



THE ARMY AIR CORPS CHARITY - TRUSTEES' ANNUAL REPORT AND ACCOUNTS FOR THE YEAR 1 APR 24 TO 31 MAR 25

Reference and Administrative Information

1. Charity Name: Army Air Corps Charity (AAC Charity)
2. Address: Headquarters Army Air Corps
Middle Wallop
STOCKBRIDGE
Hampshire
SO20 8DY
3. Charities Commission Registered Number: 1184333
4. Trustees who manage the Charity:

Name	Notes
Col E J Butterworth ADC	Ex Officio and Chair
Col B Shaw MBE	Ex Officio
Col O Stead OBE	Ex Officio - Ceased tenure 1 Mar 25
Col J Peycke	Ex Officio – Commenced tenure 10 Apr 25
Col T Moore MBE	Ex Officio
Col P Kitson	Ex Officio
Col (Retd) A Tucker	Chair of Investment Sub Committee (ISC)
Lt Col D Lambert MBE AAC	Co Opted
Maj R Bramley AAC	Co Opted – Ceased tenure 17 Oct 24
Maj D Edmondson AAC	Co Opted – Commenced tenure 17 Oct 24
Capt E Wilson AAC	Co Opted – Ceased tenure 10 Apr 25
Capt B Handcock AAC	Co Opted – Commenced tenure 10 Apr 25
Capt (Retd) H James	Member ISC - Commenced tenure 4 Dec 24
WO1 P Docherty AAC	Co Opted – Ceased tenure 10 Apr 25
Capt M Hale AAC	Co Opted – Ceased tenure 17 Oct 24
SSgt K-L Carter AAC	Co Opted – Commenced tenure 17 Oct 24

5. Non-Trustee Committee Members

Name	Role
Lt Col B Fowler AAC	Charity Chief Executive and Chair ASATC
Lt Col J Dawes AAC	President HQ Officers' Mess Committee

Registered Charity No 1184333

6. Organisations that provide functions to the Charity:

Banking	Legal	Auditors	Investment advisors
Holt's Military Banking 200 Fowler Avenue Fowler Business Park FARNBOROUGH GU14 7JP	Wilsons LLP Alexandra House St Johns Street SALISBURY SP1 2SB	Xeinadin Audit Ltd Chartered Accountants Statutory Auditor 12 Conqueror Court SITTINGBOURNE ME10 3BH	Rathbones 30 Gresham Street LONDON EC2V 7QN

Governance, Structure and Management

7. **Governance.** The Governing Scheme for the AAC Charity was agreed on 14 Jun 19 and sealed on 9 Jul 19, coming into operation as a CIO on 1 Oct 19. The Army Air Corps Charity supersedes the previous schemes of the Army Air Corps Fund (1072126) and its predecessors.

8. The Charity began operating as a CIO to provide the charity, its Trustees and agents with better legal protection and to give it the ability to hold property and to employ staff, should there be a need in the future. A review of governance practices conducted in 2010/2011 confirmed that sound processes and practices were in place in relation to prevention of fraud and effective delivery. Those processes and practices continue and are reviewed each year. The Trustees are regularly alerted to the dangers of complacency and maintain a rolling review of the subject.

9. All Trustees and non-executive members of the AAC Committee receive instructions and reference documents relevant to their role, including audited financial reports, minutes of meetings, the scheme agreed with the Charity Commission and underpinning instructions directly related to the Charity and its activities. They are also referred to the published Charity Commission guidance for Trustees. Opportunities to access external training for Trustees are also advertised. The objects of the Charity and the duties of the Committee are highlighted at each meeting. Members present are invited to declare any interests that may have a bearing on their objective decision making. Known and related interests are registered and held in the Regimental Headquarters.

10. The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The law applicable to charities in England and Wales requires the Trustees to prepare 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 of the charity for that period. In preparing these financial statements, the Trustees are required to:

- a. Select suitable accounting policies and then apply them consistently.
- b. Observe the methods and principles in the Charities SORP 2019 (FRS 102).
- c. Make judgements and estimates that are reasonable and prudent.
- d. State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- e. Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

11. The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and 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.

12. **Structure.** The structure of the Army Air Corps Charity Trustee Board and the supporting Committee is set within Army Air Corps instructions. The board is small enough to be effective, large enough to be representative and authoritative enough for the responsibilities laid upon it. The structure is effective, while being diverse enough to ensure a spread of views and experience. The Army Air Corps Committee also has the responsibility for reviewing and upholding the traditions, customs, history and heritage of the Corps.

13. The principal Trustees of the Charity are appointed mainly as ex-officio by virtue of experience and position held within the organisation. Others are co-opted members in order to provide breadth and diversity. The majority of the ex-officio Trustees either have experience on other boards or have or have had management responsibilities for other funds through their military appointments, though formal Trustee training is provided where required. The Charity has an Investment Sub-Committee (ISC) appointed to manage invested funds with two members of the ISC appointed to the board of Trustees. The Trustees include the Head of Arm for the Army Air Corps under the appointment of Colonel Army Air Corps, the Commanders from the main Army Air Corps communities and representative unit commanders. The voluntary Trustees are drawn from the serving and retired communities. Additional members may be drawn onto the Committee as non-voting subject matter experts and representatives as required. This ensures that the Trustees have sufficient knowledge, experience and levels of representation to make decisions as well as ensuring that the Corps Committee is well advised and represented. Though some of the Trustee positions are tied to appointments within the Army Air Corps they are voluntary; an

individual holding a specific appointment with the Army Air Corps may opt not to take up the related appointment on the Army Air Corps Trustee Board. Non-voting observers from serving members of the Army Air Corps may also be invited to attend meetings from time to time.

