airborne Forces	111	105	128	244
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	68	268	87	423
	374	373	132	879

7. CHARITABLE ACTIVITIES COSTS (PARENT)

	Direct costs of activities (see note 8)	Grant funding of activities (see note 9)	Support costs (see note 8)	Totals
	£000	£000	£000	£000
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces	22	39	12	73
Promote the efficiency of The Parachute Regiment and Airborne Forces	114	105	28	247
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	60	283	87	431
	196	427	127	751

8. GRANTS PAYABLE

	2020		2019	
	Group	Parent	Group	Parent
	£000	£000	£000 (combined)	£000 (combined)
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces - General	39	39	64	64
Promote the efficiency of The Parachute Regiment and Airborne Forces	105	105	74	74
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	268	268	367	367
	373	412	441	505

Analysis of grants payable:

	Unrestricted	Restricted	Total funds 2020	Total funds 2019
	£000	£000	£000	£000 (combined)
Other organisations and individuals	144	134	278	368
Parachute Regiment Battalions	93		93	71
Prora Ward		3	3	6
Total Group	237	137	374	445
Airborne Assault Limited	40		40	64
Total Parent	277	137	414	509

The parent charity made a total of £160 grants to individuals for the provision of welfare services support and financial assistance for soldiers or family and dependants of soldiers of the Parachute Regiment and Airborne Forces.

9. SUPPORT COSTS

	Other £000	Governance costs £000	Totals £000
Raising funds	10	1	11
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces	11	1	12
Promote the Affiliation of The Parachute Regiment and Airborne Forces	27	1	28
Relief of need, hardship and distress of past and present members of the Parachute Regiment and Airborne Forces and their dependants	82	5	87
	121	8	129
Museum running		2	2
Allocated to charitable activities	121	10	131
Total Support Costs	131	12	143

Activity	Basis of allocation
Other	Proportion of direct costs required to support each activity
Governance costs	Proportion of direct costs required (or incurred) each activity

10. NET INCOME/(EXPENDITURE)

Net income/ (expenditure) is stated after charging/(crediting):

	2020 £000	2019 £000 (restated)
Auditors remuneration - current year (net of VAT)	7	12
Auditors remuneration - prior year (net of VAT)	6	3
Depreciation - owned assets	16	15
Amortisation	13	13

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

Trustees' expenses

During the year three trustees of the charity were reimbursed travel and subsistence costs incurred in connection with the charity totalling £1,794 (2019: £2,204).

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020

12. STAFF COSTS

	2020	2019 (combined)
	£000	£000
Wages and salaries	307	305
Social security costs	27	28
Employers' defined contributions	14	11
	348	340

The charity receives funding from the following sources in relation to employed roles:

MOD	Management and administration	26	34
MOD	Museum operation	31	50
Lottery Trust	Museum operation	12	21
		70	105

The average monthly number of employees during the year was as follows:

	2020	2019 (combined)
	No	No
Benevolence and welfare support	2	2
Management and administration	8	9
Museum operation	4	3
	14	14

The number of employees whose employee benefits (excluding employer pension cost) exceeded £60,000 was:

	2020	2019
	No	No
£60,001 - £70,000	1	1

The Chief Executive Officer, Finance Director and Head of Welfare are considered key management personnel. The total employee benefits in the year (including employer's national insurance and pension contributions) for these posts were £161,010 (2019: £144,000).

