

REGISTERED CHARITY NUMBER: 1134698

**Report of the Trustee and
Audited Financial Statements
for the Year Ended 31st March 2021
for
The Royal Military Academy Sandhurst
Commandant's Fund**

**The Royal Military Academy Sandhurst
Commandant's Fund**

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for the Year Ended 31st March 2021**

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**The Royal Military Academy Sandhurst
Commandant's Fund**

**Report of the Trustee
for the Year Ended 31st March 2021**

The trustee presents his report with the financial statements of the charity for the year ended 31st March 2021. The trustee has adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The aim of the Commandant's Fund is to provide capital and income to be applied by the Commandant, Royal Military Academy Sandhurst, at his discretion, for the benefit of the officer cadets and other personnel at the Royal Military Academy Sandhurst and for the relief of necessitous cases among the civilian staff employed at the Royal Military Academy Sandhurst. In addition, to provide relief in need to former members of the Academy staff and by the promotion of the efficiency of the armed forces of the Crown.

To achieve these objectives the Commandant's Fund maintains an investment portfolio within the Sandhurst Pool of Investments and other investments as authorised on occasion by the Trustee.

Funds for specific purposes are from time to time received and grants made in accordance with any restrictive covenants.

Public benefit

The Trustee confirms that he has complied with the duty in section 17(5) of the 2011 Charities Act to have due regard to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives of the Commandant's Fund.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Commandant's Fund provides an annual grant to assist in the upkeep and maintenance of the Sandhurst Collection of various military and other artefacts. This year the Fund has continued to support the Sandhurst Collection with a grant of £58,933.

During the year the Commandant approved funding for sundry grants and bid grants, and these grants amounted to £55,951 in the year, the largest of which was £5,404.

A specific area that is of benefit to the officer cadets and other personnel at the Royal Military Academy Sandhurst is the maintenance and improvement of those parts of the fixed infrastructure that do not attract public funding. The Trustee has decided that the income generated from the excess infrastructure grants that were included in the general fund in 2017 should be generally used for these purposes but should not be made a restricted fund. During the year infrastructure grants of £346,235 (2020: £275,707) were approved. These grants have supported the enhancement and improvement of RMAS infrastructure that cannot be provided by the MOD contract through Defence Infrastructure Organisation (DIO). It is expected that Infrastructure spend will remain a big part of the Commandant's Fund expenditure in the next reporting year.

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Report of the Trustee
for the Year Ended 31st March 2021**

ACHIEVEMENT AND PERFORMANCE

Investment performance

The Commandant's Fund has maintained stability over this audit period. The income generated from the investments has permitted the Commandant's Fund to continue to support the work of the Sandhurst Collection and wider Academy activities as necessary.

The performance of the Fund has been monitored closely by the committee. The investment manager reports to the committee at its twice yearly meetings and at other times as deemed necessary by the Trustee or investment manager. Funds are moved to reduce risk in the markets and income generation has been maintained in line with written instructions and expectations. Despite the turbulence in the financial market income has been improved. The Trustee is confident that the portfolio has achieved the objectives demanded of it over the last year. Under the guidance of CCLA, fund purchases and sales have been made to minimise the impact of market volatility on income.

FINANCIAL REVIEW

Investment policy and objectives

During this period the accounts have continued to be reviewed by the fund manager and the committee on a regular basis. These reviews are followed by guidance being provided to Barclays Wealth and CCLA by the Trustee guiding them on the type of investment, risk and return that was being sought by the Fund. The performance of the investment funds underpins the overall financial health of the Fund. The committee are content with the level of financial management of the funds by the investment manager and within the Academy as part of the management process.

The main objective of the investment portfolio is to maintain the income stream for the Fund to allow it to continue to meet its objectives, as detailed above. The Trustee is confident that this objective is being achieved in a suitably, social, ethical and environmentally friendly manner.

Reserves policy

The Fund's main source of income is the return on the investment portfolio and cash deposits. The investment portfolio and cash deposits are therefore held at a sufficient value, to ensure the continued appropriate income flow. The reserves which reflect the investment portfolio and cash deposits are also maintained at a suitable level.

The Fund is currently unrestricted and stands at £9,358,854 (2020 £8,083,542).