14. **Management.** In order to ensure that the Charity's objects can be met appropriately its funds are allocated into either restricted, unrestricted or designated funds. These are clarified in detail in notes to the accounts at Enclosure 2 to this report. Committee meetings are advertised in advance to the serving and veteran communities with invitations to submit items for discussion. The Trustees meet formally in Committee twice each year, usually in the Spring and Autumn. The ability to communicate out of committee enables swift decision making when there is need. The financial activities, processes and procedures for the Charity are reviewed at each Spring meeting. Financial authority levels, delegations and expenditure forecasts are also authorised then by the Trustees. The Charity's accounts are audited by an external auditor at each financial year end in March with those accounts providing the basis for this report and its submission. The audit report is reviewed by the Trustees and other committee members and is available to Army Air Corps personnel through their units. Meeting minutes and an annual report on the financial activities of the Army Air Corps Charity is also published in the Army Air Corps' Newsletter, *Hawkeye*, and the Army Air Corps Journal. Publication of the Charity's periodic activity is now circulated more frequently by using the Corps' communication channels.

Charity Object

15. The objects of the Army Air Corps Charity are:

- a. To promote the efficiency of His Majesty's Army and particularly the Army Air Corps in such charitable ways as the Trustees may decide.
- b. The relief of persons who are in need, hardship or distress and are serving or former members of the Corps or the children or dependants of such persons.

16. The Charity achieves its object by:

- a. Relieving persons in need by making grants or short-term loans¹ of money to them or providing or paying for goods, services or facilities or by making grants of money to other persons or bodies who also provide goods, services or facilities to those in need.

¹ Loans may be secured or unsecured. Where loans are unsecured the Trustees are rigorous in their checks and decision making processes to mitigate as far as possible any risks to the Charity's funds.

b. Supporting activities that enhance the wellbeing of the past and present members of the Army Air Corps and eligible others by making grants of funds that may not be met from public or other sources.

c. The Army Air Corps Charity also acts as a holding fund for other Army Air Corps funds which include the Army Air Corps Veterans' Association and the Headquarters Messes.

Summary of main achievements of the Charity during the year 2024-2025

17. The Charity has met its objects in the last year by:

a. Making individual benevolence grants of £74,689. This figure is set against an initial budget of £78,000. The overall figure granted is more than that granted in the previous year against a similar number of cases. This is indicative of ever increasing costs and complexity in benevolence support with some requirement to assist beneficiaries where statutory provision has been lacking. A £20,000 grant was also made to the Army Benevolent Fund in order to support cases not directly seen by the AAC Charity.

b. Granting £140,000 to support Army Air Corps Sport and Adventurous training participation for serving personnel.

c. Granting £5,000 to AAC veterans' groups to support outreach and social activities to collectively assist those groups in the maintenance of cohesion.

d. Making Good and Benefit grants of £10,855 to units via their Commanders to improve the morale and wellbeing of personnel in units where public funds cannot do so. These grants are enhanced by similar from the Headquarters Officers, Warrant Officers' and Sergeants' Messes.

e. Granting £3,938 to support Commemorative and Remembrance events in the UK and overseas.

f. Funding Corps level Awards and their presentation ceremonies that celebrate success. Total funds committed were £13,782.

g. The Service Transition Cell is now at full operating capability has helped the Charity to identify and assist those leaving or who have recently left the service either directly from its own resources or by referral to other charities or support agencies.

h. Continued contribution to the Army Flying Museum, specifically to the archivist salaries, in order to preserve and maintain Army Air Corps heritage.

Financial Review

18. **General.** The Trustees review the Charity's finances at each meeting and at year end. The principal source of funding for the Charity activity is drawdown of income from investment alongside the voluntary contributions of the serving AAC community². The ISC is appointed by the Trustees to manage investments for growth in order to support annual activity while retaining funds to cover future risks. Advice is readily available to allow the Trustees the flexibility to use investments to meet need as required.

19. **Voluntary contributions.** Voluntary contributions are paid into to the Charity's General Purpose Fund from the serving community through the Day's Pay Scheme (DPS). Contributions are based on rank, with Officers and Senior NCOs adding additional funds to their respective Headquarters Messes as restricted funds. Army Air Corps Reserves Officers and soldiers are also invited to contribute to the charity through the DPS but at a pro-rata rate based on the amount of days they serve compared to their Regular Army counterparts. The AAC's serving community is briefed on the Charity and its activities when they first join the Corps where they are invited to contribute if they wish to. Further updates are also provided at other points during their training and careers. The majority of serving personnel now contribute voluntarily to the Charity with only a small minority electing not to do so. The reduction in the workforce numbers in the Corps over recent years has had an effect on this income stream as there are now fewer serving members making voluntary contributions.

20. **Investments.** Dividends, interest and profit from the Army Air Corps Charity's investments are used to help fund activities. It has previously been the practice to reinvest this income within the investment portfolio to support growth. The Trustees have however directed that income from investment now be transferred to the General Purpose Fund (GPF) to mitigate for the increased demand on the Charity against the reduction in income from voluntary contributions and an increasing benevolence demand. The resulting investment policy is to aim for growth with an assured annual income, coupled to the ability to draw on investments for forecasted projects.

21. **Donations and legacies.** There are periodic donations and some regular donations to the Charity. Where a significant donation or legacy is received it is the practice to allocate those funds to a specific project so that the donation is recognised and recorded.