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (GROUP - COMBINED)

	Unrestricted funds	Restricted funds	Total funds
	£000	£000	£000
INCOME FROM			
Donations and legacies	735	100	835
Charitable activities			
Income from charitable activities		47	47
Other trading activities	550		550
Investment income	187	74	261
Other income			
Total income	1,474	169	1,643
EXPENDITURE ON			
Raising funds	618	4	622
Charitable activities			
Restore and maintain the heritage of the Parachute Regiment and Airborne Forces	472	74	546
Promote the efficiency of The Parachute Regiment and Airborne Forces	154	74	228
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	416	134	547
Total expenditure	1,660	282	1,942

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (GROUP - COMBINED) - continued

NET OPERATING INCOME	115	(93)	22
Net gains on investments	1,076	128	1,204
NET INCOME	1,191	35	1,226
Transfer between funds	(28)	28	-
Net movement in funds	1,163	63	1,226
RECONCILIATION OF FUNDS			
Total funds brought forward	9,583	2,787	12,370
TOTAL FUNDS CARRIED FORWARD	10,746	2,850	13,596

COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (PARENT - COMBINED)

	Unrestricted funds £000	Restricted funds £000	Total funds £000
INCOME FROM			
Donations and legacies	638	127	765
Charitable activities			
Income from charitable activities	-	15	15
Other trading activities	118	-	118
Investment income	386	74	460
Other income	-	-	-
Total income	1,142	216	1,358
EXPENDITURE ON			
Raising funds	193	4	197
Charitable activities			
Promote and maintain the heritage of The Parachute Regiment and Airborne Forces	317	2	319
Promote the efficiency of The Parachute Regiment and Airborne Forces	154	74	228
Relief of need, hardship and distress of past and present members of The Parachute Regiment and Airborne Forces and their dependants	367	179	546
Total expenditure	1,031	259	1,290
NET OPERATING INCOME	111	(43)	68
Net gains on investments	1,076	128	1,204
NET INCOME	1,187	85	1,272
Transfer between funds	(28)	28	-
Net movement in funds	1,159	113	1,272
RECONCILIATION OF FUNDS			
Total funds brought forward	9,357	1,847	11,204
TOTAL FUNDS CARRIED FORWARD	10,516	1,960	12,476

14. INTANGIBLE FIXED ASSETS

	Computer Software Group £000	Total Group £000	Total Parent £000
COST			
At 1 January 2020	536	536	14
Additions	12	12	
At 31 December 2020	548	548	14
DEPRECIATION			
At 1 January 2020 (accumulated)	457	457	3
Charge for year	15	15	1
At 31 December 2020	472	472	4
NET BOOK VALUE			
At 31 December 2020	76	76	10
At 31 December 2019	79	79	11

Computer software represents the Paratrooper system and subsequent additional upgrades to the platform.

15. TANGIBLE FIXED ASSETS

	Long Leasehold Group £000	Plant and machinery etc Group £000	Total Group £000	Total Parent £000
COST				
At 1 January 2020	1,250	3,573	4,823	25
Additions		7	7	3
Disposals		(29)	(29)	(14)
At 31 December 2020	1,250	3,551	4,801	14
DEPRECIATION				
At 1 January 2020 (accumulated)	453	1,559	2,012	14
Charge for year	39	7	46	4
Eliminated on disposal		(26)	(26)	(11)
At 31 December 2020	492	1,540	2,032	7
NET BOOK VALUE				
At 31 December 2020	758	10	768	7
At 31 December 2019	797	10	807	3

Long leasehold assets represent the remaining value of the lease held by Airborne Assault Limited on the Duxford premises. Plant and machinery, etc represents computer hardware and other minor assets held by the parent with the majority of the balance being the cost of the physical cost of the museum displays, artefacts and archive held by Airborne Assault Limited.



17. FIXED ASSET INVESTMENTS - continued

The parent company's investments at the balance sheet date in the share capital of companies include the following:

PARAS 10 Limited
Company registration number: 03368199
Registered office: Regimental Headquarters, Merville Barracks, Colchester, CO2 7UT
Nature of business: Commercial events

Class of share	% holding	2020	2019
Ordinary	100	£	£
Aggregate capital and reserves		1	1
Profit for the year		14,238	53,858

ABP Retail Limited
Company registration number: 06009028
Registered office: Terrance House, Units 1-3 Denman Street East, Nottingham, NG7 3GX
Nature of business: Retail and online shop