FUTURE PLANS

Future plans include continuing to support the Sandhurst Collection and maintaining the fabric and chattels of the Academy. In addition, a number of grants for expenditure during this financial year have been submitted and approved by the Trustee for projects which will enhance the quality of life at the Academy for the Officer Cadets and the staff. A review of plans for the next Financial Year will be conducted by the Trustee and External Advisors at the next committee meeting. It is likely that some expenditure will be redirected away from Infrastructure projects and focused towards activity directly benefitting Officer Cadets.

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Report of the Trustee
for the Year Ended 31st March 2021**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Commandant's Fund was a military welfare fund and, as such, was exempt from registration with the Charity Commission. It was established previously under an Order in the High Court of Justice dated 28 July 1948 as amended. This High Court Order was put aside during the year ended 31 March 2010, and a new Charity Commission Scheme sealed. It registered with the Charity Commission on 8 March 2010.

The Commandant's Fund was a member of the Royal Military Academy Sandhurst Common Investment Fund established by Charity Commission Scheme 142886 dated 17 July 1962 and amended by the further Scheme 3010003 dated 13 July 1995. It held a Charities Official Investment Fund, now gone, but there still remains the Sandhurst Pool of Investments and this was legally "released" to the new scheme as part of the rewrite. All day to day business contact concerning the Fund's investments is made directly between the Commandant's Fund and the Fund's investment managers, Barclays Wealth Limited and CCLA.

Recruitment and appointment of new Trustee

The Trustee of the Charity is the Commandant in situ of the Royal Military Academy Sandhurst and therefore the role of the Trustee changes automatically with each new appointment to that post.

Organisational structure

The Commandant, Royal Military Academy Sandhurst, is the sole Trustee and is supported by a number of advisers drawn both from within the Academy and outside. A formal committee meeting is held twice each year to review the management of the Fund, while the day to day running is managed within the chain of command of the Academy.

The Charity is allowed to use the resources of the Royal Military Academy being mainly volunteer personnel. No charge is currently made for these services and it is not possible to quantify the value to the Charity.

Key management remuneration

The Trustee considers the sole Trustee and the Major (SO2 G1) in Situ as comprising the key management personnel of the Charity in charge of directing and controlling the charity and running and operating the charity on a day to day basis. The Trustee and Major give their time freely and no remuneration was paid in the year. Details of Trustee expenses are disclosed in note 7 to the accounts.

Risk management

The Trustee has a duty to identify and review the risks to which the Charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The Trustee has examined the major strategic, business and operational risks which the Charity faces and confirms that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1134698

Principal address

SO2 G1
Sandhurst Group Headquarters
The Royal Military Academy Sandhurst
Camberley
Surrey GU15 4PQ

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Report of the Trustee
for the Year Ended 31st March 2021**

Trustee

Major General D F Capps CBE, The Commandant, Royal Military Academy Sandhurst is the sole trustee.

Auditors

Whiteleys
Chartered Certified Accountants
& Statutory Auditor
Sovereign House
155 High Street
Aldershot
Hampshire
GU11 1TT

Bankers

Royal Bank of Scotland
Farnborough Holt's Branch
Lawrie House
Victoria Road
Farnborough
Hampshire GU14 7NR

Investment Managers

Barclays Wealth
1 Churchill Place
London E14 5HP

CCLA Investment Management Limited
Senator house
85 Queen Victoria Street
London EC4V 4ET

STATEMENT OF TRUSTEE RESPONSIBILITIES

The trustee is responsible for preparing the Report of the Trustee and the financial statements in accordance with 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"

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustee to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustee is 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 charity will continue in business.

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Report of the Trustee
for the Year Ended 31st March 2021**

STATEMENT OF TRUSTEE RESPONSIBILITIES - continued

The trustee is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustee on 31st January 2022

Major General D F Capps CBE

The Commandant RMAS - Trustee

**Report of the Independent Auditors to the Trustee of
The Royal Military Academy Sandhurst
Commandant's Fund**

Opinion

We have audited the financial statements of The Royal Military Academy Sandhurst Commandant's Fund (the 'charity') for the year ended 31st March 2021 which comprise the Statement of Financial Activities, the Balance Sheet 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 charity's affairs as at 31st March 2021 and of its incoming resources and application of resources, 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 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and the provisions available for small entities, in the circumstances set out in note 16 to the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The trustee is 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.

