

Wisdom Hospice Charity

England & Wales · Charity number 284894

Details

Other names THE FRIENDS OF THE WISDOM HOSPICE LIMITED

Status Registered

Legal form Charitable company

Company number [01632714](#)

Registered 1982-06-18

Register [View on the Charity Commission register](#)

Contact

Address Wisdom Hospice Charity
Wisdom Hospice
High Bank
Rochester
Kent
ME1 2NU

Phone 01634831163

Email info@fowh.org.uk

Website www.fowh.org.uk

Activities

Objects: TO PROMOTE THE RELIEF OF SUFFERING AND THE TREATMENT OF ILLNESS IN SUCH WAYS AS THE ASSOCIATION SHALL FROM TIME TO TIME THINK FIT.

Activities: The main objective of the Charity is to promote the relief of suffering and treatment of illness in the Medway and Swale areas. The Charity makes an annual grant to Medway Community Healthcare to not only ensure that the current services of The Wisdom Hospice are maintained but, where possible, to continually improve upon those services.

Classification

- **How:** Makes Grants To Organisations, Provides Buildings/facilities/open Space
- **What:** The Advancement Of Health Or Saving Of Lives
- **Who:** Elderly/old People, Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- Kent

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£2,124,123	£1,768,306	£2,311,239	22
2024-03-31	£1,412,797	£1,467,040	£1,919,392	18
2023-03-31	£1,073,282	£1,338,302	£1,887,208	14
2022-03-31	£1,161,139	£1,235,523	£2,193,221	14
2021-03-31	£1,386,726	£1,189,483	£2,292,649	14

Trustees

Name	Role	Appointed
Victoria WEBSTER	Chair	2016-01-13
Andrew Gray		2019-10-16
Avis Margaret Brett		2025-12-04
Emma Bowler		2025-12-04
Nigel Christopher John Wright		2024-11-13
ROBERT FREDERICK COLEMAN		2011-06-20
SYLVIA FAIRBRACE		
Victoria Naomi Brown		2024-11-13

Wisdom Hospice Charity

England & Wales - Charity number 284894

Accounts

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Trustees' Report and Financial Statements

For the Year Ended 31 March 2025

Wisdom Hospice Charity
(A Company Limited by Guarantee)

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**Wisdom Hospice Charity
(A Company Limited by Guarantee)**

**Reference and administrative details of the Charity, its Trustees and advisers
For the year ended 31 March 2025**

Trustees

Mr. R. Harris (Chairman until 31 March 2025, President from 1 April 2025)
Mrs. V. Webster (Chairman from 1 April 2025)
Mr. N. Wright (Appointed 13 November 2024)
Mrs. S. Fairbrace
Mrs. M. Barker (Resigned 13 November 2024)
Mrs. J. Oliver (Resigned 14 April 2025)
Mr. R. Coleman
Ms. V. Brown (Appointed 13 November 2024)
Mr. A. Gray
Mrs. B. Fisher

Honorary Vice-Presidents

Miss. B. Taylor
Mr. J. Mangan
Mrs. T. Sillars
Mr. R. Coleman
Mr. J. Wootten
Mr. D. Turner

Chief Executive

Mr. M. Reeves

Senior Management Team

Ms. J. Buck Financial Controller
Mr. J. Hale-Brown Head of Income Generation

Company registered number

01632714

Charity registered number

284894

Registered office

High Bank
Rochester
Kent, ME1 2NU

**Wisdom Hospice Charity
(A Company Limited by Guarantee)**

**Reference and administrative details of the Charity, its Trustees and advisers
For the year ended 31 March 2025**

Independent auditor

UHY Hacker Young
Thames House
Roman Square
Sittingbourne
Kent, ME10 4BJ

Bankers

NatWest
148 High Street
Chatham
Kent, ME4 4DB

Lloyds Bank
142-146 High Street
Chatham
Kent, ME4 4DQ

Solicitors

Gullands Solicitors
16 Mill Street
Maidstone
Kent, ME15 6XT

Investment manager

Ascot Lloyd
Unit 7
Priory Gate
29 Union Street
Maidstone
ME14 1PT

**Wisdom Hospice Charity
(A Company Limited by Guarantee)**

**Trustees' report
For the year ended 31 March 2025**

The Trustees (who are also the directors of the charitable company for the purposes of the Companies Act 2006) present their annual report together with the audited financial statements of the group and the charitable company for the year to 31 March 2025. The Trustees confirm that the annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)(second edition – October 2019)).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The charity is registered as a charitable company limited by guarantee.

The charitable company is constituted under a Memorandum of Association dated 22 February 1982 and is a registered charity, number 284894.

In the event of the charitable company being wound up, members are required to contribute an amount not exceeding £5.

There have been no changes to the objects of the charitable company since the last annual report.

The charitable company has one subsidiary undertaking, Wisdom Hospice Support, which is a separate registered charity.

Method of appointment or election of Trustees

The group has ensured that the trustee body is constituted in accordance with the governing document. The directors of the charitable company are also charity trustees for the purposes of charity law and under the charitable company's Articles of Association are known as members of the Council of Management (Board of Trustees). At each Annual General Meeting one third of the directors must retire from office. Those to retire by rotation are those who have been longest in office since their last appointment.

At the forthcoming Annual General Meeting, in accordance with the Articles of Association Ray Harris and Vicki Webster retired by rotation and being eligible, offered themselves for re-election. Mrs M Barker resigned from the Board on the 13 November 2024.

At the end of March 2025, the number of current directors was nine. During the year Ms V Brown and Mr N Wright were appointed to the Board on the 13 November 2024, It is not possible to have less than five or more than fifteen members of the Board of Trustees. Authority to appoint new directors rests with the charitable company but the directors may also appoint a person who is willing to be a director, in the recognition that this appointment would be approved by the members at their next Annual General Meeting.

The Trustees have taken care to ensure that the Board has the appropriate skills and knowledge to conduct the business of the group. As well as general business skills, the nature of the work they do requires that Trustees are able to bring with them experience and knowledge in many areas including finance and accountancy, HR and employment law and Governance. All Trustees have a common interest in promoting the needs of the Wisdom Hospice.

All members of the Board of Trustees give their time voluntarily and receive no benefits from the group.

**Wisdom Hospice Charity
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**Trustees' report
For the year ended 31 March 2025**

There were no expenses reclaimed from the charitable company during the year.

Policies adopted for the induction and training of Trustees

All new Trustees receive an induction pack to acquaint themselves with the group and its aims and activities, management and governance and what is expected of them under charity law. Additionally, new Trustees are invited to meet with the Chairman and Chief Executive to learn more about their role and about the group's activities. Trustees are welcome to join in any training offered for staff.

Pay policy for senior staff

Salaries are reviewed annually by the Trustees, taking into account salaries paid for comparable roles in similar organisations. There are third party salary surveys of remuneration in the hospice sector and charities more generally which provide helpful input to this process.

Organisational structure and decision making

During the year under review, the Board of Trustees met on seven occasions and are responsible for the strategic direction and policy of the group. The Chief Executive and Senior Management Team attends board meetings but have no voting rights. The board delegates the day to day responsibility of the running of the group to the Chief Executive who is responsible for ensuring that the group's financial targets are met and also that all employees continue to develop their skills and working practice in line with good practice and innovative ways of fundraising. The Chief Executive is ably assisted by the Senior management Team comprising of the Financial Controller and Head of Income Development in their responsibilities.

The Board has continued to operate the Audit & Investment subcommittee. Subcommittees allow Trustees to monitor and review the activities of the charity between formal board meetings.

The key management personnel of the charitable company comprise the Trustees and the Chief Executive.

The Trustees who served in the year are as follows:

Trustee Directors	Role	Committee
Mr. R. Harris	Chairman	A,B
Mrs. S. Fairbrace		B
Mrs. M. Barker (Resigned 13 November 2024)		B
Mr. R. Coleman		A,B
Mrs. V. Webster		B
Mr. A. Gray		B
Mrs. B. Fisher		A,B
Mrs. J. Oliver (Resigned 14 April 2025)		B
Ms. J. Murrie (Resigned 17 July 2024)		B
Mr. N. Wright (Appointed 13 November 2024)		A,B
Ms. V. Brown (Appointed 13 November 2024)		B

Committees
A - Audit & Investment
B - Board

**Wisdom Hospice Charity
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**Trustees' report
For the year ended 31 March 2025**

Related party relationships

The group operates shops selling donated goods through its subsidiary company, Wisdom Hospice Support. The Trustees receive regular operational reports about the subsidiary's performance.

Risk management

The Trustees have assessed the major risks to which the group is exposed, in particular those related to the operations and finances of the group. This involved identification of the types of risk the group faces and prioritising them in terms of potential impact and likelihood of occurrence and identifying and tracking the progress of measures to manage them. The ongoing risks associated with the aftermath of COVID-19 pandemic were considered as part of the assessment as were the risks related to the ongoing Cost of Living Crisis.

The principal risks identified are:

Risk identified	Strategy to mitigate risk
Ability to build sustainable and predictable income to meet funding demands and ensure long term sustainability.	Establishing a prudent and sustainable expenditure plan to maintain reserves at sufficient levels to maintain solvency. Developing and implementing a Strategic Plan for the period 2025 to 2027.

The Board has continued to consider the risks that the charity is exposed to maintaining an up-to-date Risk Register which will be regularly reviewed to ensure risks are managed effectively.

OBJECTIVES AND ACTIVITIES

Policies and objectives

The group's purposes are set out in the 'Objects' clause contained in the charitable company's Memorandum of Association. The principal object of the group is to promote the relief of suffering and treatment of illness. The aim of the group is to maintain an annual grant to Medway Community Healthcare to not only ensure that the current services are maintained but, where possible, to continually improve upon these services.

The group's main objective and focus for their work during the 2024/25 financial year was to continue to promote and support The Wisdom Hospice.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on the public benefit when reviewing the charitable company's aims and objectives and in the planning of future activities.

Strategies for achieving objectives

The charitable company works to a detailed budget which is closely monitored and reported on to the Trustees, with a view to trying to ensure that fundraising targets are achieved, and expenditure is managed efficiently.

The Chairman and Chief Executive attend regular meetings of South East Hospices also attended by Hospice UK. In addition, the Chief Executive attends a variety of networks both regionally and nationally in an effort to share best practice, discuss innovation and benchmark the group's activities.

**Wisdom Hospice Charity
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**Trustees' report
For the year ended 31 March 2025**

Activities for achieving objectives

In setting plans for the group, the Trustees give consideration to the Charity Commission's general guidance on public benefit and, in particular, to the public benefit of providing support for the relief of ill-health.

How our activities deliver public benefit

The Wisdom Hospice provides specialist palliative care and support to the adult population of Medway and Swale, a population of over 400,000. These services are open and free to all members of the public, and they support patients both at the hospice and within their own homes.

The group supports these services with an annual grant to the hospice which adds significantly to the public benefit, making facilities available which would otherwise not be possible on the NHS budget alone.

All expenditure by the group is reviewed against the public benefit principles and the Trustees ensure these expenses represent an appropriate use of charitable funds.

Volunteers

The Trustees are grateful for the unstinting efforts of the volunteers who are involved in service provision, charity shops and fundraising. The charitable company saw an increase in volunteer donated hours during this year to 34,788 hours (2024: 28,806 hours). The charitable company has a volunteer coordinator to ensure that best value is derived from the sterling efforts of our volunteers.

ACHIEVEMENTS AND PERFORMANCE

Review of activities

Overall during the year to 31 March 2025, the group generated total income of £2,124,123 an increase of £711,326 on the £1,412,797 received in the previous year. Other than £10,403 (2024: £9,330) received from our investment portfolio, and £7,949 (2024: £nil) rental income, all other income is received from voluntary sources, such as donations, legacies, fundraising events, and customers purchasing items from our charity shops.

Our team work extremely hard to generate its income streams to be able to continue to support the Wisdom Hospice and it with grant funding – which this year totalled £783,274 (2024: £724,092).

Donations and legacies

Overall income from donations and legacies increased in the year under review by £575,589 to £1,228,999 (2024: £653,410). This was primarily as a result of an increase in legacy income of £609,836 which totalled £913,530 for the year to 31 March 2025 (2024: £303,694). Income from donations in kind, donations, and related gift aid, decreased by £34,247, totalling £315,469 for the year ended 31 March 2025 (2024: £349,716).

Fundraising

Overall fundraising income in the year under review increased by £126,715 to £876,772 (2024: £750,057). This was primarily due to the increased sales of donated items by £96,269 to £601,070 (2024: £504,801). General fundraising income increased to £133,584 (2024: £111,559). Lottery income however reduced to £120,097 (2024: £127,685).

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For the year ended 31 March 2025**

Shops

The group operates four high street shops in Sittingbourne, Chatham, Rochester and Sheerness town centres as well as an online shopping platform. In October 2024, a new shopping experience opened at The Hangar in Rochester on an industrial estate.

Trading has continued to be positive with income performing above budgeted amounts. Donation volumes were maintained as was the quality which is of a high standard. Trading on eBay continued to improve in the last year.

Maintaining and the recruitment of volunteers has been a challenge. We are so grateful to all our volunteers for the commitment they have shown and their hard work for the charity.

Lottery

Lottery continues to be a challenge due to the current economic climate with player numbers reduced as a number chose to cancel their subscriptions. The lottery provider continues to work hard to maintain player numbers and the charity is working closely with the lottery provider to try to improve this situation.

Charity rename

As part of the charitable company's operational strategy the charity's name changed in September 2024 from Friends of the Wisdom Hospice Limited to Wisdom Hospice Charity. The change in name was well received by our supporters and wider community with engagement increasing which will see a positive impact on income generation capabilities for the future.

Investment policy and performance

The charitable company has a low-risk investment policy. The value of its investments has reduced during the year under review, decreasing from £974,101 as at 31 March 2024 to £913,720 as at 31 March 2025.

Due to the fall in the stock markets and pressures on cash flow during the year, the charitable company withdrew £100,000 from the investments. The groups investments were rebalanced during the year and are under regular review by the group's investment manager. At 31 March 2025, the entire portfolio of equities, fixed interest, and alternative investments was converted to cash, as the Charity's investment manager changed investment platforms from Fusion Wealth to Fundament to improve performance and reduce costs as from April 2025.

Hospice Grant

The charitable company's annual grant increased to £738,574 (2024: £724,092). The charity continues to work closely with the hospice operator Medway Community Healthcare and are investigating ways in which they could fund new facilities or equipment via specific grant funding sources for these extras that will add value to the patient experience. In addition to the regular grant during the year the charitable company supported the hospice by supplying fifteen new riser chairs for the in-patient unit at a cost of £44,700.

Factors relevant to achieve objectives

The charitable company monitors the return on invested time and expenses on all its events with a view to ensuring returns are maximised.

**Wisdom Hospice Charity
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**Trustees' report
For the year ended 31 March 2025**

Information on fundraising practices

The charitable company receives financial support from its donors across a wide range of events and activities and the Trustees are very grateful to these donors for their generosity. Donations are acknowledged with a letter of thanks from the Chief Executive or a phone call when appropriate in recognition of significant donations or actions. The charitable company regards its relationships with donors and supporters as highly important and it prides itself on those it has built over many years of fundraising.

The fundraising team looks to be innovative with its events so as to maintain maximise income and supporter engagement and to inspire the next generation of donors and supporters.

The charitable company carries out its fundraising in a fair and responsible way and ensures that funds raised are spent effectively to bring maximum benefit to the patients and relatives connected with The Wisdom Hospice. Its regular newsletters and website share the latest news of achievements and reinforce its gratitude to donors. The charitable company also ensures that donors have control over how they communicate with it.

The charitable company strives to ensure that its fundraising is conducted to the highest level of quality and safety. Fundraisers and partners are trained to comply with best practices and procedures – particularly in protecting individuals who may be in vulnerable circumstances. The approach is donor focussed and designed to ensure that donors enjoy and benefit from their engagement with the charitable company. Wisdom Hospice Charity is registered with the Fundraising Regulator.

The charitable company has partnered with Your Hospice Lottery (YHL) who are contracted to promote its lottery. The charitable company works closely with YHL, who act in accordance with the high standards that both the charitable company and the public expect. The charitable company's Chief Executive inducts all new lottery fundraisers to ensure that the standards and obligations required are understood and met in their fundraising activities. Feedback is sought from players about their lottery experience, allowing the charitable company to maintain standards and, where relevant, to instigate any required improvements to fundraising practices.

Wisdom Hospice Support receives a variety of donations of goods for sale in its shops. The Trustees are very grateful for these donations, and they look to retain the support of the donors to the shops for many years to come. Wisdom Hospice Support staff and volunteers are trained to comply with best practices and procedures in order to ensure that donors and customers have a positive experience in their dealings with it.

The charitable group complies with the General Data Protection Regulation (GDPR) and follows the Information Commissioner's guides and code. Whilst it strives to perform to the highest standards in everything it does, it may not always get it right. Should a complaint be received, it will be fully investigated, and efforts will be made to correct any shortcomings highlighted. The charitable group received no significant complaints during the year under review.

The Trustees recognise the importance of the reputation of the charitable group in maintaining the trust and confidence of its donors and this principle sits at the heart of all of its activities.

**Wisdom Hospice Charity
(A Company Limited by Guarantee)**

**Trustees' report
For the year ended 31 March 2025**

FINANCIAL REVIEW

Going concern

After making appropriate enquiries and in particular taking account of the after-effects of the COVID-19 pandemic and the Cost of Living Crisis, the Trustees have a reasonable expectation that the charitable company and the group have 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.

Cost of Living Crisis – ongoing challenges

The long term impact of COVID-19 may have receded into the past however challenges of income generation are still being faced due to long-term impact on both the UK and global economies. More recently, the effects of the cost of living crisis have also influenced the charitable operations of the organisation. Income generation and fundraising will continue to be a challenge for the foreseeable future. However, the group continues to innovate their ideas for income generation both from the fundraising and retail teams. The group's priority is to maintain its financial support of the Wisdom Hospice at planned budgeted levels.

Cash flow and income forecasts are carried out regularly for both the short term and long-term views, taking into account these ongoing challenges. The Trustees are satisfied that the group has the financial and other resources it needs to overcome the challenges ahead.

Reserves policy

The Wisdom Hospice is operated by Medway Community Healthcare (MCH) within the NHS and its operational and funding structure is determined accordingly. Representatives of the Trustees meet regularly with MCH. The Chief Executive meets with representatives of the Kent and Medway Integrated Care Board (ICB) in order to understand the financial requirements of MCH including any particular needs they may have and how the ongoing NHS reorganisation process impacts on the group's activities.

Further developments will continue as the Integrated Care Systems, Integrated Care Boards and the Kent and Medway Health and Care Partnership continue to become established. It is hoped that these developments will simplify and rationalise engagement with the commissioning body to ensure the hospice receives a sustainable level of funding.

The Trustees take account of these issues as they strive to maintain the group's reserves at a level which they deem appropriate to ensure the group can meet its objectives. That is to say maintaining the group's financial support of the hospice in the prevailing circumstances over the medium and long term to meet the objectives of the group's Strategic Plan.

This year we have seen an increase of £391,847 in our reserves (2024: increase of £32,184).

The group's unrestricted reserves as at the year-end were £2,310,516 (2024: £1,916,223) and the unrestricted reserves after removing intangible and tangible fixed assets as at the year-end were £1,844,927 (2023: £1,552,218). The Trustees regard these as appropriate levels in the current circumstances with reference to the policy set out above.

The Trustees continually look for opportunities to spend restricted reserves in accordance with the restrictions thereon in pursuit of the group's objectives.

**Wisdom Hospice Charity
(A Company Limited by Guarantee)**

**Trustees' report
For the year ended 31 March 2025**

The group's restricted reserves as at the year-end were £723 (2024: £3,169).

Material investments policy

Under the Memorandum and Articles of Association, the group has the power to make any investment which the Trustees see fit, subject to such conditions (if any) and such consents (if any) as may be imposed or required by law. The Trustees are mindful of the recommendation of the Charity Commission with regard to the management of their investments. The Audit and Investment Committee has been set up to focus on investments in line with the group's Statement of Investment Principles, which is under regular review.

No investment is knowingly made directly in tobacco related products or in any other products known to be injurious to health. Where any investments are discovered to be in breach of this policy, action is taken to correct the position and reported to the Trustees.

PLANS FOR FUTURE PERIODS

Future developments

As the charitable company adapts to the changing environment influencing fundraising events, the charitable company continues to follow its strategy which takes into account short, medium and long term aims.

The groups focus continues with four broad themes

- To achieve and maintain fundraising and income targets in line with agreed budgets
- To identify innovative ways of generating income
- Overall to improve communications and marketing with all stakeholders and in particular with the operators of the hospice
- Where possible and when funds allow to support hospice services to meet the needs of the local community through innovation

The Trustees are developing a strategic plan from 2025 to 2027 which will advance the charitable company to continue to develop their charitable operations to increase income and profile of the group and will continue to review and enhance their current initiatives. The group will examine, evaluate, and innovate fundraising events and income generation in keeping with the ethos of the group.

The Trustees will continue to maintain and develop beneficial working relationships with the Wisdom Hospice team as well as the operators of the hospice.

Following a positive year The Trustees are adopting a strategic aim to maintain a level of free reserves which will be utilised to continue to provide the hospice with its regular grants plus, in addition and when funds allow, to provide opportunities to support advancements of services that add value to the care offered by The Wisdom Hospice so as to meet the future needs of our community.

We have been humbled by the increase in income received from Legacies during the year. Often we do not know our Legators who have been touched by the hospice at some point in their past and choose to remember the hospice in such a generous way. Income such as this allows the charity to support the hospice in additional projects over and above the regular grant, projects such as the re-launching of the Wellbeing Centre. The funding of such additional services and projects will add value to the package of hospice care and such a positive legacy from our Legators.

**Wisdom Hospice Charity
(A Company Limited by Guarantee)**

**Trustees' report
For the year ended 31 March 2025**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also directors of Wisdom Hospice Charity for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group 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;
- state whether applicable UK Accounting Standard (FRS 102) 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 charitable group will continue in operation;

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the charitable group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditor

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

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditor is aware of that information.

Auditor

The auditor, UHY Hacker Young, has indicated its willingness to continue in office. The Trustees will propose a motion re-appointing the auditor at the forthcoming AGM.

The company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

This report was approved by the Trustees on 3 September 2025 and signed on their behalf by:

DocuSigned by:
Victoria Webster
797A90C9544E448...

