

REGISTERED CHARITY NUMBER: 1185298

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023
FOR
THE ADJUTANT GENERAL'S CORPS ASSOCIATION**

Rothmans Audit LLP
Chartered Accountants & Statutory Auditors
Avebury House
St Peter Street
Winchester
Hampshire
SO23 8BN

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

CONTENTS OF THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

	Page
Report of the Trustees	1 to 7
Report of the Independent Auditors	8 to 11
Statement of Financial Activities	12
Balance Sheet	13
Cash Flow Statement	14
Notes to the Cash Flow Statement	15
Notes to the Financial Statements	16 to 25
Detailed Statement of Financial Activities	26 to 27

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

REPORT OF THE TRUSTEES FOR THE PERIOD ENDED 31 MARCH 2023

1. The trustees present their report with the financial statements of the charity for the period ended 31 March 2023. 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).

REFERENCE AND ADMINISTRATIVE DETAILS

2. The official name of the Charity is The Adjutant General's Corps Association.

Registered Charity Number: 1185298.

Principal Office

Headquarters Adjutant General's Corps
The Gloucester Building
Worthy Down
Winchester
SO21 2RG

Telephone: 0300 1533 486
Website: www.agcassociation.co.uk
Email: corpshq@outlook.com

3. Trustees and Officers of the Charity

The Trustees of the Charity are:

Colonel Victoria Whiting ADC (from 4 June 2021)
Lieutenant Colonel Paula Nicholas (from 13 September 2019 to 6 April 2022)
Lieutenant Colonel John Alecock (from 29 April 2022 to 30 September 2023)
Warrant Officer Class 1 (Corps Sergeant Major) Andrew Heron (from 21 July 2020 to 6 April 2022)
Warrant Officer Class 1 (Corps Sergeant Major) Wayne Heathcote (from 6 April 2022)
Colonel Scott Martin Vardy (from 1 October 2020 to 14 July 2023)
Colonel Scott Meredith (Deceased) (from 13 July 2021 to 6 April 2022)
Colonel Douglas Hutchinson (from 6 April 2022)
Lieutenant Colonel Helen Bowman (from 4 October 2021)
Colonel Matthew Ketterer (from 13 July 2021 to 5 October 2022)
Colonel Craig Terblanche (from 5 October 2022)

Col (Retired) Karen Graham resigned as Trustee on 5 October 2022.

The Executive Officer conducting the day-to-day operations of the Charity is:
Lieutenant Colonel (Retired) Michael John Robert Cotton MBE (Corps Secretary)

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

REPORT OF THE TRUSTEES FOR THE PERIOD ENDED 31 MARCH 2023

REFERENCE AND ADMINISTRATIVE DETAILS

- | | |
|--|--|
| <p>4. Auditors
Rothmans Audit LLP
Avebury House
6 St Peter Street
Winchester
SO23 8BN</p> <p>5. Bankers
Royal Bank of Scotland
Holt's Military Banking
200 Fowler Avenue
Fowler Business Park
Farnborough
GU14 7JP</p> | <p>6. Independent Advisor
Brigadier (Retired) Noel Muddiman CBE
8 Wyldwood Close
Old Harlow
Essex
CM17 0JD</p> <p>7. Legal Advisors
Blake Morgan LLP
New Kings Court
Tollgate
Chandler's Ford
Eastleigh
SO53 3LG</p> |
|--|--|

STRUCTURE, GOVERNANCE AND MANAGEMENT

8. **Governing document**

The Objects of the Charity are laid down in the Constitution Document. The Principal Objects are to promote the efficiency of the Corps by maintaining contact between the present and past members of the Adjutant General's Corps and the former constituent corps and to foster esprit de corps, comradeship, welfare of the Adjutant General's Corps and to preserve its traditions. The Association exists to support the present and past members of the Adjutant General's Corps and their dependants, who are in genuine need, suffering hardship or distress.

9. **Trustees**

There may be up to eight Appointed Trustees and four Nominated Trustees. Each of the four Branches of the Corps may propose a person who act as a Nominated Trustee in accordance with the Constitution Document. All Trustees attend Trustees Training, and a training record is kept.

10. **Organisational Structure**

Day to day management of the Association is delegated to the Assistant Corps Secretary who consults with the Corps Secretary and the Colonel AGC when required. These personnel are employed by the Army and donate their services to the charity.

11. **Benevolence**

The Trustees have delegated the management of benevolence to the Benevolence Committee who are empowered to approve grants for benevolence cases to a maximum of £3,000 for any one case. During the period, additional funding for benevolence was provided from other Associations, The Royal British Legion, ABF The Soldier's Charity and other Charitable Organisations.

12. **Risk Management**

The major risks to which the Charity is exposed, as identified by the Trustees, have been reviewed and systems have been established to manage those risks. The key risks identified by the Trustees include the following:

Finance:

- a. Risk that Statutory Accounts are not prepared appropriately and filed on a timely basis. Risk mitigated, as Association has appointed a qualified Chartered Accountant as the Finance Manager.
- b. Risk that there is insufficient income to cover costs and benevolent payments. Risk mitigated as Trustees have implemented rigorous controls over future spending.

Human Resources:

- a. Risk that there is a loss of experience, corporate knowledge and skills, due to gapping and service efficiencies. Risk mitigated through training and redistribution of responsibilities.