22. **Funds granted by others.** The Glider Pilot Regiment Association was disbanded in 2016. In 2013 they requested that their small benevolent fund was administered on their behalf by the Army Air Corps with funds transferred into the then AAC Fund (now Charity). These funds were held as designated funds with Christmas grants distributed through the Army Air Corps to nominated widows of the Regiment's veterans suffering hardship and need. The Army Air Corps has also utilised GPRA funds to provide an enduring maintenance

² Through the Army's Days Pay Scheme debited from salary

contract for the Glider Pilot Regiment Memorial at the National Memorial Arboretum and to contribute to other remembrance projects. The Army Air Corps Charity Trustees have subsequently agreed to transfer the small GPR fund balance into the overall AAC Charity GPF but will continue to provide for GPR veterans and eligible dependants until it is clear that the need no longer exists or transferred funds are exhausted.

Risks

23. The Trustees see the following as risks to the Charity being able to meet its objects:

- a. A reduction in income from voluntary contributions by either individual choice³ or by a reduction in the size of the AAC's workforce that might be brought about by any future structural changes directed by the Army.
- b. A reduction in the return on investments through poor performance or the need to draw down on the capital invested to meet need.
- c. Mismanagement of funds.
- d. The withdrawal of MOD workforce and infrastructure provision.
- e. Changes to the Day's Pay Scheme distribution by the MOD.

24. The Trustees have mitigated the risks by:

- a. Regular review of investment performance through the ISC and retaining funds for enduring future charitable activity.
- b. Encouraging the serving officers and soldiers to contribute to the Charity through the DPS, principally by making them aware of the Charity and the benefits it offers them, both in and out of service.
- c. A developing plan, to be implemented in FY 2025-26, to establish a means of making voluntary contributions, specifically for welfare and benevolence, for the AAC's veteran community.
- d. A stringent set of control measures for agreeing financial expenditure, making payments as well as routine oversight checks and an annual audit of accounts.

³ Particularly from the more junior cohort which continues to be affected in the greatest measure by cost of living increases.

Financial reserves policy

25. £250,000 is required as annual investment drawdown in order to meet the current and projected activities of the Charity. This dictates an investment portfolio with an expected 5% annual return. Should that annual return fall then an increased investment portfolio would be required or a review and adjustment of the Charity's operations. It is therefore the Trustees' policy to maintain the overall fund value at circa £12mn⁴, allowing, where required and possible, some investment accumulation to mitigate against inflation increases or as yet unseen increases in demand for the Charity's support. The overall value also allows for committed restricted funds of £263k, designated funds of £182k and free reserves of £800k.

26. The invested funds remaining at current levels mitigates risk and ensures available funds to support, in perpetuity and in line with the Charity's objects, those that serve, will serve or have served in the AAC, including eligible dependents. Should any of the risks to the Charity be realised, an irreducible minimum of circa £7mn in investments would be required simply to support beneficiaries and cover running costs of the Charity at the lowest levels, including some workforce funding should current arrangements and MOD support change. Should the AAC cease to exist as an organisation within the Army potential beneficiaries will always remain.

27. Trustees have agreed that the previous free reserves level of £400,000 was on the conservative side and have agreed to increase to this to £800,000 this year noting the points made above; the increasing benevolence demand and reducing MOD support to the serving community in some areas. This figure not only allows for immediate coverage of up to two years of commitments at current levels or the funds could be made available for a shorter term larger scale project in support of the Charity's objects.

Future planning

28. The Charity will continue to follow its objectives detailed previously in this report.

29. The funds set for the production and publication of an authoritative history of the Army Air Corps book will not be fully expended once the second volume is published in Q1 of 2026. The Trustees have agreed to explore the relocation of the AAC memorial within the National Memorial Arboretum as a suitable lasting legacy alongside the book to those who contributed the funds. Funds have been committed to support a bi or triennial gathering of past and present members of the AAC and the wider Army aviation community with the next event scheduled for Summer 2027. Funds are now being set aside for this and other future anniversary events.

30. The funds agreed for the AAC's participation in World War Two 80th commemorations in Summer 2024 are likely to be last of such larger scale events for the foreseeable future.

⁴ At 2025 Market Rates and Performance

31. The Charity has supported the continued use of the Military App, Eagle Connect as a means of communicating with the Charity's contributors and beneficiaries; the past and present members of the AAC. Commitment and resources remain for the traditional means of communication such as newsletter and journal. Any savings made from a transfer to more electronic communications are still not expected to be fully realised before the end of 2025.

32. The Trustees continue to monitor and to examine the domestic income and expenditure against the in-year budget as a means of intelligent forecasting. Despite some fluctuations they believe that demands for welfare and charitable support across the serving and retired community will continue to rise. That expenditure includes the traditional benevolence in terms of the relief of those in need. It also embraces the positive effects on morale and well-being of proactive expenditure on sports and adventurous training, welfare projects and similar activities within the community. They are also alert to the continuing negative effects of austerity measures in society and of changes within the Armed Forces themselves, not least of which are the increased readiness cycles and training deployments. All of these factors dictate that there will be a continuing need to take income from investment in order to support the charitable objects and that investment income will be the principal source.

34. The Trustees will routinely examine the growth, maintenance and use of its reserves against medium and long term needs and risks.

Public benefit statement

35. The Charity supports those in need both serving in the AAC and its former members, their families and dependents. Further support to the serving community through good and benefit financial grants enhances morale and wellbeing thus enhances military efficiency, giving benefit to the Ministry of Defence and therefore the wider Public and the Nation. The Trustees confirm that they have referred to the Charity Commission Guidance on Public Benefit when reviewing the Charity's aims and objectives and in planning future activities.

Disclosure of information to auditors

36. Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- a. So far as that Trustee is aware, there is no relevant audit information of which the Charity's auditors are unaware.
- b. That Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

Report approval

36. This report has been read and agreed by the Army Air Corps Charity Trustees.



E J Butterworth ADC
Colonel
9 December 2025

Enclosures:

1. Auditors report.
2. Audited accounts 1 Apr 2024 to 31 Mar 2025 with notes.

Independent Auditor's Report to the Trustees of Army Air Corps Charity

Opinion

We have audited the financial statements of Army Air Corps Charity (the 'charitable company') for the year ended 31st March 2025 which comprise Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st March 2025, 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 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 responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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 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 other information comprises the information included in the trustees 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.