**Report of the Independent Auditors to the Trustee of
The Royal Military Academy Sandhurst
Commandant's Fund**

Matters on which we are required to report by exception

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

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

Responsibilities of trustee

As explained more fully in the Statement of Trustee's Responsibilities, the trustee is responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustee determines 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 trustee is responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustee either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

**Report of the Independent Auditors to the Trustee of
The Royal Military Academy Sandhurst
Commandant's Fund**

Our responsibilities for the audit of the financial statements

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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.

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

The extent to which the audit was considered capable of detecting irregularities including fraud

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with trustee and other management, and from our knowledge and experience of the charity;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charity, including the Charities Act 2011.
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence where available; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with the charity's legal advisors, where available.

**Report of the Independent Auditors to the Trustee of
The Royal Military Academy Sandhurst
Commandant's Fund**

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustee and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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 charity's trustee, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustee those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustee as a body, for our audit work, for this report, or for the opinions we have formed.

Whiteleys
Chartered Certified Accountants
& Statutory Auditor
Eligible to act as an auditor in terms of section 1212 of the Companies Act 2006
Sovereign House
155 High Street
Aldershot
Hampshire
GU11 1TT



Date: 31 January 2022

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Statement of Financial Activities
for the Year Ended 31st March 2021**

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds as restated £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		-	-	-	24,512
Other trading activities	2	162	-	162	1,792
Investment income	3	<u>311,171</u>	<u>-</u>	<u>311,171</u>	<u>300,243</u>
Total		311,333	-	311,333	326,547
EXPENDITURE ON					
Raising funds	4	8,979	-	8,979	22,508
Charitable activities	5				
The Sandhurst Collection		64,103	-	64,103	54,675
General sundry grants		69,756	-	69,756	173,205
Depreciation on asset used for charitable purposes		996	-	996	1,172
SQM Infrastructure grants		<u>346,235</u>	<u>-</u>	<u>346,235</u>	<u>275,707</u>
Total		490,069	-	490,069	527,267
Net gains/(losses) on investments		<u>1,454,048</u>	<u>-</u>	<u>1,454,048</u>	<u>(677,931)</u>
NET INCOME/(EXPENDITURE)		1,275,312	-	1,275,312	(878,651)
RECONCILIATION OF FUNDS					
Total funds brought forward					
As previously reported		8,046,408	-	8,046,408	8,924,263
Prior year adjustment	9	<u>37,134</u>	<u>-</u>	<u>37,134</u>	<u>37,930</u>
As restated		8,083,542	-	8,083,542	8,962,193
TOTAL FUNDS CARRIED FORWARD		<u>9,358,854</u>	<u>-</u>	<u>9,358,854</u>	<u>8,083,542</u>

The notes form part of these financial statements

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Balance Sheet
31st March 2021**

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds as restated £
FIXED ASSETS					
Tangible assets	10	5,643	-	5,643	6,639
Investments	11	<u>9,252,478</u>	<u>-</u>	<u>9,252,478</u>	<u>7,908,459</u>
		9,258,121	-	9,258,121	7,915,098
CURRENT ASSETS					
Debtors	12	29,957	-	29,957	12,295
Prepayments and accrued income		76,270	-	76,270	40,218
Cash in hand		<u>52,711</u>	<u>-</u>	<u>52,711</u>	<u>164,422</u>
		158,938	-	158,938	216,935
CREDITORS					
Amounts falling due within one year	13	(58,205)	-	(58,205)	(48,491)
NET CURRENT ASSETS		<u>100,733</u>	<u>-</u>	<u>100,733</u>	<u>168,444</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>9,358,854</u>	<u>-</u>	<u>9,358,854</u>	<u>8,083,542</u>
NET ASSETS		<u>9,358,854</u>	<u>-</u>	<u>9,358,854</u>	<u>8,083,542</u>
FUNDS	14				
Unrestricted funds				<u>9,358,854</u>	<u>8,083,542</u>
TOTAL FUNDS				<u>9,358,854</u>	<u>8,083,542</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 31st January 2022 and were signed on its behalf by:

Major General D F Capps CBE

The Commandant RMAS - Trustee

The notes form part of these financial statements

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Notes to the Financial Statements
for the Year Ended 31st March 2021**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) published on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011. The charity has taken advantage of the exemption in 'Bulletin 1: Amendments to 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' from the requirement to produce a cash flow statement on the grounds that it is a small charity.