Mrs. V. Webster, Chairman to the Trustees

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Independent Auditor's Report to the Members of Wisdom Hospice Charity

Opinion

We have audited the financial statements of Wisdom Hospice Charity (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2025 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charitable company Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 March 2025 and of the Group's 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 Companies Act 2006 and the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Group's or the parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditor's Report thereon. The Trustees are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Wisdom Hospice Charity
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Independent Auditor's Report to the Members of Wisdom Hospice Charity (continued)

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company 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 in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) 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 Group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Independent Auditor's Report to the Members of Wisdom Hospice Charity (continued)

How 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:

- we identified the laws and regulations applicable to the charity through discussions with management, and from our commercial knowledge and experience in the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the accounts or the operations of the charitable company, including the Charities Act 2011 and the Companies Act 2006;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting correspondence; and
- identified laws and regulations were communicated within the audit team and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charitable company's accounts 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:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates set out in the accounting policies were indicative of potential bias; and
- 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 minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

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 trustees 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 Auditor's Report.

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Independent Auditor's Report to the Members of Wisdom Hospice Charity (continued)

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditor's Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

UHY Hacker Young

Tracey Moore BFP ACA (Senior statutory auditor)

for and on behalf of

UHY Hacker Young

Chartered Accountants

Statutory Auditors

Thames House

Roman Square

Sittingbourne

Kent

ME10 4BJ

Date: 24 September 2025

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Consolidated Statement of financial activities (incorporating income and expenditure account)
For the Year Ended 31 March 2025

	Note	Unrestricted funds 2025 £	Restricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Income from:					
Donations and legacies	4	1,204,449	24,550	1,228,999	653,410
Other trading activities	5	876,772	-	876,772	750,057
Investments	6	10,403	-	10,403	9,330
Other income	7	7,949	-	7,949	-
Total income		2,099,573	24,550	2,124,123	1,412,797
Expenditure on:					
Raising funds	8,9	981,786	3,246	985,032	742,948
Charitable activities	10	759,524	23,750	783,274	724,092
Total expenditure		1,741,310	26,996	1,768,306	1,467,040
Net income/(expenditure) before net gains on investments		358,263	(2,446)	355,817	(54,243)
Net gains on investments		36,030	-	36,030	86,427
Net movement in funds		394,293	(2,446)	391,847	32,184
Reconciliation of funds:					
Total funds brought forward		1,916,223	3,169	1,919,392	1,887,208
Net movement in funds		394,293	(2,446)	391,847	32,184
Total funds carried forward		2,310,516	723	2,311,239	1,919,392

The Consolidated Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 21 to 44 form part of these financial statements.

Wisdom Hospice Charity
(A Company Limited by Guarantee)
Registered number: 01632714

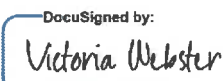
Consolidated Balance Sheet
As at 31 March 2025

	Note	2025 £	2024 £
Fixed assets			
Intangible assets	14	5,190	5,400
Tangible assets	15	460,399	358,605
Investments	16	913,720	974,101
		<u>1,379,309</u>	<u>1,338,106</u>
Current assets			
Stocks	17	7,347	6,296
Debtors	18	451,570	331,510
Cash at bank and in hand		676,930	423,216
		<u>1,135,847</u>	<u>761,022</u>
Current liabilities			
Creditors: amounts falling due within one year	19	(203,917)	(179,736)
		<u>931,930</u>	<u>581,286</u>
Net current assets			
		<u>931,930</u>	<u>581,286</u>
Total net assets		<u>2,311,239</u>	<u>1,919,392</u>
Charity funds			
Restricted funds	21	723	3,169
Unrestricted funds	21	2,310,516	1,916,223
		<u>2,311,239</u>	<u>1,919,392</u>
Total funds		<u>2,311,239</u>	<u>1,919,392</u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

DocuSigned by:

Mrs. V. Webster
 Chairman to the Trustees

Signed by:

Mr. N. Wright

Date: 3 September 2025

The notes on pages 21 to 44 form part of these financial statements.

Wisdom Hospice Charity
(A Company Limited by Guarantee)
Registered number: 01632714

Charitable company Balance Sheet
As at 31 March 2025

	Note	2025 £	2024 £
Fixed assets			
Intangible assets	14	5,190	5,400
Tangible assets	15	270,205	272,215
Investments	16	913,720	974,101
		<u>1,189,115</u>	<u>1,251,716</u>
Current assets			
Stocks	17	7,347	6,296
Debtors	18	375,666	303,104
Cash at bank and in hand		506,589	171,180
		<u>889,602</u>	<u>480,580</u>
Current liabilities			
Creditors: amounts falling due within one year	19	(164,048)	(156,154)
		<u>725,554</u>	<u>324,426</u>
Net current assets		<u>725,554</u>	<u>324,426</u>
Total net assets		<u><u>1,914,669</u></u>	<u><u>1,576,142</u></u>
Charity funds			
Restricted funds	21	723	3,169
Unrestricted funds	21	1,913,946	1,572,973
Total funds		<u><u>1,914,669</u></u>	<u><u>1,576,142</u></u>

Wisdom Hospice Charity
(A Company Limited by Guarantee)
Registered number: 01632714

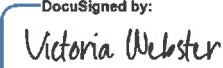
Charitable company Balance Sheet (continued)
As at 31 March 2025

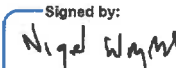
The charitable company's net movement in funds for the year was £338,527 (2024 - £(29,151)).

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

DocuSigned by:

797A90C9544E448...
Mrs. V. Webster
Chairman to the Trustees

Signed by:

8502895744E845E...
Mr. N. Wright

Date: 3 September 2025

The notes on pages 21 to 44 form part of these financial statements.

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Consolidated Statement of Cash Flows
For the Year Ended 31 March 2025

	Note	2025 £	2024 £
Cash flows from operating activities			
Net cash provided by / (used in) operating activities	23	277,021	(59,346)
Cash flows from investing activities			
Dividends and interests from investments		10,403	9,330
Purchase of intangible assets		-	(5,400)
Purchase of tangible fixed assets		(130,121)	(24,228)
Proceeds from sale of investments		943,970	555,823
Purchase of investments		-	(434,654)
Cash movement on investment account		(847,559)	84,890
Net cash (used in)/provided by investing activities		(23,307)	185,761
Change in cash and cash equivalents in the year		253,714	126,415
Cash and cash equivalents at the beginning of the year		423,216	296,801
Cash and cash equivalents at the end of the year	24	676,930	423,216

The notes on pages 21 to 44 form part of these financial statements

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

1. General information

Wisdom Hospice Charity is a charitable company limited by guarantee, incorporated in England and Wales. The company's registered number is 01632714 and its charity number is 284894. The address of the Charity's registered office and principal place of business is:

High Bank
Rochester
Kent
ME1 2NU

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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) (Charities SORP (FRS 102)(second edition)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 - January 2022) and the Companies Act 2006.

Wisdom Hospice Charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The directors consider that there are no key sources of estimation uncertainty, other than as set out in the accounting policies below:

2.2 Consolidation

These financial statements consolidate the accounts of Wisdom Hospice Charity and its subsidiary, Wisdom Hospice Support.

The Consolidated statement of financial activities (SOFA) and Consolidated balance sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Charity has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of financial activities in these financial statements. The results of the Charity are presented on the Charity Statement of financial position.

Exemption from the requirement to disclose transactions between the Charity and its subsidiary company has been taken under section 33.1A of FRS 102 as the transactions occur between wholly owned members.

The Charity has taken advantage of the disclosure exemption permitted by FRS 102 of the requirements of Section 7, 'Statement of Cash Flows', to not disclose a charity-only Statement of Cash Flows.

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

2. Accounting policies (continued)

2.3 Going concern

Accounting standards require the directors, who are the Trustees, to consider the appropriateness of the going concern basis when preparing the financial statements. On the basis of detailed projections of income, expenditure and cash flow prepared using appropriate assumptions, the Trustees have a reasonable expectation that the charitable company and the group will continue in operational existence for the foreseeable future. The directors believe this to be the case as the charitable group has positive reserves and cash balances. For this reason, the directors consider that the going concern basis remains appropriate and they continue to adopt it in preparing the annual financial statements.

2.4 Income

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

For legacies, entitlement is taken at the earlier of the date on which either: the charitable group is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charitable group that a distribution will be made; or when a distribution has been received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charitable group has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charitable group, or the charitable group is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the charitable company where this can be quantified and a third party is bearing the cost. No amounts are included in the Statement of Financial Activities for services donated by volunteers.

Income tax recoverable in relation to donations received under Gift Aid or Deeds of Covenant is recognised at the time of the donation. Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

On receipt, donated professional services and facilities are recognised on the basis of the value of the gift to the charitable company which is the amount it 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.

Rental income is recognised on a straight-line basis over the term of the lease, in accordance with the lease agreement. The charitable company recognises rental income when it is probable that the economic benefits from the lease will flow to the charitable company, the income can be measured reliably.

2.5 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.

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

2. Accounting policies (continued)

2.5 Expenditure (continued)

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made 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.

All expenditure is inclusive of irrecoverable VAT.

2.6 Taxation

The charitable company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charitable company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes. No tax charge has arisen in the year.

2.7 Intangible assets and amortisation

Intangible assets costing £5,000 or more are capitalised and recognised when future economic benefits are probable, and the cost or value of the asset can be measured reliably.

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Amortisation is provided on intangible assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life. The asset had not been brought into use at the balance sheet date and accordingly no amortisation has been charged in the year.

Amortisation is provided on the following basis:

Website	-	15 years straight line
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Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

2. Accounting policies (continued)

2.8 Tangible fixed assets and depreciation

Assets are capitalised at the Trustees' discretion, however all items costing more than £500 are always capitalised.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of Financial Activities.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

Freehold property	- Land Nil. Buildings 2%
Leasehold property	- Over the lease term
Fixtures and fittings	- 20% straight-line
Office equipment	- 20% straight-line

2.9 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 the 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 presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

2.10 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.11 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.12 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.

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

2. Accounting policies (continued)

2.13 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the charitable company 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.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated Statement of Financial Activities as a finance cost.

2.14 Financial instruments

The Group 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.

2.15 Pensions

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

2.16 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 Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

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

2.17 Volunteers

The Trustees are grateful for the unstinting efforts of the volunteers who are involved in service provision, charity shops and fundraising. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not included in the financial statements.

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

3. Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charitable company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Legacy income accrual

Legacy income is recognised in accordance with the income recognition policy. In calculating the level of legacy accrual, management is required to exercise estimation and judgement, particularly in determining the amount and probability of receipt.

Useful economic life of tangible fixed assets

Useful economic life is inline with the accounting policy. In setting these policies management will consider the industry average of the asset life and the number of years they expect the asset to be in use.

4. Income from donations and legacies

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total funds 2025 £	<i>Total funds 2024 £</i>
Donations	290,919	24,550	315,469	349,716
Legacies	913,530	-	913,530	303,694
	<u>1,204,449</u>	<u>24,550</u>	<u>1,228,999</u>	<u>653,410</u>
<i>Total 2024</i>	<u>650,620</u>	<u>2,790</u>	<u>653,410</u>	

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

5. Income from other trading activities

Income from fundraising events

	Unrestricted funds 2025 £	Total funds 2025 £	<i>Total funds 2024 £</i>
Fundraising	133,584	133,584	111,559
Lottery income	120,097	120,097	127,685
Sales of merchandise	5,958	5,958	6,012
	<u>259,639</u>	<u>259,639</u>	<u>245,256</u>
<i>Total 2024</i>	<u>245,256</u>	<u>245,256</u>	

Income from non charitable trading activities

	Unrestricted funds 2025 £	Total funds 2025 £	<i>Total funds 2024 £</i>
Sales of donated items	601,070	601,070	504,801
Rental income	16,063	16,063	-
	<u>617,133</u>	<u>617,133</u>	<u>504,801</u>
<i>Total 2024</i>	<u>504,801</u>	<u>504,801</u>	

6. Investment income

	Unrestricted funds 2025 £	Total funds 2025 £	<i>Total funds 2024 £</i>
Dividends and interest received	10,403	10,403	9,330
<i>Total 2024</i>	<u>9,330</u>	<u>9,330</u>	

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

7. Other income

	Unrestricted funds 2025 £	Total funds 2025 £	<i>Total funds 2024 £</i>
Insurance claims	7,949	7,949	-

8. Expenditure on raising funds

Costs of raising voluntary income

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total funds 2025 £	<i>Total funds 2024 £</i>
Support costs	352,187	3,246	355,433	270,741
Purchase for resale	3,534	-	3,534	7,344
Wages and salaries	545,017	-	545,017	406,532
Social security costs	38,396	-	38,396	23,979
Pension costs	10,746	-	10,746	8,705
Depreciation	22,018	-	22,018	14,722
	<u>971,898</u>	<u>3,246</u>	<u>975,144</u>	<u>732,023</u>
<i>Total 2024</i>	<u>729,928</u>	<u>2,095</u>	<u>732,023</u>	

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

8. Expenditure on raising funds (continued)

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total funds 2025 £	<i>Total funds 2024 £</i>
Support costs				
Rent, rates and utilities	159,567	-	159,567	121,888
Staff welfare, training and entertainment	1,222	-	1,222	1,111
Recruitment costs	2,291	-	2,291	5,511
Travel expenses	11,583	-	11,583	9,045
Repairs and renewals	6,082	-	6,082	3,389
Professional fees	10,991	-	10,991	1,812
Fundraising expenses and event costs	68,138	-	68,138	37,814
IT and office costs	36,216	-	36,216	32,968
Insurance	14,800	-	14,800	13,250
Subscriptions	3,140	-	3,140	2,561
Bank charges	14,698	-	14,698	13,597
Depreciation	6,518	-	6,518	5,816
Sundry costs	2,846	3,246	6,092	3,804
Auditor's remuneration	12,400	-	12,400	11,200
Accountancy costs	1,695	-	1,695	6,975
	<u>352,187</u>	<u>3,246</u>	<u>355,433</u>	<u>270,741</u>
<i>Total 2024</i>	<u>268,646</u>	<u>2,095</u>	<u>270,741</u>	

9. Investment management costs

	Unrestricted funds 2025 £	Total funds 2025 £	<i>Total funds 2024 £</i>
Platform charges and servicing fees	9,888	9,888	10,925
	<u>9,888</u>	<u>9,888</u>	<u>10,925</u>
<i>Total 2024</i>	<u>10,925</u>	<u>10,925</u>	

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

10. Analysis of expenditure by activities

	Activities undertaken directly 2025 £	Grant funding of activities 2025 £	Total funds 2025 £	Total funds 2024 £
Medway Community Healthcare	44,700	738,574	783,274	724,092
<i>Total 2024</i>	-	724,092	724,092	

Analysis of direct costs

	Total funds 2025 £	Total funds 2024 £
Recliner chairs	44,700	-

£23,750 of recliner chairs purchased for the ward were funded from restricted funds, and £20,950 from unrestricted funds.

11. Auditor's remuneration

The auditor's remuneration amounts to an auditor fee of £12,400 (2024 - £11,200).

12. Staff costs

	Group 2025 £	Group 2024 £	Charity 2025 £	Charity 2024 £
Wages and salaries	545,017	406,532	200,046	177,015
Social security costs	38,396	23,979	15,075	12,315
Contribution to defined contribution pension schemes	10,746	8,705	5,977	5,253
	594,159	439,216	221,098	194,583

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

12. Staff costs (continued)

The average number of persons employed by the charitable company during the year was as follows:

	Group 2025 No.	<i>Group 2024 No.</i>	Charity 2025 No.	<i>Charity 2024 No.</i>
Fundraising	4	4	4	4
Support	2	2	2	2
Shop	16	12	-	-
	<u>22</u>	<u>18</u>	<u>6</u>	<u>6</u>

No employee received remuneration amounting to more than £60,000 in either year.

The Trustees consider themselves, the Chief Executive Officer and the Financial Controller as comprising the key management personnel of the Group. Total employee benefits (including social security costs and employer's pension contributions) for the year ended 31 March 2025 were £107,753 (2024: £98,426).

13. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2024 - £NIL).

During the year ended 31 March 2025, no Trustee expenses have been incurred (2024 - £NIL).

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

14. Intangible assets

Group and Charity

	Website £
Cost	
At 1 April 2024	5,400
At 31 March 2025	<u>5,400</u>
Amortisation	
Charge for the year	210
At 31 March 2025	<u>210</u>
Net book value	
At 31 March 2025	<u><u>5,190</u></u>
<i>At 31 March 2024</i>	<u><u>5,400</u></u>

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

15. Tangible fixed assets

Group

	Freehold property £	Leasehold property £	Fixtures and fittings £	Office equipment £	Total £
Cost					
At 1 April 2024	378,448	16,552	168,775	9,680	573,455
Additions	-	970	124,853	4,298	130,121
At 31 March 2025	<u>378,448</u>	<u>17,522</u>	<u>293,628</u>	<u>13,978</u>	<u>703,576</u>
Depreciation					
At 1 April 2024	108,121	7,624	91,313	7,792	214,850
Charge for the year	5,046	987	21,032	1,262	28,327
At 31 March 2025	<u>113,167</u>	<u>8,611</u>	<u>112,345</u>	<u>9,054</u>	<u>243,177</u>
Net book value					
At 31 March 2025	<u><u>265,281</u></u>	<u><u>8,911</u></u>	<u><u>181,283</u></u>	<u><u>4,924</u></u>	<u><u>460,399</u></u>
At 31 March 2024	<u><u>270,327</u></u>	<u><u>8,928</u></u>	<u><u>77,462</u></u>	<u><u>1,888</u></u>	<u><u>358,605</u></u>

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

15. Tangible fixed assets (continued)

Charity

	Freehold property £	Office equipment £	Total £
Cost			
At 1 April 2024	378,448	9,680	388,128
Additions	-	4,298	4,298
At 31 March 2025	<u>378,448</u>	<u>13,978</u>	<u>392,426</u>
Depreciation			
At 1 April 2024	108,121	7,792	115,913
Charge for the year	5,046	1,262	6,308
At 31 March 2025	<u>113,167</u>	<u>9,054</u>	<u>122,221</u>
Net book value			
At 31 March 2025	<u>265,281</u>	<u>4,924</u>	<u>270,205</u>
At 31 March 2024	<u>270,327</u>	<u>1,888</u>	<u>272,215</u>

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

16. Fixed asset investments

Group and charitable company	Listed investments £	Cash held by investment manager £	Total £
Valuation			
At 1 April 2024	907,940	66,161	974,101
Additions	-	953,660	953,660
Disposals	(943,970)	(106,101)	(1,050,071)
Revaluations	36,030	-	36,030
At 31 March 2025	<u>-</u>	<u>913,720</u>	<u>913,720</u>
Net book value			
At 31 March 2025	<u>-</u>	<u>913,720</u>	<u>913,720</u>
At 31 March 2024	<u>907,940</u>	<u>66,161</u>	<u>974,101</u>

Investments comprise the following:

	2025 £	2024 £
Equities	-	536,546
Fixed interest	-	238,881
Cash	913,720	137,999
Alternative investments	-	60,675
	<u>913,720</u>	<u>974,101</u>

17. Stocks

	Group 2025 £	Group 2024 £	Charity 2025 £	Charity 2024 £
Goods for resale	<u>7,347</u>	<u>6,296</u>	<u>7,347</u>	<u>6,296</u>

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

18. Debtors

	Group 2025 £	<i>Group 2024 £</i>	Charity 2025 £	<i>Charity 2024 £</i>
Other debtors	31,090	15,270	3,559	10,503
Prepayments and accrued income	420,480	316,240	372,107	292,601
	<u>451,570</u>	<u>331,510</u>	<u>375,666</u>	<u>303,104</u>

19. Creditors: Amounts falling due within one year

	Group 2025 £	<i>Group 2024 £</i>	Charity 2025 £	<i>Charity 2024 £</i>
Trade creditors	152,502	141,781	140,564	136,436
Amounts owed to group undertakings	-	-	35	-
Other taxation and social security	14,934	9,189	9,537	4,335
Other creditors	7,598	6,476	1,597	1,478
Accruals and deferred income	28,883	22,290	12,315	13,905
	<u>203,917</u>	<u>179,736</u>	<u>164,048</u>	<u>156,154</u>

	Group 2025 £	<i>Group 2024 £</i>	Charity 2025 £	<i>Charity 2024 £</i>
Deferred income at 1 April 2024	2,523	324	2,523	324
Resources deferred during the year	9,141	2,523	1,016	2,523
Amounts released from previous periods	(2,523)	(324)	(2,523)	(324)
	<u>9,141</u>	<u>2,523</u>	<u>1,016</u>	<u>2,523</u>

Group deferred income relates to ticket sales for fundraising events that take place post year end of £1,016 (2024: £2,523), and rental income received in advance of £8,125 (2024: £nil).

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

20. Financial instruments

	Group 2025 £	<i>Group 2024 £</i>	Charity 2025 £	<i>Charity 2024 £</i>
Financial assets				
Financial assets measured at fair value through income and expenditure	1,590,650	489,377	1,420,309	237,341

Financial assets measured at fair value through income and expenditure comprise fixed asset investments, and cash at bank and in hand.

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

21. Statement of funds

Statement of funds - current year

	Balance at 1 April 2024 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2025 £
Unrestricted funds					
General Funds	1,916,223	2,099,573	(1,741,310)	36,030	2,310,516
Restricted funds					
D Hoskins fund	200	-	(200)	-	-
Mrs Jameson fund	48	-	(48)	-	-
R Watts fund	935	-	(935)	-	-
L Avery fund	133	-	(133)	-	-
L Humphreys fund	50	-	(50)	-	-
D Swatton fund	17	-	(17)	-	-
Linda Richards Art Therapy	140	-	(140)	-	-
P Humphreys fund	100	-	(100)	-	-
Curry's Sittingbourne	35	-	(35)	-	-
Staff Christmas Party	388	-	(388)	-	-
Asda	1,123	-	(400)	-	723
Rugby Benevolent Fund	-	10,000	(10,000)	-	-
The Albert Hunt Trust Fund	-	10,000	(10,000)	-	-
Rotary Club of Medway	-	3,750	(3,750)	-	-
Balbir Mander	-	200	(200)	-	-
Les Churchard	-	600	(600)	-	-
	<u>3,169</u>	<u>24,550</u>	<u>(26,996)</u>	<u>-</u>	<u>723</u>
Total of funds	<u><u>1,919,392</u></u>	<u><u>2,124,123</u></u>	<u><u>(1,768,306)</u></u>	<u><u>36,030</u></u>	<u><u>2,311,239</u></u>

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

21. Statement of funds (continued)

Restricted funds

The D Hoskins fund is used to fund the ward within the hospice.

The Mrs Jameson fund is to be used for the development of the wards.

The R Watts fund is to be used for nursing training.

The L Avery fund is to be used for the development of the outside space at the hospice.
The L Humphreys fund is to be used for time for patients with a nurse.

The D R Swatton fund is to be used for tea and cakes for staff.

The Linda Richards Art Therapy fund is to be used for art therapy.

The P Humphreys fund is to be used for nurses on the ward at the hospice.