Matters on which we are required to report by exception

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

- the information given in the trustees' report 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; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 2, 3 and 4 the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor responsibilities for the audit of the financial statements

We have been appointed as auditor 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 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:

As part of an audit in accordance with ISAs (UK), exercise professional judgement and maintain professional scepticism through the audit. We also:

1. Assessed the susceptibility of the entity's financial statements to material misstatement, including how fraud may occur.
2. Held discussions with the client regarding their policies and procedures on compliance with laws and regulations.
3. Held discussions with the client regarding their policies and procedures on fraud risks, including knowledge of any actual suspected or alleged fraud.

We consider the entity's controls effective in identifying fraud. We do not consider there to be significant difficulty in detecting irregularities.

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 is available on the FRC's website at: <https://www.frc.org.uk/auditors/audit-assurance/auditor-s-responsibilities-for-the-audit-of-the-fi/description-of-the-auditor%E2%80%99s-responsibilities-for>. This description forms part of our auditor's report.

Use of our report

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



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Samuel Ketcher FCCA (Senior Statutory Auditor)
For and on behalf of Xeinaadin Audit Limited, Statutory Auditor
Chartered Accountants
12 Conqueror Court
Sittingbourne
Kent
ME10 5BH

Date: 10/12/2025

Xeinaadin Audit Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

**ARMY AIR CORPS CHARITY
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2025**

		Unrestricted Funds	Restricted Funds	Total Funds 31st March 2025	Total Funds 31st March 2024
	Note	£	£	£	£
Income and endowments from:					
Donations and legacies	2	260,240	151,987	412,227	391,410
Charitable activities	3	16,590	20,959	37,549	46,871
Investments	4	285,506	3,224	288,730	283,682
Total income and endowments		562,336	176,170	738,506	721,963
Expenditure on:					
Raising funds	6	43,859	-	43,859	40,811
Charitable activities	7	501,639	163,069	664,708	658,364
Other	8	25,718	-	25,718	9,541
Total expenditure		571,216	163,069	734,285	708,716
Net income/(expenditure) before gains/(losses) on investments		(8,880)	13,101	4,221	13,247
Net gains/(losses) on investments	10	(83,956)	-	(83,956)	707,669
Net income/(expenditure)		(92,836)	13,101	(79,735)	720,916
Transfer between funds				-	-
Net Incoming Resources before other recognised gains and losses		(92,836)	13,101	(79,735)	720,916
Other Recognised Gains and Losses		-	-	-	-
Net Movement in Funds		(92,836)	13,101	(79,735)	720,916
Reconciliation of funds					
Total funds brought forward		11,736,861	250,147	11,987,008	11,266,092
Total funds carried forward		11,644,025	263,248	11,907,273	11,987,008

The notes on pages 4 - 17 form part of these accounts

The statement of financial activities includes all gains and losses recognised during the year.



Registered Charity No 1184333

**ARMY AIR CORPS CHARITY
BALANCE SHEET AS AT 31ST MARCH 2025**

	Note	31st March 2025 £	31st March 2024 £
Fixed Assets			
Investments	10	11,473,970 <u>11,473,970</u>	11,649,641 <u>11,649,641</u>
Current Assets			
Debtors	11	27,433	25,377
Cash at bank and in hand	12	445,470 <u>472,903</u>	370,936 <u>396,313</u>
Liabilities			
Creditors: Amounts falling due within one year	13	(39,600)	(58,946)
Net Current Assets		433,303	337,367
Total assets less current liabilities		<u>11,907,273</u>	<u>11,987,008</u>
The Funds of the charity			
Restricted funds	14	263,248	250,147
Unrestricted funds			
Designated	15	181,943	203,396
Other Charitable Funds	17	11,462,082	11,533,465
Total charity funds		<u>11,907,273</u>	<u>11,987,008</u>

These financial statements have been prepared in accordance with FRS 102.

Approved by the Board of Trustees on 09-Dec-25
on its behalf by



Col E J Butterworth ADC, Chair of Trustees

The notes on pages 4 - 17 form part of these accounts



Registered Charity No 1184333

ARMY AIR CORPS CHARITY
STATEMENT OF CASHFLOWS AS AT 31ST MARCH 2025

	31st March 2025 £	31st March 2024 £
Cash flows from operating activities		
Net income/(expenditure) per SOFA	(79,735)	720,916
Adjustments for:		
Depreciation	-	-
(Gains)/losses on investments	83,956	(707,669)
Dividends and interest from investments	(288,730)	(283,682)
(Increase)/decrease in debtors in year	(2,056)	(634)
Increase/(decrease) in creditors in year	(19,346)	19,836
Net cash provided (used in) by operating activities	<u>(305,911)</u>	<u>(251,233)</u>
Cash flows from investing activities		
Dividends and interest from investments	288,730	283,682
Proceeds from the sale of investments	2,234,604	1,017,377
Purchase of investments	(2,142,889)	(1,133,204)
Net cash provided by (used in) investing activities	<u>380,445</u>	<u>167,855</u>
Change in cash and cash equivalents in the year	74,534	(83,378)
Cash and cash equivalents brought forward	370,936	454,314
Cash and cash equivalents at the end of the year	<u>445,470</u>	<u>370,936</u>

The notes on pages 4 - 17 form part of these accounts



Registered Charity No 1184333

ARMY AIR CORPS CHARITY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2025

1 Accounting Policies

a) Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

b) Statement of compliance

The financial statements have been prepared in accordance with 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 issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Accounting Practice.

c) Basis of preparation

Army Air Corps Charity meets the definition of a public benefit entity under FRS 102 and is a Charitable Incorporated Organisation registered with the Charities Commission in England, United Kingdom. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

The financial statements are prepared in sterling, which is the functional currency of the Charity, monetary amounts in these financial statements are rounded to the nearest £.

d) Income and endowments

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

Donations

Donations are recognised when receivable. In the event that a donation is subject to fulfilling performance conditions before the charity is entitled to the funds, the income is deferred and not recognised until it is probable that those conditions will be fulfilled in the reporting period. Income from Gift Aid tax reclaims is recognised for any donations with relevant Gift Aid certificates recognised in income for the year. Any amounts of Gift Aid not received by the year end are accounted for in income and accrued income in debtors.