The trust constitutes a public benefit as defined by FRS102. The trust is a registered charity (registration number 1134698) and the governing document as detailed on page 2 is the Scheme that was set up in 2010. The principal address is noted on page 3.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the notes to the accounts. The accounts are prepared on a going concern basis. There are no material uncertainties about the charity's ability to continue.

These financial statements are in Sterling (£).

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.

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.

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.

The Commandant's Fund makes an annual grant to support the upkeep and maintenance of The Sandhurst Collection. Multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant or the trustee has agreed to pay the grant without condition. Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Governance costs

The charity is allowed to use the resources of The Royal Military Academy being mainly volunteer personnel. No charge is currently made for these services and it is not possible to quantify the value to the charity.

Allocation and apportionment of costs

Costs are allocated against the activity to which they relate, or to the governance costs of the charity as applicable. If costs relate to more than one activity then the cost is apportioned between the relevant activities on a reasonable and fair basis.

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Notes to the Financial Statements - continued
for the Year Ended 31st March 2021**

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Tangible fixed assets are carried at cost less accumulated depreciation and accumulated impairment losses.

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over their estimated useful lives as follows:

Plant and machinery - 15% reducing balance

On disposal, the difference between the net disposal proceeds and the carrying amount of the item sold is recognised in profit or loss.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

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

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.

Fixed asset investments

Investments are included in the accounts at their fair value.

Any gain or loss on revaluation is taken to the Statement of Financial Activities.

Realised and unrealised gains and losses on investment assets are included in the accounts as they arise.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Financial Instruments

The charity has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Notes to the Financial Statements - continued
for the Year Ended 31st March 2021**

2. OTHER TRADING ACTIVITIES

	2021	2020 as restated
	£	£
Sandhurst Collection sales	162	372
Sandhurst book sales	<u>-</u>	<u>1,420</u>
	<u>162</u>	<u>1,792</u>

3. INVESTMENT INCOME

	2021	2020 as restated
	£	£
Sandhurst pool invest. income	74,467	153,736
CCLA investment income	236,579	145,744
Deposit account interest	<u>125</u>	<u>763</u>
	<u>311,171</u>	<u>300,243</u>

4. RAISING FUNDS

Investment management costs

	2021	2020 as restated
	£	£
Portfolio management	<u>8,979</u>	<u>22,508</u>

5. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities £	Support costs (see note 6) £	Totals £
The Sandhurst Collection	58,933	5,170	64,103
General sundry grants	55,951	13,805	69,756
Depreciation on asset used for charitable purposes	-	996	996
SQM Infrastructure grants	<u>346,235</u>	<u>-</u>	<u>346,235</u>
	<u>461,119</u>	<u>19,971</u>	<u>481,090</u>

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Notes to the Financial Statements - continued
for the Year Ended 31st March 2021**

6. SUPPORT COSTS

	Governance costs £
The Sandhurst Collection	5,170
General sundry grants	13,805
Depreciation on asset used for charitable purposes	<u>996</u>
	<u>19,971</u>

Support costs, included in the above, are as follows:

Governance costs

			2021	2020 as restated
	The Sandhurst Collection £	General sundry grants £	Depreciation on asset used for charitable purposes £	Total activities £
Auditors' remuneration	-	6,360	-	6,360
Auditors' remuneration for non audit work	-	5,454	-	5,920
Insurance	5,170	-	-	5,390
Printing, stationery & postage	-	189	-	635
Sundries	-	-	-	4,395
Committee meetings	-	-	-	70
Depreciation of tangible fixed assets	-	-	996	1,172
Sage support costs	<u>-</u>	<u>1,802</u>	<u>-</u>	<u>1,551</u>
	<u>5,170</u>	<u>13,805</u>	<u>996</u>	<u>25,483</u>

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Notes to the Financial Statements - continued
for the Year Ended 31st March 2021**

7. TRUSTEE'S REMUNERATION AND BENEFITS

There were no trustee's remuneration or other benefits for the year ended 31st March 2021 nor for the year ended 31st March 2020.

