

**REPORT OF THE TRUSTEES AND  
UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021  
FOR  
THE CONNAUGHT TRUST**

# **THE CONNAUGHT TRUST**

## **CONTENTS OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021**

	<b>Page</b>
<b>Report of the Trustees</b>	<b>1 to 4</b>
<b>Independent Examiner's Report</b>	<b>5</b>
<b>Statement of Financial Activities</b>	<b>6</b>
<b>Balance Sheet</b>	<b>7</b>
<b>Notes to the Financial Statements</b>	<b>8 to 17</b>

**THE CONNAUGHT TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

The trustees 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 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**

**History and objectives**

The charity was originally created by the Duke of Connaught at the end of the 19th Century for the benefit and support of the 3rd Hampshire Volunteer Battalion. The fund has subsequently supported all units that occupied the Connaught Drill Hall at Stanhope Road, Portsmouth. As a result of changing military requirements, the last unit left the Drill Hall in 1999. At that time the trustees decided, with the consent of the Charity Commission, to expand the scope of the Trust so that today the trustees are able to assist MoD sponsored Reserve and Cadet units of all three services within a defined geographical area. The Trust became a Charitable Incorporated Organization (CIO) on 1st Jan 2019.

The Objectives of the CIO are:

- (1) To promote the military efficiency of all ranks serving in units of the Army Reserve, the Royal Naval Reserve, the Royal Marines Reserve, and the Royal Air Force Reserve and such other Reserve Units as established by the Ministry of Defence, in Hampshire and the Isle of Wight.
- (2) To support the charitable activities of units of the Army Cadet Force, the Sea Cadet Corps, the Air Training Corps, the Volunteer Cadet Corps, the Combined Cadet Force and such other Cadet Units recognised as a Service Cadet Organisation by the Ministry of Defence, in Hampshire and the Isle of Wight.
- (3) If and in so far as the income and capital of the CIO cannot be applied towards the objects above in the area specified, it may be applied towards the same objects in Berkshire, Dorset, Surrey, West Sussex and Wiltshire.

**Procedures policy and grantmaking**

The trustees meet for grant-giving purposes up to three times a year at four-month intervals. At these meetings grant applications are discussed and considered on merit and availability of funds. Grants are normally made on a one-off basis up to £5,000, as the trustees would prefer to assist many organisations with a small grant rather than a few organisations with large grants. As a result of the COVID Pandemic there was a fall in applications during 2020 resulting in a surplus of grant funds. It was decided to invite applications from units within Hampshire and Isle of Wight for a special grant to be known as Project Bazooka. £100,000 was made available for large capital projects that would not normally have been considered.

Guidance to applicants is contained in the Grant Giving policy statement which sets out the criteria for grants and is available to view on the Trust's website. Applications are made on an interactive application form, also available from the Trust's website. This gives the trustees enough information to make their decision. When considered necessary, trustees are available to discuss grant requirements with individual units. Units are encouraged to make efforts to raise funds themselves and to approach other grant giving organisations.

The trustees remain keen to support the state school CCF cadet expansion programme (CEP) and efforts are being made to bring the Trust to the attention of these new units with the help of the school liaison officer at SERFCA. The Trust is pleased to have supported 8 CEP CCF detachments during 2021.

The main method of promoting the aims of the Trust is through the Trust website, which is constantly updated, and this has helped improve the profile and accessibility of the Trust. The Trust maintains a website and Facebook page, along with advertising in the Reserve and Cadet Link magazines produced by SERFCA. The trustees encourage photographs and expedition reports from recipients of grants once the activity has taken place as this feedback is used in the future promotion of the Trust.

**THE CONNAUGHT TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**OBJECTIVES AND ACTIVITIES**

**PUBLIC BENEFIT**

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities. The trustees are conscious that the use of charitable funds should have an element of benefit to the public.

The income from the Trust's investments is used to support the objectives of the Charity as outlined in the trustees' report. The trustees believe that the grants that they make both to the reserve and cadet forces throughout the area of the Trust's remit give public benefit. The grants aid a substantial number of people from all walks of life with military connections as well as give benefit to the communities in which the Reserves and Cadets are located.