The Curry's Sittingbourne fund is to be used to purchase headphones for patient beds.

The Staff Christmas party fund is to be used towards the annual Christmas party.

Asda fund is to be spent on resident's personal care needs.

The Rugby Benevolent Fund, The Albert Hunt Trust Fund, and Rotary Club of Medway funds are to be used for recliner chair purchases.

The Balbir Mander and Les Churcharnd funds are to be used to fund ward expenditure within the hospice.

Sufficient resources are held in an appropriate form to enable each fund to applied in accordance with any restrictions.

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

21. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 April 2023</i>	<i>Income</i>	<i>Expenditure</i>	<i>Gains/ (Losses)</i>	<i>Balance at 31 March 2024</i>
	£	£	£	£	£
Unrestricted funds					
General Funds	1,884,734	1,410,007	(1,464,447)	85,929	1,916,223
Restricted funds					
D Hoskins fund	200	-	-	-	200
Mrs Jameson fund	368	-	(320)	-	48
R Watts fund	1,133	-	(198)	-	935
L Avery fund	133	-	-	-	133
L Humphreys fund	50	-	-	-	50
D Swatton fund	315	-	(298)	-	17
Linda Richards Art Therapy	140	-	-	-	140
P Humphreys fund	100	-	-	-	100
Curry's Sittingbourne	35	-	-	-	35
Staff Christmas Party	-	1,590	(1,202)	-	388
Asda	-	1,200	(77)	-	1,123
	<u>2,474</u>	<u>2,790</u>	<u>(2,095)</u>	<u>-</u>	<u>3,169</u>
Total of funds	<u><u>1,887,208</u></u>	<u><u>1,412,797</u></u>	<u><u>(1,466,542)</u></u>	<u><u>85,929</u></u>	<u><u>1,919,392</u></u>

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

22. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total funds 2025 £
Tangible fixed assets	460,399	-	460,399
Intangible fixed assets	5,190	-	5,190
Fixed asset investments	913,720	-	913,720
Current assets	1,135,124	723	1,135,847
Creditors due within one year	(203,917)	-	(203,917)
Total	2,310,516	723	2,311,239

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2024 £</i>	<i>Restricted funds 2024 £</i>	<i>Total funds 2024 £</i>
Tangible fixed assets	358,605	-	358,605
Intangible fixed assets	5,400	-	5,400
Fixed asset investments	974,101	-	974,101
Current assets	757,853	3,169	761,022
Creditors due within one year	(179,736)	-	(179,736)
Total	1,916,223	3,169	1,919,392

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

23. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2025 £	<i>Group 2024 £</i>
Net income for the year (as per Statement of Financial Activities)	391,847	32,184
Adjustments for:		
Depreciation charges	28,327	20,538
Amortisation charges	210	-
Loss on the disposal of fixed assets	-	498
(Gains) on investments	(36,030)	(86,427)
Dividends and interests from investments	(10,403)	(9,330)
(Increase)/decrease in stocks	(1,051)	5,128
Increase in debtors	(120,060)	(88,569)
Increase in creditors	24,181	66,632
Net cash provided by/(used in) operating activities	277,021	(59,346)

24. Analysis of cash and cash equivalents

	Group 2025 £	<i>Group 2024 £</i>
Cash in hand	676,930	423,216
Total cash and cash equivalents	676,930	423,216

25. Analysis of changes in net debt

	At 1 April 2024 £	Cash flows £	At 31 March 2025 £
Cash at bank and in hand	423,216	253,714	676,930

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

26. Pension commitments

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £851 (2024: £825) were payable to the fund at the balance sheet date and are included in other creditors.

27. Operating lease commitments

At 31 March 2025 the Group and the charitable company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2025 £	<i>Group 2024 £</i>	Charity 2025 £	<i>Charity 2024 £</i>
Not later than 1 year	145,204	60,261	1,537	2,011
Later than 1 year and not later than 5 years	450,911	137,813	5,765	-
Later than 5 years	432,750	50,625	-	-
	<u>1,028,865</u>	<u>248,699</u>	<u>7,302</u>	<u>2,011</u>

28. Other financial commitments

Wisdom Hospice Charity act as a guarantor under an agreement dated 22 November 2016 in respect of a lease on shop premises in Chatham, Kent. As guarantors they are liable for all obligations by virtue of the lease. The annual rent is £25,000, the lease is for 10 years with a break clause after 5 years.

Wisdom Hospice Charity act as a guarantor under an agreement dated 2 May 2019 in respect of a lease on shop premises in Rochester, Kent. As guarantors they are liable for all obligations by virtue of the lease. The annual rent is £19,750, the lease is for 9 years with a break clause after 5 years.

29. Contingent assets

Wisdom Hospice Charity received notification that it is entitled to 16 legacies, the value of which cannot be reliably estimated. Consequently, the value of these legacies have not been included in these financial statements.

Of the above legacies, 4 are subject to the interest of life tenant and will not be recognised until the death of the tenant, in accordance with the requirements of the Charities SORP (FRS 102).

30. Members' liability

Each member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £5 for the debts and liabilities contracted before he/she ceases to be a member.

Wisdom Hospice Charity
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2025

31. Related party transactions

The Charity has not entered into any related party transactions during the year requiring disclosure under the Charities SORP FRS 102.

Wisdom Hospice Charity

England & Wales - Charity number 284894

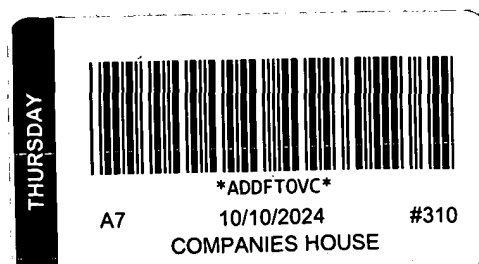
Accounts

Registered number: 01632714
Charity number: 284894

Wisdom Hospice Charity
(Formerly known as The Friends of the Wisdom Hospice)
(A company limited by guarantee)

Trustees' Report and Financial Statements

For the Year Ended 31 March 2024



Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
(A company limited by guarantee)

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Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice Limited)

(A company limited by guarantee)

**Reference and administrative details of the Charity, its Trustees and advisers
For the year ended 31 March 2024**

Trustees

Mr R Harris
Mrs S Fairbrace
Mrs M Barker
Mrs J Oliver
Mr R Coleman
Ms J Murie (Appointed 15 November 2023, Resigned 18 July 2024)
Mrs V Webster
Mr A Gray
Mrs B Fisher

Honorary Vice-Presidents

Miss B Taylor
Mr J Mangan
Mrs T Sillars
Mr R Coleman
Mr J Wootten
Mr D Turner

Chief Executive

Mr M Reeves

Senior Management Team

Ms J Buck Financial Controller
Mr J Hale-Brown Head of Income Generation

Company registered number

01632714

Charity registered number

284894

Registered office

High Bank
Rochester
Kent, ME1 2NU

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice Limited)

(A company limited by guarantee)

**Reference and administrative details of the Charity, its Trustees and advisers
For the year ended 31 March 2024**

Independent auditor

UHY Hacker Young
Thames House
Roman Square
Sittingbourne
Kent, ME10 4BJ

Bankers

NatWest
148 High Street
Chatham
Kent, ME4 4DB

Lloyds Bank
142-146 High Street
Chatham
Kent, ME4 4DQ

Solicitors

Gullands Solicitors
16 Mill Street
Maidstone
Kent, ME15 6XT

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice Limited)

(A company limited by guarantee)

**Trustees' report
For the year ended 31 March 2024**

The Trustees (who are also the directors of the charitable company for the purposes of the Companies Act 2006) present their annual report together with the audited financial statements of the group and the charitable company for the year to 31 March 2024. The Trustees confirm that the annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)(second edition – October 2019)).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The charity is registered as a charitable company limited by guarantee.

The charitable company is constituted under a Memorandum of Association dated 22 February 1982 and is a registered charity, number 284894.

In the event of the charitable company being wound up, members are required to contribute an amount not exceeding £5.

There have been no changes to the objects of the charitable company since the last annual report.

The charitable company has one subsidiary undertaking, Wisdom Hospice Support, which is a separate registered charity.

Method of appointment or election of Trustees

The group has ensured that the trustee body is constituted in accordance with the governing document. The directors of the charitable company are also charity trustees for the purposes of charity law and under the charitable company's Articles of Association are known as members of the Council of Management (Board of Trustees). At each Annual General Meeting one third of the directors must retire from office. Those to retire by rotation are those who have been longest in office since their last appointment.

At the forthcoming Annual General Meeting, in accordance with the Articles of Association, Mrs M Barker and Mr R Coleman retire by rotation and being eligible, offer themselves for re-election.

At the end of March 2024, the number of current directors was nine. During the year Ms J Murrie was appointed to the Board on the 15 November 2023. It is not possible to have less than five or more than fifteen members of the Board of Trustees. Authority to appoint new directors rests with the charitable company but the directors may also appoint a person who is willing to be a director, in the recognition that this appointment would be approved by the members at their next Annual General Meeting.

The Trustees have taken care to ensure that the Board has the appropriate skills and knowledge to conduct the business of the group. As well as general business skills, the nature of the work they do requires that Trustees are able to bring with them experience and knowledge in many areas including finance and accountancy, HR and employment law. All Trustees have a common interest in promoting the needs of the Wisdom Hospice.

All members of the Council of Management give their time voluntarily and receive no benefits from the group.

There were no expenses reclaimed from the charitable company during the year.

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice Limited)

(A company limited by guarantee)

Trustees' report
For the year ended 31 March 2024

Policies adopted for the induction and training of Trustees

All new Trustees receive an induction pack to acquaint themselves with the group and its aims and activities, management and governance and what is expected of them under charity law. Additionally, new Trustees are invited to meet with the Chairman and Chief Executive to learn more about their role and about the group's activities. Trustees are welcome to join in any training offered for staff.

Pay policy for senior staff

Salaries are reviewed annually by the Trustees, taking into account salaries paid for comparable roles in similar organisations. There are third party salary surveys of remuneration in the hospice sector and charities more generally which provide helpful input to this process.

Organisational structure and decision making

During the year under review, the Board of Trustees met on seven occasions and are responsible for the strategic direction and policy of the group. The Chief Executive attends board meetings but has no voting rights. The board delegates the day to day responsibility of the running of the group to the Chief Executive who is responsible for ensuring that the group's financial targets are met and also that all employees continue to develop their skills and working practice in line with good practice and innovative ways of fundraising. The Chief Executive is ably assisted by the Financial Controller and Head of Income Development in their responsibilities.

The Board has continued to operate the Audit & Investment subcommittee. Subcommittees allow Trustees to monitor and review the activities of the charity between formal board meetings.

The key management personnel of the charitable company comprise the Trustees and the Chief Executive.

The Trustees who served in the year are as follows:

Trustee Directors	Role	Committee
Mr R Harris	Chairman	A,B
Mrs S Fairbrace		B
Mrs M Barker		B
Mr R Coleman		A,B
Mrs V Webster		B
Mr A Gray		B
Mrs B Fisher		A,B
Mrs J Oliver		B
Ms J Murrie (Appointed 15 November 2023, Resigned 17 July 2024)		B

Committees

A - Audit & Investment

B - Board

Related party relationships

The group operates shops selling donated goods through its subsidiary company, Wisdom Hospice Support. The Trustees receive regular operational reports about the subsidiary's performance.

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice Limited)

(A company limited by guarantee)

**Trustees' report
For the year ended 31 March 2024**

Risk management

The Trustees have assessed the major risks to which the group is exposed, in particular those related to the operations and finances of the group. This involved identification of the types of risk the group faces and prioritising them in terms of potential impact and likelihood of occurrence and identifying and tracking the progress of measures to manage them. The ongoing risks associated with the aftermath of COVID-19 pandemic were considered as part of the assessment as were the risks related to the ongoing Cost of Living Crisis.

The principal risks identified are:

Risk identified	Strategy to mitigate risk
Ability to build sustainable and predictable income to meet funding demands and ensure long term sustainability. Particularly in an era when there is competition for donations during the period of the cost of living crisis.	Establishing a prudent and sustainable expenditure plan to maintain reserves at sufficient levels to maintain solvency.

The Board has continued to consider the risks that the charity is exposed to maintaining an up-to-date Risk Register which will be regularly reviewed to ensure risks are managed effectively.

OBJECTIVES AND ACTIVITIES

Policies and objectives

The group's purposes are set out in the 'Objects' clause contained in the charitable company's Memorandum of Association. The principal object of the group is to promote the relief of suffering and treatment of illness. The aim of the group is to maintain an annual grant to Medway Community Healthcare to not only ensure that the current services are maintained but, where possible, to continually improve upon these services.

The group's main objective and focus for their work during the 2023/24 financial year was to continue to promote and support The Wisdom Hospice.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on the public benefit when reviewing the charitable company's aims and objectives and in the planning of future activities.

Strategies for achieving objectives

The charitable company works to a detailed budget which is closely monitored and reported on to the Trustees, with a view to trying to ensure that fundraising targets are achieved, and expenditure is managed efficiently.

The Chairman and Chief Executive attend regular meetings of South East Hospices also attended by Hospice UK. In addition, the Chief Executive attends a variety of networks both regionally and nationally in an effort to share best practice, discuss innovation and benchmark the group's activities.

Activities for achieving objectives

In setting plans for the group, the Trustees give consideration to the Charity Commission's general guidance on public benefit and, in particular, to the public benefit of providing support for the relief of ill-health.

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice Limited)

(A company limited by guarantee)

**Trustees' report
For the year ended 31 March 2024**

How our activities deliver public benefit

The Wisdom Hospice provides specialist palliative care and support to the adult population of Medway and Swale, a population of over 400,000. These services are open and free to all members of the public, and they support patients both at the hospice and within their own homes.

The group supports these services with an annual grant to the hospice which adds significantly to the public benefit, making facilities available which would otherwise not be possible on the NHS budget alone.

All expenditure by the group is reviewed against the public benefit principles and the Trustees ensure these expenses represent an appropriate use of charitable funds.

Volunteers

The Trustees are grateful for the unstinting efforts of the volunteers who are involved in service provision, charity shops and fundraising. The charitable company saw an increase in volunteer donated hours during this year to 28,806 hours (2023: 24,967 hours). The charitable company has a volunteer coordinator to ensure that best value is derived from the sterling efforts of our volunteers.

ACHIEVEMENTS AND PERFORMANCE

Review of activities

Donations and legacies

Overall income from donations and legacies increased in the year under review by £206,849 to £653,410 (2023: £446,561). This was primarily as a result of an increase in legacy income of £118,558 which totalled £303,694 for the year to 31 March 2024 (2023: £185,136); of which £185,000 had not been received as at the year end. Income from donations was also increased by £88,291, totalling £349,716 for the year ended 31 March 2024 (2023: £261,425).

Fundraising

Overall fundraising income in the year under review increased by £127,935 to £750,057 (2023: £622,122). This was due to the increased sales of donated goods of £504,801 (2023: £382,312), general fundraising income increased to £111,559 (2023: £90,860). Lottery income however reduced to £127,685 (2023: £142,671).

Shops

The group operates four high street shops in Sittingbourne, Chatham, Rochester and Sheerness town centres as well as an online shopping platforms.

Trading has continued to be positive with income performing above budgeted amounts. Donation volumes were maintained as was the quality which is of a high standard. eBay too has seen an uplift in trading in the last year. An exciting new retail experience "The Hangar" is due to open in October 2024.

Maintaining and the recruitment of volunteers has been a challenge. We are so grateful to all our volunteers for the commitment they have shown and their hard work for the charity.

Lottery

Initially, as a result of the COVID pandemic, player numbers reduced as a number chose to cancel their subscriptions. This reduction in players was below what was expected however, this year player numbers were

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice Limited)

(A company limited by guarantee)

**Trustees' report
For the year ended 31 March 2024**

affected by the Cost of Living Crisis. The lottery provider continues to work hard to maintain player numbers and the charity is working closely with the lottery provider to try to improve this situation.

Charity Rename

During the year the charity continues to consider operational strategies to maximise income to meet future challenges. As part of this process the charitable company has decided to change its name to Wisdom Hospice Charity in September 2024.

The charity will continue to maintain its registered charity number and its aims and objectives. It is considered the new name is more business like and will appeal to a wider group of supporters

Investment policy and performance

The charitable company has a low-risk investment policy. The value of its investments has reduced during the year under review, decreasing from £1,093,733 as at 31 March 2023 to £974,101 as at 31 March 2024.

Due to the fall in the stock markets and pressures on cash flow during the year the charitable company withdrew £100,000 from the investments. The groups investments were rebalanced during the year and are under regular review by the group's investment managers.

Hospice Grant

The charitable company's annual grant remained the same as the previous year at £724,092 (2023: £724,092). The charity continues to work closely with the hospice operator Medway Community Healthcare and are investigating ways in which they could fund new facilities or equipment via specific grant funding sources for these extras that will add value to the patient experience.

Factors relevant to achieve objectives

The charitable company monitors the return on invested time and expenses on all its events with a view to ensuring returns are maximised.

Information on fundraising practices

The charitable company receives financial support from its donors across a wide range of events and activities and the Trustees are very grateful to these donors for their generosity. Donations are acknowledged with a letter of thanks from the Chief Executive or a phone call when appropriate in recognition of significant donations or actions. The charitable company regards its relationships with donors and supporters as highly important and it prides itself on those it has built over many years of fundraising.

The fundraising team looks to be innovative with its events so as to maintain maximise income and supporter engagement and to inspire the next generation of donors and supporters.

The charitable company carries out its fundraising in a fair and responsible way and ensures that funds raised are spent effectively to bring maximum benefit to the patients and relatives connected with The Wisdom Hospice. Its regular newsletters and website share the latest news of achievements and reinforce its gratitude to donors. The charitable company also ensures that donors have control over how they communicate with it.

The charitable company strives to ensure that its fundraising is conducted to the highest level of quality and safety. Fundraisers and partners are trained to comply with best practices and procedures – particularly in protecting individuals who may be in vulnerable circumstances. The approach is donor focussed and designed to ensure that donors enjoy and benefit from their engagement with the charitable company. Wisdom Hospice

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice Limited)

(A company limited by guarantee)

**Trustees' report
For the year ended 31 March 2024**

Charity is registered with the Fundraising Regulator.

The charitable company has partnered with Your Hospice Lottery (YHL) who are contracted to promote its lottery. The charitable company works closely with YHL, who act in accordance with the high standards that both the charitable company and the public expect. The charitable company's Chief Executive inducts all new lottery fundraisers to ensure that the standards and obligations required are understood and met in their fundraising activities. Feedback is sought from players about their lottery experience, allowing the charitable company to maintain standards and, where relevant, to instigate any required improvements to fundraising practices.

Wisdom Hospice Support receives a variety of donations of goods for sale in its shops. The Trustees are very grateful for these donations, and they look to retain the support of the donors to the shops for many years to come. Wisdom Hospice Support staff and volunteers are trained to comply with best practices and procedures in order to ensure that donors and customers have a positive experience in their dealings with it.

The charitable group complies with the General Data Protection Regulation (GDPR) and follows the Information Commissioner's guides and code. Whilst it strives to perform to the highest standards in everything it does, it may not always get it right. Should a complaint be received, it will be fully investigated, and efforts will be made to correct any shortcomings highlighted. The charitable group received no significant complaints during the year under review.

The Trustees recognise the importance of the reputation of the charitable group in maintaining the trust and confidence of its donors and this principle sits at the heart of all of its activities.

FINANCIAL REVIEW

Going concern

After making appropriate enquiries and in particular taking account of the after-effects of the COVID-19 pandemic and the Cost of Living Crisis, the Trustees have a reasonable expectation that the charitable company and the group have 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.

Cost of Living Crisis – ongoing challenges

The charitable company continues to experience the wide-ranging of COVID-19 as there is the long-term impact on both the UK and global economies. More recently the effects of the cost of living crisis have also influenced the charitable operations of the organisation. Income generation and fundraising will continue to be a challenge for the foreseeable future. The groups priority is to maintain its financial support of the Wisdom Hospice at planned budgeted levels.

Cash flow and income forecasts are carried out regularly for both the short term and long-term views, taking into account these ongoing challenges. The Trustees are satisfied that the group has the financial and other resources it needs to overcome the challenges ahead.

Reserves policy

The Wisdom Hospice is run by Medway Community Healthcare (MCH) within the NHS and its operational and funding structure is determined accordingly. Representatives of the Trustees meet regularly with MCH. The Chief Executive meets with representatives of the Kent and Medway Integrated Care Board (ICB) in order to understand the financial requirements of MCH including any particular needs they may have and how the ongoing NHS reorganisation process impacts on the group's activities.

Wisdom Hospice Charlty (Formerly known as The Friends of the Wisdom Hospice Limited)

(A company limited by guarantee)

**Trustees' report
For the year ended 31 March 2024**

Further developments will continue as the Integrated Care Systems, Integrated Care Boards and the Kent and Medway Health and Care Partnership continue to become established. It is hoped that these developments will simplify and rationalise engagement with the commissioning body.

The Trustees take account of these issues as they strive to maintain the group's reserves at a level which they deem appropriate to ensure the group can meet its objectives in the prevailing circumstances over the medium and long term.

This year we have seen an increase of £32,184 in our reserves (reduction - 2023: £306,013).

The unrestricted reserves as at the year-end were £1,916,223 (2023: £1,884,734) and the unrestricted reserves after removing tangible fixed assets as at the year-end were £1,557,618 (2023: £1,529,321). The Trustees regard these as appropriate levels in the current circumstances with reference to the policy set out above.

The Trustees continually look for opportunities to spend restricted reserves in accordance with the restrictions thereon in pursuit of the group's objectives.

The restricted reserves as at the year-end were £3,169 (2022: £2,474).

Material investments policy

Under the Memorandum and Articles of Association, the group has the power to make any investment which the Trustees see fit, subject to such conditions (if any) and such consents (if any) as may be imposed or required by law. The Trustees are mindful of the recommendation of the Charity Commission with regard to the management of their investments. The Audit and Investment Committee has been set up to focus on investments in line with the group's Statement of Investment Principles, which is under regular review.

No investment is knowingly made directly in tobacco related products or in any other products known to be injurious to health. Where any investments are discovered to be in breach of this policy, action is taken to correct the position and reported to the Trustees.

PLANS FOR FUTURE PERIODS

Future developments

As the charitable company adapts to the changing environment influencing fundraising events, the charitable company continues to follow its strategy which takes into account short, medium and long term aims.

The groups focus continues with three broad themes

- To achieve and maintain fundraising and income targets in line with agreed budgets.
- To identify innovative ways of generating income
- Overall to improve communications and marketing with all stakeholders and in particular with Medway Community Healthcare

The Trustees are developing a strategic plan from 2023 to 2025 which will advance the charitable company to continue to develop their charitable operations to increase income and profile of the group and will continue to review and enhance their current initiatives. The group will examine, evaluate, and innovate fundraising events and income generation in keeping with the ethos of the group.

