

AIR SAFETY TRUST

Financial Statements

For the year ended 30 September 2020

Charity No. 236167

AIR SAFETY TRUST

Contents

	Page
Legal and administrative information	1
Trustees' Report	2 - 3
Independent Examiner's Report	4
Statement of financial activities	5
Balance sheet	6
Notes forming part of the financial statements	7 - 10

AIR SAFETY TRUST

Legal and administrative information

TRUSTEES

Mr. D Reeh, BSc(Eng), FRAeS
P. J. Tacon, BA, FCIS
Capt C Spurrier BSc(Eng)
Mr R Piper BSc
Captain J P Towell FRAeS

PRINCIPAL OFFICE

Air Pilots House
52a Borough High Street
London
SE1 1XN

BANKERS

Barclays Bank plc
326-328 High Holborn
London
WC1V 7PE

INVESTMENT ADVISORS

Sarasin & Partners LLP
Juxon House
100 St Paul's Churchyard
London
EC4M 8BU

CHARITY REGISTRATION NUMBER

236167

INDEPENDENT EXAMINER

Paul Newman
Beren House
East End
Aynho Road
Adderbury
Oxfordshire
OX17 3NJ

AIR SAFETY TRUST

TRUSTEES REPORT for the year ended 30 September 2020

The Trustees are pleased to present their report and the financial statements of the charity for the year ended 30 September 2020. 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 2015).

Constitution and objects

The Air Safety Trust, a registered charity (no. 236167) is constituted under a trust deed dated 15 July 1964 and amended by a supplement Deed, approved by the Charity Commission, which came into effect on 23 January 2003. The principal object of the charity is the advancement of public interest by the promotion of safety for all those who are employed in connection with, or who travel by means of, aircraft to include all means of locomotion in the air or space.

The Trustees are grateful to the Honourable Company of Air Pilots for their support in providing assistance with their charitable activities.

Organisation

The trustees who have served during the year and since the year end are set on page 1.

Grant making policy

All grants are made solely in furtherance of the objects of the Trust to organisations working in research and development in connection with aviation safety and to organisations involved in the promotion of safe working practices. In addition, awards are made to individuals in the furtherance or support of safety in aviation.

Review of activities

This year has been difficult from an 'activity' perspective. Due to the circumstances and restrictions imposed by national public health measures, the Trust was not able to support flying scholarships (as these did not take place). However, as usual, in addition to supporting the work and (reduced) activities of the Honourable Company of Air Pilots (Air Pilots) during the year, the Trust supported academic bursaries at City University and sponsorship requests by MAF for various safety-related projects in various operating locations were also granted.

Financial review and investment policy

The funds of the charity generate income which is used for the furtherance of the objects of the Trust.

There are no restrictions on the charity's power to invest. The investment strategy is set by the trustees and is reviewed with the investment advisers annually. The investment in 9 Warwick Court Limited, a property company whose principal asset is 9 Warwick Court, is in the process of being wound-up. The funds generated have been used to re-invest in the freehold property at 52a Borough High Street, London, providing premises for the Trust and the Honourable Company of Air Pilots as well as being, in the view of trustees, an appreciating investment asset.

Reserves policy

It is the policy of the charity to maintain all funds at a sufficient level to meet fluctuating demands. The reserves of the charity were maintained at a sufficient level throughout the year to cover eventualities such as additional administration and support costs.

AIR SAFETY TRUST

TRUSTEES REPORT for the year ended 30 September 2020

Risk Management

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

Trustees' responsibility in relation to the financial statements

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 charity's financial activities during the year and of its financial position at the end of the year. In preparing those financial statements, the Trustees are required to:

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

The Trustees are responsible for keeping accounting records which 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. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Trustees and signed on their behalf by:

Signed.....

Name.....

Date.....

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE AIR SAFETY TRUST
FOR THE YEAR ENDED 30 SEPTEMBER 2020

Independent examiner's report to the trustees of Air Safety Trust

I report to the charity trustees on my examination of the accounts of the The Air Safety Trust for the year ended 30 September 2020.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

I confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.