Class of share	% holding	2020	2019
Ordinary	100	£	£
Aggregate capital and reserves		54,951	54,951
Profit for the year		62,289	50,791

Airborne Assault Limited
Company registration number: 05749329
Charity registration number: 1126776
Registered office: Regimental Headquarters, Merville Barracks, Colchester, CO2 7UT
Nature of charity: Museum running

Limited by guarantee
Sole Corporate Member

	2020	2019
	£	£
Aggregate funds	1,005,451	1,065,688
Deficit for the year	(60,237)	(45,360)

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020

g. TRADING RESULTS OF SUBSIDIARIES

	[illegible] Limited		[illegible] Limited	
	2020	2019	2020	2019
	£000	£000	£000	£000
Turnover	[illegible]	[illegible]	[illegible]	[illegible]
Cost of sales	[illegible]	[illegible]	[illegible]	[illegible]
GROSS PROFIT	[illegible]	[illegible]	[illegible]	[illegible]
Other income (covenant gifts)	[illegible]	[illegible]	[illegible]	[illegible]
	[illegible]	[illegible]	[illegible]	[illegible]
Expenditure	[illegible]	[illegible]	[illegible]	[illegible]
NET PROFIT	[illegible]	[illegible]	[illegible]	[illegible]

	Airborne Assault Limited	
	2020	2019
	£000	£000
Income		
Donations and legacies	[illegible]	[illegible]
Revenue from Activities	[illegible]	[illegible]
Other trading activities	[illegible]	[illegible]
Investment income	[illegible]	[illegible]
TOTAL INCOME	[illegible]	[illegible]
Expenditure		
Raising funds	[illegible]	[illegible]
Wages	[illegible]	[illegible]
Property	[illegible]	[illegible]
Administration	[illegible]	[illegible]
Maintenance	[illegible]	[illegible]
Depreciation and amortisation	[illegible]	[illegible]
Support costs	[illegible]	[illegible]
TOTAL EXPENDITURE	[illegible]	[illegible]
NET EXPENDITURE	[illegible]	[illegible]

	2020	2019
	£000	£000
Total charitable income	[illegible]	[illegible]
Total subsidiary expenditure	[illegible]	[illegible]

19. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £000 Group	2020 £000 Parent	2019 £000 Group (combined)	2019 £000 Parent (combined)
Amounts owed by group undertakings	41	97	7	124
Trade debtors	1			
Other debtors	105	202	313	254
	117	299	120	378

20. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £000 Group	2020 £000 Parent	2019 £000 Group (combined)	2019 £000 Parent (combined)
Trade creditors	24		20	
Taxation and social security	15	7	18	5
Other creditors	134	35	117	64
Accruals for grants payable		49		49
	175	91	155	118

21. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020 £000 Group	2020 £000 Parent	2019 £000 Group (combined)	2019 £000 Parent (combined)
Other creditors			6	6
Accruals for grants payable		51		102
		51	6	108

22. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £000	Restricted Funds £000	2020 Total funds £000	2019 Total funds £000
Group				
Fixed assets	441	758	1,199	1,241
Investments	8,580	1,209	9,789	11,115
Current assets	1,315	1,174	2,489	1,401
Current liabilities	(182)	(11)	(173)	(155)
Long term liabilities				(6)
	10,174	3,130	13,304	13,596
Company				
Fixed assets	369		369	371
Investments	8,580	1,209	9,789	11,115
Current assets	1,140	1,090	2,230	1,216
Current liabilities	(80)	(11)	(91)	(118)
Long term liabilities	(51)		(51)	(108)
	9,958	2,288	12,246	12,476