**ACHIEVEMENT AND PERFORMANCE**

During 2021 the Trust received 45 applications (2020: 27) of which 33 were approved. Many applications had to be withdrawn or could not be granted because of COVID restrictions prevailing at the time. In a number of cases the activities of units were severely curtailed and therefore applications for activities such as support for annual camp or adventure training that the Trust would normally receive did not occur. The total amount awarded during 2021 was £151,743 excluding the Project Bazooka grant of £100,000 (2020: £35,787). 68% of the number of applications were received from Reserve and Cadet units in Hampshire and the IOW and 32% from the adjoining qualifying counties. The number of applications from Cadet units remained high comprising 71% of the applications (32), receiving 98% (£135,592) of the total sums awarded. The grants supported various activities including the purchase of classroom equipment, support for Adventure Training exercises and military equipment. A single award was made under Project Bazooka of £100,000 to the Hampshire and Isle of Wight Royal Air Force Air Cadets for the purchase of flight training simulation equipment to be based in two centres in Hampshire.

**FINANCIAL REVIEW**

The policy of the Trust is to expend all income derived from the Trust's investments. At the year end £91,171 (2020: -£106,646) was not allocated from the income available.

The Trust's overall income for 2021 was £232,386 (2020: £219,575). The proceeds of the sale of 145 West Street, Fareham and St Catherine's Cottage were reinvested in the purchase of a detached office at Cams Hall Estate, Fareham. The office is let on a single overriding lease at an annual rent of £60,000pa and the purchase price represented a net return to the Trust of 8.3%.

The income of the Trust comes from equity investments managed by Cazenove Capital, plus rents received from the three commercial investments owned by the Trust.

Current net assets of the fund stood at £93,763 (2020: £575,048) at the year end, including money put aside in designated funds for marketing and future property repairs; these funds stood at £18,607 and £86,822 at the year-end respectively.

**RESERVES POLICY**

The reserves policy of the Trust is for free reserves to cover one year of grants estimated at £100,000, at the year end free reserves were £134,157. The increase above the free reserves amount is held for specific projects to cover future repairs and maintenance of the Trust properties and marketing costs associated with promoting the Trust to its beneficiary units and individuals.

**FUTURE PLANS**

The trustees plan to continue making grants in a similar way to the recent past. There is no intention to alter the policy that the Trust has adopted over the recent past. However, the trustees continually look to ways of expanding its coverage within its beneficiary group and they are looking to appoint a media consultant to help with promotion of the Trust.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The charity is a Charitable Incorporation Organisation (CIO), and its governance is set out in its Founding Constitution which was adopted on 1st Jan 2019.

**THE CONNAUGHT TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

The Trust's Foundation Constitution provides for a minimum of three and a maximum of eight trustees. The Trustees review the skill set of the current Trustees and seek to recruit new Trustees to balance these skills as required. During the year Lt Cdr D Griffin was appointed a trustee, so that at year end there were six trustees. Col C Ackroyd was appointed Chairman for term of three years from 1 Jan 2021. Major A J Barron on retirement was appointed Chairman Emeritus. The Chairman is responsible for ensuring that any new trustee receives appropriate training, is aware of the Charity Commission requirements and the laws governing trustees. The existing trustees have held office for periods varying from one to fifteen years. Trustees are appointed for a period of up to five years and can stand for reappointment subject to a maximum term of fifteen years. One trustee acts in a consultancy capacity as Executive to the Trust. He is responsible for the day to day administration of the Trust. He also investigates all grant applications before they are submitted to a full meeting of the trustees.

The Trust's equity funds are managed by Cazenove Capital, which reports monthly through the Executive to the Trust and the fund manager attends either in person or remotely at least one annual meeting to report to all trustees. As well as the funds under management by Cazenove the Trust owns three commercial properties. The Trust uses an agent to manage one of the properties which is multi-let. The other two properties are managed directly by the Executive to the Trust.

The Trust has successfully migrated its document base to The Cloud which has enabled all the trustees to access the Trust's data base and enables them easily to view applications and other relevant data.

