

THE LIGHT DRAGOONS HERITAGE TRUST

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2021



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THE LIGHT DRAGOONS HERITAGE TRUST

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THE LIGHT DRAGOONS HERITAGE TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 5 APRIL 2021

Trustees

C F S May, Chair
Major (Retd) M Tazey MBE
Captain (Retd) C N Bird
Captain E G Legard, Trustee
Captain C R Renwick, Trustee

Charity registered number

273386

Principal office

Home Headquarters
Fenham Barracks
NE2 4NP

Solicitors

Gibson & Co.
77 - 87 West Road
Newcastle upon Tyne
NE15 6PR

Investment managers

Brewin Dolphin
Time Central
Gallowgate
Newcastle upon Tyne
NE1 4SR

Accountants

Ryecroft Glenton
32 Portland Terrace
Newcastle upon Tyne
NE2 1QP

THE LIGHT DRAGOONS HERITAGE TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 5 APRIL 2021

The objectives of the charity are :-

- (i) to uphold the history and traditions of the Light Dragoons and the antecedent Regiments;
- (ii) the maintenance and preservation of the Regimental Collection;
- (iii) the furtherance of the public's education and awareness of the Light Dragoons and the antecedent Regiments through the museum display of the Regimental Collection.

The charity is a charitable trust formed on 9 December 1976 and governed by a scheme of the Charity Commission of the same date.

The charity is run by a body of not less than 4 and no more than 8 competent fit and proper persons being:

3 ex-officio Trustees

not less than 4 Trustees

The trust aims to maintain the long-term purchasing power of the unrestricted fund against inflation, whilst producing a reasonable and growing income. The Trustees recognise the importance of maintaining the capital value and of ensuring that the income adequately covers annual expenditure.

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

Trustees responsibilities statements

The Trustees are responsible for preparing the Trustees' 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 & 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:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

THE LIGHT DRAGOONS HERITAGE TRUST

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 5 APRIL 2021

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and 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.

This report was approved by the Trustees, on 26 October 2021 and signed on their behalf by:

C F S May, Chair

A handwritten signature in black ink, appearing to be 'C F S May', written over the printed name.A handwritten signature in blue ink, appearing to be 'O J Z', written to the right of the first signature.

**INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 5 APRIL 2021**

Independent examiner's report to the Trustees of The light Dragoons Heritage Fund (the 'charity')

I report to the charity Trustees on my examination of the accounts of the charity for the year ended 5 April 2020.

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. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state to them in an Independent Examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for my work or for this report.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's report

Your attention is drawn to the fact that the charity has prepared the accounts 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 (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2015 which is referred to in the extant regulations but has been withdrawn.

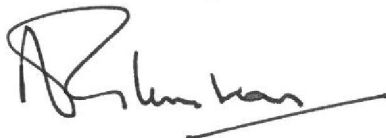
I understand that this has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I can confirm that no 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 charity as required by section 130 of the 2011 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 any independent examination.

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

Signed:



Dated: 9 Nov 2021

A.A.E Glenton Chartered Accountant

THE LIGHT DRAGOONS HERITAGE TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2021**

	Note	Restricted funds 2021 £	Restricted funds 2020 £
INCOME FROM:			
Transfer from The Light Dragons Charitable Trust		107,938	-
Sale of Light Dragons silver		6,919	-
Donations and legacies	2	5,038	16,232
Investments	3	7,309	9,672
TOTAL INCOME		127,204	25,904
EXPENDITURE ON:			
Investment management fees		3,751	3,319
Other charitable activities		14,093	16,504
TOTAL EXPENDITURE	5	17,844	19,823
NET INCOME BEFORE INVESTMENT GAINS			
		109,360	6,081
Net (losses)/gains on investments	6	143,720	(76,616)
NET MOVEMENT IN FUNDS		253,080	(70,535)
RECONCILIATION OF FUNDS			
Total funds brought forward		438,342	508,877
TOTAL FUNDS CARRIED FORWARD		691,422	438,342

The notes on pages 7 to 11 form part of these financial statements.