23 MOVEMENT IN FUNDS

	At 1 Jan 20 £000	Net movement in funds £000	Transfers between funds £000	At 31 Dec 20 £000
Unrestricted company funds				
General fund	9,995	(559)	40	9,476
Heritage assets (designated fund)	355			355
Airborne Assault Bridgeheads (designated fund)	151		(49)	102
Other designated funds (designated fund)	14	10		24
Unrestricted subsidiary funds				
ABP Total Limited general fund	55	82	(62)	75
PARAS-UP Limited general fund		(14)	(114)	
Airborne Assault Ltd general fund	85	(43)	49	91
Para Data Phase II (designated fund)	117	(12)		105
Other designated funds (designation fund)	24	(2)		22
	10,796	(536)	(36)	10,174
Restricted funds				
Operational Support Fund	10	(2)		12
Pegasus		(36)	36	
Benevolence and Welfare	52			87
Afghanistan Trust	1,823	41		1,864
Other restricted	13	2		15
Airborne Assault Normandy Trust	30			30
Brava fund	21	(3)		18
Francis Fund	5	296		186
Parachute Regiment and Airborne Forces Museum Trust	827	(40)		787
Para Data Phase II	62	(7)		55
	2,850	244	36	3,130
TOTAL GROUP FUNDS	13,646	(293)		13,304
TOTAL COMPANY FUNDS	14,478	(430)		12,246

28. MOVEMENT IN FUNDS – continued

Net movement in funds, included in the above are as follows:

	Incoming resources £000	Resources expended £000	Gains and losses £000	Movement in funds £000
Unrestricted company funds				
General fund	843	(652)	(748)	(559)
Other designated funds (designated fund)	23	(13)		10
Unrestricted subsidiary funds				
ABF Kuwait Limited general fund	455	(393)		62
PARAS 10 Limited general fund	26	(12)		14
Airborne Assault Ltd general fund	48	(97)		(49)
ParaData Phase II (designated fund)		(12)		(12)
Other designated funds (designated fund)		(2)		(2)
	1,393	(1,181)	(748)	(536)
Restricted company funds				
Operational Support Fund		(2)		(2)
Pegasus Journal	24	(60)		(36)
Benevolence and Welfare	95	(95)		
Afghanistan Trust	59	(18)	12	43
Other restricted	3			3
Breya fund		(3)		(3)
Francis Fund	296	(10)		286
Restricted subsidiary funds				
Parachute Regiment and Airborne Forces Museum Trust		(40)		(40)
ParaData Phase II		(7)		(7)
Ogilby Trust grant	22	(22)		
	499	(267)	12	244
TOTAL GROUP FUNDS	1,892	(1,448)	(736)	(292)
TOTAL COMPANY FUNDS	1,420	(914)	(736)	(230)

23 MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.19 £000 (combined)	Net movement in funds £000 (combined)	Transfers between funds £000 (combined)	At 31.12.19 £000 (combined)
Unrestricted company funds				
General fund	8,927	1,142	(74)	9,995
Heritage assets (designated fund)	355			355
Airborne Assault Ltd grants (designated fund)	40	22	89	151
Other designated funds (designated fund)	35	(21)		14
Unrestricted subsidiary funds				
ABF Retail Limited general fund	55	51	(51)	55
PARAS 10 Limited general fund	4	54	(54)	
Airborne Assault Ltd general fund	33	(53)	55	35
ParaData Phase II (designated fund)	128	(11)		117
Other designated funds (designated fund)	10	7		24
	9,583	1,191	(28)	10,746
Restricted funds				
Operational Support Fund	20	(1)		19
Pegasus		(28)	28	
Benevolence and Welfare	57			57
Afghanistan Trust	1,676	145		1,821
Barclays	37	(37)		
Other restricted	16	(3)		13
Airborne Assault Normandy Trust	26	4		30
Breya fund	16	5		21
Parachute Regiment and Airborne Forces Museum Trust	866	(39)		827
ParaData Phase II	69	(7)		62
Ogilby Trust grant	4	(4)		
	2,787	85	28	2,850
TOTAL GROUP FUNDS	12,370	1,276		13,596
TOTAL COMPANY FUNDS	11,204	1,272		12,476