The trustees have introduced a normal risk management process to assess business risks and implement risk management strategies. This involved identifying the types of risks the Trust faces, prioritising them in terms of potential impact and likelihood of occurrence, and identifying means of mitigating the risks. As part of this process the trustees have reviewed the adequacy of the Trust's current internal controls. The trustees are pleased to report that the Trust's internal financial controls conform to guidelines issued by the Charity Commission.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**  
1179469

**Principal address**

Station House  
North Street  
Havant  
Hampshire  
PO9 1QU

**Trustees**

Charles Edward Haviland Ackroyd  
Anthony Charles Robert Stickland  
Danielle Louise Griffin  
Maurice John Sheen  
Julian Francis Scutts Walker  
Terrence Edward Wing

Appointed 1st August 2021

**Executive to the Trust**

Julian Francis Scutts Walker

**THE CONNAUGHT TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Independent Examiner**

P J Underwood, FCCA  
Morris Crocker  
Chartered Accountants  
Station House  
North Street  
Havant  
Hampshire  
PO9 1QU

**Solicitors**

Blake Morgan  
New Kings Court  
Tollgate  
Chandler's Ford  
Eastleigh  
Hampshire  
SO53 3LG

**Investment Managers**

Cazenove Capital  
12 Moorgate  
London  
EC2R 6DA

Approved by order of the board of trustees on ..... 8 July 2022 ..... and signed on its behalf by:



.....  
C E H Ackroyd - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF  
THE CONNAUGHT TRUST**

**Independent examiner's report to the trustees of The Connaught Trust**

I report to the charity trustees on my examination of the accounts of The Connaught Trust (the Trust) for the year ended 31 December 2021.

**Responsibilities and basis of report**

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

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

**Independent examiner's statement**

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

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

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



P J Underwood, FCCA  
Morris Crocker  
Chartered Accountants  
Station House  
North Street  
Havant  
Hampshire  
PO9 1QU

Date: 25 July 2022

**THE CONNAUGHT TRUST**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

	Notes	2021 Unrestricted funds £	2020 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	2	12,018	19,410
Investment income	3	220,368	200,165
<b>Total</b>		<b>232,386</b>	<b>219,575</b>
<b>EXPENDITURE ON</b>			
Raising funds	4	9,708	26,120
<b>Charitable activities</b>	5		
Grantmaking		295,674	69,653
<b>Total</b>		<b>305,382</b>	<b>95,773</b>
Net gains/(losses) on investments		164,167	(224,448)
<b>NET INCOME/(EXPENDITURE)</b>		<b>91,171</b>	<b>(100,646)</b>
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>		<b>5,006,261</b>	<b>5,106,907</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>5,097,432</b>	<b>5,006,261</b>

The notes form part of these financial statements



THE CONNAUGHT TRUST

**BALANCE SHEET**  
**31 DECEMBER 2021**

	Notes	2021 Total funds £	2020 Total funds £
<b>FIXED ASSETS</b>			
Tangible assets	10	1,298	1,845
Heritage assets	11	76,183	75,315
<b>Investments</b>			
Investments	12	3,217,188	3,034,053
Investment property	13	1,709,000	1,320,000
		<u>5,003,669</u>	<u>4,431,213</u>
<b>CURRENT ASSETS</b>			
Debtors	14	5,717	11,593
Cash at bank		276,440	591,003
		<u>282,157</u>	<u>602,596</u>
<b>CREDITORS</b>			
Amounts falling due within one year	15	(188,394)	(27,548)
<b>NET CURRENT ASSETS</b>		<u>93,763</u>	<u>575,048</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>5,097,432</u>	<u>5,006,261</u>
<b>NET ASSETS</b>		<u>5,097,432</u>	<u>5,006,261</u>
<b>FUNDS</b>	16		
Unrestricted funds		<u>5,097,432</u>	<u>5,006,261</u>
<b>TOTAL FUNDS</b>		<u>5,097,432</u>	<u>5,006,261</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 8 July 2022 and were signed on its behalf by:

  
C E H Ackroyd, Trustee

The notes form part of these financial statements

# THE CONNAUGHT TRUST

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

### 1. ACCOUNTING POLICIES

#### **Basis of preparing the financial statements**

The financial statements of the charity, 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)', including the provisions of Section 1A "Small Entities" 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.

The financial statements have been completed using pound sterling as the currency and all figures have been rounded to the nearest pound.

#### **Going concern**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

#### **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. 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 have been differentiated between governance costs and other support costs.

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory independent examination (audit fees for previous years) and legal fees together with an apportionment of overhead and support costs relating to trustee Board meetings.