For legacies, entitlement is taken on a case by case basis as the earlier the date on which: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charity that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. If the legacy is in the form of an asset other than cash or an asset listed on a recognised stock exchange, recognition is subject to the value of the asset being able to be reliably measured and title to the asset has passed to the charity. Where legacies have been notified to the charity or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.



Registered Charity No 1184333

ARMY AIR CORPS CHARITY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2025

1 Accounting Policies - continued

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

Grants

Grants are accounted for as received. Grants received are included as unrestricted funds unless the source of the income restricts its application in which case it would be included in the relevant restricted fund.

Investment income

Investment income together with the tax recoverable thereon is accounted for on a received basis.

e) Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure is accounted for on an accruals basis.

Grants payable

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Trust.

Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.



Registered Charity No 1184333

ARMY AIR CORPS CHARITY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2025

1 Accounting Policies - continued

Allocation of support and governance costs

Support costs have been allocated 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 audit and legal fees together with an apportionment of overhead and support costs.

f) Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The charity does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

g) Fund structure

Unrestricted income funds are general funds that are available for use at the trustee's discretion in furtherance of the objectives of the Charity and have not been designated for other purposes.

Designated funds are unrestricted funds that are resources set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.



Registered Charity No 1184333

ARMY AIR CORPS CHARITY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2025

1 Accounting Policies - continued

h) Taxation

The Fund is a registered charity and accordingly is exempt from all forms of direct taxation

i) Financial instruments

The charity only has financial assets and 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.

j) Fund-Raising Standards Information

The charity does not carry out any significant fundraising activities. Where fund raising activities are undertaken these activities are reviewed and monitored by the trustees and support and advice is provided where necessary.

k) Judgements and key sources of estimation uncertainty accounting policy

There are no significant judgements made in applying the above accounting policies and no key sources of estimation uncertainty that may cause a material adjustment to the carrying amount of assets and liabilities within the next financial year.

l) Going concern

There are no material uncertainties about the charity's ability to continue in operational existence for the foreseeable future.

m) Debtors

Trade and other debtors are recognised at the settlement amount. Prepayments are valued at the amount prepaid.

n) 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 Charity 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.



Registered Charity No 1184333

ARMY AIR CORPS CHARITY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2025

	Unrestricted Funds £	Restricted Funds £	31st March 2025 £	31st March 2024 £
2 Income from donations and legacies				
Regimental subscriptions	184,363	126,987	311,350	296,684
COIF Charity Fund	800	-	800	800
Callendar Charitable Trust	3,000	-	3,000	3,000
Donations - Legacies	2,000	-	2,000	-
Donated Services (Note 5)	67,115	-	67,115	64,225
Other	2,962	25,000	27,962	26,701
	<u>260,240</u>	<u>151,987</u>	<u>412,227</u>	<u>391,410</u>
<i>Total 2024</i>	<u>245,019</u>	<u>146,391</u>	<u>391,410</u>	
3 Income from charitable activities				
Unused Individual Benevolence Grants	1,652	-	1,652	2,008
Refunds	257	-	257	15,819
Contribution towards grants/payments	14,681	20,959	35,640	29,044
	<u>16,590</u>	<u>20,959</u>	<u>37,549</u>	<u>46,871</u>
<i>Total 2024</i>	<u>22,149</u>	<u>24,722</u>	<u>46,871</u>	
4 Income from investments				
Income from quoted investments	280,509	-	280,509	277,257
Interest on deposit accounts	4,997	3,224	8,221	6,425
	<u>285,506</u>	<u>3,224</u>	<u>288,730</u>	<u>283,682</u>
<i>Total 2024</i>	<u>280,350</u>	<u>3,332</u>	<u>283,682</u>	

5 Donated Goods and Services

This represents the services of the Corps Accountant, Corps Secretary, Assistant Corps Secretary and Welfare Assistant which have been donated to the Charity by the Ministry of Defence (note 7). The real estate facilities used by the Charity are donated by the Commandant of the Army Aviation Centre. Due to the fact that facilities used are owned by the Ministry of Defence it is impossible to place a market value on them. The donated facilities have not therefore been included in these accounts.