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

REPORT OF THE TRUSTEES FOR THE PERIOD ENDED 31 MARCH 2023

13. Public Benefit

The Trustees have paid due regard to the Charity Commission's guidance on public benefit in deciding what activities the charity should undertake. The fund provides public benefit by assisting service personnel of the Adjutant General's Corps to perform their roles more effectively within the British Army. It does this by providing support for benevolence, welfare, sports, and recreational activities. This assistance enables service personnel to face the challenges and dangers associated with military service by developing and maintaining teamwork, fitness, character, spirit, and morale. By supporting both the serving and the retired communities, it embraces esprit de corps by promoting the concept of 'support for life'. As a result, the Adjutant General's Corps Association promotes the efficiency of the Armed Forces of the Crown by enhancing the British Army's capability to undertake the roles demanded of it, including the defence of the United Kingdom and its interests.

Whilst the charity predominantly supports the Service and Ex-Service community it also has a responsibility to support the wider community. This is achieved through heritage activity, including the museums which are public facing and free of charge, and events to which the wider public are invited. In 2022, the charity supported a parade to celebrate the Freedom of Winchester and a carol service at Winchester cathedral to which the public were invited free of charge. These activities provide closer ties with society in general.

OBJECTIVES AND ACTIVITIES

14. Objects of the Association

The objects of the Association are to promote the efficiency of the Adjutant General's Corps (AGC) in such ways as the Trustees shall think fit in particular but not exclusively by:

- a. Maintaining contact between the members of the AGC and/or the former constituent Corps.
- b. Fostering esprit de corps.
- c. The protection and advancement of the heritage and ethos of the AGC.
- d. The relief of members and former members of the AGC and/or members of the former constituent Corps, in the event the former constituent Corps' benevolent funds fail and their dependants, who are in need by reason of their youth, age, infirmity or disability, financial hardship or social circumstances.

15. Powers of the Association

The CIO has the power to do anything that is calculated to further its Objects or is conducive or incidental to doing so. In particular, the CIO has the power to:

- a. Take all necessary action for publicising and disseminating information, including but not limited to, the histories, deeds and traditions of the CIO and the AGC.
- b. Borrow money and to charge the whole or any part of its property as security for the repayment of the money borrowed. The CIO must comply as appropriate with sections 124 and 125 of the Charities Act 2011, if it wishes to mortgage the land.
- c. Buy, take on lease or in exchange, hire or otherwise acquire any property, maintain and equip it for use.
- d. Sell, lease or otherwise dispose of all or any part of the property belonging to the CIO. In exercising this power, the CIO must comply as appropriate with sections 117 and 119 to 123 of the Charities Act 2011.
- e. Employ and remunerate such staff as are necessary for carrying out the work of the CIO. The CIO may employ or remunerate a Trustee only to the extent that it is permitted to do so by clause 6 and provided it complies with the conditions of that clause.
- f. Deposit or invest funds, employ a professional fund-manager, and arrange for the investments or other property of the CIO to be held in the name of a nominee. This is carried out in the same manner and subject to the same conditions as the trustees of a trust are permitted to do by the Trustee Act 2000 and do anything else within the law that promotes or helps to promote the Objects.

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

REPORT OF THE TRUSTEES FOR THE PERIOD ENDED 31 MARCH 2023

16. Objectives For the Period

The main objectives for the period were:

- a. To respond quickly and compassionately to requests for benevolence assistance.
- b. To provide support for serving personnel who are injured or are suffering with poor health, by way of financial assistance where needed or appropriate.
- c. To provide support to the next of kin and family of those serving and ex-serving who had suffered a bereavement.
- d. To provide for social gatherings for serving and retired members in order to foster comradeship and esprit de corps.
- e. To increase the level of subscribers to the Association.
- f. To produce a high-quality Corps Magazine (AGC Journal).
- g. To enhance the quality and types of Corps Sport, encouraging the widest participation, particularly by the more junior officers and soldiers.

ACHIEVEMENT AND PERFORMANCE

17. All the main objectives for the period were achieved.

18. The accounts cover a 15-month period from 1 January 2022 to 31 March 2023. The Trustees decided that there were benefits in realigning the reporting year with that of the Army and external organisations such as the Army Benevolent Fund. For this reason, within this extended reporting period a number of disbursements made on an annual basis were made twice.

19. The Benevolence Committee provided financial assistance to those who were in genuine need or suffering hardship. This included assistance with priority debts, rent and council tax arrears, rent advance, purchase of essential household items, travel costs, purchase of items for children and grants for general needs. The Number of beneficiaries of benevolence grants was 281 members and the total amount granted from the Association was £185,933. This is a significant increase on the 92 members and £50,747 during the previous 12-month period. The reasons for this increase include rising prices due to inflation, the cost-of-living crisis, and also a deliberate intent on behalf of the Trustees to widen the scope of those eligible and to be more generous.

20. The Trustees extend their thanks to The Royal British Legion, other Associations and ABF The Soldier's Charity for their generosity over the past year to the members of the Association who have required assistance. The Association donated £40,000 in 2022 and £40,000 in January 2023 to the Army Benevolent Fund. Reflected in the schedules below is the figure for £40,000 in January 2022 and £10,000 for the first quarter of the following year.

21. The Association provided support for social gatherings to foster comradeship and esprit de corps. The Association expended £65,310 on fraternal grants throughout the period.

22. The Association expended £413k on sporting activities throughout the period. The Trustees extend their thanks to the Army Sports Control Board for the grant of £50,000 towards sports costs.