As grantmaking is the charity's only charitable activity a basis of apportionment relating to governance costs and support costs is not required.

#### **Tangible fixed assets**

Individual fixed assets costing £500 or more are capitalised at cost.

#### **Heritage assets**

The Trust's collection of oil paintings, prints and silver is reported in the Balance Sheet at fair value. Valuations are made by professional valuers (D.M. Nesbit & Company) as required.

The oil paintings, prints and silver are deemed to have indeterminate lives and the Trustees do not therefore consider it appropriate to charge depreciation.

#### **Investment properties**

The value of investment properties at the balance sheet date is reviewed annually by the Trustees. In addition, an external professional revaluation of the properties is conducted every five years on an open market basis. Any surplus or deficit in the value of the properties is reflected in the Statement of Financial Activities.

## THE CONNAUGHT TRUST

### NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2021

#### 1. ACCOUNTING POLICIES - continued

##### **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 trustees.

Designated funds are unrestricted funds earmarked by the Trustees for particular purposes.

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.

##### **Financial instruments**

The charity only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties and loans to related parties and investments in complicated investment products.

##### **Trade and other debtors**

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

##### **Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank and on hand, deposits with banks and other short-term highly liquid investments and bank overdrafts. In the balance sheet, bank overdrafts are shown within borrowings or current liabilities.

##### **Trade and other creditors**

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

##### **Judgements and key sources of estimation uncertainty**

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

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

**THE CONNAUGHT TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**2. DONATIONS AND LEGACIES**

	2021	2020
	£	£
Donation by Hants IOW Territorial Trust	<u>12,018</u>	<u>19,410</u>

**3. INVESTMENT INCOME**

	2021	2020
	£	£
Rents received	95,593	85,470
Dividends from equities	123,957	112,963
Interest from cash deposits	818	1,732
	<u>220,368</u>	<u>200,165</u>

All investment income is derived from assets held in the United Kingdom and overseas.

**4. RAISING FUNDS**

**Investment management costs**

	2021	2020
	£	£
Commission and management fees	1,000	2,453
Investment advice	(454)	14,866
Property repairs and maintenance	434	4,715
Insurance	1,025	2,163
Sundry expenses	951	1,372
Property management fees	6,205	-
Depreciation	547	551
	<u>9,708</u>	<u>26,120</u>

**5. CHARITABLE ACTIVITIES COSTS**

	Direct Costs (see note 6)	Grant funding of activities (see note 7)	Support costs (see note 8)	Totals
	£	£	£	£
Grantmaking	<u>6,000</u>	<u>251,743</u>	<u>37,931</u>	<u>295,674</u>

No restricted costs in 2020.

**THE CONNAUGHT TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**6. DIRECT COSTS OF CHARITABLE ACTIVITIES**

	2021	2020
	£	£
Book project costs	6,000	-
	<u>6,000</u>	<u>-</u>

**7. GRANTS PAYABLE**

	2021	2020
	£	£
Grantmaking	251,743	35,787
	<u>251,743</u>	<u>35,787</u>

The total grants paid to institutions during the year was as follows:

	2021	2020
	£	£
4th Bn PWRR	601	-
457 (HY) Bty RA	-	2,000
679 Duke of Connaughts Sqn AAC	-	600
6th Battalion The Rifles	-	(1,500)
2 Tp 579 Field Sqn RE	-	3,000
HMS King Alfred, Whale Island	-	8,500
Hampshire and Isle of Wight ACF	7,376	-
Berkshire Army Cadet Force	7,479	-
Central District Sea Cadets	-	1,700
Cowes Sea Cadets	4,680	-
Crawley Sea & Marine Cadets	2,500	3,800
Southampton Sea Cadets	31,495	5,000
Salisbury Sea Cadets	-	1,100
Hampshire and Isle of Wight ATC	-	3,707
Headquarters Volunteer Cadet Corps	1,400	2,880
Volunteer Cadet Corps Training Centre	4,500	-
Royal Marines Volunteer Cadet Corps	-	5,000
Portsmouth Sea Cadets	1,500	-
Hampshire and Isle of Wight Wing ATC	5,000	-
Farnham, Fleet and Aldershot Sea Cadets	2,000	-
Maidenhead Sea Cadets	2,500	-
Littlehampton, Arundel and District Sea Cadets	3,863	-
Newbury Sea Cadets	8,000	-
South Central Sea Cadets	7,350	-
Petersfield School CCF	1,736	-
John Madejski Academy	3,011	-
Royal Wessex Yeomanry	500	-
UTS Reading CCF	1,576	-
ARK Charter Academy CCF	9,016	-
Marine Society and Sea Cadets	6,480	-
Brakenhale School CCF	5,000	-
Claire's Court School CCF	5,000	-
101 Engineer Regt	1,250	-
Southampton UOTC	980	-
Andover College CCF	2,950	-
Lord Wandsworth College	6,000	-
Hampshire and Isle of Wight RAF	100,000	-
HQ VCC	18,000	-
	<u>251,743</u>	<u>35,787</u>