Registered Charity No 1184333

ARMY AIR CORPS CHARITY

NOTES TO THE ACCOUNTS FOR YEAR ENDED 31ST MARCH 2025

	Unrestricted Funds	Restricted Funds	Total 31st March 2025	Total 31st March 2024 As Restated
	£	£	£	£
6 Expenditure on raising funds				
Advertising	930	-	930	-
Fund Manager Charges	42,929	-	42,929	40,811
	<u>43,859</u>	<u>-</u>	<u>43,859</u>	<u>40,811</u>
<i>Total 2024</i>	<u>40,811</u>	<u>-</u>	<u>40,811</u>	
7 Expenditure on charitable activities				
Grants to individuals	6,595	-	6,595	1,200
Grants to Institutions:				
Benevolence Grants	66,646	10,000	76,646	48,775
Support for Veterans	10,000	-	10,000	5,605
Preservation of History & Heritage	29,500	-	29,500	20,000
Expenditure to improve the lived experience of serving personnel, support to veterans and preservation of history and heritage:				
- General Purpose Fund grants	91,874	-	91,874	61,647
- HQ Officers Mess grants	-	15,658	15,658	66,629
- AAC Veterans' Association grants	10,266	-	10,266	2,889
- HQ WOs & Sgts Mess grant	-	12,785	12,785	12,565
- AAC Sports grants	33,638	30,000	63,638	96,737
- GPRA	150	-	150	-
Donations	20,000	-	20,000	20,000
Awards, Trophies & Presentations	5,479	8,303	13,782	17,985
Sponsorship	104,026	-	104,026	117,921
Repairs	433	29,652	30,085	8,031
Functions	8,231	56,671	64,902	90,196
Reunions & Anniversaries	31,955	-	31,955	4,884
Communications with Serving and Veter	748	-	748	7,236
Heritage - history book	12,168	-	12,168	676
Website	-	-	-	9,070
Monthly website fees	720	-	720	720
Salaries (note 5)	67,115	-	67,115	64,225
Printing, Postage & Stationery	2,095	-	2,095	1,373
	<u>501,639</u>	<u>163,069</u>	<u>664,708</u>	<u>658,364</u>
<i>Total 2024</i>	<u>440,277</u>	<u>218,087</u>	<u>658,364</u>	

The classification of prior year expenditure has been updated following a review of compliance with the Charities SORP, this has not resulted in an overall change to expenditure but has lead to a restatement of some categories of expenditure.

Full details of these grants are contained within the Trustee's Report.

No remuneration was paid to Trustees during the year. Reimbursed costs amounting to £107 was paid to two Trustees during the year for office costs. The Army Air Corps does not have any employees. The services of the Corps Accountant, Corps Secretary, Assistant Corps Secretary and Welfare Assistant are donated to the charity by the Ministry of Defence (note 5).



Registered Charity No 1184333

**Enclosure 2 to
AAC Charity Trustees Report
2024-25
Dated 9 Dec 25**

ARMY AIR CORPS CHARITY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2025

	Unrestricted Funds	Restricted Funds	Total 31st March 2025	Total 31st March 2024
	£	£	£	£
8 Other				
Audit	10,764	-	10,764	8,316
Meeting Costs	122	-	122	677
Trustee Training	1,056	-	1,056	-
Bank Charges	561	-	561	548
Software and Apps	13,215	-	13,215	-
	<u>25,718</u>	<u>-</u>	<u>25,718</u>	<u>9,541</u>
Total 2024	9,541	-	9,541	

No fees were paid to the auditors for services other than the statutory audit.

9 Total resources expended

	Basis of allocation	Welfare	Serving personnel activities & amenities	Servicemen & ex-servicemen activities	Ceremonials	Fundraising	Governance	Total 31st March 2025	Total 31st March 2024
		£	£	£	£	£	£	£	£
Costs directly allocated to activities									
Grants	Direct	83,391	153,501	58,369	21,851	-	-	317,112	316,047
Donations	Direct	20,000	-	-	-	-	-	20,000	20,000
Awards, Presentations & Trophies	Direct	-	13,782	-	-	-	-	13,782	17,985
Sponsorship	Direct	-	104,026	-	-	-	-	104,026	117,921
Repairs to Serving Personnel Facilities	Direct	-	30,085	-	-	-	-	30,085	8,031
Functions	Direct	-	64,902	-	-	-	-	64,902	90,196
Reunions	Direct	-	-	31,955	-	-	-	31,955	4,884
Communications	Direct	-	-	748	-	-	-	748	7,236
Website	Direct	-	-	-	-	-	-	-	9,070
Software & Apps	Direct	-	-	13,215	-	-	-	13,215	-
Heritage - History Book	Direct	-	-	-	12,168	-	-	12,168	676
Costs apportioned to activities:									
Advertising	Support	698	232	-	-	-	-	930	-
Salaries	Support	-	-	50,336	16,779	-	-	67,115	64,225
Fund Manager Charges	Support	-	-	-	-	42,929	-	42,929	40,811
Printing, Postage & Stationery	Support	-	-	2,095	-	-	-	2,095	1,373
Audit	Support	-	-	-	-	-	10,764	10,764	8,316
Bank Charges	Support	-	561	-	-	-	-	561	548
Trustee Training	Support	-	-	-	-	-	1,056	1,056	-
Sundries	Support	-	720	-	-	-	122	842	1,397
Total Resources Expended		104,089	367,809	156,718	50,798	42,929	11,942	734,285	708,716
Total 2024		77,066	462,812	99,145	19,617	-	50,076	708,716	



Registered Charity No 1184333

**Enclosure 2 to
AAC Charity Trustees Report
2024-25
Dated 9 Dec 25**

10 Fixed asset investments

	2025 £
Quoted investments	
B/Fwd as at 1 April 2024	11,649,641
Less: Disposals at opening book value 2025 proceeds: £2,234,604; loss: £44,320 (2024 proceeds: £1,017,377; profit: £69,358)	(2,278,924)
Add: Acquisitions at cost	2,142,889
Net unrealised investment gains / (losses)	(39,636)
Market value at 31 March 2025	<u>11,473,970</u>
Historical cost at 31 March 2025	<u>10,728,082</u>
Total profit / (losses) on investments were 2025 (£83,956); 2024 £707,669	

All investments are unrestricted funds and are held primarily for investment return

	31st March 2025	
	UK £	Overseas £
Listed Investments	1,693,797	5,333,697
Other Investments	3,921,870	524,606
	<u>5,615,667</u>	<u>5,858,303</u>