Trustee's expenses

There were no trustee's expenses paid for the year ended 31st March 2021 nor for the year ended 31st March 2020.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds	Restricted funds	Total funds as restated £
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	24,512	-	24,512
Other trading activities	1,792	-	1,792
Investment income	300,243	-	300,243
Total	326,547	-	326,547
EXPENDITURE ON			
Raising funds	22,508	-	22,508
Charitable activities			
The Sandhurst Collection	54,675	-	54,675
General sundry grants	173,205	-	173,205
Depreciation on asset used for charitable purposes	1,172	-	1,172
SQM Infrastructure grants	275,707	-	275,707
Total	527,267	-	527,267
Net gains/(losses) on investments	(677,931)	-	(677,931)
NET INCOME/(EXPENDITURE)	(878,651)	-	(878,651)
RECONCILIATION OF FUNDS			
Total funds brought forward			
As previously reported	8,924,263	-	8,924,263
Prior year adjustment	37,930	-	37,930
As restated	8,962,193	-	8,962,193

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Notes to the Financial Statements - continued
for the Year Ended 31st March 2021**

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds	Restricted funds	Total funds as restated
	£	£	£
TOTAL FUNDS CARRIED FORWARD	<u>8,083,542</u>	<u>-</u>	<u>8,083,542</u>

9. PRIOR YEAR ADJUSTMENT

The prior year adjustment relates to an underprovision for CCLA investment income for the year ended 31 March 2019.

10. TANGIBLE FIXED ASSETS

	Plant and machinery £
COST	
At 1st April 2020 and 31st March 2021	<u>12,717</u>
DEPRECIATION	
At 1st April 2020	6,078
Charge for year	<u>996</u>
At 31st March 2021	<u>7,074</u>
NET BOOK VALUE	
At 31st March 2021	<u>5,643</u>
At 31st March 2020	<u>6,639</u>

11. FIXED ASSET INVESTMENTS

	2021	2020 as restated
	£	£
Shares	9,239,968	7,746,970
Other	<u>12,510</u>	<u>161,489</u>
	<u>9,252,478</u>	<u>7,908,459</u>

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Notes to the Financial Statements - continued
for the Year Ended 31st March 2021**

11. FIXED ASSET INVESTMENTS - continued

Additional information as follows:

	Sandhurst Pool of Listed Investments £	CCLA Listed Investments £	Minority interests share £	Totals £
MARKET VALUE				
At 1st April 2020	4,381,686	4,173,149	(807,865)	7,746,970
Additions	299,436	4,975,087	-	5,274,523
Disposals	(4,681,122)	-	-	(4,681,122)
Revaluations	-	1,034,445	(134,848)	899,597
	<u>-</u>	<u>1,034,445</u>	<u>(134,848)</u>	<u>899,597</u>
At 31st March 2021	-	10,182,681	(942,713)	9,239,968
	<u>-</u>	<u>10,182,681</u>	<u>(942,713)</u>	<u>9,239,968</u>
NET BOOK VALUE				
At 31st March 2021	-	10,182,681	(942,713)	9,239,968
	<u>-</u>	<u>10,182,681</u>	<u>(942,713)</u>	<u>9,239,968</u>
At 31st March 2020	4,381,686	4,173,149	(807,865)	7,746,970
	<u>4,381,686</u>	<u>4,173,149</u>	<u>(807,865)</u>	<u>7,746,970</u>

Investments (neither listed nor unlisted) were as follows:

	2021	2020 as restated
	£	£
Sandhurst pool cash deposits	1,892	29,538
CCLA cash deposits	10,618	131,951
	<u>12,510</u>	<u>161,489</u>

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Notes to the Financial Statements - continued
for the Year Ended 31st March 2021**

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020 as restated
	£	£
Loan to Sandhurst Trust	3,257	4,895
Loan to Saddle Club	<u>26,700</u>	<u>7,400</u>
	<u><u>29,957</u></u>	<u><u>12,295</u></u>

The amounts advanced to the Sandhurst Trust (previously known as the Sandhurst Foundation) and to the Saddle Club are interest free. The Sandhurst Trust was due to repay the loan annually in instalments of £10,000 commencing on 1 April 2011. However, in 2013, formal repayments were deferred, and the loan is now repayable with no set re-payment dates. During the year, the Sandhurst Trust provided various services to support the charitable activities of the Commandants Fund and the cost of providing those services has been deducted from the loan balance due.