**THE CONNAUGHT TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**8. SUPPORT COSTS**

	Management £	Finance £	Governance costs £	Totals £
Grantmaking	<u>2,413</u>	<u>88</u>	<u>35,430</u>	<u>37,931</u>

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

**Management**

	2021 Grantmaking £	2020 Total activities £
Marketing	620	-
Sundries	849	-
IT support	944	780
	<u>2,413</u>	<u>780</u>

**Finance**

	2021 Grantmaking £	2020 Total activities £
Bank charges	88	33

**Governance costs**

	2021 Grantmaking £	2020 Total activities £
Accountancy	750	750
Auditors' remuneration	866	4,630
IE Fees	2,240	-
Executive to the Trust's fees	26,056	25,608
Trustees' expenses	2,679	1,565
Professional fees	2,839	500
	<u>35,430</u>	<u>33,053</u>

**9. TRUSTEES' REMUNERATION AND BENEFITS**

During the year, Julian Walker received consultancy fees totalling £26,056 (2020: £25,608) for his role as Executive to the Trust.

Apart from the above, there was no trustee's remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

**THE CONNAUGHT TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**9. TRUSTEES' REMUNERATION AND BENEFITS - continued**

**Trustees' expenses**

During the year three trustees (2020: two) were reimbursed out of pocket expenses totalling £1,139 (2020: £1,565).

**10. TANGIBLE FIXED ASSETS**

	Fixtures and fittings £
<b>COST</b>	
At 1 January 2021 and 31 December 2021	7,119
<b>DEPRECIATION</b>	
At 1 January 2021	5,274
Charge for year	547
At 31 December 2021	5,821
<b>NET BOOK VALUE</b>	
At 31 December 2021	1,298
At 31 December 2020	1,845

**11. HERITAGE ASSETS**

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
<b>MARKET VALUE</b>					
At 1 January	75,315	55,905	55,905	59,605	59,605
Additions	868	19,410	-	-	-
Revaluations	-	-	-	(3,700)	-
At 31 December	<u>76,183</u>	<u>75,315</u>	<u>55,905</u>	<u>55,905</u>	<u>59,605</u>
<b>NET BOOK VALUE</b>					
At 31 December	<u>76,183</u>	<u>75,315</u>	<u>55,905</u>	<u>55,905</u>	<u>59,605</u>

In 2018 the heritage assets, consisting of silver, oil paintings and prints, were professionally valued by D.M. Nesbit & Company on an open market basis.

In 2020, heritage assets with a market value £19,410, consisting of silver were transferred to the Trust in November 2020 from Hampshire & Isle of Wight Territorial Trust. Before the transfer these heritage assets were professionally valued by D.M. Nesbit & Company on an open market basis.

THE CONNAUGHT TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2021

12. FIXED ASSET INVESTMENTS

	Listed investments £
<b>MARKET VALUE</b>	
At 1 January 2021	
Additions	3,034,053
Disposals	239,313
Revaluations	(245,371)
	188,626
Cash available to invest	567
At 31 December 2021	3,217,188
<b>NET BOOK VALUE</b>	
At 31 December 2021	3,217,188
At 31 December 2020	3,034,053

Analysis of investments by type:

	2021 £	2020 £
Equities	2,293,774	1,942,901
Bonds	283,592	261,813
Multi-Asset Funds	53,779	87,229
Property	226,476	418,446
Other	299,160	245,725
Cash held within the investment portfolio	60,407	77,939
	3,217,188	3,034,053