23. The Association introduced a new Continuous Professional and Personal Development funding pathway to complement and enhance funding available from public funds. During the period from May 2022 onwards the fund provided 5 individual serving members contributions towards their courses and funded external speakers for 3 mass CPD events totalling £16,872. Take up is increasing gradually as members become aware of the scheme.

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

REPORT OF THE TRUSTEES FOR THE PERIOD ENDED 31 MARCH 2023

24. The AGC Holiday Homes are 1 static caravan and 2 lodges split between Devon and the Lake District that are available to AGC serving personnel & veterans to book at a heavily subsidised rate. Several weeks of the year they are given over to welfare/compassionate cases at zero cost to the beneficiary. The cash loss for the period was £5,807 and after depreciation of £33,598 there is a total loss of £39,405. As the holiday homes contribute towards welfare provision the Trustees are content to accept that they are non-profit making. In 2023, there will be a full review of the Holiday Homes including an up-to-date valuation.

25. The Association awarded a grant of £28,000 (2021 £19,500) to the AGC museum and a grant of £14,000 (2021 £12,000) to the RMP Museum. The Museums are open to all serving personnel, veterans and the general public free of charge.

26. The annual commemoration service at the AGC plot at the National Memorial Arboretum was held on 6th July 2022. The formal opening of the Field of Remembrance at Westminster Abbey in November 2021 was carried out but with reduced attendance due to construction work at the Abbey.

27. The Adjutant General's Corps celebrated the 30th anniversary of its formation in 2022. The Association funded a number of events throughout the year including an all-ranks dinner night in April, a families' festival in July, a Freedom of Winchester parade in October and a carol service in Winchester Cathedral in December. 2022 also marked the 100th anniversary of the Royal Military Police. The Association contributed to the funding of Provost Day held at Southwick Park in July 2022.

28. With regret three adventure training packages, and a celebration of the 100-year anniversary of the Educational and Training Services Branch at Eltham Palace, had to be cancelled due to the death of our Colonel in Chief, Her Majesty the Queen, in September 2022 and the associated mourning period.

29. The Trustees agreed to purchase a boat in order for a team from the Educational and Training Services Branch to compete in the World's Toughest Row Transatlantic Challenge in 2024. Once the event is completed the boat will either be sold or used for another team in the Corps.

30. The work of the Association and the benefits provided are briefed to all new officers and soldiers, encouraging them to join. We are pleased to report that almost 100% of new entrants join the One Day's Pay Scheme and subscribe to the Association.

31. The Adjutant General's Corps Association (Charitable Incorporated Organisation (CIO) registered charity number 1185298) was formed on the 13th of September 2019 from the Adjutant General's Corps Regimental Association and the Adjutant General's Corps Institution. Our legal advisers have carried out the merge with the Charities Commission and the two former charities have been removed from the Charity Commission register.

FINANCIAL REVIEW

32. Financial Strategy

Formed in 1992, the AGC is a 'young' Corps, which means that the number of veterans applying for benevolence grants is comparatively low but will build over time. In addition, there is an expectation that when antecedent Corps Associations cease to exist, the responsibility for their veterans will pass to the AGC. Therefore the AGC Association balances the demands of the current population it serves, with the requirement to plan for the future benevolent needs of its veterans. In broad terms the Trustees seek to disburse grants to a level such that expenditure does not exceed income from the Service Day's Pay Giving Scheme, allowing the income from investments to be reinvested thereby growing the amount available for future benevolence demands.

33. Principal Funding Sources

Subscriptions from serving and Volunteer Reserve members of the Day's Pay Scheme were credited to the Association Fund. Subscriptions from rank range Sergeant to Warrant Officer Class 1 were collected at 120% of one day's pay. The additional 20% was retained in the fund for exclusive use of the Corps Sergeants Mess. Subscriptions from officers were collected at 150% of one day's pay. The additional 50% was transferred to the Headquarters Officers' Mess Account. Subscriptions received from retired members along with gift aid receipts were credited to the Association Fund.

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

REPORT OF THE TRUSTEES FOR THE PERIOD ENDED 31 MARCH 2023

34. Investments

On the formation of the Association, the Trustees recognised the need to establish long-term financial reserves and therefore they continue to maintain an investment portfolio on behalf of the Association. The investment policy is to increase the value of the fund using a total return strategy, in order to provide a reserve for the future benevolence needs of the growing membership of the Association and their dependants. As at 31 March 2023, the fund's total assets are £7.3m, of which £6.2m is held in investments. Due to world events and a corresponding downturn in world markets the value of our investments fell by £852,046. It is invested in the Armed Forces Common Investment Fund (AFCIF), the CCLA Property Fund, The Charities Property Fund, and the Charity Equity Fund. In March 2023, due to the impending retirement of the current independent consultant, the Trustees decided that there was insufficient financial expertise available in-house and that it would be prudent going forward to appoint an investment manager. After approaching 3 investment houses, they appointed CCLA as investment manager. The transfer of the investments from Blackrock to CCLA was completed in August 2023. The previous financial consultant retired on 31 Mar 2023.

35. Reserves

In common with charities, the AGC Association holds free reserves to ensure that services can continue during a period of unforeseen reduced income or increased expenditure. Our reserves policy is set with reference to the financial risks facing the charity and amounts to 6 months income from the Service Day's Pay Scheme, approx. £325K. To this end in August 2023 £500k was held in a deposit account with CCLA. Our reserves also mitigate against fluctuations in the value of our investments, so that we would not need to sell our investments at a time when it is not financially advantageous to do so.