Paul Newman
Beren House
East End
Aynho Road
Adderbury
Oxfordshire
OX17 3NJ

Date 1/2/21

AIR SAFETY TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30 SEPTEMBER 2020

	Notes	2020 £	2019 £
Income and endowments from			
Donations from Air Charities Trust		24,000	39,000
Other donations		310	275
Investment income	2	15,138	14,525
Total		39,448	53,800
Expenditure on			
Grants, scholarships and donations	3	10,507	17,459
Support costs	4	7,954	8,291
Management and administration	5	8,350	9,155
Total		26,811	34,905
Net surplus		12,637	18,895
Gain on disposal of the participating interest in the property		750,000	-
Investment revaluation gains	8	3,120	16,257
Net movement in funds		765,757	35,152
Balance at 1 October 2019		1,185,619	1,150,467
Balance at 30 September 2020		1,951,376	1,185,619

Continuing operations

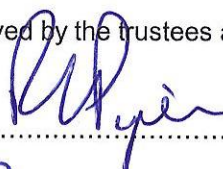

All income and expenditure has arisen from continuing operations

AIR SAFETY TRUST

BALANCE SHEET as at 30 September 2020

	Notes	2020 £	2019 £
Fixed assets			
Tangible Assets	7	1,409,565	1,412,528
Investments	8	452,484	1,149,364
		<u>1,862,049</u>	<u>2,561,892</u>
Current assets			
Debtors	9	188	1,166
Bank and cash balances		92,809	8,091
		<u>92,997</u>	<u>9,257</u>
Creditors	10	3,670	185,530
Net current assets / (liabilities)		<u>89,327</u>	<u>(176,273)</u>
Creditors greater than one year	11	-	1,200,000
Total net assets		<u>1,951,376</u>	<u>1,185,619</u>
Funds	12	<u>1,951,376</u>	<u>1,185,619</u>

Approved by the trustees and signed on their behalf by:


.....

.....

} Trustees

Date 23/1/21

AIR SAFETY TRUST

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2020

Principal accounting policies

Accounting convention

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 2015)', 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.

Investment income

Investment income is accounted for in the period in which the charity is entitled to receipt.

Resources expended

Expenditure is included on an accruals basis.

Costs of generating funds comprise those costs directly attributable to managing the investment portfolio and raising investment income.

Grants payable are charged in the year when the offer is conveyed to the recipient except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

Support costs comprise costs for processing grants and applications, including support to actual and potential applicants. Management and administration comprises costs for the running of the charity itself as an organisation. Where costs cannot be directly attributed to either of these two categories, estimates are made based on activity levels.

Tangible fixed assets and depreciation

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

Buildings	1% on a straight line basis
Office equipment	25% on written down value
Fixtures & fittings	15% on written down value

Fixed assets investments

Investments are included at closing mid-market value at the balance sheet date. Any gain or loss on revaluation is taken to the Statement of Financial Activities.

Fund accounting

Details of the nature and purpose of each fund are set out below in note 12.

1. Statutory information

Air Safety Trust is a Registered Charity, domiciled in England and Wales, charity number 236167. The registered office is Air Pilots House, 52a Borough High Street, London, SE1 1XN.

AIR SAFETY TRUST

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2020

2. Investment income

	2020 £	2019 £
Interest	-	59
Dividends	15,138	14,466
	<u>15,138</u>	<u>14,525</u>

3. Grants, Scholarships and Donations

	2020 £	2019 £
The amount payable in the year comprises:		
Bursaries	3,000	3,000
Donations	6,528	4,424
Scholarships	-	6,950
Affiliated society subscriptions	979	1,520
Cobham Lecture	-	1,565
	<u>10,507</u>	<u>17,459</u>

4. Support costs

	2020 £	2019 £
Accommodation costs	142	1,324
Equipment and computer costs	179	-
Travel expenses	12	8
Trophies and awards	41	200
Trustee meetings	43	57
Depreciation	7,537	6,702
	<u>7,954</u>	<u>8,291</u>