Analysis of investments between those held within or outside the United Kingdom:

	2021 £	2020 £
Within the United Kingdom	1,024,434	1,269,601
Outside the United Kingdom	2,192,754	1,764,452
	3,217,188	3,034,053

13. INVESTMENT PROPERTY

	£
<b>FAIR VALUE</b>	
At 1 January 2021	
Additions	1,320,000
Disposals	714,026
Revaluation	(295,000)
	(30,026)
At 31 December 2021	1,709,000
<b>NET BOOK VALUE</b>	
At 31 December 2021	1,709,000
At 31 December 2020	1,320,000



**THE CONNAUGHT TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**13. INVESTMENT PROPERTY - continued**

Fair value at 31 December 2021 is represented by:

Valuation in 2021	£ 1,709,000
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An external valuation was carried out in December 2021 by Primer Olds BAS an independent firm of Chartered Surveyors.

In accordance with the accounting policies, the value of the investment properties held by the charity are reviewed by the Trustees annually.

**14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021	2020
	£	£
Other debtors	30	30
Accrued income	3,616	8,866
Prepayments	2,071	2,697
	<u>5,717</u>	<u>11,593</u>

**15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021	2020
	£	£
VAT	9,402	1,780
Grants payable	149,000	400
Deferred income (see below)	25,039	9,023
Accrued expenses	4,953	16,345
	<u>188,394</u>	<u>27,548</u>

**Deferred income**

	2021	2020
	£	£
Brought forward	9,023	9,859
Amount released to incoming resources	(9,023)	(9,859)
Amount deferred in year	25,039	9,023
	<u>25,039</u>	<u>9,023</u>

**16. MOVEMENT IN FUNDS**

	At 1.1.21	Net movement in funds	At 31.12.21
	£	£	£
<b>Unrestricted funds</b>			
General fund	4,899,778	86,207	4,985,985
Repairs to Property Fund	87,256	(434)	86,822
Marketing Fund	19,227	(620)	18,607
Book project	-	6,018	6,018
	<u>5,006,261</u>	<u>91,171</u>	<u>5,097,432</u>
<b>TOTAL FUNDS</b>	<u>5,006,261</u>	<u>91,171</u>	<u>5,097,432</u>

**THE CONNAUGHT TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**16. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	220,368	(298,328)	164,167	86,207
Repairs to Property Fund	-	(434)	-	(434)
Marketing Fund	-	(620)	-	(620)
Book project	12,018	(6,000)	-	6,018
	<u>232,386</u>	<u>(305,382)</u>	<u>164,167</u>	<u>91,171</u>
<b>TOTAL FUNDS</b>	<u>232,386</u>	<u>(305,382)</u>	<u>164,167</u>	<u>91,171</u>

**Comparatives for movement in funds**

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
<b>Unrestricted funds</b>			
General fund	5,019,692	(96,913)	4,922,779
Repairs to Property Fund	67,788	(3,733)	64,055
Marketing Fund	19,427	-	19,427
	<u>5,106,907</u>	<u>(100,646)</u>	<u>5,006,261</u>
<b>TOTAL FUNDS</b>	<u>5,106,907</u>	<u>(100,646)</u>	<u>5,006,261</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	219,575	(92,040)	(224,448)	(96,913)
Repairs to Property Fund	-	(3,733)	-	(3,733)
	<u>219,575</u>	<u>(95,773)</u>	<u>(224,448)</u>	<u>(100,646)</u>
<b>TOTAL FUNDS</b>	<u>219,575</u>	<u>(95,773)</u>	<u>(224,448)</u>	<u>(100,646)</u>

The repairs to property fund is designated to provide future repairs to the investment properties at 149 West Street, Fareham, and St. Catherine's Cottage, Fareham.

The marketing fund is designated to assist with future expenditure incurred on promoting the trust to the wider network.

The book project fund is a result of the dissolution of the Isle of Wight Territorial Trust who transferred its remaining assets circa £12,000 in cash and some silver to The Connaught Trust. It was agreed that the funds would be used to fund the publication of a book on the history of the Territorial Army in Hampshire and the Isle of Wight.

**THE CONNAUGHT TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**17. RELATED PARTY DISCLOSURES**

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