36. Fundraising

The charity does not fundraise externally and does not therefore subscribe to any schemes or standards for fundraising regulation. There have been no complaints about fundraising activities in the period.

FUTURE DEVELOPMENTS

37. Throughout 2022 and into 2023, the Association experienced the effects of the rise in inflation, cost of living crisis and levels of activity grow to pre-pandemic levels coupled with instability in the financial sector. It is expected that this period of uncertainty will continue throughout the 2023/2024 financial year. While Trustees accepted that 2022 would see considerable excess of expenditure over income due to the anniversary projects, their intent is to align income and expenditure much more closely moving forward. In order to counteract the surge in benevolence expenditure, fraternal and sporting activities will be subject to more stringent controls to maintain the level of activity whilst ensuring value for money. In addition, following a canvas of the membership the cost of producing the AGC Journal has been reduced by printing less hard copies and increasing access to a quality electronic copy which is now the preferred option for many.

38. An Actuarial Review was conducted by Management Accountancy Services (Army). It reported in April 2022 and recommended that the AGC Trustees maintain the current Investments and Reserves policy within the 40-year projection included in their report. The aim of the review is to ascertain the predicted cost of benevolence taking into account inflation and the anticipated rise in potential beneficiaries. The AGC Association Board of Trustees met in April 2022 to discuss whether current reserves are sufficient to meet the future need. The Trustees voted to keep the amount of funds ringfenced for benevolence at the previously agreed rate of £5m +1%+inflation.

39. In 2021 the AGC Council voted in a new cypher to replace the existing cap badge, and approved changes to some cap badge accoutrements. The new cypher went live in Apr 22 on the date of the anniversary. It was anticipated that this would incur significant outlay as regimental accoutrements (cap badge Tactical Recognition Flashes, badges, belts etc) were replaced, all branding refreshed, and sports teams purchased new clothing etc. This activity is now on hold following the coronation of HRH King Charles as all cap badges and cyphers are updated to reflect his choice of the Tudor crown and the replacement of EIIR by CIIIR on some items. This process is expected to happen gradually over the next 2 years to keep pace with the availability of publicly funded items.

FUNDS HELD AS CUSTODIAN FOR OTHERS

40. The Adjutant General's Corps Association does not hold any assets on behalf of other charities.

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

REPORT OF THE TRUSTEES
FOR THE PERIOD ENDED 31 MARCH 2023

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 those financial statements, the trustees are required to

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

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

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

In so far as the trustees are aware:

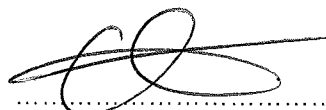
- there is no relevant audit information of which the charity's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Rothmans Audit LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:


Colonel Victoria Whiting ADC


Warrant Officer Class 1 (Corps Sergeant Major) Wayne Heathcote

Date: 29/1/24

Date: 29 Jan 24

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF THE ADJUTANT GENERAL'S CORPS ASSOCIATION

Opinion

We have audited the financial statements of The Adjutant General's Corps Association (the 'charity') for the period ended 31 March 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and 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 charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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

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

We have nothing to report in this regard.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF THE ADJUTANT GENERAL'S CORPS ASSOCIATION

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- the information given in the Report of the Trustees 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 Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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:

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

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

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

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF THE ADJUTANT GENERAL'S CORPS ASSOCIATION

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

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

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

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the recognition of income and the override of controls by management. To address the risk of fraud in these areas, we:

- selected a sample of transactions from material income streams and compared expected income to that recorded within the financial statements.
- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries during the year and at the year-end to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias;
- investigated the rationale behind significant or unusual transactions

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

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims;
- reviewing correspondence with relevant regulators and the charity's legal advisors; and
- reviewed legal and professional expenditure incurred in the year.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any. Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE ADJUTANT GENERAL'S CORPS ASSOCIATION**

Use of our report

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



Rothmans Audit LLP
Chartered Accountants & Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Avebury House
St Peter Street
Winchester
Hampshire
SO23 8BN

Date: 30 January 2024
.....

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD ENDED 31 MARCH 2023**

	Notes	2023 Unrestricted & total funds £	2021 Unrestricted & total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	2	957,211	798,260
Charitable activities	4		
Fostering Esprit de Corps		30,997	37,268
Investment income	3	<u>290,121</u>	<u>186,235</u>
Total		1,278,329	1,021,763
 EXPENDITURE ON			
Raising funds	5	2,814	1,921
Charitable activities	6		
Fostering Esprit de Corps		681,137	264,904
Benevolence & Welfare		277,645	131,026
Maintaining Contact & Traditions		77,227	48,459
Sports		<u>454,429</u>	<u>169,524</u>
Total		1,493,252	615,834
Net (loss) gains on investments		<u>(852,046)</u>	<u>696,576</u>
NET (EXPENDITURE) INCOME		(1,066,969)	1,102,505
 RECONCILIATION OF FUNDS			
Total funds brought forward		<u>8,400,181</u>	<u>7,297,676</u>
TOTAL FUNDS CARRIED FORWARD		<u>7,333,212</u>	<u>8,400,181</u>