5. Management and administration

	2020 £	2019 £
Administration services	4,949	4,799
Independent examination fees	300	300
Accountancy	2,400	2,400
Legal & Professional Fees	-	900
Telephone and communications	130	90
Postage, printing and stationery	220	268
Professional committees	341	361
Bank charges	-	15
Sundry expenses	10	22
	<u>8,350</u>	<u>9,155</u>

6. Staff costs and trustees remuneration

The Air Safety Trust does not employ any staff directly but contributes via an allocation of costs towards the use of staff employed by the Honourable Company of Air Pilots.

Trustees received no remuneration and were not reimbursed for any of their expenses.

AIR SAFETY TRUST

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2020

7. Tangible Fixed Assets

	Land & Buildings	Fixtures & Fittings £	Office Equipment £	Total £
Cost				
At 1 October 2019	1,419,230	19,283	14,087	1,452,600
Additions	4,574	-	-	4,574
Disposals	-	(19,283)	(14,087)	(33,370)
At 30 September 2020	<u>1,423,804</u>	<u>-</u>	<u>-</u>	<u>1,423,804</u>
Depreciation				
At 1 October 2019	6,702	19,283	14,087	40,072
Charge for the year	7,537	-	-	7,537
Disposals	-	(19,283)	(14,087)	(33,370)
At 30 September 2020	<u>14,239</u>	<u>-</u>	<u>-</u>	<u>14,239</u>
Net Book Value				
At 30 September 2020	<u>1,409,565</u>	<u>-</u>	<u>-</u>	<u>1,409,565</u>
At 1 October 2019	<u>1,412,528</u>	<u>-</u>	<u>-</u>	<u>1,412,528</u>

The freehold office premises at Air Pilots House, 52a Borough High Street, London, is owned jointly between the Air Safety Trust (65%), the Honourable Company of Air Pilots and the Air Pilots Trust. The title is held in trust by Air Pilots Property Ltd on behalf of the three joint owners.

8. Fixed Asset Investments

	Participating Interests £	Listed Investments £	Total £
Listed investments			
Market value			
At 1 October 2019	700,000	449,364	1,149,364
Additions	-	-	-
Disposals	<u>(700,000)</u>	<u>-</u>	<u>(700,000)</u>
	-	449,364	449,364
Revaluation			
Surplus for the year	-	3,120	3,120
Market value			
At 30 September 2020	<u>-</u>	<u>452,484</u>	<u>452,484</u>
At 1 October 2019	<u>700,000</u>	<u>449,364</u>	<u>1,149,364</u>
Historical cost			
At 30 September 2020	<u>-</u>	<u>327,631</u>	<u>327,631</u>
At 1 October 2019	<u>700,000</u>	<u>327,631</u>	<u>1,027,631</u>

AIR SAFETY TRUST

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2020

9. Debtors

	2020	2019
	£	£
Debtors	19	19
Prepayments	169	1,147
	<u>188</u>	<u>1,166</u>

10. Creditors

	2020	2019
	£	£
The Honourable Company of Air Pilots	970	180,330
Air Pilots Trust	-	2,500
Accruals	2,700	2,700
	<u>3,670</u>	<u>185,530</u>

Balances owing to the Honourable Company of Air Pilots arise from costs being settled on behalf of the Trust. It is the policy of the HCAP Court to request a transfer of funds out of the charity only when needed to meet its own obligations.

11. Creditors greater than one year

9 Warwick Court Limited	-	1,200,000
	<u>-</u>	<u>1,200,000</u>

The creditor greater than one year represents monies advanced by 9 Warwick Court Limited in order to facilitate the purchase of new freehold office premises during 2018 at 52a Borough High Street, London. The loan was secured against the shareholding in 9 Warwick Court Limited.

12. Funds

These comprise those funds which the trustees are free to use in accordance with the charitable objects of the trust. There were no restricted funds in the current year.

13. Commitments

All grants authorised by the trustees prior to the end of the year have been included in the accounts.