The Trustees will continue to maintain and develop beneficial working relationships with the Wisdom Hospice and Medway Community Healthcare.

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice Limited)

(A company limited by guarantee)

Trustees' report
For the year ended 31 March 2024

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also directors of Wisdom Hospice Charity for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group 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;
- state whether applicable UK Accounting Standard (FRS 102) 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 charitable group will continue in operation;

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the charitable group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditor

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

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditor is aware of that information.

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice Limited)

(A company limited by guarantee)


Trustees' report
For the year ended 31 March 2024

Auditor

The auditor, UHY Hacker Young, has indicated its willingness to continue in office. The Trustees will propose a motion re-appointing the auditor at the forthcoming AGM.

The company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

This report was approved by the Trustees on *11/09/2024* and signed on their behalf by:



Mr R Harris, Chairman to the Trustees

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
(A company limited by guarantee)

Independent Auditors' Report to the Members of Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)

Opinion

We have audited the financial statements of Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice) (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2024 which comprise the Consolidated statement of financial activities, the Consolidated balance sheet, the Charity balance sheet, the Consolidated statement of cash flows and the related notes, 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 March 2024 and of the Group's 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 Companies Act 2006 and 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 Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Group's or the parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
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Independent Auditors' Report to the Members of Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice) (continued)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' report thereon. The Trustees are responsible for the other information contained within the Annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company 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 in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
(A company limited by guarantee)

Independent Auditors' Report to the Members of Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice) (continued)

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) 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 Group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

How 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:

- we identified the laws and regulations applicable to the charity through discussions with management, and from our commercial knowledge and experience in the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the accounts or the operations of the charitable company, including the Charities Act 2011 and the Companies Act 2006;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting correspondence; and
- identified laws and regulations were communicated within the audit team and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charitable company's accounts 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:

**Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
(A company limited by guarantee)**

Independent Auditors' Report to the Members of Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice) (continued)

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates set out in the accounting policies were indicative of potential bias; and
- 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 minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

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 trustees 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 Auditors' report.

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
(A company limited by guarantee)

Independent Auditors' Report to the Members of Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice) (continued)

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

UHY Hacker Young

Tracey Moore BFP ACA (Senior statutory auditor)

for and on behalf of

UHY Hacker Young

Chartered Accountants

Statutory Auditors

Thames House

Roman Square

Sittingbourne

Kent

ME10 4BJ

Date: 1 October 2024

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
(A company limited by guarantee)

Consolidated Statement of financial activities (incorporating income and expenditure account)
For the Year Ended 31 March 2024

	Note	Unrestricted funds 2024 £	Restricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Income from:					
Donations and legacies	4	650,620	2,790	653,410	446,561
Other trading activities	5	750,057	-	750,057	622,122
Investments	6	9,330	-	9,330	4,599
Total income		1,410,007	2,790	1,412,797	1,073,282
Expenditure on:					
Raising funds	7	740,853	2,095	742,948	614,210
Charitable activities		724,092	-	724,092	724,092
Total expenditure		1,464,945	2,095	1,467,040	1,338,302
Net (expenditure)/income before net gains/(losses) on investments		(54,938)	695	(54,243)	(265,020)
Net gains/(losses) on investments		86,427	-	86,427	(40,993)
Net movement in funds		31,489	695	32,184	(306,013)
Reconciliation of funds:					
Total funds brought forward		1,884,734	2,474	1,887,208	2,193,221
Net movement in funds		31,489	695	32,184	(306,013)
Total funds carried forward		1,916,223	3,169	1,919,392	1,887,208

The Consolidated Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 21 to 41 form part of these financial statements.

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
(A company limited by guarantee)
Registered number: 01632714

Consolidated Balance Sheet
As at 31 March 2024

	Note	2024 £	2023 £
Fixed assets			
Intangible assets	12	5,400	-
Tangible assets	13	358,605	355,413
Investments	14	974,101	1,093,733
		<u>1,338,106</u>	<u>1,449,146</u>
Current assets			
Stocks	15	6,296	11,424
Debtors	16	331,510	242,941
Cash at bank and in hand		423,216	296,801
		<u>761,022</u>	<u>551,166</u>
Creditors: amounts falling due within one year	17	(179,736)	(113,104)
Net current assets		<u>581,286</u>	<u>438,062</u>
Total net assets		<u><u>1,919,392</u></u>	<u><u>1,887,208</u></u>
Charity funds			
Restricted funds	19	3,169	2,474
Unrestricted funds	19	1,916,223	1,884,734
Total funds		<u><u>1,919,392</u></u>	<u><u>1,887,208</u></u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



 Raymond Harris



 Barbara Fisher

Date: 11/09/2024

The notes on pages 21 to 41 form part of these financial statements.

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
(A company limited by guarantee)
Registered number: 01632714

Charity Balance Sheet
As at 31 March 2024

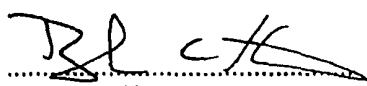
	Note	2024 £	2023 £
Fixed assets			
Intangible assets	12	5,400	-
Tangible assets	13	272,215	277,556
Investments	14	974,101	1,093,733
		<u>1,251,716</u>	<u>1,371,289</u>
Current assets			
Stocks	15	6,296	11,424
Debtors	16	303,104	244,017
Cash at bank and in hand		171,180	66,554
		<u>480,580</u>	<u>321,995</u>
Creditors: amounts falling due within one year	17	(156,154)	(87,991)
Net current assets		<u>324,426</u>	<u>234,004</u>
Total net assets		<u><u>1,576,142</u></u>	<u><u>1,605,293</u></u>
Charity funds			
Restricted funds	19	3,169	2,474
Unrestricted funds	19	1,572,973	1,602,819
Total funds		<u><u>1,576,142</u></u>	<u><u>1,605,293</u></u>

The Charity's net movement in funds for the year was £(29,151) (2023 - £(302,421)).

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:


Raymond Harris


Barbara Fisher

Date: 11/09/2024

The notes on pages 21 to 41 form part of these financial statements.

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
(A company limited by guarantee)

Consolidated Statement of Cash Flows
For the Year Ended 31 March 2024

	Note	2024 £	2023 £
Cash flows from operating activities			
Net cash used in operating activities	22	(102,894)	(365,207)
Cash flows from investing activities			
Dividends, interests and rents from investments		9,330	4,599
Purchase of tangible fixed assets		(24,228)	(42,003)
Purchase of investments		(434,654)	(854,070)
Proceeds from the sale of investments		593,971	1,051,401
Cash movement on investment account		84,890	(82,360)
Net cash provided by investing activities		229,309	77,567
Change in cash and cash equivalents in the year		126,415	(287,640)
Cash and cash equivalents at the beginning of the year		296,801	584,441
Cash and cash equivalents at the end of the year	23	423,216	296,801

The notes on pages 21 to 41 form part of these financial statements

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2024

1. General information

Wisdom Hospice Charity is a charitable company limited by guarantee, incorporated in England and Wales. The company's registered number is 01632714. The address of the Charity's registered office and principal place of business is:

High Bank
Rochester
Kent
ME1 2NU

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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) (Charities SORP (FRS 102)(second edition)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 - January 2022) and the Companies Act 2006.

Wisdom Hospice Charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The directors consider that there are no key sources of estimation uncertainty, other than as set out in the accounting policies below:

2.2 Consolidation

These financial statements consolidate the accounts of Wisdom Hospice Charity and its subsidiary, Wisdom Hospice Support.

The Consolidated statement of financial activities (SOFA) and Consolidated balance sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Charity has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of financial activities in these financial statements. The results of the Charity for the year ended 31 March 2023 are presented on page 11.

Exemption from the requirement to disclose transactions between the charity and its subsidiary company has been taken under section 33.1A of FRS 102 as the transactions occur between wholly owned members.

The Charity has taken advantage of the disclosure exemption permitted by FRS 102 of the requirements of Section 7, 'Statement of Cash Flows', to not disclose a charity-only Statement of Cash Flows.

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
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Notes to the Financial Statements
For the Year Ended 31 March 2024

2. Accounting policies (continued)

2.3 Going concern

Accounting standards require the directors, who are the Trustees, to consider the appropriateness of the going concern basis when preparing the financial statements. On the basis of detailed projections of income, expenditure and cash flow prepared using appropriate assumptions, the Trustees have a reasonable expectation that the charitable company and the group will continue in operational existence for the foreseeable future. The directors believe this to be the case as the charitable group has positive reserves and cash balances. For this reason, the directors consider that the going concern basis remains appropriate and they continue to adopt it in preparing the annual financial statements.

2.4 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.

For legacies, entitlement is taken at the earlier of the date on which either: the charitable group is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charitable group that a distribution will be made; or when a distribution has been received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charitable group has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charitable group, or the charitable group is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the charitable company where this can be quantified and a third party is bearing the cost. No amounts are included in the Statement of Financial Activities for services donated by volunteers.

Income tax recoverable in relation to donations received under Gift Aid or Deeds of Covenant is recognised at the time of the donation. Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

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Notes to the Financial Statements
For the Year Ended 31 March 2024

2. Accounting policies (continued)

2.5 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. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made 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.

All expenditure is inclusive of irrecoverable VAT.

2.6 Taxation

The Charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes. No tax charge has arisen in the year.

2.7 Intangible assets and amortisation

Intangible assets costing £5,000 or more are capitalised and recognised when future economic benefits are probable, and the cost or value of the asset can be measured reliably.

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Amortisation is provided on intangible assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life. The asset had not been brought into use at the balance sheet date and accordingly no amortisation has been charged in the year.

Amortisation is provided on the following basis:

Website	- 15	years straight line
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Notes to the Financial Statements
For the Year Ended 31 March 2024

2. Accounting policies (continued)

2.8 Tangible fixed assets and depreciation

Assets are capitalised at the Trustees' discretion, however all items costing more than £500 are always capitalised.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of Financial Activities.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

Freehold property	-	Building 2% straight-line / Land Nil
Long-term leasehold property	-	over the lease term
Fixtures and fittings	-	20% straight-line
Office equipment	-	20% straight-line

2.9 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 the 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 presented as 'Gains/(Losses) on investments' in the Consolidated statement of financial activities.

2.10 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.11 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.12 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.

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Notes to the Financial Statements
For the Year Ended 31 March 2024

2. Accounting policies (continued)

2.13 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated statement of financial activities as a finance cost.

2.14 Financial instruments

The Group 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.

2.15 Pensions

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

2.16 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 Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

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

2.17 Volunteers

The Trustees are grateful for the unstinting efforts of the volunteers who are involved in service provision, charity shops and fundraising. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not included in the financial statements.

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Notes to the Financial Statements
For the Year Ended 31 March 2024

3. Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The Charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Legacy income accrual

Legacy income is recognised in accordance with the income recognition policy. In calculating the level of legacy accrual, management is required to exercise estimation and judgement, particularly in determining the amount and probability of receipt.

Useful economic life of tangible fixed assets

Useful economic life is inline with the accounting policy. In setting these policies management will consider the industry average of the asset life and the number of years they expect the asset to be in use.

4. Income from donations and legacies

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Donations	346,926	2,790	349,716	261,425
Legacies	303,694	-	303,694	185,136
	<u>650,620</u>	<u>2,790</u>	<u>653,410</u>	<u>446,561</u>
Total 2023	<u>446,426</u>	<u>135</u>	<u>446,561</u>	

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Notes to the Financial Statements
For the Year Ended 31 March 2024

5. Income from other trading activities

Income from fundraising events

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Fundraising	111,559	111,559	90,860
Lottery income	127,685	127,685	142,671
Sales of merchandise	6,012	6,012	6,279
Sales of donated items	504,801	504,801	382,312
	<u>750,057</u>	<u>750,057</u>	<u>622,122</u>
<i>Total 2023</i>	<u>622,122</u>	<u>622,122</u>	

6. Investment income

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Dividends and interest received	9,330	9,330	4,599
	<u>4,599</u>	<u>4,599</u>	
<i>Total 2023</i>	<u>4,599</u>	<u>4,599</u>	

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Notes to the Financial Statements
For the Year Ended 31 March 2024

7. Expenditure on raising funds

Costs of raising voluntary income

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Support costs	268,071	2,095	270,166	250,364
Investment management charges	11,500	-	11,500	12,920
Purchase for resale	7,344	-	7,344	1,895
Fundraising staff costs - wages and salaries	406,532	-	406,532	308,025
Fundraising staff costs - social security costs	23,979	-	23,979	21,107
Fundraising staff costs - pension costs	8,705	-	8,705	7,272
Depreciation	14,722	-	14,722	12,627
	<u>740,853</u>	<u>2,095</u>	<u>742,948</u>	<u>614,210</u>
<i>Total 2023</i>	<u>614,103</u>	<u>107</u>	<u>614,210</u>	

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Notes to the Financial Statements
For the Year Ended 31 March 2024

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Support costs			
Rent, rates and utilities	121,888	121,888	110,296
Staff welfare, training and entertainment	1,111	1,111	2,024
Recruitment costs	5,511	5,511	1,757
Travel expenses	9,045	9,045	1,998
Repairs and renewals	3,389	3,389	4,243
Professional fees	1,237	1,237	850
Fundraising expenses and event costs	37,814	37,814	48,690
IT and office costs	32,968	32,968	28,855
Insurance	13,250	13,250	10,794
Subscriptions	2,561	2,561	2,338
Bank charges	13,597	13,597	11,782
Depreciation	5,816	5,816	6,787
Sundry costs	3,804	3,804	1,273
Governance costs:	-	-	-
Auditor's remuneration	11,200	11,200	11,935
Accountancy costs	6,975	6,975	6,742
Total 2024	270,166	270,166	250,364

8. Analysis of expenditure by activities

	Grant funding of activities 2024 £	Total funds 2024 £	Total funds 2023 £
Medway Community Healthcare	724,092	724,092	724,092
<i>Total 2023</i>	<i>724,092</i>	<i>724,092</i>	

9. Auditor's remuneration

The auditors' remuneration amounts to an auditor fee of £11,200 (2023 - £11,935).

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Notes to the Financial Statements
For the Year Ended 31 March 2024

10. Staff costs

	Group 2024 £	<i>Group 2023 £</i>	Charity 2024 £	<i>Charity 2023 £</i>
Wages and salaries	406,532	308,025	177,015	163,296
Social security costs	23,979	21,107	12,315	11,383
Contribution to defined contribution pension schemes	8,705	7,272	5,253	4,770
	<u>439,216</u>	<u>336,404</u>	<u>194,583</u>	<u>179,449</u>

The average number of persons employed by the Charity during the year was as follows:

	Group 2024 No.	<i>Group 2023 No.</i>	Charity 2024 No.	<i>Charity 2023 No.</i>
Fundraising	4	4	3	4
Support	2	3	3	3
Shop	12	7	-	-
	<u>18</u>	<u>14</u>	<u>6</u>	<u>7</u>

No employee received employee benefits amounting to more than £60,000 in either year.

The Trustees consider themselves, the Chief Executive Officer and the Financial Controller as comprising the key management personnel of the Group. Total employee benefits (including social security costs and employer's pension contributions) for the year ended 31 March 2024 were £98,426 (2023: £93,246).

11. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2023 - £NIL).

During the year ended 31 March 2024, no Trustee expenses have been incurred (2023 - £NIL).

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Notes to the Financial Statements
For the Year Ended 31 March 2024

12. Intangible assets

Group and Charity

	Website £
Cost	
Additions	5,400
	<hr/>
Net book value	
At 31 March 2024	5,400
	<hr/> <hr/>

13. Tangible fixed assets

Group

	Freehold property £	Leasehold costs £	Fixtures and fittings £	Office equipment £	Total £
Cost					
At 1 April 2023	378,448	10,356	151,716	9,454	549,974
Additions	-	6,196	17,059	973	24,228
Disposals	-	-	-	(747)	(747)
At 31 March 2024	<hr/> 378,448	<hr/> 16,552	<hr/> 168,775	<hr/> 9,680	<hr/> 573,455
Depreciation					
At 1 April 2023	103,075	6,996	77,219	7,271	194,561
Charge for the year	5,046	628	14,094	770	20,538
On disposals	-	-	-	(249)	(249)
At 31 March 2024	<hr/> 108,121	<hr/> 7,624	<hr/> 91,313	<hr/> 7,792	<hr/> 214,850
Net book value					
At 31 March 2024	<hr/> <hr/> 270,327	<hr/> <hr/> 8,928	<hr/> <hr/> 77,462	<hr/> <hr/> 1,888	<hr/> <hr/> 358,605
At 31 March 2023	<hr/> <hr/> 275,373	<hr/> <hr/> 3,360	<hr/> <hr/> 74,497	<hr/> <hr/> 2,183	<hr/> <hr/> 355,413

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Notes to the Financial Statements
For the Year Ended 31 March 2024

13. Tangible fixed assets (continued)

Charity

	Freehold property £	Office equipment £	Total £
Cost			
At 1 April 2023	378,448	9,454	387,902
Additions	-	973	973
Disposals	-	(747)	(747)
At 31 March 2024	378,448	9,680	388,128
Depreciation			
At 1 April 2023	103,075	7,271	110,346
Charge for the year	5,046	770	5,816
On disposals	-	(249)	(249)
At 31 March 2024	108,121	7,792	115,913
Net book value			
At 31 March 2024	270,327	1,888	272,215
At 31 March 2023	275,373	2,183	277,556

14. Fixed asset investments

Group and Charity	Listed investments £	Portfolio cash held by investment manager £	Total £
Valuation			
At 1 April 2023	942,682	151,051	1,093,733
Additions	434,654	129,822	564,476
Disposals	(555,823)	(214,712)	(770,535)
Revaluations	86,427	-	86,427
At 31 March 2024	907,940	66,161	974,101

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Notes to the Financial Statements
For the Year Ended 31 March 2024

14. Fixed asset investments (continued)

The historic cost of listed investments at 31 March 2024 was £1,061,107 (2023: £1,061,107).

Investments comprise the following:

	2024 £	2023 £
Equities (listed)	536,546	650,937
Fixed interest	238,881	209,328
Cash	137,999	151,051
Alternative investments	60,675	82,417
	<u>974,101</u>	<u>1,093,733</u>

All fixed asset investments are held in the UK.

15. Stocks

	Group 2024 £	Group 2023 £	Charity 2024 £	Charity 2023 £
Finished goods and goods for resale	6,296	11,424	6,296	11,424

16. Debtors

	Group 2024 £	Group 2023 £	Charity 2024 £	Charity 2023 £
Due within one year				
Amounts owed by group undertakings	-	-	-	40,000
Other debtors	15,270	12,209	10,503	831
Prepayments and accrued income	316,240	230,732	292,601	203,186
	<u>331,510</u>	<u>242,941</u>	<u>303,104</u>	<u>244,017</u>

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Notes to the Financial Statements
For the Year Ended 31 March 2024

17. Creditors: Amounts falling due within one year

	Group 2024 £	<i>Group 2023 £</i>	Charity 2024 £	<i>Charity 2023 £</i>
Trade creditors	141,781	83,391	136,436	67,253
Other taxation and social security	9,189	6,593	4,335	6,593
Other creditors	6,476	4,799	1,478	1,512
Accruals and deferred income	22,290	18,321	13,905	12,633
	<u>179,736</u>	<u>113,104</u>	<u>156,154</u>	<u>87,991</u>
	Group 2024 £	<i>Group 2023 £</i>	Charity 2024 £	<i>Charity 2023 £</i>
Deferred income at 1 April 2023	324	745	324	745
Resources deferred during the year	(324)	(745)	(324)	(745)
Amounts released from previous periods	2,523	324	2,523	324
	<u>2,523</u>	<u>324</u>	<u>2,523</u>	<u>324</u>

Deferred income relates to ticket sales for fundraising events that take place post year end.

18. Financial instruments

	Group 2024 £	<i>Group 2023 £</i>	Charity 2024 £	<i>Charity 2023 £</i>
Financial assets				
Financial assets measured at fair value through income and expenditure	489,377	1,093,733	237,341	1,093,733

Financial assets measured at fair value comprise listed investments.

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
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Notes to the Financial Statements
For the Year Ended 31 March 2024

19. Statement of funds

Statement of funds - current year

	Balance at 1 April 2023 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2024 £
Unrestricted funds					
General Funds - all funds	1,884,734	1,410,007	(1,464,447)	85,929	1,916,223
Restricted funds					
D Hoskins fund	200	-	-	-	200
Mrs Jameson fund	368	-	(320)	-	48
R Watts fund	1,133	-	(198)	-	935
L Avery fund	133	-	-	-	133
L Humphreys fund	50	-	-	-	50
D Swatton fund	315	-	(298)	-	17
Linda Richards Art Therapy	140	-	-	-	140
P Humphreys fund	100	-	-	-	100
Curry's Sittingbourne	35	-	-	-	35
Staff Christmas Party	-	1,590	(1,202)	-	388
Asda	-	1,200	(77)	-	1,123
	2,474	2,790	(2,095)	-	3,169
Total of funds	1,887,208	1,412,797	(1,466,542)	85,929	1,919,392

Notes to the Financial Statements
For the Year Ended 31 March 2024

19. Statement of funds (continued)

Restricted funds

The D Hoskins fund is used to fund the ward within the hospice.

The Mrs Jameson fund is to be used for the development of the wards.

The R Watts fund is to be used for nursing training.

The L Avery fund is to be used for the development of the outside space at the hospice.

The L Humphreys fund is to be used for time for patients with a nurse.

The D R Swatton fund is to be used for tea and cakes for staff.

The Linda Richards Art Therapy fund is to be used for art therapy.

The P Humphreys fund is to be used for nurses on the ward at the hospice.

The Curry's Sittingbourne fund is to be used to purchase headphones for patient beds.

The staff Christmas party fund is to be used towards the annual Christmas party.

Asda fund is to be spent on resident's personal care needs.

Sufficient resources are held in an appropriate form to enable each fund to be applied in accordance with any restrictions.