The notes form part of these financial statements

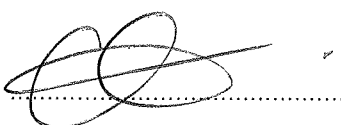
THE ADJUTANT GENERAL'S CORPS ASSOCIATION

**BALANCE SHEET
31 MARCH 2023**

	Notes	2023 Unrestricted & total funds £	2021 Unrestricted & total funds £
FIXED ASSETS			
Tangible assets	14	854,225	529,904
Investments	15	<u>6,230,064</u>	<u>7,028,322</u>
		7,084,289	7,558,226
CURRENT ASSETS			
Stocks	16	1,773	2,175
Debtors	17	246,147	408,379
Cash at bank and in hand	18	<u>39,669</u>	<u>459,442</u>
		287,589	869,996
CREDITORS			
Amounts falling due within one year	19	<u>(38,666)</u>	<u>(28,041)</u>
NET CURRENT ASSETS		<u>248,923</u>	<u>841,955</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>7,333,212</u>	<u>8,400,181</u>
NET ASSETS		<u>7,333,212</u>	<u>8,400,181</u>
FUNDS	20		
Unrestricted funds		<u>7,333,212</u>	<u>8,400,181</u>
TOTAL FUNDS		<u>7,333,212</u>	<u>8,400,181</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 29 July 2024 and were signed on its behalf by:


Colonel Victoria Whiting ADC



Warrant Officer Class 1 (Corps Sergeant Major) Wayne Heathcote

The notes form part of these financial statements

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

**CASH FLOW STATEMENT
FOR THE PERIOD ENDED 31 MARCH 2023**

	Notes	2023 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	<u>20,309</u>	<u>158,677</u>
Net cash provided by/(used in) operating activities		<u>20,309</u>	<u>158,677</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(369,748)	(50,378)
Purchase of fixed asset investments		(276,493)	(176,687)
Sale of fixed asset investments		206,085	-
Interest received		<u>74</u>	<u>24</u>
Net cash (used in)/provided by investing activities		<u>(440,082)</u>	<u>(227,041)</u>
Change in cash and cash equivalents in the reporting period		(419,773)	(68,364)
Cash and cash equivalents at the beginning of the reporting period		<u>459,442</u>	<u>527,806</u>
Cash and cash equivalents at the end of the reporting period		<u>39,669</u>	<u>459,442</u>

The notes form part of these financial statements

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

**NOTES TO THE CASH FLOW STATEMENT
FOR THE PERIOD ENDED 31 MARCH 2023**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023 £	2021 £
Net (expenditure) income for the reporting period (as per the Statement of Financial Activities)	(1,066,969)	1,102,505
Adjustments for:		
Depreciation charges	45,427	30,689
Loss/(Gain) on investments	852,046	(696,577)
Loss on disposal of investments	16,620	-
Interest received	(74)	(24)
Decrease in stocks	402	4,168
(Increase)/decrease in debtors	162,232	(286,152)
(Decrease)/increase in creditors	<u>10,625</u>	<u>4,068</u>
Net cash provided by/(used in) operations	<u>20,309</u>	<u>158,677</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.22 £	Cash Flow £	At 31.03.23 £
Net cash			
Cash at bank and in hand	<u>459,442</u>	<u>(419,773)</u>	<u>39,669</u>
Total	<u>459,442</u>	<u>(419,773)</u>	<u>39,669</u>

The notes form part of these financial statements

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' 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 are prepared in sterling which is the functional and presentational currency of the charity. The financial statements are rounded to the nearest pound. These financial statements have been prepared for the 15-month period from 1 January 2022 to 31 March 2023 in order to align reporting with the financial year. The comparatives presented in these financial statements cover the 12-month period from 1 January 2021 to 31 December 2021 and are not entirely comparable.

The charity was formed by the merger of the Adjutant General's Corps Regimental Association and the Adjutant General's Corps Institution on 19th September 2019.

The Trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern and these accounts are prepared on a going concern basis. The most significant estimates affecting these accounts are the estimations of the useful lives of the fixed assets. There are no significant judgements which affect the amounts recognised in the financial statements. With respect to the next reporting period, the most significant areas of uncertainty that affect the carrying value of assets held by the Charity are the level of investment return and the performance of investments.

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.

Governance costs

Governance costs are the costs of professional advice, holding trustee meetings or committee meetings associated with decision making, any fee for audit or independent examination and any fee incurred in the preparation, statutory filing, printing or copying of the annual report and accounts.

Allocation and apportionment of costs

Support costs include administrative and governance costs.

Administrative costs which relate to specific activities are allocated to those activities. General administrative costs are shared equally between the four activities of the charity as these utilise a similar level of resources over the course of any given year.

Governance costs are shared equally between the four activities of the charity as these utilise a similar level of resources over the course of any given year.

THE ADJUTANT GENERAL'S CORPS ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD ENDED 31 MARCH 2023

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

All assets having a purchase value of more than £500 are capitalised. The cost of tangible fixed assets is written off by equal annual instalments over their expected useful lives using the following methods of depreciation:

Furniture, fixtures and equipment - Straight Line over a period of 2 - 10 years

Holiday Homes - Straight Line over a period of 20 years

Assets with a life of more than one year but with a purchase value of below £500 are included within the inventory but the cost is written off in the year it is incurred and is not depreciated over the useful life of the asset.

The charity holds some assets with a useful economic life in excess of 10 years and with high residual values. These assets are not depreciated on the basis that any such depreciation charge would be immaterial to these accounts.