THE LIGHT DRAGOONS HERITAGE TRUST

BALANCE SHEET

AS AT 5 April 2021

	Note	2021 £	£	2020 £	£
FIXED ASSETS					
Investments	6		663,832		412,056
			<u>663,832</u>		<u>412,056</u>
CURRENT ASSETS					
Cash at bank and in hand		29,315		27,649	
		<u>29,315</u>		<u>27,649</u>	
CREDITORS: amounts falling due within one year	7		(1,725)		(1,363)
			<u>(1,725)</u>		<u>(1,363)</u>
NET CURRENT ASSETS			27,590		26,286
NET ASSETS			<u>691,422</u>		<u>438,342</u>
CHARITY FUNDS					
Unrestricted funds	9		691,422		438,342
TOTAL FUNDS			<u>691,422</u>		<u>438,342</u>

The financial statements were approved by the Trustees on 26 October 2021 and signed on their behalf, by:

C F S Mac Esq




NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and Charities Act 2011.

The Light Dragoons Heritage Trust constitutes a public benefit as defined by FRS 102.

1.2 Income

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 income receivable can be measured reliably.

1.3 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Cost of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

1.4 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the Statement of financial activities.

1.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity, this is normally upon notification of the interest paid or payable by the bank.

THE LIGHT DRAGOONS HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

1. Accounting policies (continued)

1.6 Cash at Bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.7 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of 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.

1.8 Financial instruments

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

1.9 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Investment income, gains and losses are allocated to the appropriate fund.

2. Income from donations and legacies

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Donations	5,038	16,232
Total donations and legacies	5,038	16,232

THE LIGHT DRAGOONS HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

3. Investment income

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Income from investments within the UK	5,580	7,544
Income from investments outside the UK	1,724	2,085
Brewin Dolphin account interest received	5	43
	<u>7,309</u>	<u>9,672</u>

4. Analysis of expenditure by type

	Other costs 2021 £	Other costs 2020 £
Investment management costs	3,751	3,319
Cost of raising funds	<u>3,751</u>	<u>3,319</u>
Museum running and upkeep costs	4,173	8,688
TWAM annual payment	4,390	7,166
Regimental property upkeep costs	4,880	-
Governance costs	650	650
	<u>14,093</u>	<u>16,504</u>
	<u>17,844</u>	<u>19,823</u>

Governance costs above comprise:

	2021 £	2020 £
Accountancy fees	<u>650</u>	<u>650</u>

5. Net income/(expenditure)

During the year, no Trustees received any remuneration (2020 : £nil).

During the year, no Trustees received any benefits in kind (2020 : £nil).

During the year, no Trustees received any reimbursement of expenses (2020 : £nil).

THE LIGHT DRAGOONS HERITAGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

6. Fixed asset investments

	Listed securities £
Market value	
At 6 April 2020	412,056
Additions	180,624
Disposals (net of £2,332 realised losses made in the year)	(74,900)
Net realised gains/(losses) on revaluations	146,052
At 5 April 2021	663,832
Historical cost	579,375

Investments at market value comprise:

	UK £	Overseas £	2021 £
Listed investments	587,475	76,357	663,832

Material investments

	2021 £	2020 £
Artemis Fund Managers	48,812	34,507
Link Fund Solutions Ltd LF Lindsell Train UK Equity	-	21,033
	48,812	55,540

7. Creditors: Amounts falling due within one year

	2021 £	2020 £
Accruals	1,725	1,363

8. Financial instruments

	2021 £	2020 £
Financial assets measured at fair value through income and expenditure	663,832	412,056

Financial assets measured at fair value through income and expenditure comprise investments.

THE LIGHT DRAGOONS HERITAGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021**

9. Statement of funds

Statement of funds - current year

	Brought forward	Income	Expenditure	Gains / (losses)	Balance at 5 April 2021
	£	£	£	£	£
Unrestricted funds	438,342	127,204	(17,844)	143,720	691,422

Statement of funds - prior year

	Brought forward At 6 April 2019	Income	Expenditure	Gains / (losses)	Balance at 5 April 2020
	£	£	£	£	£
Unrestricted funds	508,877	25,904	(19,823)	(76,616)	438,342

10. Analysis of net assets between funds

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Fixed asset investments	663,832	412,056
Current assets	29,315	27,649
Creditors due within one year	(1,725)	(1,363)
	691,422	438,342

11. Related party transactions

No related party transactions have taken place in the period under review that require disclosure in these financial statements.