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Notes to the Financial Statements
For the Year Ended 31 March 2024

19. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 April 2022 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2023 £
Unrestricted funds					
General Funds	2,190,775	1,073,147	(1,338,195)	(40,993)	1,884,734
Restricted funds					
D Hoskins fund	200	-	-	-	200
Mrs Jameson fund	440	-	(72)	-	368
R Watts fund	1,133	-	-	-	1,133
L Avery fund	133	-	-	-	133
L Humphreys fund	50	-	-	-	50
D Swatton fund	350	-	(35)	-	315
Linda Richards Art Therapy	140	-	-	-	140
P Humphreys fund	-	100	-	-	100
Curry's Sittingbourne	-	35	-	-	35
	2,446	135	(107)	-	2,474
Total of funds	2,193,221	1,073,282	(1,338,302)	(40,993)	1,887,208

20. Summary of funds

Summary of funds - current year

	Balance at 1 April 2023 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2024 £
General funds	1,884,734	1,410,007	(1,464,447)	85,929	1,916,223
Restricted funds	2,474	2,790	(2,095)	-	3,169
	1,887,208	1,412,797	(1,466,542)	85,929	1,919,392

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Notes to the Financial Statements
For the Year Ended 31 March 2024

20. Summary of funds (continued)

Summary of funds - prior year

	Balance at 1 April 2022 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2023 £
General funds	2,190,775	1,073,147	(1,338,195)	(40,993)	1,884,734
Restricted funds	2,446	135	(107)	-	2,474
	<u>2,193,221</u>	<u>1,073,282</u>	<u>(1,338,302)</u>	<u>(40,993)</u>	<u>1,887,208</u>

21. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total funds 2024 £
Tangible fixed assets	358,605	-	358,605
Intangible fixed assets	5,400	-	5,400
Fixed asset investments	974,101	-	974,101
Current assets	757,853	3,169	761,022
Creditors due within one year	(179,736)	-	(179,736)
Total	<u>1,916,223</u>	<u>3,169</u>	<u>1,919,392</u>

Analysis of net assets between funds - prior period

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total funds 2023 £
Tangible fixed assets	355,413	-	355,413
Fixed asset investments	1,093,733	-	1,093,733
Current assets	548,692	2,474	551,166
Creditors due within one year	(113,104)	-	(113,104)
Total	<u>1,884,734</u>	<u>2,474</u>	<u>1,887,208</u>

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2024

22. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2024 £	Group 2023 £
Net income/expenditure for the period (as per Statement of Financial Activities)	32,184	(306,013)
Adjustments for:		
Depreciation charges	20,538	19,413
Gains/(losses) on investments	(86,427)	40,993
Dividends, interests and rents from investments	(9,330)	(4,599)
Decrease/(increase) in stocks	5,128	(1,280)
Increase in debtors	(88,569)	(167,939)
Increase in creditors	23,582	54,218
Net cash used in operating activities	(102,894)	(365,207)

23. Analysis of cash and cash equivalents

	Group 2024 £	Group 2023 £
Cash in hand	423,216	296,801
Total cash and cash equivalents	423,216	296,801

24. Analysis of changes in net debt

	At 1 April 2023 £	Cash flows £	At 31 March 2024 £
Cash at bank and in hand	296,801	126,415	423,216
	296,801	126,415	423,216

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2024

25. Pension commitments

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £825 (2023: £1,261) were payable to the fund at the balance sheet date and are included in creditors.

26. Operating lease commitments

At 31 March 2024 the Group and the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2024 £	Group 2023 £	Charity 2024 £	Charity 2023 £
Not later than 1 year	60,261	66,699	2,011	2,011
Later than 1 year and not later than 5 years	155,917	182,928	-	2,011
Later than 5 years	52,271	85,521	-	-
	<u>268,449</u>	<u>335,148</u>	<u>2,011</u>	<u>4,022</u>

27. Other financial commitments

Wisdom Hospice Charity act as a guarantor under an agreement dated 13 June 2013 in respect of a lease on shop premises in Sittingbourne, Kent. As guarantors they are liable for all obligations by virtue of the lease. The annual rent is £25,750, the lease is for 10 years.

Wisdom Hospice Charity act as a guarantor under an agreement dated 22 November 2016 in respect of a lease on shop premises in Chatham, Kent. As guarantors they are liable for all obligations by virtue of the lease. The annual rent is £25,000, the lease is for 10 years with a break clause after 5 years.

Wisdom Hospice Charity act as a guarantor under an agreement dated 2 May 2019 in respect of a lease on shop premises in Rochester, Kent. As guarantors they are liable for all obligations by virtue of the lease. The annual rent is £19,750, the lease is for 10 years with a break clause after 5 years.

28. Contingent assets

Wisdom Hospice Charity received notification that it is entitled to 23 legacies, the value of which cannot be reliably estimated. Consequently, the value of these legacies have not been included in these financial statements.

Of the above legacies, four are subject to the interest of life tenant and will not be recognised until the death of the tenant, in accordance with the requirements of the Charities SORP (FRS 102).

Wisdom Hospice Charity (Formerly known as The Friends of the Wisdom Hospice)
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2024

29. Members' liability

Each member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £5 for the debts and liabilities contracted before he/she ceases to be a member.

30. Related party transactions

The Charity has not entered into any related party transactions during the year requiring disclosure under the Charities SORP FRS 102.

Wisdom Hospice Charity

England & Wales - Charity number 284894

Accounts

Registered number: 01632714
Charity number: 284894

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Trustees' Report and Financial Statements
For the Year Ended 31 March 2023

The Friends of the Wisdom Hospice
(A company limited by guarantee)

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The Friends of the Wisdom Hospice

(A company limited by guarantee)

**Reference and administrative details of the Charity, its Trustees and advisers
For the year ended 31 March 2023**

Trustees

Mr R Harris
Mrs S Fairbrace
Mrs M Barker
Mrs J Oliver
Mr R Coleman
Mr J Wootten (Resigned 17 November 2022)
Mrs V Webster
Mr A Gray
Mrs B Fisher

Honorary Vice-Presidents

Miss B Taylor
Mr J Mangan
Mrs T Sillars
Mr J Wootten
Mr R Coleman
Mr D Turner

Chief Executive

Mr M Reeves

Senior Management Team

Ms J Buck	Financial Controller
Mr J Hale-Brown	Head of Retail

Company registered number

01632714

Charity registered number

284894

Registered office

High Bank
Rochester
Kent, ME1 2NU

The Friends of the Wisdom Hospice

(A company limited by guarantee)

**Reference and administrative details of the Charity, its Trustees and advisers
For the year ended 31 March 2023**

Independent auditor

UHY Kent LLP t/a UHY Hacker Young
Thames House
Roman Square
Sittingbourne
Kent, ME10 4BJ

Bankers

NatWest
148 High Street
Chatham
Kent, ME4 4DB

Lloyds Bank
142-146 High Street
Chatham
Kent, ME4 4DQ

Solicitors

Gullands Solicitors
16 Mill Street
Maidstone
Kent, ME15 6XT

The Friends of the Wisdom Hospice

(A company limited by guarantee)

Trustees' report For the year ended 31 March 2023

The Trustees (who are also the directors of the charitable company for the purposes of the Companies Act 2006) present their annual report together with the audited financial statements of the group and the charitable company for the year to 31 March 2023. The Trustees confirm that the annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)(second edition – October 2019)).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The charity is registered as a charitable company limited by guarantee.

The charitable company is constituted under a Memorandum of Association dated 22 February 1982 and is a registered charity, number 284894.

In the event of the charitable company being wound up, members are required to contribute an amount not exceeding £5.

There have been no changes to the objects of the charitable company since the last annual report.

The charitable company has one subsidiary undertaking, Wisdom Hospice Support, which is a separate registered charity.

Method of appointment or election of Trustees

The group has ensured that the trustee body is constituted in accordance with the governing document. The directors of the charitable company are also charity trustees for the purposes of charity law and under the charitable company's Articles of Association are known as members of the Council of Management (Board of Trustees). At each Annual General Meeting one third of the directors must retire from office. Those to retire by rotation are those who have been longest in office since their last appointment.

At the forthcoming Annual General Meeting, in accordance with the Articles of Association, Sylvia Fairbrace and Andy Gray retire by rotation and being eligible, offer themselves for re-election.

At the end of March 2023, the number of current directors was eight. During the year one trustee resigned, namely Mr J Wootten resigned at the AGM on the 19th October 2022. It is not possible to have less than five or more than fifteen members of the Board of Trustees. Authority to appoint new directors rests with the charitable company but the directors may also appoint a person who is willing to be a director, in the recognition that this appointment would be approved by the members at their next Annual General Meeting.

The Trustees have taken care to ensure that the Board has the appropriate skills and knowledge to conduct the business of the group. As well as general business skills, the nature of the work they do requires that Trustees are able to bring with them experience and knowledge in many areas including finance and accountancy, HR and employment law. All Trustees have a common interest in promoting the needs of the Wisdom Hospice.

All members of the Council of Management give their time voluntarily and receive no benefits from the group.

There were no expenses reclaimed from the charitable company during the year.

The Friends of the Wisdom Hospice

(A company limited by guarantee)

Trustees' report For the year ended 31 March 2023

Policies adopted for the induction and training of Trustees

All new Trustees receive an induction pack to acquaint themselves with the group and its aims and activities, management and governance and what is expected of them under charity law. Additionally, new Trustees are invited to meet with the Chairman and Chief Executive to learn more about their role and about the group's activities. Trustees are welcome to join in any training offered for staff.

Pay policy for senior staff

Salaries are reviewed annually by the Trustees, taking into account salaries paid for comparable roles in similar organisations. There are third party salary surveys of remuneration in the hospice sector and charities more generally which provide helpful input to this process.

Organisational structure and decision making

During the year under review, the Board of Trustees met on seven occasions and are responsible for the strategic direction and policy of the group. The Chief Executive attends board meetings but has no voting rights. The board delegates the day to day responsibility of the running of the group to the Chief Executive who is responsible for ensuring that the group's financial targets are met and also that all employees continue to develop their skills and working practice in line with good practice and innovative ways of fundraising. The Chief Executive is ably assisted by the Financial Controller in his responsibilities.

The Board has continued to operate the Audit & Investment subcommittee. Subcommittees allow Trustees to monitor and review the activities of the charity between formal board meetings.

The key management personnel of the charitable company comprise the Trustees and the Chief Executive.

The Trustees who served in the year are as follows:

Trustee Directors	Role	Committee
Mr R Harris	Chairman	A,B
Mrs S Fairbrace		B
Mrs M Barker		B
Mr R Coleman		A,B
Mr J Wooten (Resigned 19 th October 2022)		A,B
Mrs V Webster		B
Mr A Gray		B
Mrs B Fisher		A,B
Mrs J Oliver		B

Committees

A - Audit & Investment

B - Board

Related party relationships

The group operates shops selling donated goods through its subsidiary company, Wisdom Hospice Support. The Trustees receive regular operational reports about the subsidiary's performance.

The Friends of the Wisdom Hospice

(A company limited by guarantee)

Trustees' report For the year ended 31 March 2023

Risk management

The Trustees have assessed the major risks to which the group is exposed, in particular those related to the operations and finances of the group. This involved identification of the types of risk the group faces and prioritising them in terms of potential impact and likelihood of occurrence and identifying and tracking the progress of measures to manage them. The ongoing risks associated with the aftermath of COVID-19 pandemic were considered as part of the assessment as were the risks related to the ongoing Cost of Living Crisis.

The principal risks identified are:

Risk identified	Strategy to mitigate risk
Decline in reserves from an excess of expenditure over income.	Recruiting and training staff and Trustees to develop funding and promotional strategies.
Ability to build sustainable and predictable income to meet funding demands and ensure long term sustainability.	Establishing a prudent and sustainable expenditure plan to maintain reserves at sufficient levels to maintain solvency.
Competition for donations and the group's profile relative to other charities especially during the period of the cost of living crisis.	Developing and implementing a Strategic Plan for the period 2023 to 2025.
Possible financial cuts made by the National Health Service towards the running of the hospice in addition increases in demand for end of life hospice services which could lead to the charitable company to increase its payments to maintain hospice services at their current or required levels.	

The Board has continued to consider the risks that the charity is exposed to maintaining an up-to-date Risk Register which will be regularly reviewed to ensure risks are managed effectively.

OBJECTIVES AND ACTIVITIES

Policies and objectives

The group's purposes are set out in the 'Objects' clause contained in the charitable company's Memorandum of Association. The principal object of the group is to promote the relief of suffering and treatment of illness. The aim of the group is to maintain an annual grant to Medway Community Healthcare to not only ensure that the current services are maintained but, where possible, to continually improve upon these services.

The group's main objective and focus for their work during the 2022/23 financial year was to continue to promote and support The Wisdom Hospice.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on the public benefit when reviewing the charitable company's aims and objectives and in the planning of future activities.

The Friends of the Wisdom Hospice

(A company limited by guarantee)

Trustees' report

For the year ended 31 March 2023

Strategies for achieving objectives

The charitable company works to a detailed budget which is closely monitored and reported on to the Trustees, with a view to trying to ensure that fundraising targets are achieved, and expenditure is managed efficiently.

The Chairman and Chief Executive attend regular meetings of South East Hospices also attended by Hospice UK. In addition, the Chief Executive attends a variety of networks both regionally and nationally in an effort to share best practice, discuss innovation and benchmark the group's activities.

Activities for achieving objectives

In setting plans for the group, the Trustees give consideration to the Charity Commission's general guidance on public benefit and, in particular, to the public benefit of providing support for the relief of ill-health.

How our activities deliver public benefit

The Wisdom Hospice provides specialist palliative care and support to the adult population of Medway and Swale, a population of over 400,000. These services are open and free to all members of the public, and they support patients both at the hospice and within their own homes.

The group supports these services with an annual grant to the hospice which adds significantly to the public benefit, making facilities available which would otherwise not be possible on the NHS budget alone.

All expenditure by the group is reviewed against the public benefit principles and the Trustees ensure these expenses represent an appropriate use of charitable funds.

Volunteers

The Trustees are grateful for the unstinting efforts of the volunteers who are involved in service provision, charity shops and fundraising. The charitable company saw an increase in volunteer donated hours during this year to 24,967 hours (2022: 17,371 hours). The charitable company has a volunteer coordinator to ensure that best value is derived from the sterling efforts of our volunteers.

ACHIEVEMENTS AND PERFORMANCE

Review of activities

Donations and legacies

Overall income from donations and legacies decreased in the year under review by £77,429 to £446,561 (2022: £523,990). This was primarily as a result of a reduction in legacy income of £51,658 which totalled £185,136 for the year to 31 March 2023 (2022: £236,794). Income from donations was also reduced, totalling £261,425 for the year ended 31 March 2023 (2022: £272,568).

Fundraising

Overall fundraising income in the year under review increased by £49,854 to £622,122 (2022: £572,268). This was due to the increased sales of donated goods of £382,312 (2022: £322,720) and lottery income of £142,671 (2022: £139,735). General fundraising income was reduced to £90,863 (2022: £104,063).

The Friends of the Wisdom Hospice

(A company limited by guarantee)

Trustees' report For the year ended 31 March 2023

Shops

The group operates four high street shops in Sittingbourne, Chatham, Rochester and Sheerness town centres as well as an online shopping platforms. In December 2022, the new Sheerness High Street shop opened.

Trading has continued to be positive with income performing above budgeted amounts. Donation volumes were maintained as was the quality which is of a high standard. eBay too has seen an uplift in trading in the last year. Maintaining and the recruitment of volunteers has been a challenge. We are so grateful to all our volunteers for the commitment they have shown and their hard work for the charity.

Lottery

The lottery continued to be a success. Initially, as a result of the COVID pandemic, player numbers reduced as a number chose to cancel their subscriptions. This reduction in players was below what was expected however, this year player numbers were affected by the Cost of Living Crisis. The lottery provider continues to work hard to maintain player numbers.

Investment policy and performance

The charitable company has a low-risk investment policy. The value of its investments has reduced during the year under review, increasing from £1,242,312 at 31 March 2022 to £1,093,733 at 31 March 2023.

Due to pressures on cash flow during the year the charitable company withdrew £100,000 from the investments. The groups investments were rebalanced during the year and are under regular review by the group's investment managers.

Hospice Grant

The charitable company increased its annual grant to the hospice during the year to £724,092 (2022: £689,677) at the request of Medway Community Healthcare.

Factors relevant to achieve objectives

The charitable company monitors the return on invested time and expenses on all its events with a view to ensuring returns are maximised.

FINANCIAL REVIEW

Going concern

After making appropriate enquiries and in particular taking account of the aftereffects of the COVID-19 pandemic and the Cost of Living Crisis, the Trustees have a reasonable expectation that the charitable company and the group have 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.

The Friends of the Wisdom Hospice

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Trustees' report

For the year ended 31 March 2023

COVID-19 and Cost of Living Crisis – ongoing challenges

The charitable company continues to experience the wide-ranging of COVID-19 as there is the long-term impact on both the UK and global economies. More recently the effects of the cost of living crisis have also influenced the charitable operations of the organisation. Income generation and fundraising will continue to be a challenge for the foreseeable future. The groups priority is to maintain its financial support of the Wisdom Hospice at planned budgeted levels.

Cash flow and income forecasts are carried out regularly for both the short term and long-term views, taking into account these ongoing challenges. The Trustees are satisfied that the group has the financial and other resources it needs to overcome the challenges ahead.

Reserves policy

The Wisdom Hospice is run by Medway Community Healthcare (MCH) within the NHS and its operational and funding structure is determined accordingly. Representatives of the Trustees meet regularly with MCH. The Chief Executive meets with representatives of the Kent and Medway Integrated Care Board (ICB) in order to understand the financial requirements of MCH including any particular needs they may have and how the ongoing NHS reorganisation process impacts on the group's activities.

Further developments will continue as the Integrated Care Systems, Integrated Care Boards and the Kent and Medway Health and Care Partnership continue to become established. It is hoped that these developments will simplify and rationalise engagement with the commissioning body.

The Trustees take account of these issues as they strive to maintain the group's reserves at a level which they deem appropriate to ensure the group can meet its objectives in the prevailing circumstances over the medium and long term.

This year's deficit has led to a reduction in reserves of £306,013 (2022: £99,427).

The unrestricted reserves as at the year-end were £1,884,734 (2022: £2,190,775) and the unrestricted reserves after removing tangible fixed assets as at the year-end were £1,529,321 (2022: £1,857,952). The Trustees regard these as appropriate levels in the current circumstances with reference to the policy set out above.

The Trustees continually look for opportunities to spend restricted reserves in accordance with the restrictions thereon in pursuit of the group's objectives.

The restricted reserves as at the year-end were £2,474 (2022: £2,446).

Material investments policy

Under the Memorandum and Articles of Association, the group has the power to make any investment which the Trustees see fit, subject to such conditions (if any) and such consents (if any) as may be imposed or required by law. The Trustees are mindful of the recommendation of the Charity Commission with regard to the management of their investments. The Audit and Investment Committee has been set up to focus on investments in line with the group's Statement of Investment Principles, which is under regular review.

No investment is knowingly made directly in tobacco related products or in any other products known to be injurious to health. Where any investments are discovered to be in breach of this policy, action is taken to correct the position and reported to the Trustees.

The Friends of the Wisdom Hospice

(A company limited by guarantee)

**Trustees' report
For the year ended 31 March 2023**

PLANS FOR FUTURE PERIODS

Future developments

As the charitable company adapts to the changing environment influencing fundraising events, the charitable company continues to follow its strategy which takes into account short, medium and long term aims.

The groups focus continues with three broad themes

- To achieve and maintain fundraising and income targets in line with agreed budgets
- To identify innovative ways of generating income
- Overall to improve communications and marketing with all stakeholders

The Trustees are developing a strategic plan from 2023 to 2025 which will advance the charitable company to continue to develop their charitable operations to increase income and profile of the group and will continue to review and enhance their current initiatives. The group will examine, evaluate, and innovate fundraising events and income generation in keeping with the ethos of the group.

The Trustees will continue to maintain and develop beneficial working relationships with the Wisdom Hospice and Medway Community Healthcare.

Information on fundraising practices

The charitable company receives financial support from its donors across a wide range of events and activities and the Trustees are very grateful to these donors for their generosity. Donations are acknowledged with a letter of thanks from the Chief Executive or a phone call when appropriate in recognition of significant donations or actions. The charitable company regards its relationships with donors and supporters as highly important and it prides itself on those it has built over many years of fundraising.

The fundraising team looks to be innovative with its events so as to maintain maximise income and supporter engagement and to inspire the next generation of donors and supporters.

The charitable company carries out its fundraising in a fair and responsible way and ensures that funds raised are spent effectively to bring maximum benefit to the patients and relatives connected with The Wisdom Hospice. Its regular newsletters and website share the latest news of achievements and reinforce its gratitude to donors. The charitable company also ensures that donors have control over how they communicate with it.

The charitable company strives to ensure that its fundraising is conducted to the highest level of quality and safety. Fundraisers and partners are trained to comply with best practices and procedures – particularly in protecting individuals who may be in vulnerable circumstances. The approach is donor focussed and designed to ensure that donors enjoy and benefit from their engagement with the charitable company. The Friends of the Wisdom Hospice is registered with the Fundraising Regulator.

The charitable company has partnered with Your Hospice Lottery (YHL) who are contracted to promote its lottery. The charitable company works closely with YHL, who act in accordance with the high standards that both the charitable company and the public expect. The charitable company's Chief Executive inducts all new lottery fundraisers to ensure that the standards and obligations required are understood and met in their fundraising activities. Feedback is sought from players about their lottery experience, allowing the charitable company to maintain standards and, where relevant, to instigate any required improvements to fundraising practices.

Wisdom Hospice Support receives a variety of donations of goods for sale in its shops. The Trustees are very grateful for these donations, and they look to retain the support of the donors to the shops for many years to

The Friends of the Wisdom Hospice

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Trustees' report

For the year ended 31 March 2023

come. Wisdom Hospice Support staff and volunteers are trained to comply with best practices and procedures in order to ensure that donors and customers have a positive experience in their dealings with it. The charitable group complies with the General Data Protection Regulation (GDPR) and follows the Information Commissioner's guides and code. Whilst it strives to perform to the highest standards in everything it does, it may not always get it right. Should a complaint be received, it will be fully investigated, and efforts will be made to correct any shortcomings highlighted. The charitable group received no significant complaints during the year under review.

The Trustees recognise the importance of the reputation of the charitable group in maintaining the trust and confidence of its donors and this principle sits at the heart of all of its activities.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also directors of The Friends of the Wisdom Hospice Limited for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group 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 including guidance issued for the Implications of COVID-19 control measures and charity financial reporting;
- 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 charitable group will continue in operation;

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the charitable group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditor

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

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditor is aware of that information.

The Friends of the Wisdom Hospice

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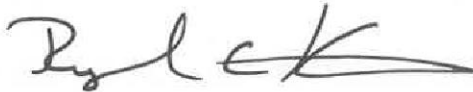
**Trustees' report
For the year ended 31 March 2023**

Auditor

The auditor, UHY Hacker Young has indicated its willingness to continue in office. The Trustees will propose a motion re-appointing the auditor at the forthcoming AGM.