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. The charity's investments are held in unit trusts and the fair value for these investments is equivalent to the market value, using the bid price.

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.

Stocks

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

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

The charity currently holds only general purpose unrestricted funds. Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

The Trustees have designated funding for the operation of the AGC Sergeants Mess and this is presented as a separate designated fund within these accounts.

Donated services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

THE ADJUTANT GENERAL'S CORPS ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD ENDED 31 MARCH 2023

2. DONATIONS AND LEGACIES

	2023 £	2021 £
Regimental Subscriptions	816,919	658,075
Donations	1,458	1,901
Sergeants Mess Subscriptions	33,734	30,617
Grants	50,000	50,000
Donated services and facilities	<u>55,100</u>	<u>57,667</u>
	<u>957,211</u>	<u>798,260</u>

The Charity has a close working relationship with the Army and receives donated services from Army personnel who manage its operations. The estimated value of these services to the charity has been recognised in these financial statements.

The Charity is also provided with office facilities within the Worthy Down Army Camp at no cost. No income is included in these financial statements for these donated facilities as it is not possible to reliably measure the value of these gifts.

The AGC Association received a grant from the Army Sports Lottery Board of £50,000 (2021 £50,000).

3. INVESTMENT INCOME

	2023 £	2021 £
Dividends received	290,047	186,211
Deposit account interest	<u>74</u>	<u>24</u>
	<u>290,121</u>	<u>186,235</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	Notes	2023 £	2021 £
Holiday Home	Fostering Esprit de Corps	28,650	34,550
Sale of Soldiers Accoutrements	Fostering Esprit de Corps	<u>2,347</u>	<u>2,718</u>
		<u>30,997</u>	<u>37,268</u>

5. RAISING FUNDS

Investment management costs

	2023 £	2021 £
Investment advice	<u>2,814</u>	<u>1,921</u>

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD ENDED 31 MARCH 2023**

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see Note 7)	Grant funding of Activities (see Note 8)	Support Costs (see Note 9)	Totals
	£	£	£	£
Fostering Esprit de Corps	496,022	157,178	27,937	681,137
Benevolence & Welfare	13,775	235,933	27,937	277,645
Maintaining Contact & Traditions	49,290	-	27,937	77,227
Sports	13,775	412,718	27,936	454,429
	<u>572,862</u>	<u>805,829</u>	<u>111,747</u>	<u>1,490,438</u>

7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2023	2021
	£	£
Staff costs	55,100	42,500
Continuous Professional & Personal Development (CPPD) Costs	16,872	0
Field of Remembrance	584	520
Funeral Tributes	3,230	3,004
Presentations	8,162	12,684
Soldiers Accoutrements	110,295	21,407
AGC 30 th Anniversary	80,568	
SPS Award Ceremony	2,534	
MPGS Anniversary	3,080	
Winchester Carol Service	7,328	
Freedom Parade of Winchester	8,890	
Eltham Palace Event	6,000	
Provost 2022 Anniversary	65,717	
National Memorial Arboretum	15,563	4,507
AGC Journal	16,068	14,932
Triple Crown	35,002	-
Events & Recruiting	44,354	12,093
Overseas Events costs & Sundry Costs	370	373
Holiday Home	34,457	24,073
AGC Dinner Nights & Corps engagement	2,700	213
Sergeants Mess	22,390	20,741
Depreciation	33,598	26,878
	<u>572,862</u>	<u>183,925</u>

THE ADJUTANT GENERAL'S CORPS ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD ENDED 31 MARCH 2023

8. GRANTS PAYABLE

	2023 £	2021 £
Fostering Esprit de Corps	157,178	121,386
Benevolence & Welfare	235,933	105,747
Sports	<u>412,718</u>	<u>144,251</u>
	<u>805,829</u>	<u>371,384</u>

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

	2023 £	2021 £
AGC Museum Trust	28,000	19,500
RMP Museum	14,000	12,000
Army Benevolent Fund	<u>50,000</u>	<u>55,000</u>
	<u>92,000</u>	<u>86,500</u>

9. SUPPORT COSTS

	Other £	Governance Costs £	Totals £
Fostering Esprit de Corps	27,131	806	27,937
Benevolence & Welfare	27,131	806	27,937
Maintaining Contact & Traditions	27,131	806	27,937
Sports	<u>27,129</u>	<u>807</u>	<u>27,936</u>
	<u>108,522</u>	<u>3,225</u>	<u>111,747</u>

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

Other

	Fostering Esprit de Corps £	Benevolence & Welfare £	Maintaining Contact & Traditions £	Sports £	2023 Total Activities £	2021 Total Activities £
Regimental Finance manager	13,609	13,607	13,607	13,608	54,431	23,722
Insurance	245	246	246	246	983	547
Telephone, internet & website	472	472	472	471	1,887	(71)
Postage and stationery	389	390	389	390	1,558	3,342
Computer and software costs	67	67	68	68	270	2,245
Office Costs	311	310	310	310	1,241	1,614
Subscriptions	617	618	618	618	2,471	3,437
Travel Costs	29	28	29	28	114	22
Depreciation of tangible fixed asset	2,957	2,958	2,957	2,957	11,829	3,811
Loss on disposal of investments	4,155	4,155	4,155	4,155	16,620	-
VIP Hosting	423	422	423	422	1,690	327
Premises expenses	129	128	129	128	514	1,694
Heritage costs	555	556	555	555	2,221	371
Change in Cypher costs	3,173	3,174	3,173	3,173	12,693	917
Anniversary coins						11,731
PR Literature						550
	<u>27,131</u>	<u>27,131</u>	<u>27,131</u>	<u>27,129</u>	<u>108,522</u>	<u>54,259</u>