11 Debtors

	2025 £	2024 £
Other debtors	27,433	25,377
	<u>27,433</u>	<u>25,377</u>

12 Cash at bank and in hand

	2025 £	2024 £
Holt's, Royal Bank of Scotland	116,946	176,750
Investec	328,524	194,186
	<u>445,470</u>	<u>370,936</u>

13 Creditors

	2025 £	2024 £
Amounts falling due within one year:		
Accruals	28,174	24,718
Accruals for grants payable	11,426	34,228
	<u>39,600</u>	<u>58,946</u>



Registered Charity No 1184333

ARMY AIR CORPS CHARITY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2025

14 Restricted Funds

	Balance 1st April 2024 £	Transfers £	Movement of Incoming £	Resources Outgoing £	Balance 31st March 2025 £
Sports	-	5,000	25,000	(30,000)	-
HQ WOs' and Sgts' Mess	77,590	(5,000)	49,317	(51,290)	70,617
HQ Officers' Mess	172,557	(10,000)	101,853	(71,779)	192,631
GPF Benevolence Grants	-	10,000	-	(10,000)	-
Website	-	-	-	-	-
	<u>250,147</u>	<u>-</u>	<u>176,170</u>	<u>(163,069)</u>	<u>263,248</u>

	Balance 1st April 2023 £	Transfers £	Movement of Incoming £	Resources Outgoing £	Balance 31st March 2024 £
Sports	-	5,000	25,000	(30,000)	-
HQ WOs' and Sgts' Mess	85,636	(5,000)	46,036	(49,082)	77,590
HQ Officers' Mess	209,583	(10,000)	102,909	(129,935)	172,557
Website	8,570	-	500	(9,070)	-
	<u>303,789</u>	<u>(10,000)</u>	<u>174,445</u>	<u>(218,087)</u>	<u>250,147</u>

Sports

This fund is used to assist Corps members in the pursuit of specified sporting activities. This relates to allocations from the Army Sports Control Board and an external sponsor.

HQ Warrant Officers' and Sergeants' Mess

Members of the HQ Mess pay one days pay per annum into this fund. The fund is used to enhance the furnishings and surroundings of the buildings and to support functions throughout the year for it's current and retired members. They also give support to the predecessors of the AAC, the Glider Pilot's Regiment Association.

HQ Officers' Mess

Members of the HQ Mess pay one days pay per annum into this fund. The fund is used to enhance the fabric, furnishings and surroundings of the buildings and to support functions throughout the year for it's current and retired members.

GPF Benevolence Grants

During the year, the Officers' Mess and the Warrant Officers and Sergeants Mess contributed £5,000 each for the specific purpose of supporting their veterans in the form of individual benevolence grants.

Website

This relates to funding from the Armed Forces Covenant Fund to help enhance the AAC Website in order to provide better communication and interaction with the AAC Veteran community. The restricted balance was used on the project. Once complete the remaining unrestricted balance was transferred to a new Communications fund to provide resources to reach out to the serving personnel and veterans via the new Army Air Corps App.



Registered Charity No 1184333

ARMY AIR CORPS CHARITY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2025

15 Unrestricted funds

Unrestricted funds show a large amount in reserve which is expected to rise. This is due to a predicted significant increase in grants and donations payable, as explained in the Trustees Report.

	Balance B/fwd 1st April 2024 £	Transfers £	Gains / (losses) on Investments £	Movement of Resources Incoming £	Outgoing £	Balance 31st March 2025 £
General Purpose Fund	11,533,465	(172,033)	(83,956)	561,271	(376,665)	11,462,082
Designated Funds						
AAC Veterans' Ass'n	44,468	5,000		-	(10,266)	39,202
Glider Pilot Regt Ass'n	1,821	(1,271)		-	(550)	-
Sports	34,337	140,000		257	(137,664)	36,930
Heritage - history book	64,624	-		-	(12,168)	52,456
65th Anniversary	-	-		-	-	-
Reunions & Anniversaries	54,502	30,000		808	(31,955)	53,355
Communications with Serving and Veterans	3,644	(1,696)		-	(1,948)	-
AAC Website	-	-		-	-	-
	11,736,861	-	(83,956)	562,336	(571,216)	11,644,025

	Balance B/fwd 1st April 2023 £	Transfers £	Gains / (losses) on Investments £	Movement of Resources Incoming £	Outgoing £	Balance 31st March 2024 £
General Purpose Fund	10,713,983	(130,000)	707,669	531,699	(289,886)	11,533,465
Designated Funds						
AAC Veterans' Ass'n	47,357	-		-	(2,889)	44,468
Glider Pilot Regt Ass'n	2,221	-		-	(400)	1,821
Sports	63,176	140,000		15,819	(184,658)	34,337
History Book	65,300	-		-	(676)	64,624
65th Anniversary	59,386.00	(59,386)		-	-	-
Reunions & Anniversaries	-	59,386		-	(4,884)	54,502
Communications with Serving and Veterans	-	10,880		-	(7,236)	3,644
AAC Website	10,880	(10,880)		-	-	-
	10,962,303	10,000	707,669	547,518	(490,629)	11,736,861

The funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the Trustees for specific purposes:



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ARMY AIR CORPS CHARITY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2025

15 Unrestricted funds - continued

AAC Veterans' Association

The Army Air Corps Veterans' Association provides a focal point for communication with veterans of the Army Air Corps, retired members of Army Aviation and widows.

Glider Pilots Regiment Association

This fund is for dispersion to a number of beneficiaries of the Glider Pilot Regiment Association as annuities and to those veterans and eligible dependants in need on a case by case basis. During the year, the trustees agreed to transfer the remaining balance of £1,271 to the General Purpose Fund. Future support to Glider Pilot veterans and their eligible dependents will be provided by the General Purpose Fund.