The company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

This report was approved by the Trustees on *6/9/23* and signed on their behalf by:



Mr R Harris, Chairman to the Trustees

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Independent Auditors' Report to the Members of The Friends of the Wisdom Hospice

Opinion

We have audited the financial statements of The Friends of the Wisdom Hospice (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2023 which comprise the Consolidated statement of financial activities, the Consolidated balance sheet, the Charity balance sheet, the Consolidated statement of cash flows and the related notes, 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 March 2023 and of the Group's 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 Companies Act 2006 and 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 Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Group's or the parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

**The Friends of the Wisdom Hospice
(A company limited by guarantee)**

Independent Auditors' Report to the Members of The Friends of the Wisdom Hospice (continued)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' report thereon. The Trustees are responsible for the other information contained within the Annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company 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 in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Independent Auditors' Report to the Members of The Friends of the Wisdom Hospice (continued)

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) 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 Group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

How 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:

- we identified the laws and regulations applicable to the charity through discussions with management, and from our commercial knowledge and experience in the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the accounts or the operations of the charitable company, including the Charities Act 2011 and the Companies Act 2006;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting correspondence; and
- identified laws and regulations were communicated within the audit team and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charitable company's accounts 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.

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Independent Auditors' Report to the Members of The Friends of the Wisdom Hospice (continued)

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

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates set out in the accounting policies were indicative of potential bias; and
- 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 minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

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 trustees 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 Auditors' report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

UHY Kent LLP

Allan Hickie BSc FCA (Senior statutory auditor)

for and on behalf of

UHY Kent LLP

Chartered Accountants

Statutory Auditors

Thames House

Roman Square

Sittingbourne

Kent

ME10 4BJ

Date: *12 September 2023*

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Consolidated Statement of financial activities (incorporating income and expenditure account)
For the Year Ended 31 March 2023

	Note	Unrestricted funds 2023 £	Restricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income from:					
Donations and legacies	4	446,426	135	446,561	523,990
Other trading activities	5	622,122	-	622,122	572,268
Investments	6	4,599	-	4,599	498
Other income	7	-	-	-	64,383
Total income		1,073,147	135	1,073,282	1,161,139
Expenditure on:					
Raising funds	8	614,103	107	614,210	545,845
Charitable activities		724,092	-	724,092	689,677
Total expenditure		1,338,195	107	1,338,302	1,235,522
Net (expenditure)/income before net losses on investments		(265,048)	28	(265,020)	(74,383)
Net losses on investments		(40,993)	-	(40,993)	(25,044)
Net movement in funds		(306,041)	28	(306,013)	(99,427)
Reconciliation of funds:					
Total funds brought forward		2,190,775	2,446	2,193,221	2,292,648
Net movement in funds		(306,041)	28	(306,013)	(99,427)
Total funds carried forward	19	1,884,734	2,474	1,887,208	2,193,221

The Consolidated Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 20 to 40 form part of these financial statements.

The Friends of the Wisdom Hospice
(A company limited by guarantee)
Registered number: 01632714

Consolidated Balance Sheet
As at 31 March 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	13	355,413	332,823
Investments	14	1,093,733	1,242,312
		<u>1,449,146</u>	<u>1,575,135</u>
Current assets			
Stocks	15	11,424	10,144
Debtors	16	242,941	121,702
Cash at bank and in hand		296,801	584,441
		<u>551,166</u>	<u>716,287</u>
Creditors: amounts falling due within one year	17	(113,104)	(98,201)
Net current assets		<u>438,062</u>	<u>618,086</u>
Total net assets		<u><u>1,887,208</u></u>	<u><u>2,193,221</u></u>
Charity funds			
Restricted funds	19	2,474	2,446
Unrestricted funds	19	1,884,734	2,190,775
Total funds		<u><u>1,887,208</u></u>	<u><u>2,193,221</u></u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:


.....
Raymond Harris


.....
Barbara Fisher

Date: 6/9/23

The notes on pages 20 to 40 form part of these financial statements.

The Friends of the Wisdom Hospice
(A company limited by guarantee)
Registered number: 01632714

Charity Balance Sheet
As at 31 March 2023


	Note	2023 £	2022 £
Fixed assets			
Tangible assets	13	277,556	282,102
Investments	14	1,093,733	1,242,312
		<u>1,371,289</u>	<u>1,524,414</u>
Current assets			
Stocks	15	11,424	10,144
Debtors	16	244,017	43,824
Cash at bank and in hand		66,554	405,356
		<u>321,995</u>	<u>459,324</u>
Creditors: amounts falling due within one year	17	(87,991)	(76,024)
Net current assets		<u>234,004</u>	<u>383,300</u>
Total net assets		<u>1,605,293</u>	<u>1,907,714</u>
Charity funds			
Restricted funds	19	2,474	2,446
Unrestricted funds	19	1,602,819	1,905,268
Total funds		<u>1,605,293</u>	<u>1,907,714</u>

The Charity's net movement in funds for the year was £(302,421) (2022 - £(274,314)).

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.


The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Raymond Harris

Date: 6/9/23


 Barbara Fisher

The notes on pages 20 to 40 form part of these financial statements.

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Consolidated Statement of Cash Flows
For the Year Ended 31 March 2023

	2023	2022
	£	£
Cash flows from operating activities		
Net cash used in operating activities	(358,507)	20,413
Cash flows from investing activities		
Dividends, interests and rents from investments	4,599	483
Purchase of tangible fixed assets	(42,003)	-
Purchase of investments	(854,070)	(1,888,199)
Proceeds from the sale of investments	1,051,401	1,899,375
Cash movement on investment account	(89,060)	1,401
Net cash provided by investing activities	70,867	13,060
Change in cash and cash equivalents in the year	(287,640)	33,473
Cash and cash equivalents at the beginning of the year	584,441	550,968
Cash and cash equivalents at the end of the year	296,801	584,441

The notes on pages 20 to 40 form part of these financial statements

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

1. General information

The Friends of the Wisdom Hospice is a charitable company limited by guarantee, incorporated in England and Wales. The company's registered number is 01632714. The address of the Charity's registered office and principal place of business is:

High Bank
Rochester
Kent
ME1 2NU

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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) (Charities SORP (FRS 102)(second edition)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 - January 2022) and the Companies Act 2006.

The Friends of the Wisdom Hospice meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The directors consider that there are no key sources of estimation uncertainty, other than as set out in the accounting policies below:

2.2 Consolidation

These financial statements consolidate the accounts of The Friends of the Wisdom Hospice and its subsidiary, Wisdom Hospice Support.

The Consolidated statement of financial activities (SOFA) and Consolidated balance sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Charity has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of financial activities in these financial statements. The results of the Charity for the year ended 31 March 2023 are presented on page 11.

Exemption from the requirement to disclose transactions between the charity and its subsidiary company has been taken under section 33.1A of FRS 102 as the transactions occur between wholly owned members.

The Charity has taken advantage of the disclosure exemption permitted by FRS 102 of the requirements of Section 7, 'Statement of Cash Flows', to not disclose a charity-only Statement of Cash Flows.

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

2. Accounting policies (continued)

2.3 Going concern

Accounting standards require the directors, who are the Trustees, to consider the appropriateness of the going concern basis when preparing the financial statements. On the basis of detailed projections of income, expenditure and cash flow prepared using appropriate assumptions, the Trustees have a reasonable expectation that the charitable company and the group will continue in operational existence for the foreseeable future. The directors believe this to be the case as the charitable group has positive reserves and cash balances. For this reason, the directors consider that the going concern basis remains appropriate and they continue to adopt it in preparing the annual financial statements.

2.4 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.

For legacies, entitlement is taken at the earlier of the date on which either: the charitable group is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charitable group that a distribution will be made; or when a distribution has been received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charitable group has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charitable group, or the charitable group is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Grants are included in the Consolidated statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Lottery income is recognised upon the notification of each draw.

Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the charitable company where this can be quantified and a third party is bearing the cost. No amounts are included in the Statement of Financial Activities for services donated by volunteers.

Income tax recoverable in relation to donations received under Gift Aid or Deeds of Covenant is recognised at the time of the donation. Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

2. Accounting policies (continued)

2.5 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. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made 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.

All expenditure is inclusive of irrecoverable VAT.

2.6 Government grants

Government grants relate to amounts received under the government Coronavirus Job Retention Scheme and local authority business support grants in respect of the coronavirus pandemic as well as CCG funding and are accounted for on an accruals basis. These are recognised in the SOFA as part of donations and legacies.

2.7 Taxation

The Charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes. No tax charge has arisen in the year.

2. Accounting policies (continued)

2.8 Tangible fixed assets and depreciation

Assets are capitalised at the Trustees' discretion, however all items costing more than £5,000 are always capitalised.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of Financial Activities.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Freehold property	-	2% straight-line
Long-term leasehold property	-	over the lease term
Fixtures and fittings	-	20% straight-line
Office equipment	-	20% straight-line

2.9 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 the 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 presented as 'Gains/(Losses) on investments' in the Consolidated statement of financial activities.

Investments in subsidiaries are valued at cost less provision for impairment.

2.10 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.11 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.12 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.

2. Accounting policies (continued)

2.13 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated statement of financial activities as a finance cost.

2.14 Financial instruments

The Group 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.

2.15 Pensions

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

2.16 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 Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

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

2.17 Volunteers

The Trustees are grateful for the unstinting efforts of the volunteers who are involved in service provision, charity shops and fundraising. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not included in the financial statements.

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

3. Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The Charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Legacy income accrual

Legacy income is recognised in accordance with the income recognition policy. In calculating the level of legacy accrual, management is required to exercise estimation and judgement, particularly in determining the amount and probability of receipt.

Changes in accounting estimates

The charity has taken the decision to change its accounting estimate in respect of the depreciation of land and buildings. Previously land, which is considered to have an infinite useful economic life under FRS102, had not been separately identified within this class of asset and the value of which had been depreciated at the same rate as freehold property. During the year the charity has made what it considers to be a reliable estimate in respect of the cost attributable to land. This has had the impact to reduce depreciation on land and buildings from £7,569 to £5,046.

4. Income from donations and legacies

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Donations	261,290	135	261,425	272,568
Legacies	185,136	-	185,136	236,794
Government grants	-	-	-	14,628
	<u>446,426</u>	<u>135</u>	<u>446,561</u>	<u>523,990</u>
<i>Total 2022</i>	<u>523,590</u>	<u>400</u>	<u>523,990</u>	

In the prior year, the charitable group received £3,961 under the Coronavirus Job Retention Scheme and £10,667 in local authority grants which was classified as government grants.

**The Friends of the Wisdom Hospice
(A company limited by guarantee)**

**Notes to the Financial Statements
For the Year Ended 31 March 2023**

5. Income from other trading activities

Income from fundraising events

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Fundraising	90,860	90,860	104,062
Lottery income	142,671	142,671	139,735
Sales of merchandise	6,279	6,279	5,751
Sales of donated items	382,312	382,312	322,720
	<u>622,122</u>	<u>622,122</u>	<u>572,268</u>
<i>Total 2022</i>	<u>572,268</u>	<u>572,268</u>	

6. Investment income

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Dividends and interest received	4,599	4,599	498
	<u>498</u>	<u>498</u>	
<i>Total 2022</i>	<u>498</u>	<u>498</u>	

7. Other income

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Insurance claims received	-	-	64,383
	<u>64,383</u>	<u>64,383</u>	
<i>Total 2022</i>	<u>64,383</u>	<u>64,383</u>	

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

8. Expenditure on raising funds

Costs of raising voluntary income

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Fundraising costs	250,257	107	250,364	211,509
Portfolio management fees	12,920	-	12,920	13,044
Purchase for resale	1,895	-	1,895	4,155
Fundraising staff costs - wages and salaries	308,025	-	308,025	278,529
Fundraising staff costs - social security costs	21,107	-	21,107	18,565
Fundraising staff costs - pension costs	7,272	-	7,272	7,106
Depreciation	12,627	-	12,627	12,937
	<u>614,103</u>	<u>107</u>	<u>614,210</u>	<u>545,845</u>
<i>Total 2022</i>	<u>545,845</u>	<u>-</u>	<u>545,845</u>	

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

	Unrestricted funds 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Fundraising costs			
Rent, rates and utilities	110,296	110,296	85,520
Staff welfare, training and entertainment	2,024	2,024	2,300
Recruitment costs	1,757	1,757	1,144
Travel expenses	1,998	1,998	766
Repairs and renewals	4,243	4,243	2,286
Professional fees	850	850	-
Audit and accountancy fees	18,677	18,677	11,935
Fundraising expenses and event costs	48,690	48,690	48,883
IT and office costs	28,855	28,855	25,981
Insurance	10,794	10,794	10,741
Subscriptions	2,338	2,338	2,478
Bank charges	11,782	11,782	9,378
Depreciation	(23,366)	(23,366)	9,012
Sundry costs	1,273	1,273	1,085
Total 2023	220,211	220,211	211,509

9. Analysis of expenditure by activities

	Grant funding of activities 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Medway Community Healthcare	724,092	724,092	689,677
<i>Total 2022</i>	689,677	689,677	

10. Auditors' remuneration

The auditors' remuneration amounts to an auditor fee of £11,200 (2022 - £11,935).

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

11. Staff costs

	Group 2023 £	<i>Group 2022 £</i>	Charity 2023 £	<i>Charity 2022 £</i>
Wages and salaries	308,025	<i>278,529</i>	163,296	<i>165,232</i>
Social security costs	21,107	<i>18,565</i>	11,383	<i>11,340</i>
Contribution to defined contribution pension schemes	7,272	<i>7,106</i>	4,770	<i>5,109</i>
	<u>336,404</u>	<i><u>304,200</u></i>	<u>179,449</u>	<i><u>181,681</u></i>

The average number of persons employed by the Charity during the year was as follows:

	Group 2023 No.	<i>Group 2022 No.</i>	Charity 2023 No.	<i>Charity 2022 No.</i>
Fundraising	4	<i>4</i>	4	<i>4</i>
Support	3	<i>3</i>	3	<i>3</i>
Shop	7	<i>7</i>	-	<i>-</i>
	<u>14</u>	<i><u>14</u></i>	<u>7</u>	<i><u>7</u></i>

No employee received remuneration amounting to more than £60,000 in either year.

The Trustees consider themselves, the Chief Executive Officer and the Financial Controller as comprising the key management personnel of the Group. Total employee benefits (including social security costs and employer's pension contributions) for the year ended 31 March 2023 was £93,246 (2022: £82,660).

12. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2022 - £NIL).

During the year ended 31 March 2023, no Trustee expenses have been incurred (2022 - £NIL).

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

13. Tangible fixed assets

Group

	Freehold property £	Leasehold costs £	Fixtures and fittings £	Office equipment £	Total £
Cost					
At 1 April 2022	378,448	8,596	113,714	7,213	507,971
Additions	-	1,760	38,002	2,241	42,003
At 31 March 2023	<u>378,448</u>	<u>10,356</u>	<u>151,716</u>	<u>9,454</u>	<u>549,974</u>
Depreciation					
At 1 April 2022	98,029	6,077	65,512	5,530	175,148
Charge for the year	5,046	919	11,707	1,741	19,413
At 31 March 2023	<u>103,075</u>	<u>6,996</u>	<u>77,219</u>	<u>7,271</u>	<u>194,561</u>
Net book value					
At 31 March 2023	<u>275,373</u>	<u>3,360</u>	<u>74,497</u>	<u>2,183</u>	<u>355,413</u>
At 31 March 2022	<u>280,419</u>	<u>2,519</u>	<u>48,202</u>	<u>1,683</u>	<u>332,823</u>

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

13. Tangible fixed assets (continued)

Charity

	Freehold property £	Office equipment £	Total £
Cost			
At 1 April 2022	378,448	7,213	385,661
Additions	-	2,241	2,241
At 31 March 2023	<u>378,448</u>	<u>9,454</u>	<u>387,902</u>
Depreciation			
At 1 April 2022	98,029	5,530	103,559
Charge for the year	5,046	1,741	6,787
At 31 March 2023	<u>103,075</u>	<u>7,271</u>	<u>110,346</u>
Net book value			
At 31 March 2023	<u>275,373</u>	<u>2,183</u>	<u>277,556</u>
At 31 March 2022	<u>280,419</u>	<u>1,683</u>	<u>282,102</u>

14. Fixed asset investments

	Listed investments £	Portfolio cash held by investment manager £	Total £
Group and Charity			
Valuation			
At 1 April 2022	1,181,022	61,290	1,242,312
Additions	854,070	201,691	1,055,761
Disposals	(1,051,401)	(111,930)	(1,163,331)
Revaluations	(41,009)	-	(41,009)
At 31 March 2023	<u>942,682</u>	<u>151,051</u>	<u>1,093,733</u>

The historic cost of listed investments at 31 March 2023 was £1,061,107 (2022: £1,061,107).

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

Investments comprise the following:

	2023 £	2022 £
Equities (listed)	650,937	528,052
Fixed interest	209,328	428,667
Balanced management fund	-	162,390
Cash	151,051	61,290
Alternative investments	82,417	61,913
	<u>1,093,733</u>	<u>1,242,312</u>

All fixed asset investments are held in the UK.

15. Stocks

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Finished goods and goods for resale	<u>11,424</u>	<u>10,144</u>	<u>11,424</u>	<u>10,144</u>

16. Debtors

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Due within one year				
Amounts owed by group undertakings	-	-	40,000	685
Other debtors	12,209	59,986	831	3,220
Prepayments and accrued income	230,732	61,716	203,186	39,919
	<u>242,941</u>	<u>121,702</u>	<u>244,017</u>	<u>43,824</u>

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

17. Creditors: Amounts falling due within one year

	Group 2023 £	<i>Group</i> <i>2022</i> £	Charity 2023 £	<i>Charity</i> <i>2022</i> £
Trade creditors	83,391	75,607	67,253	58,849
Other taxation and social security	6,593	5,055	6,593	5,055
Other creditors	5,123	4,169	1,836	2,335
Accruals and deferred income	17,997	13,370	12,309	9,785
	<u>113,104</u>	<u>98,201</u>	<u>87,991</u>	<u>76,024</u>

18. Financial instruments

	Group 2023 £	<i>Group</i> <i>2022</i> £	Charity 2023 £	<i>Charity</i> <i>2022</i> £
Financial assets				
Financial assets measured at fair value through income and expenditure	<u>1,093,733</u>	<u>1,242,312</u>	<u>1,093,733</u>	<u>1,242,312</u>

Financial assets measured at fair value comprise listed investments.

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

19. Statement of funds

Statement of funds - current year

	Balance at 1 April 2022 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2023 £
Unrestricted funds					
General Funds	2,190,775	1,073,147	(1,338,195)	(40,993)	1,884,734
Restricted funds					
D Hoskins fund	200	-	-	-	200
Mrs Jameson fund	440	-	(72)	-	368
R Watts fund	1,133	-	-	-	1,133
L Avery fund	133	-	-	-	133
L Humphreys fund	50	-	-	-	50
D Swatton fund	350	-	(35)	-	315
Linda Richards Art Therapy	140	-	-	-	140
P Humphreys fund	-	100	-	-	100
Curry's Sittingbourne	-	35	-	-	35
	2,446	135	(107)	-	2,474
Total of funds	2,193,221	1,073,282	(1,338,302)	(40,993)	1,887,208

**The Friends of the Wisdom Hospice
(A company limited by guarantee)**

**Notes to the Financial Statements
For the Year Ended 31 March 2023**

19. Statement of funds (continued)

Restricted funds

The Linda Richards Art Therapy fund is to be used for art therapy.

The D Hoskins fund is used to fund the ward within the hospice.

The Mrs Jameson fund is to be used for the development of the wards.

The R Watts fund is to be used for nursing training.

The L Avery fund is to be used for the development of the outside space at the hospice.

The L Humphreys fund is to be used for time for patients with a nurse.

The D R Swatton fund is to be used for tea and cakes for staff.

The Curry's Sittingbourne fund is to be used to purchase headphone for patient beds.

The P Humphreys fund is to be used for nurses on the ward at the hospice.

Sufficient resources are held in an appropriate form to enable each fund to applied in accordance with any restrictions.

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

19. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 April 2021 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 March 2022 £</i>
Unrestricted funds					
General Funds - all funds	2,290,603	1,160,739	(1,235,523)	(25,044)	2,190,775
Restricted funds					
D Hoskins fund	200	-	-	-	200
Mrs Jameson fund	440	-	-	-	440
R Watts fund	1,133	-	-	-	1,133
L Avery fund	133	-	-	-	133
L Humphreys fund	-	50	-	-	50
D Swatton fund	-	350	-	-	350
Linda Richards Art Therapy	140	-	-	-	140
	<u>2,046</u>	<u>400</u>	<u>-</u>	<u>-</u>	<u>2,446</u>
Total of funds	<u><u>2,292,649</u></u>	<u><u>1,161,139</u></u>	<u><u>(1,235,523)</u></u>	<u><u>(25,044)</u></u>	<u><u>2,193,221</u></u>

20. Summary of funds

Summary of funds - current year

	Balance at 1 April 2022 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2023 £
General funds	2,190,775	1,073,147	(1,338,195)	(40,993)	1,884,734
Restricted funds	2,446	135	(107)	-	2,474
	<u>2,193,221</u>	<u>1,073,282</u>	<u>(1,338,302)</u>	<u>(40,993)</u>	<u>1,887,208</u>

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

20. Summary of funds (continued)

Summary of funds - prior year

	<i>Balance at 1 April 2021</i>	<i>Income</i>	<i>Expenditure</i>	<i>Gains/ (Losses)</i>	<i>Balance at 31 March 2022</i>
	£	£	£	£	£
General funds	2,290,603	1,160,739	(1,235,523)	(25,044)	2,190,775
Restricted funds	2,046	400	-	-	2,446
	<u>2,292,649</u>	<u>1,161,139</u>	<u>(1,235,523)</u>	<u>(25,044)</u>	<u>2,193,221</u>

21. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2023	Restricted funds 2023	Total funds 2023
	£	£	£
Tangible fixed assets	355,413	-	355,413
Fixed asset investments	1,093,733	-	1,093,733
Current assets	548,692	2,474	551,166
Creditors due within one year	(113,104)	-	(113,104)
Total	<u>1,884,734</u>	<u>2,474</u>	<u>1,887,208</u>

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2022</i>	<i>Restricted funds 2022</i>	<i>Total funds 2022</i>
	£	£	£
Tangible fixed assets	332,823	-	332,823
Fixed asset investments	1,242,312	-	1,242,312
Current assets	713,841	2,446	716,287
Creditors due within one year	(98,201)	-	(98,201)
Total	<u>2,190,775</u>	<u>2,446</u>	<u>2,193,221</u>

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

22. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2023 £	<i>Group 2022 £</i>
Net expenditure for the year (as per Statement of Financial Activities)	(306,013)	<i>(99,427)</i>
Adjustments for:		
Depreciation charges	19,413	<i>21,949</i>
Gains on investments	40,993	<i>25,044</i>
Dividends, interests and rents from investments	(4,599)	<i>(498)</i>
Increase in stocks	(1,280)	<i>(6)</i>
Decrease/(increase) in debtors	(167,939)	<i>67,611</i>
Increase in creditors	54,218	<i>5,740</i>
Net cash provided by/(used in) operating activities	(365,207)	<i>20,413</i>

23. Analysis of cash and cash equivalents

	Group 2023 £	<i>Group 2022 £</i>
Cash in hand	296,801	<i>584,441</i>
Total cash and cash equivalents	296,801	<i>584,441</i>

24. Analysis of changes in net debt

	At 1 April 2022 £	Cash flows £	At 31 March 2023 £
Cash at bank and in hand	584,441	(287,640)	296,801
	584,441	(287,640)	296,801

**The Friends of the Wisdom Hospice
(A company limited by guarantee)**

**Notes to the Financial Statements
For the Year Ended 31 March 2023**

25. Pension commitments

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £1,261 (2022: 970) were payable to the fund at the balance sheet date and are included in creditors.