Governance costs

THE ADJUTANT GENERAL'S CORPS ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD ENDED 31 MARCH 2023

	Fostering Esprit de Corps £	Benevolence & Welfare £	Maintaining Contact & Traditions £	Sports £	2023 Total Activities £	2021 Total Activities £
Auditors' remuneration	750	750	750	750	3,000	3,000
Auditors' remuneration for non-audit work	-	-	-	-	-	-
Accountancy and legal fees	56	56	56	57	225	1,345
	<u>806</u>	<u>806</u>	<u>806</u>	<u>807</u>	<u>3,225</u>	<u>4,345</u>

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2023 £	2021 £
Auditors' remuneration	3,000	3,000
Other non-audit services	-	-
Depreciation - owned assets	45,427	30,689
Deficit on disposal of fixed assets	-	-

11. TRUSTEE REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the period ended 31 March 2023 nor for the year ended 31 December 2021.

Trustees' expenses

There were no trustees' expenses paid for the period ended 31 March 2023 nor for the year ended 31 December 2021.

12. STAFF COSTS

In November 2022, for the first time, the charity has taken on its first employee in the role of Finance Manager due to severe manning shortages in the publicly-funded workforce. No employee benefits are provided.

Wages and salaries in 2023 were £15,000 and pension costs were £333. There were no costs in the previous year.

THE ADJUTANT GENERAL'S CORPS ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD ENDED 31 MARCH 2023

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

Unrestricted
Funds
£

INCOME AND ENDOWMENTS FROM

Donations and legacies

798,260

Charitable activities

Fostering Esprit de Corps

37,268

Investment income

186,235

Total

1,021,763

EXPENDITURE ON

Raising funds

1,921

Charitable activities

Fostering Esprit de Corps

264,904

Benevolence & Welfare

131,026

Maintaining Contact & Traditions

48,459

Sports

169,524

Total

615,834

Net gains on investments

696,576

NET INCOME

1,102,505

RECONCILIATION OF FUNDS

Total funds brought forward

7,297,676

TOTAL FUNDS CARRIED FORWARD

8,400,181

14. TANGIBLE FIXED ASSETS

Fixtures and
fittings
£

COST

At 1 January 2022

689,240

Additions

369,748

Disposals

-

At 31 March 2023

1,058,988

DEPRECIATION

At 1 January 2022

159,336

Charge for period

45,427

Eliminated on disposal

-

At 31 March 2023

204,763

NET BOOK VALUE

At 31 March 2023

854,225

At 31 December 2021

529,904

THE ADJUTANT GENERAL'S CORPS ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD ENDED 31 MARCH 2023

15. FIXED ASSET INVESTMENTS

	Listed Investments £
MARKET VALUE	
At 1 January 2022	7,028,322
Additions	276,493
Disposals	(222,705)
Revaluations	<u>(852,046)</u>
At 31 March 2023	<u>6,230,064</u>
NET BOOK VALUE	
At 31 March 2023	<u>6,230,064</u>
At 31 December 2021	<u>7,028,322</u>

There were no investment assets outside the UK.
Investments consist solely of investments held in unit trusts or other collective investment schemes.

16. STOCKS

	2023 £	2021 £
Stocks	<u>1,773</u>	<u>2,175</u>

17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2021 £
Prepayments and accrued income	<u>246,147</u>	<u>408,379</u>

18. CASH AT BANK AND IN HAND

	General Fund £	Sergeants' Mess £	2023 Total Funds	2021 Total Funds
Cash in hand	-	-	-	-
Bank current account	15,088	24,581	39,669	254,591
Bank deposit account	<u>0</u>	<u>-</u>	<u>0</u>	<u>204,851</u>
Total	<u>15,088</u>	<u>24,581</u>	<u>39,669</u>	<u>459,442</u>

Cash at bank and in hand is a financial asset measured at amortised cost.

THE ADJUTANT GENERAL'S CORPS ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD ENDED 31 MARCH 2023

19. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2021 £
Accruals and deferred income	<u>38,666</u>	<u>28,041</u>

Deferred income, included in the above, relates to subscriptions collected by the AGC Association on behalf of the AGC HQ Officers Mess, which were paid over after the year-end:

	2023 £
At 1 January 2022	1,021
Collected on behalf of the Mess	87,855
Paid over to the Mess	<u>(77,308)</u>
At 31 March 2023	<u>11,568</u>

20. MOVEMENT IN FUNDS

	At 1.1.22 £	Net movement in funds £	Transfers between funds £	At 31.03.23 £
Unrestricted funds				
General fund	8,346,944	(1,078,313)		7,268,631
Sergeants' Mess	<u>53,237</u>	<u>11,344</u>		<u>64,581</u>
TOTAL FUNDS	<u>8,400,181</u>	<u>(1,066,969)</u>	=	<u>7,333,212</u>

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

	Incoming Resources £	Resources Expended £	Gains and Losses £	Movement in funds £
Unrestricted funds				
General fund	1,244,595	(1,470,862)	(852,046)	(1,078,313)
Sergeants' Mess	<u>33,734</u>	<u>(22,390)</u>	=	<u>11,344</u>
TOTAL FUNDS	<u>1,278,329</u>	<u>(1,493,252)</u>	<u>(852,046)</u>	<u>(1,066,969)</u>

The Sergeants' Mess fund is a designated fund which tracks income and expenditure in relation to the AGC HQ Warrant Officers' and Sergeants' Mess.