Sports

This fund is used to assist Corps members in the pursuit of specified sporting activities.

History Book

A designated fund has been set up for the remainder of the costs of the production of the history book. The balance on the Fenton Sear designated fund was transferred into this fund during the financial year ended 31st March 2021.

65th Anniversary

This designated fund was set up to allocate funding to mark the 65th year of the Army Air Corps establishment in September 2022. In order to celebrate that event the Army Air Corps held a reunion event at the home of the Army Air Corps in Middle Wallop on 3rd September 2022. Funding was made available to dispersed Army Air Corps units to support local events. The activity was titled Eaglefest 65. After the event, a remaining balance of £59,386 was transferred to a new fund for future events, named Reunions.

Reunions

A new designated fund was set up for future anniversary events of the Army Air Corps. The remaining balance on the 65th Anniversary designated fund was transferred into this fund. This fund was set up for future Eaglefest events and significant anniversaries of the Army Air Corps.

Communications with Serving Personnel and Veterans

This new designated fund was set up during the financial year ended 31st March 2024 in order to provide funding for a new Army Air Corps App. This provided the ability to communicate with the wider Army Air Corps community and to put individuals in touch with each other. On completion of the AAC Website the remaining unrestricted balance from this project was transferred into the Communications fund amounting to £10,880. During the financial year ended 31st March 2025, the remaining balance was transferred to the General Purpose Fund, where costs relating to this activity will be charged in the future.

Army Air Corps Website

A designated fund was set up during the year ended 31st March 2023 to create a website and to provide funding for ongoing development and maintenance and to improve communications with the veteran community. During the year ended 31st March 2024, the remaining balance was transferred to the Communications with Serving Personnel and Veterans Fund.



Registered Charity No 1184333

18 Assets Attributable to Funds

The balance on the restricted accounts are held within the Royal Bank of Scotland deposit account. The unrestricted and designated funds are held within the remainder of the funds.

19 Ultimate Controlling Party

The Army Air Corps Charity was controlled throughout the current and previous year by the Regimental Committee and Trustees.

20 Related Party Transactions

Three trustees are also trustees of the Army Flying Museum, a charity that the Army Air Corps Charity provides grants and donations to. During the year ended 31st March 2025 the Army Air Corps Charity granted £20,000 to the Army Flying Museum to hire two archivists. During the year ended 31st March 2024 £18,000 was granted, together with £2,000 for repairs.

During the year ended 31st March 2025 payments totalling £9,500 were made to the Army Historical Aircraft Trust for flyover services. The Army Historical Trust shares a common trustee with the Army Air Corps Charity. No payments were made during the year ended 31st March 2024.

During the year a sponsorship donation totalling £5,000 (2024 £5,000) was received from a company for whom a trustee of the Army Air Corps Charity is an employee.



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ARMY AIR CORPS CHARITY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2025

21 Contingent Liability

There are no contingent liabilities.

22 Financial instruments

	31st March 2025	31st March 2024
Assets	£	£
Financial assets measured at fair value through	11,473,970	11,649,641
Financial assets that are debt instruments measured at	472,903	396,313
	<u>11,946,873</u>	<u>12,045,954</u>
Liabilities		
Financial liabilities measured at amortised cost	<u>(39,600)</u>	<u>(58,946)</u>

Financial assets measured at fair value through income/expenditure includes investments. The basis used for determining the fair value of investments is the unadjusted quoted price in active markets.

Financial assets that are debt instruments measured at amortised cost includes other debtors and cash at bank and in hand.

Financial liabilities measured at amortised cost includes accruals.

Items of income, expense, gains or losses

	Income £	Net gains/ (losses) £
2025		
Financial assets measured at fair value through	280,509	(83,956)
Financial assets measured at amortised cost	8,221	-
	<u>288,730</u>	<u>(83,956)</u>
2024		
Financial assets measured at fair value through	277,257	707,669
Financial assets measured at amortised cost	6,425	-
	<u>283,682</u>	<u>707,669</u>

23 Post balance sheet events

There have not been any post balance sheet events.

24 Analysis of changes in net cost

	At 1 April 2024	Cash flows	At 31 March 2025
	£	£	£
Cash at bank and in hand	370,936	74,534	445,470
	<u>370,936</u>	<u>74,534</u>	<u>445,470</u>



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ARMY AIR CORPS CHARITY

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2025

Grants to Institutions

Benevolence Grants	2025	2024
	£	£
Royal British Legion	35,714	15,836
SSAFA	23,268	25,421
Tom Harrison House	12,500	-
RAF Benson	2,000	-
A W Lynn Ltd	1,500	-
5 Regiment Army Air Corps	500	-
1 Regiment Army Air Corps	350	1,500
4 Regiment Army Air Corps	327	-
Army Aviation Centre	312	294
RAF Shawbury	175	-
3 Regiment Army Air Corps	-	1,860
F W March	-	1,000
Veterans Aid	-	929
BLESMA - British Limbless Ex Servicemen's Association	-	955
Harley Psychiatrists	-	980
	<u>76,646</u>	<u>48,775</u>

Applications for grants are reviewed by the Charity and, if agreed, are paid to the above institutions for onward payment to the individual concerned.

Grants to Support Veterans	2025	2024
	£	£
The Rawthey Project	5,000	5,605
Blue Beret Charitable Trust	5,000	-
	<u>10,000</u>	<u>5,605</u>

Grants to Preserve History and Heritage	2025	2024
	£	£
Army Flying Museum	20,000	20,000
Historic Aircraft Flight Trust	9,500	-
	<u>29,500</u>	<u>20,000</u>



Registered Charity No 1184333