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020 as restated
	£	£
Minority interests - dividends & interest due	48,306	34,201
Accrued expenses	<u>9,899</u>	<u>14,290</u>
	<u><u>58,205</u></u>	<u><u>48,491</u></u>

14. MOVEMENT IN FUNDS

	At 1.4.20 £	Prior year adjustment £	Net movement in funds £	At 31.3.21 £
Unrestricted funds				
General fund	8,046,408	37,134	1,275,312	9,358,854
	<u>8,046,408</u>	<u>37,134</u>	<u>1,275,312</u>	<u>9,358,854</u>
TOTAL FUNDS	<u><u>8,046,408</u></u>	<u><u>37,134</u></u>	<u><u>1,275,312</u></u>	<u><u>9,358,854</u></u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	311,333	(490,069)	1,454,048	1,275,312
	<u>311,333</u>	<u>(490,069)</u>	<u>1,454,048</u>	<u>1,275,312</u>
TOTAL FUNDS	<u><u>311,333</u></u>	<u><u>(490,069)</u></u>	<u><u>1,454,048</u></u>	<u><u>1,275,312</u></u>

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Notes to the Financial Statements - continued
for the Year Ended 31st March 2021**

14. MOVEMENT IN FUNDS - continued
Comparatives for movement in funds

	At 1.4.19 £	Prior year adjustment £	Net movement in funds £	At 31.3.20 £
Unrestricted funds				
General fund	8,924,263	37,930	(878,651)	8,083,542
TOTAL FUNDS	<u>8,924,263</u>	<u>37,930</u>	<u>(878,651)</u>	<u>8,083,542</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	326,547	(527,267)	(677,931)	(878,651)
TOTAL FUNDS	<u>326,547</u>	<u>(527,267)</u>	<u>(677,931)</u>	<u>(878,651)</u>

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

	At 1.4.19 £	Prior year adjustment £	Net movement in funds £	At 31.3.21 £
Unrestricted funds				
General fund	8,924,263	37,930	396,661	9,358,854
TOTAL FUNDS	<u>8,924,263</u>	<u>37,930</u>	<u>396,661</u>	<u>9,358,854</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	637,880	(1,017,336)	776,117	396,661
TOTAL FUNDS	<u>637,880</u>	<u>(1,017,336)</u>	<u>776,117</u>	<u>396,661</u>

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Notes to the Financial Statements - continued
for the Year Ended 31st March 2021**

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st March 2021.

16. FRC ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature we use our auditors to assist with the preparation of the financial statements.

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Detailed Statement of Financial Activities
for the Year Ended 31st March 2021**

	2021 £	2020 as restated £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	-	24,512
Other trading activities		
Sandhurst Collection sales	162	372
Sandhurst book sales	<u>-</u>	<u>1,420</u>
	162	1,792
Investment income		
Sandhurst pool invest. income	74,467	153,736
CCLA investment income	236,579	145,744
Deposit account interest	<u>125</u>	<u>763</u>
	<u>311,171</u>	<u>300,243</u>
Total incoming resources	311,333	326,547
EXPENDITURE		
Investment management costs		
Portfolio management	8,979	22,508
Charitable activities		
Charitable reception expenses	-	2,464
Grants to supported causes	461,119	312,428
Sundry grants and donations	<u>-</u>	<u>164,384</u>
	461,119	479,276
Support costs		
Governance costs		
Auditors' remuneration	6,360	6,350
Auditors' remuneration for non audit work	5,454	5,920
Insurance	5,170	5,390
Printing, stationery & postage	189	635
Sundries	-	4,395
Committee meetings	-	70
Carried forward	17,173	22,760

This page does not form part of the statutory financial statements

**The Royal Military Academy Sandhurst
Commandant's Fund**

**Detailed Statement of Financial Activities
for the Year Ended 31st March 2021**

	2021	2020 as restated
	£	£
Governance costs		
Brought forward	17,173	22,760
Plant and machinery	996	1,172
Sage support costs	<u>1,802</u>	<u>1,551</u>
	<u>19,971</u>	<u>25,483</u>
Total resources expended	<u>490,069</u>	<u>527,267</u>
Net expenditure before gains and losses	(178,736)	(200,720)
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	<u>450,840</u>	<u>43,650</u>
Net income/(expenditure)	<u><u>272,104</u></u>	<u><u>(157,070)</u></u>

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