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted funds				
General fund	7,254,315	1,092,629	-	8,346,944
Sergeants' Mess	43,361	9,876	-	53,237
TOTAL FUNDS	<u>7,297,676</u>	<u>1,102,505</u>	=	<u>8,400,181</u>

THE ADJUTANT GENERAL'S CORPS ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD ENDED 31 MARCH 2023

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

	Incoming resources £	Resources expended £	Gains and Losses £	Movement in funds £
Unrestricted funds				
General fund	991,146	(595,093)	696,576	1,092,629
Sergeants' Mess	<u>30,617</u>	<u>(20,741)</u>	=	<u>9,876</u>
TOTAL FUNDS	<u>1,021,763</u>	<u>(615,834)</u>	<u>696,576</u>	<u>1,102,505</u>

21. RELATED PARTY DISCLOSURES

Whilst the charity has a close working relationship with the Army, there are no transactions with the Army which require disclosure under SORP FRS102. The only transactions made in favour of the Mess are wholly attributable to the charitable activities of furthering military efficiency. The Chairman, who acts as Managing Trustee, is a serving officer and fulfils the role as Trustee in accordance with the applicable laws and regulations.

During the period ended 31 March 2023 the charity paid grants totalling £28,000 (2021 : £19,500) to the AGC Museum Trust, £14,000 (2021: £12,000) to the RMP Museum Trust, and made contributions of £Nil (2021 £NIL) to events organised by the AGC HQ Officers Mess.

The Adjutant General's Corps Association, the AGC HQ Officer's Mess and the AGC Museum Trust have some trustees in common and all of these charities share the object of promoting the efficiency of the Adjutant General's Corps.

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD ENDED 31 MARCH 2023**

	2023 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Regimental Subscriptions	816,919	658,075
Donations	1,458	1,901
Sergeants Mess Subscriptions	33,734	30,617
Grants	50,000	50,000
Donated services and facilities	55,100	57,667
	<u>957,211</u>	<u>798,260</u>
Investment income		
Dividends received	290,047	186,211
Deposit account interest	74	24
	<u>290,121</u>	<u>186,235</u>
Charitable activities		
Holiday Home	28,650	34,550
Sale of Soldiers Accoutrements	2,347	2,718
	<u>30,997</u>	<u>37,268</u>
Total incoming resources	<u>1,278,329</u>	<u>1,021,763</u>
EXPENDITURE		
Investment management costs		
Investment advice	<u>2,814</u>	<u>1,921</u>
Charitable activities		
Donated services	55,100	42,500
Continuous Professional & Personal Development (CPPD) Costs	16,872	-
Field of Remembrance	584	520
Funeral Tributes	3,230	3,004
Presentations	8,162	12,684
Soldiers Accoutrements	110,295	21,407
AGC 30 th Anniversary	80,568	-
SPS Award Ceremony	2,534	-
MPGS Anniversary	3,080	-
Winchester Carol Service	7,328	-
Freedom Parade of Winchester	8,890	-
Eltham Palace Event	6,000	-
National Memorial Arboretum	15,563	4,507
AGC Journal	16,068	14,932
Triple Crown	35,002	-
Provost 2022 Anniversary	65,717	-
Events & Recruiting	44,354	12,093
Overseas Events costs & Sundry Costs	<u>370</u>	<u>373</u>
Carried forward	479,717	112,020

This page does not form part of the statutory financial statements.

THE ADJUTANT GENERAL'S CORPS ASSOCIATION

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD ENDED 31 MARCH 2023**

	2023 £	2021 £
Charitable activities		
Brought forward	479,717	112,020
Holiday Home	34,457	24,073
AGC Dinner Nights & Corps Engagement	2,700	213
Sergeants Mess	22,390	20,741
Fixtures and fittings	33,598	26,878
Grants to institutions	92,000	86,500
Grants to individuals	713,829	284,884
	<u>1,378,691</u>	<u>555,309</u>
Support costs		
Regimental Finance manager	54,431	23,722
Insurance	983	547
Telephone, internet & website	1,887	(71)
Postage and stationery	1,558	3,342
Loss on disposal of investments	16,620	-
Computer and software costs	270	2,245
Office Costs	1,241	1,614
Subscriptions	2,471	3,437
Travel Costs	114	22
VIP Hosting	1,690	327
Premises expenses	514	1,694
Heritage costs	2,221	371
Change of Cypher costs	12,693	917
Anniversary coins	0	11,731
PR Literature	0	550
Fixtures and fittings	11,829	3,811
Loss on disposal of assets	-	-
	<u>108,522</u>	<u>54,259</u>
Governance costs		
Auditors' remuneration	3,000	3,000
Auditors' remuneration for non-audit work	-	-
Accountancy and legal fees	225	1,345
	<u>3,225</u>	<u>4,345</u>
Total resources expended	<u>1,493,252</u>	<u>615,834</u>
Net (expenditure) income	<u>(214,923)</u>	<u>405,929</u>

This page does not form part of the statutory financial statements.