26. Operating lease commitments

At 31 March 2023 the Group and the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2023 £	Group 2022 £	Charity 2023 £	Charity 2022 £
Not later than 1 year	66,699	72,511	2,011	2,011
Later than 1 year and not later than 5 years	182,928	180,114	2,011	3,010
Later than 5 years	85,521	41,146	-	-
	335,148	293,771	4,022	5,021

27. Other financial commitments

The Friends of the Wisdom Hospice Limited act as a guarantor under an agreement dated 13 June 2013 in respect of a lease on shop premises in Sittingbourne, Kent. As guarantors they are liable for all obligations by virtue of the lease. The annual rent is £25,750, the lease is for 10 years.

The Friends of the Wisdom Hospice Limited act as a guarantor under an agreement dated 22 November 2016 in respect of a lease on shop premises in Chatham, Kent. As guarantors they are liable for all obligations by virtue of the lease. The annual rent is £25,000, the lease is for 10 years with a break clause after 5 years.

The Friends of the Wisdom Hospice Limited act as a guarantor under an agreement dated 2 May 2019 in respect of a lease on shop premises in Rochester, Kent. As guarantors they are liable for all obligations by virtue of the lease. The annual rent is £19,750, the lease is for 10 years with a break clause after 5 years.

28. Members' liability

Each member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £5 for the debts and liabilities contracted before he/she ceases to be a member.

The Friends of the Wisdom Hospice
(A company limited by guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2023

29. Related party transactions

The Charity has not entered into any related party transactions during the year requiring disclosure under the Charities SORP FRS 102.

Wisdom Hospice Charity

England & Wales - Charity number 284894

Accounts

Registered number: 01632714
Charity number: 284894

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

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THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2022

Trustees

Mr R Harris
Mrs S Fairbrace
Mrs M Barker
Mr J Wootten
Mr R Coleman
Mrs V Webster
Mrs J Oliver (appointed 25 November 2021)
Mr A Gray
Mrs B Fisher

Company registered number

01632714

Charity registered number

284894

Registered office

High Bank, Rochester, Kent, ME1 2NU

Chief executive officer

Mr M Reeves

Independent auditor

Crowe U.K. LLP, Riverside House, 40 - 46 High Street, Maidstone, Kent, ME14 1JH

Bankers

Natwest, 148 High Street, Chatham, Kent, ME4 4DB

Lloyds Bank, 142-146 High Street, Chatham, Kent, ME4 4DQ

Solicitors

Gullands Solicitors, 16 Mill Street, Maidstone, Kent, ME15 6XT

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
(CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Honorary Vice-Presidents

Miss B Taylor
Mr J Mangan
Mrs T Sillars
Mr J Wootten
Mr R Coleman
Mr D Turner

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2022

The Trustees (who are also the directors of the charitable company for the purposes of the Companies Act 2006) present their annual report together with the audited financial statements of the group and the charitable company for the year to 31 March 2022. The Trustees confirm that the annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP), 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).

Since the group qualifies as small under section 383, the strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 is not required.

Structure, governance and management

a. Constitution

The charity is registered as a charitable company limited by guarantee.

The charitable company is constituted under a Memorandum of Association dated 22 February 1982 and is a registered charity, number 284894.

In the event of the charitable company being wound up, members are required to contribute an amount not exceeding £5.

There have been no changes to the objects of the charitable company since the last annual report.

The charitable company has one subsidiary undertaking, Wisdom Hospice Support, which is a separate registered charity.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Structure, governance and management (continued)

b. Methods of appointment or election of Trustees

The group has ensured that the trustee body is constituted in accordance with the governing document. The directors of the charitable company are also charity trustees for the purposes of charity law and under the charitable company's Articles of Association are known as members of the Council of Management (Board of Trustees). At each Annual General Meeting one third of the directors must retire from office. Those to retire by rotation are those who have been longest in office since their last appointment.

At the forthcoming Annual General Meeting, in accordance with the Articles of Association, Jim Wootten, Ray Harris and Vicki Webster retire by rotation. Ray Harris and Vicki Webster, being eligible, offer themselves for re election.

At the end of March 2022, the number of current directors was nine. During the year one trustee resigned namely Mrs S Berry on the 16th September 2021. Mrs J Oliver was appointed as a Trustee Director at the Annual General Meeting on the 20th October 2021. It is not possible to have less than five or more than fifteen members of the Board of Trustees. Authority to appoint new directors rests with the charitable company but the directors may also appoint a person who is willing to be a director, in the recognition that this appointment would be approved by the members at their next Annual General Meeting.

The Trustees have taken care to ensure that the Board has the appropriate skills and knowledge to conduct the business of the group. As well as general business skills, the nature of the work they do requires that Trustees are able to bring with them experience and knowledge in many areas including finance and accountancy, HR and employment law. All Trustees have a common interest in promoting the needs of the Wisdom Hospice.

All members of the Council of Management give their time voluntarily and receive no benefits from the group.

There were no expenses reclaimed from the charitable company during the year.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Structure, governance and management (continued)

c. Organisational structure and decision-making policies

During the year under review, the Board of Trustees met on six occasions and are responsible for the strategic direction and policy of the group. The Chief Executive attends board meetings but has no voting rights. The board delegates the day to day responsibility of the running of the group to the Chief Executive who is responsible for ensuring that the group's financial targets are met and also that all employees continue to develop their skills and working practice in line with good practice and innovative ways of fundraising. The Chief Executive is ably assisted by the Financial Controller in his responsibilities.

The Board has continued to operate the Audit & Investment subcommittee. Subcommittees allow Trustees to monitor and review the activities of the charity between formal board meetings.

The key management personnel of the charitable company comprise the Trustees and the Chief Executive.

The Trustees who served in the year are as follows:

Trustee Directors	Role	Committee
Mr R Harris	Chairman	A,B
Mrs S Fairbrace		B
Mrs M Barker		B
Mrs S Berry (Resigned 16th September 2021)		B
Mr R Coleman		A,B
Mr J Wootten		A,B
Mrs V Webster		B
Mr A Gray		B
Mrs B Fisher		A,B
Mrs J Oliver (Appointed 20th October 2021)		B

Committees

A Audit & Investment

B Board

d. Policies adopted for the induction and training of Trustees

All new Trustees receive an induction pack to acquaint them with the group and its aims and activities, management and governance and what is expected of them under charity law. Additionally, new Trustees are invited to meet with the Chairman and Chief Executive to learn more about their role and about the group's activities. Trustees are welcome to join in any training offered for staff.

e. Pay policy for key management personnel

Salaries are reviewed annually by the Trustees, taking into account salaries paid for comparable roles in similar organisations. There are third party salary surveys of remuneration in the hospice sector and charities more generally which provide helpful input to this process.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Structure, governance and management (continued)

f. Related party relationships

The group operates shops selling donated goods through its subsidiary company, Wisdom Hospice Support. The Trustees receive regular operational reports about the subsidiary's performance.

g. Risk management

The Trustees have assessed the major risks to which the group is exposed, in particular those related to the operations and finances of the group. This involved identification of the types of risk the group faces and prioritising them in terms of potential impact and likelihood of occurrence and identifying and tracking the progress of measures to manage them. The risks associated with the COVID-19 pandemic were considered as part of the assessment.

The principal risks identified are:

1. Decline in reserves from an excess of expenditure over income.
2. Ability to build sustainable and predictable income to meet funding demands and ensure long term sustainability.
3. Competition for donations and the group's profile relative to other charities.
4. Possible financial cuts made by the National Health Service towards the running of the hospice in addition increases in demand for end of life hospice services which could lead to the charitable company to increase its payments to maintain hospice services at their current or required levels.

The Board have formulated strategies to mitigate these risks through the following actions:

1. Recruiting and training staff and Trustees to develop funding and promotional strategies.
2. Establishing a prudent and sustainable expenditure plan to maintain reserves at sufficient levels to maintain solvency.

The Board has continued to consider the risks that the charity is exposed to maintaining an up to date Risk Register which will be regularly reviewed to ensure risks are managed effectively.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Objectives and activities

a. Policies and objectives

The group's purposes are set out in the 'Objects' clause contained in the charitable company's Memorandum of Association. The principal object of the group is to promote the relief of suffering and treatment of illness. The aim of the group is to maintain an annual grant to Medway Community Healthcare to not only ensure that the current services are maintained but, where possible, to continually improve upon these services.

The group's main objective and focus for their work during the 2021/22 financial year was to continue to promote and support The Wisdom Hospice.

b. Strategies for achieving objectives

The charitable company works to a detailed budget which is closely monitored and reported on to the Trustees, with a view to trying to ensure that fundraising targets are achieved and expenditure is managed efficiently.

The Chairman and Chief Executive attend regular meetings of South East Hospices also attended by Hospice UK. In addition, the Chief Executive attends a variety of networks both regionally and nationally in an effort to share best practice, discuss innovation and benchmark the group's activities.

c. Activities undertaken to achieve objectives

In setting plans for the group, the Trustees give consideration to the Charity Commission's general guidance on public benefit and, in particular, to the public benefit of providing support for the relief of ill health.

d. How our activities deliver public benefit

The Wisdom Hospice provides specialist palliative care and support to the adult population of Medway and Swale, a population of over 400,000. These services are open and free to all members of the public, and they support patients both at the hospice and within their own homes.

The group supports these services with an annual grant to the hospice which adds significantly to the public benefit, making facilities available which would otherwise not be possible on the NHS budget alone.

All expenditure by the group is reviewed against the public benefit principles and the Trustees ensure these expenses represent an appropriate use of charitable funds.

e. Compliance with the Charity Governance Code

The Trustees are aware of the requirements of the Charity Governance Code and ensure the group's charitable operations comply with this code where appropriate for a charity of this size.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Objectives and activities (continued)

f. Volunteers

The Trustees are grateful for the unstinting efforts of the volunteers who are involved in service provision, charity shops and fundraising. This last year has been continued to be challenging as the charitable company transitioned from COVID restrictions. Volunteers returned to support the shops and hospice however, volunteering opportunities for the charitable company's events continued to be restricted. The charitable company saw an increase in volunteer donated hours during this year to 17,371 hours (2021: 8,129 hours). The charitable company has a volunteer coordinator to ensure that best value is derived from the sterling efforts of our volunteers.

The charitable company has continued to engage and communicate with volunteers in regular virtual events such and regular email updates which have been effective in keeping the volunteers engaged and updated.

Achievements and performance

a. Review of activities

Donations

Overall income from donations, legacies and gift aid decreased in the year under review to £509,358 (2021: £590,895), primarily as a result of a decrease in donations due to COVID and legacy income to £236,794 (2021: £248,275). Donation income decreased to £240,261 (2021: £302,279) in a unique environment for charitable donations.

Fundraising

The group continue to experience challenges throughout the year as a result of the current economic crisis. Both fundraising and supporters' events returned however attendance numbers were lower than expectation. Overall fundraising income in the year under review was £572,271 (2021: £292,946). Sales of donated goods of £322,722 (2021: £104,338), lottery income increased following the return of face to face marketing on 12th April 2021 to £139,735 (2021: £124,775). General fundraising income increased to £104,063 (2021: £58,000).

Business Interruption Claim

The charitable company has business interruption insurance. Claims were submitted for all three periods of lockdown. Although cover did not extend to the interruption of fundraising income the charitable company was able to claim against loss of revenue from their shop operation.

Last year, three insurance claims were applied for in relation to Business Interruption Insurance following the closure of all three shops during Covid 19 lockdowns. Following the FCA's successful judgment in January 2021, the first claim was paid out, amounting to £34,562. A further claim of £15,247 was received in the year. The final claim of £49,136 was treated as an adjusting post balance sheet event and the income recognised within these accounts.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Achievements and performance (continued)

Shops

The group operates three high street shops in Sittingbourne, Chatham, and Rochester town centres as well as an online shopping platforms.

Since the re-opening of the shops after lockdown. Trading was brisk with income performing above budgeted amounts. Donation volumes continued to be positive and of the quality was consistently of a high standard. eBay too has seen an uplift in trading in the last year. Maintaining and the recruitment of volunteers has been a challenge. We are so grateful to all our volunteers for the commitment they have shown and their hard work for the charity.

Lottery

The lottery continued to be a success, with regular players numbers being maintained. Initially, as a result of the COVID pandemic, player numbers reduced as a number chose to cancel their subscriptions. Player numbers were maintained following the return to face to face sales which provided expected levels and budgeted lottery income was maintained.

b. Investment policy and performance

The charitable company has a low-risk investment policy. The value of its investments has shown a decrease during the year under review, decreasing from £1,279,919 at 31 March 2021 to £1,242,312 at 31 March 2022. The groups investments were rebalanced during the year and are under regular review by the group's investment managers.

c. Hospice Grant

The charitable company increased its annual grant to the hospice during the year to £689,678 (2021: £669,782) at the request of Medway Community Healthcare this was to support MCH following increased pressures on their funding of the hospice.

d. Factors relevant to achieve objectives

The charitable company monitors the return on invested time and expenses on all of its events with a view to ensuring returns are maximised.

Financial review

a. Going concern

After making appropriate enquiries and in particular taking account of the after effects of the COVID-19 pandemic, as well as other attributing factors, the Trustees have a reasonable expectation that the charitable company and the group have 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.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

b. Reserves policy

The Wisdom Hospice is run by Medway Community Healthcare (MCH) within the NHS and its operational and funding structure is determined accordingly. Representatives of the Trustees meet regularly with MCH and the local Clinical Commissioning Group (CCG) in order to understand the financial requirements of MCH including any particular needs they may have and how the ongoing NHS reorganisation process impacts on the group's activities.

The Kent and Medway CCG oversees the commissioning of health services across Kent and Medway. Further developments are expected with the creation of Integrated Care Systems, Integrated Care Boards and the Kent and Medway Health and Care Partnership which will come into being in mid-2022. It is hoped that this development will simplify and rationalise engagement with the commissioning body.

The Trustees take account of these issues as they strive to maintain the group's reserves at a level which they deem appropriate to ensure the group can meet its objectives in the prevailing circumstances over the medium and long term.

This year's deficit has led to a reduction in reserves of £99,428 (2021: £333,636).

The unrestricted reserves as at the year-end were £2,190,775 (2021: £2,290,603) and the unrestricted reserves after removing tangible fixed assets as at the year-end were £1,857,952 (2021: £1,935,831). The Trustees regard these as appropriate levels in the current circumstances with reference to the policy set out above.

The Trustees continually look for opportunities to spend restricted reserves in accordance with the restrictions thereon in pursuit of the group's objectives.

The restricted reserves as at the year-end were £2,446 (2021: £2,046).

c. Material investments policy

Under the Memorandum and Articles of Association, the group has the power to make any investment which the Trustees see fit, subject to such conditions (if any) and such consents (if any) as may be imposed or required by law. The Trustees are mindful of the recommendation of the Charity Commission with regard to the management of their investments. The Audit and Investment Committee has been set up to focus on investments in line with the group's Statement of Investment Principles, which is under regular review.

No investment is knowingly made directly in tobacco related products or in any other products known to be injurious to health. Where any investments are discovered to be in breach of this policy, action is taken to correct the position and reported to the Trustees.

COVID-19 – ongoing challenges

The charitable company continues to experience the wide-ranging global effects of COVID-19 as there is the long-term impact on both the UK and global economies which continue to influence the charitable operation of the organisation. Income generation and fundraising will continue to be a challenge for the foreseeable future. The group's priority is to maintain its financial support of the Wisdom Hospice at planned budgeted levels.

Cash flow and income forecasts are carried out regularly for both the short term and long term views, taking into account the continuing after effects of the COVID-19 restrictions. The Trustees are satisfied that the group has the financial and other resources it needs to overcome the challenges ahead.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Plans for future period

Future developments

As the charitable company adapts to the changing environment influencing fundraising events, the charitable company continues to follow its strategy which takes into account short, medium and long term aims.

The groups focus continues with three broad themes

- To achieve and maintain fundraising and income targets in line with agreed budgets
- To identify innovative ways of raising funds
- Overall to improve communications and marketing with all stakeholders

The Trustees will continue to develop their strategies to increase the income and profile of the group and will continue to review and enhance their current initiatives. The group will examine, evaluate, and innovate fundraising events and income generation in keeping with the ethos of the group.

The Trustees will continue to maintain and develop beneficial working relationships with the Wisdom Hospice and Medway Community Healthcare.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Information on fundraising practices

The charitable company receives financial support from its donors across a wide range of events and activities and the Trustees are very grateful to these donors for their generosity. Donations are acknowledged with a letter of thanks from the Chief Executive or a phone call when appropriate in recognition of significant donations or actions. The charitable company regards its relationships with donors and supporters as highly important and it prides itself on those it has built over many years of fundraising.

The fundraising team looks to be innovative with its events so as to maintain maximum supporter engagement and to inspire the next generation of donors and supporters.

The charitable company carries out its fundraising in a fair and responsible way and ensures that funds raised are spent effectively to bring maximum benefit to the patients and relatives connected with The Wisdom Hospice. Its regular newsletters and website share the latest news of achievements and reinforce its gratitude to donors. The charitable company also ensures that donors have control over how they communicate with it.

The charitable company strives to ensure that its fundraising is conducted to the highest level of quality and safety. Fundraisers and partners are trained to comply with best practices and procedures – particularly in protecting individuals who may be in vulnerable circumstances. The approach is donor focussed and designed to ensure that donors enjoy and benefit from their engagement with the charitable company. The Friends of the Wisdom Hospice is registered with the Fundraising Regulator.

The charitable company has partnered with Your Hospice Lottery (YHL) who are contracted to promote its lottery. The charitable company works closely with YHL, who act in accordance with the high standards that both the charitable company and the public expect. The charitable company's Chief Executive inducts all new lottery fundraisers to ensure that the standards and obligations required are understood and met in their fundraising activities. Feedback is sought from players about their lottery experience, allowing the charitable company to maintain standards and, where relevant, to instigate any required improvements to fundraising practices.

Wisdom Hospice Support receives a variety of donations of goods for sale in its shops. The Trustees are very grateful for these donations, and they look to retain the support of the donors to the shops for many years to come. Wisdom Hospice Support staff and volunteers are trained to comply with best practices and procedures in order to ensure that donors and customers have a positive experience in their dealings with it.

The charitable group complies with the General Data Protection Regulation (GDPR) and follows the Information Commissioner's guides and code. Whilst it strives to perform to the highest standards in everything it does, it may not always get it right. Should a complaint be received, it will be fully investigated, and efforts will be made to correct any shortcomings highlighted. The charitable group received no significant complaints during the year under review.

The Trustees recognise the importance of the reputation of the charitable group in maintaining the trust and confidence of its donors and this principle sits at the heart of all of its activities.

No complaints were received during the year.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Statement of Trustees' responsibilities

The Trustees (who are also directors of The Friends of the Wisdom Hospice Limited for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group 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 of the Charities SORP (FRS 102) including guidance issued for the Implications of COVID-19 control measures and charity financial reporting;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the charitable group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditor

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

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditor is aware of that information.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

Auditor

The auditor, Crowe U.K. LLP, has indicated its willingness to continue in office. The Trustees will propose a motion re appointing the auditor at the forthcoming AGM.

The company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by order of the members of the board of Trustees on 15 September 2022 and signed on their behalf by:



Mr R Harris
Chairman to the Trustees

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY

Opinion

We have audited the financial statements of The Friends of the Wisdom Hospice Limited and its subsidiary (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2022 which comprise the Consolidated statement of financial activities, the Consolidated balance sheet, the Company balance sheet, the Consolidated statement of cash flows and the related notes, 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 March 2022 and of the Group's 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 Companies Act 2006 and the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. We have been appointed as auditor under Section 151 of the Charities Act 2011 and under Companies Act 2006 and report in accordance with the Acts and relevant regulations made or having effect thereunder. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Group's or the parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

We have been appointed as auditor under Section 151 of the Charities Act 2011 and under Companies Act 2006 and report in accordance with the Acts and relevant regulations made or having effect thereunder. Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY (CONTINUED)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditor's report thereon. The Trustees are responsible for the other information contained within the Annual report. We have been appointed as auditor under Section 151 of the Charities Act 2011 and under Companies Act 2006 and report in accordance with the Acts and relevant regulations made or having effect thereunder. 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. We have been appointed as auditor under Section 151 of the Charities Act 2011 and under Companies Act 2006 and report in accordance with the Acts and relevant regulations made or having effect thereunder. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report, which includes the Directors' Report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company 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 in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY (CONTINUED)

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) 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 Group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY (CONTINUED)

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under Section 151 of the Charities Act 2011 and under Companies Act 2006 and report in accordance with the Acts and relevant regulations made or having effect thereunder. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory frameworks within which the company operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Companies Act 2006, the Charities Act and SoRP.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be the override of controls by management. Our audit procedures to respond to these risks included enquiries of management about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals and reviewing accounting estimates for biases.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

These inherent limitations are particularly significant in the case of misstatement resulting from fraud as this may involve sophisticated schemes designed to avoid detection, including deliberate failure to record transactions, collusion or the provision of intentional misrepresentations.

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 Auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, Part 4 of the Charities (Accounts and Reports) Regulations 2008. We have been appointed as auditor under Section 151 of the Charities Act 2011 and under Companies Act 2006 and report in accordance with the Acts and relevant regulations made or having effect thereunder. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE FRIENDS OF THE WISDOM HOSPICE
LIMITED AND ITS SUBSIDIARY (CONTINUED)

I. Weekes

I Weekes (Senior statutory auditor)

for and on behalf of
Crowe U.K. LLP

Statutory Auditor

Riverside House

40 - 46 High Street

Maidstone

Kent

ME14 1JH

20 September 2022

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND
EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2022**

	Note	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:					
Donations and legacies:	2				
Government Grants		14,628	-	14,628	463,930
Donations and legacies		508,171	400	508,571	590,895
Other donations and legacies		787	-	787	-
Charitable activities	3	572,271	-	572,271	292,946
Investments	4	498	-	498	3,143
Other income	5	64,384	-	64,384	35,812
Total income		1,160,739	400	1,161,139	1,386,726
Expenditure on:					
Raising funds	6	545,845	-	545,845	519,701
Charitable activities	7	689,678	-	689,678	669,782
Total expenditure		1,235,523	-	1,235,523	1,189,483
Net (expenditure)/income before net (losses)/gains on investments		(74,784)	400	(74,384)	197,243
Net (losses)/gains on investments		(25,044)	-	(25,044)	136,393
Net movement in funds		(99,828)	400	(99,428)	333,636
Reconciliation of funds:					
Total funds brought forward		2,290,603	2,046	2,292,649	1,959,013
Net movement in funds		(99,828)	400	(99,428)	333,636
Total funds carried forward		2,190,775	2,446	2,193,221	2,292,649

The Consolidated Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 26 to 50 form part of these financial statements.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)
REGISTERED NUMBER: 01632714

CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	332,823	354,772
Investments	14	1,242,312	1,279,919
		1,575,135	1,634,691
Current assets			
Stocks	15	10,144	10,138
Debtors	16	121,702	189,313
Cash at bank and in hand		584,441	550,968
		716,287	750,419
Creditors: amounts falling due within one year	17	(98,201)	(92,461)
		618,086	657,958
Net current assets		618,086	657,958
Total assets less current liabilities		2,193,221	2,292,649
Net assets excluding pension asset		2,193,221	2,292,649
Total net assets		2,193,221	2,292,649
Charity funds			
Restricted funds	19	2,446	2,046
Unrestricted funds	19	2,190,775	2,290,603
Total funds		2,193,221	2,292,649

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees on 15 September 2022 and signed on their behalf by:

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)
REGISTERED NUMBER: 01632714

CONSOLIDATED BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2022



Mr R Harris



Mrs B Fisher

The notes on pages 26 to 50 form part of these financial statements.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)
REGISTERED NUMBER: 01632714

COMPANY BALANCE SHEET
AS AT 31 MARCH 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	282,102	291,114
Investments	14	1,242,312	1,279,919
		1,524,414	1,571,033
Current assets			
Stocks	15	10,144	10,138
Debtors	16	43,824	193,256
Cash at bank and in hand		405,356	483,583
		459,324	686,977
Creditors: amounts falling due within one year	17	(76,024)	(75,981)
Net current assets		383,300	610,996
Total assets less current liabilities		1,907,714	2,182,029
Net assets excluding pension asset		1,907,714	2,182,029
Total net assets		1,907,714	2,182,029
Charity funds			
Restricted funds	19	2,446	2,046
Unrestricted funds	19	1,905,268	2,179,983
Total funds		1,907,714	2,182,029

The Company's net movement in funds for the year was £(274,315) (2021 - £299,209).

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees on 15 September 2022 and signed on their behalf by:

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)
REGISTERED NUMBER: 01632714

COMPANY BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2022



Mr R Harris



Mrs B Fisher

The notes on pages 26 to 50 form part of these financial statements.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2022

	2022 £	2021 £
Cash flows from operating activities		
Net cash used in operating activities	20,427	105,227
Cash flows from investing activities		
Dividends and interest from investments	483	3,143
Proceeds from the sale of investments	1,899,375	549,913
Purchase of investments	(1,888,199)	(536,033)
Cash movement on investment account	1,387	632
Net cash provided by investing activities	13,046	17,655
Change in cash and cash equivalents in the year	33,473	122,882
Cash and cash equivalents at the beginning of the year	550,968	428,086
Cash and cash equivalents at the end of the year	584,441	550,968

The notes on pages 26 to 50 form part of these financial statements

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Friends of the Wisdom Hospice Limited and its subsidiary meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements consolidate the accounts of The Friends of the Wisdom Hospice Limited and its subsidiary.

The Consolidated statement of financial activities (SOFA) and Consolidated balance sheet consolidate the financial statements of the Company and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of financial activities in these financial statements.

Accounting standards require the directors, who are the Trustees, to consider the appropriateness of the going concern basis when preparing the financial statements. On the basis of detailed projections of income, expenditure and cash flow prepared using appropriate assumptions and in particular those relating to the effects of the COVID-19 pandemic, the Trustees have a reasonable expectation that the charitable company and the group have adequate resources to continue in operational existence for the foreseeable future. The directors believe this to be the case as the charitable group has positive reserves and cash balances. For this reason, the directors consider that the going concern basis remains appropriate and they continue to adopt it in preparing the annual financial statements. Further details regarding this consideration can be found within the Trustees' Report.

1.2 Company status

The charitable company is a company limited by guarantee incorporated within the UK. The company's registered number is: 01632714. The members of the company are the Trustees named on page . In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £5 per member.

The registered address of the charitable company is:
High Bank,
Rochester,
Kent,
ME1 2NU.

The principal activity of the charitable company is to promote the relief of suffering and treatment of illness. The aim of the charitable company is to maintain an annual grant to Medway Community Healthcare to not only ensure that the current services are maintained but, where possible, to continually improve upon those services.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

1. Accounting policies (continued)

1.3 Income

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

For legacies, entitlement is taken as the earlier of the date on which either: the charitable group is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charitable group that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charitable group has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charitable group, or the charitable group is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Grants are included in the Consolidated statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Lottery income is recognised upon the notification of each draw.

Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the charitable company where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

1.4 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. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

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

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NOTES TO THE FINANCIAL STATEMENTS
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1. Accounting policies (continued)

1.4 Expenditure (continued)

Charitable activities and governance costs are costs incurred on the charitable group's operations, including support costs and costs relating to governance apportioned to charitable activities.

1.5 Government grants

Government grants relate to amounts received under the government Coronavirus Job Retention Scheme and local authority business support grants in respect of the coronavirus pandemic as well as CCG funding and are accounted for on an accruals basis. These are recognised in the SoFA as part of donations and legacies.

The charitable group received £3,961 under the Job Retention scheme (2021: £64,450) and £10,667 in local authority grants (2021: £115,765).

The charitable group received £923 from CCG funding (2020: £283,715).

1.6 Basis of consolidation

The financial statements consolidate the accounts of The Friends of the Wisdom Hospice Limited and its subsidiary.

1.7 Tangible fixed assets and depreciation

Assets are capitalised at the Trustees' discretion, however all items costing more than £5,000 are always capitalised.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives.

Depreciation is provided on the following bases:

Freehold property	- 50 years straight line
Fixtures and fittings	- 5 years straight line
Office equipment	- 5 years straight line
Leasehold fittings	- over the lease term

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

1. Accounting policies (continued)

1.8 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 the 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 presented as 'Gains/(Losses) on investments' in the Consolidated statement of financial activities.

Investments in subsidiaries are valued at cost less provision for impairment.

1.9 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.10 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.11 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.

1.12 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Company 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.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated statement of financial activities as a finance cost.

1.13 Financial instruments

The Group 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 with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

1. Accounting policies (continued)

1.14 Pensions

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

1.15 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 Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

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

1.16 Judgements and estimations

The charitable group may be required to make estimates and assumptions concerning the future. These estimates and judgements are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The resulting accounting estimates will, by definition, seldom equal the related actual results. The principal area where judgement was exercised was as follows:-

Tangible fixed assets: the Trustees annually assess both the residual value of the assets and the expected useful life of the assets, which is currently judged to be 5 years for fixtures and fittings, over the term of the lease for leasehold improvements and 50 years for property, based on experience.

Legacy income: For legacies, entitlement is taken as the earlier of the date on which either: the charitable group is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charitable group that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charitable group has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charitable group, or the charitable group is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
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NOTES TO THE FINANCIAL STATEMENTS
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2. Income from donations and legacies

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	<i>Total funds 2021 £</i>
Donations	239,861	400	240,261	302,279
Legacies	236,794	-	236,794	248,275
Government grants	14,628	-	14,628	463,930
Gift aid	32,303	-	32,303	40,341
	<u>523,586</u>	<u>400</u>	<u>523,986</u>	<u>1,054,825</u>
<i>Total 2021</i>	<u>1,054,825</u>	<u>-</u>	<u>1,054,825</u>	

3. Income from fundraising activities

	Unrestricted funds 2022 £	Total funds 2022 £	<i>Total funds 2021 £</i>
Fundraising	104,063	104,063	58,000
Lottery	139,735	139,735	124,775
Sale of merchandise	5,751	5,751	5,833
Sale of donated items	322,722	322,722	104,338
	<u>572,271</u>	<u>572,271</u>	<u>292,946</u>
<i>Total 2021</i>	<u>292,946</u>	<u>292,946</u>	

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

4. Investment income

	Unrestricted funds 2022 £	Total funds 2022 £	<i>Total funds 2021 £</i>
Dividends and interest received	498	498	3,143
	<u>498</u>	<u>498</u>	
<i>Total 2021</i>	<u>3,143</u>	<u>3,143</u>	

5. Other incoming resources

	Unrestricted funds 2022 £	Total funds 2022 £	<i>Total funds 2021 £</i>
Insurance claims received	64,384	64,384	35,812
	<u>64,384</u>	<u>64,384</u>	
<i>Total 2021</i>	<u>35,812</u>	<u>35,812</u>	

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

6. Expenditure on raising funds

Costs of raising voluntary income

	Unrestricted funds 2022 £	Total funds 2022 £	<i>Total funds 2021 £</i>
Purchases for resale	4,155	4,155	3,490
Fundraising costs	211,509	211,509	158,655
Portfolio management fees	13,044	13,044	12,616
Fundraising staff costs - wages and salaries	278,529	278,529	307,669
Fundraising staff costs - NI	18,565	18,565	16,311
Fundraising staff costs - pension costs	7,106	7,106	8,023
Depreciation	12,937	12,937	12,937
	<u>545,845</u>	<u>545,845</u>	<u>519,701</u>
<i>Total 2021</i>	<u>519,701</u>	<u>519,701</u>	

7. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	<i>Total funds 2021 £</i>
Medway Community Healthcare	689,678	-	689,678	669,590
Other charitable expenditure	-	-	-	192
	<u>689,678</u>	<u>-</u>	<u>689,678</u>	<u>669,782</u>
<i>Total 2021</i>	<u>669,590</u>	<u>192</u>	<u>669,782</u>	

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
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NOTES TO THE FINANCIAL STATEMENTS
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8. Analysis of expenditure by activities

	Activities undertaken directly 2022 £	Total funds 2022 £	Total funds 2021 £
Medway Community Healthcare	689,678	689,678	669,590
Other charitable expenditure	-	-	192
	<u>689,678</u>	<u>689,678</u>	<u>669,782</u>
<i>Total 2021</i>	<u>669,782</u>	<u>669,782</u>	

9. Net income/(expenditure)

This is stated after charging:

	2022 £	2021 £
Depreciation	21,949	21,949
	<u>21,949</u>	<u>21,949</u>

10. Auditor's remuneration

	2022 £	2021 £
Fees payable to the Company's auditor for the audit of the Company's annual accounts	11,935	8,005
	<u>11,935</u>	<u>8,005</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

11. Staff costs

Staff costs were as follows:

	Group 2022	<i>Group 2021</i>	Company 2022	<i>Company 2021</i>
	£	£	£	£
Wages and salaries	278,529	307,669	165,232	194,723
Social security costs	18,565	16,311	11,340	9,078
Contribution to defined contribution pension schemes	7,106	8,023	5,109	6,042
	304,200	332,003	181,681	209,843

The average number of persons employed by the Company during the year was as follows:

	Group 2022	<i>Group 2021</i>
	No.	No.
Fundraising	4	4
Support	3	3
Shops	7	7
	14	14

No employee received remuneration amounting to more than £60,000 in either year.

Key personnel emoluments for the year totalled £57,151 (2021: £57,156).

12. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2021 - £NIL).

During the year ended 31 March 2022, no Trustee expenses have been incurred (2021 - £NIL).

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13. Tangible fixed assets

Group

	Freehold property £	Fixtures and fittings £	Office equipment £	Leasehold fittings £	Total £
Cost or valuation					
At 1 April 2021	378,448	113,714	7,213	8,596	507,971
At 31 March 2022	<u>378,448</u>	<u>113,714</u>	<u>7,213</u>	<u>8,596</u>	<u>507,971</u>
Depreciation					
At 1 April 2021	90,460	53,434	4,087	5,218	153,199
Charge for the year	7,569	12,078	1,443	859	21,949
At 31 March 2022	<u>98,029</u>	<u>65,512</u>	<u>5,530</u>	<u>6,077</u>	<u>175,148</u>
Net book value					
At 31 March 2022	<u>280,419</u>	<u>48,202</u>	<u>1,683</u>	<u>2,519</u>	<u>332,823</u>
At 31 March 2021	<u>287,988</u>	<u>60,280</u>	<u>3,126</u>	<u>3,378</u>	<u>354,772</u>

Company

	Freehold property £	Office equipment £	Total £
Cost or valuation			
At 1 April 2021	378,448	7,213	385,661
At 31 March 2022	<u>378,448</u>	<u>7,213</u>	<u>385,661</u>
Depreciation			
At 1 April 2021	90,460	4,087	94,547
Charge for the year	7,569	1,443	9,012
At 31 March 2022	<u>98,029</u>	<u>5,530</u>	<u>103,559</u>

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NOTES TO THE FINANCIAL STATEMENTS
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13. Tangible fixed assets (continued)

Company (continued)

	Freehold property £	Office equipment £	Total £
Net book value			
At 31 March 2022	280,419	1,683	282,102
<i>At 31 March 2021</i>	<i>287,988</i>	<i>3,126</i>	<i>291,114</i>

14. Fixed asset investments

	Listed securities £
Group and Company	
Cost or valuation	
At 1 April 2021	1,279,918
Additions	1,887,716
Disposals	(1,921,782)
Revaluations	(4,927)
Amounts written off	1,387
At 31 March 2022	1,242,312
Net book value	
At 31 March 2022	1,242,312
<i>At 31 March 2021</i>	<i>1,279,918</i>

The total group and company investments of £1,242,312 (2021: £1,279,919) are listed investments held at market value.

All the fixed asset investments are held in the UK.

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NOTES TO THE FINANCIAL STATEMENTS
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14. Fixed asset investments (continued)

The investment portfolio is managed by investment advisers and includes the following investments which account for more than 5% of the shareholdings invested.

All of these investments are tier 1 investments with readily available market values.

	2022	<i>2021</i>
	£	£
Fixed asset investments		
Vanguard Investment Series PLC Global Short Term Bond Index Fund	-	167,195
Vanguard UK Short Term Investment Grade Bond Index Fund	-	112,808
Mellon Investments Funds ICVC - Newton Global Dynamic Bond Fund	-	74,684
AXA Fixed Interest I CVC - US Short Duration High Yield Fund	-	154,080
JPM Global Macro Opportunities Fund	162,390	176,683
Invesco Perpetual Global Targeted Returns Funds	-	68,507
Royal London - Short Duration Gilt Fund	146,998	-
Vonobel Fund - TwentyFour Absolute Return Credit Fund	159,783	-
Franklin Templeton Funds II - FTF ClearBridge Global Infrastructure Income Fund	88,781	-
Legg Mason Clear Bridge US Equity Sustainability Leaders Fund	74,061	-
Premier Miton UK Multi Cap Income Fund	73,501	-
	705,514	<i>753,957</i>
	705,514	<i>753,957</i>
	2022	<i>2021</i>
	£	£
Unrealised and realised gains/(losses)		
Realised (losses)/gains	20,117	<i>60,409</i>
Unrealised (losses)/gains	4,927	<i>75,984</i>
Total	25,044	<i>136,393</i>
	25,044	<i>136,393</i>

15. Stocks

	Group	<i>Group</i>	Company	<i>Company</i>
	2022	2021	2022	2021
	£	£	£	£
Finished goods and goods for resale	10,144	<i>10,138</i>	10,144	<i>10,138</i>
	10,144	<i>10,138</i>	10,144	<i>10,138</i>
	10,144	<i>10,138</i>	10,144	<i>10,138</i>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

15. Stocks (continued)

Stock expensed to the statement of financial activities in the period totalled £4,155 (2021: £5,796).

There were no impairments against stock in the current year (2021: £Nil).

16. Debtors

	Group 2022 £	<i>Group 2021 £</i>	Company 2022 £	<i>Company 2021 £</i>
Due within one year				
Amounts owed by group undertakings	-	-	685	<i>62,000</i>
Other debtors	45,296	<i>164,484</i>	37,666	<i>122,893</i>
Prepayments and accrued income	76,406	<i>24,829</i>	5,473	<i>8,363</i>
	121,702	<i>189,313</i>	43,824	<i>193,256</i>

17. Creditors: Amounts falling due within one year

	Group 2022 £	<i>Group 2021 £</i>	Company 2022 £	<i>Company 2021 £</i>
Trade creditors	75,310	<i>69,895</i>	58,849	<i>57,049</i>
Other taxation and social security	5,055	<i>5,830</i>	5,055	<i>5,830</i>
Other creditors	4,169	<i>7,596</i>	2,335	<i>6,527</i>
Accruals and deferred income	13,667	<i>9,140</i>	9,785	<i>6,575</i>
	98,201	<i>92,461</i>	76,024	<i>75,981</i>

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

18. Financial instruments

	Group 2022 £	<i>Group 2021 £</i>
Financial assets held at fair value	1,242,312	<i>1,279,919</i>
Financial assets held at amortised cost	121,702	<i>189,313</i>
	<u>1,364,014</u>	<i><u>1,469,232</u></i>
	Group 2022 £	<i>Group 2021 £</i>
Cash and cash equivalents	584,441	<i>550,968</i>
Financial liabilities held at amortised cost	(98,201)	<i>(92,461)</i>
	<u>486,240</u>	<i><u>458,507</u></i>

Financial assets held at fair value consist of listed investments.

Financial assets held at amortised cost consist of trade debtors, other debtors and prepayments.

Cash and cash equivalents relates to cash held.

Financial liabilities measured at amortised cost comprise trade creditors, other creditors and accruals.

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NOTES TO THE FINANCIAL STATEMENTS
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19. Statement of funds

Statement of funds - current year - group

	Balance at 1 April 2021 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2022 £
Unrestricted funds					
General Funds - all funds	2,290,603	1,160,739	(1,235,523)	(25,044)	2,190,775
Restricted funds					
Linda Richards Art Therapy fund	140	-	-	-	140
D Hoskins fund	200	-	-	-	200
Mrs Jameson fund	440	-	-	-	440
R Watts fund	1,133	-	-	-	1,133
L Avery fund	133	-	-	-	133
L Humphreys fund	-	50	-	-	50
D Swatton fund	-	350	-	-	350
	<u>2,046</u>	<u>400</u>	<u>-</u>	<u>-</u>	<u>2,446</u>
Total of funds	<u><u>2,292,649</u></u>	<u><u>1,161,139</u></u>	<u><u>(1,235,523)</u></u>	<u><u>(25,044)</u></u>	<u><u>2,193,221</u></u>

The Linda Richards Art Therapy fund is to be used for art therapy.

The D Hoskins fund is to be used to fund the ward within the hospice.

The Mrs Jameson fund is to be used for the development of the wards.

The R Watts fund is to be used for nursing training.

The L Avery fund is to be used for the development of the outside space at the hospice.

The L Humphreys fund is to be used for time for patients with a nurse.

The D R Swatton fund is to be used for tea and cakes for staff.

Sufficient resources are held in an appropriate form to enable each fund to be applied in accordance with any restrictions.

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NOTES TO THE FINANCIAL STATEMENTS
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19. Statement of funds (continued)

Statement of funds - prior year - group

	<i>Balance at 1 April 2020</i> £	<i>Income</i> £	<i>Expenditure</i> £	<i>Gains/ (Losses)</i> £	<i>Balance at 31 March 2021</i> £
Unrestricted funds					
General Funds - all funds	1,956,775	1,386,726	(1,189,291)	136,393	2,290,603
Restricted funds					
Linda Richards Art Therapy fund	140	-	-	-	140
D Hoskins fund	200	-	-	-	200
Mrs Jameson fund	440	-	-	-	440
R Watts fund	1,133	-	-	-	1,133
L Avery fund	325	-	(192)	-	133
	<u>2,238</u>	<u>-</u>	<u>(192)</u>	<u>-</u>	<u>2,046</u>
Total of funds	<u><u>1,959,013</u></u>	<u><u>1,386,726</u></u>	<u><u>(1,189,483)</u></u>	<u><u>136,393</u></u>	<u><u>2,292,649</u></u>

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Statement of funds (continued) - current year - company

	Balance at	Income	Expenditure	Total funds
	£	£	£	£
Unrestricted funds				
General funds	2,179,984	744,589	(1,019,305)	1,905,268
	<u>2,179,984</u>	<u>744,589</u>	<u>(1,019,305)</u>	<u>1,905,268</u>
Restricted funds				
Linda Richards Art Therapy fund	140	-	-	140
D Hoskins fund	200	-	-	200
Mrs Jameson fund	440	-	-	440
R Watts fund	1,133	-	-	1,133
L Avery fund	133	-	-	133
L Humphreys fund	-	50	-	50
D Swatton fund	-	350	-	350
	<u>2,182,030</u>	<u>744,989</u>	<u>(1,019,305)</u>	<u>1,907,714</u>

Statement of funds -prior year - company

	Balance at	Income	Expenditure	Gains/Losses	Total funds
	£	£	£	£	£
Unrestricted funds					
General funds	1,880,583	1,128,024	(965,016)	136,393	2,179,984
	<u>1,880,583</u>	<u>1,128,024</u>	<u>(965,016)</u>	<u>136,393</u>	<u>2,179,984</u>
Restricted funds					
Linda Richards Art Therapy fund	140	-	-	-	140
D Hoskins fund	200	-	-	-	200
Mrs Jameson fund	440	-	-	-	440
R Watts fund	1,133	-	-	-	1,133
L Avery fund	325	-	(192)	-	133
Total of funds	<u>1,882,821</u>	<u>1,128,024</u>	<u>(965,208)</u>	<u>136,393</u>	<u>2,182,030</u>

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NOTES TO THE FINANCIAL STATEMENTS
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20. Summary of funds

Summary of funds - current year

	Balance at 1 April 2021 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2022 £
General funds	2,290,603	1,160,739	(1,235,523)	(25,044)	2,190,775
Restricted funds	2,046	400	-	-	2,446
	<u>2,292,649</u>	<u>1,161,139</u>	<u>(1,235,523)</u>	<u>(25,044)</u>	<u>2,193,221</u>

Summary of funds - prior year

	<i>Balance at 1 April 2020 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 March 2021 £</i>
General funds	1,956,775	1,386,726	(1,189,291)	136,393	2,290,603
Restricted funds	2,238	-	(192)	-	2,046
	<u>1,959,013</u>	<u>1,386,726</u>	<u>(1,189,483)</u>	<u>136,393</u>	<u>2,292,649</u>

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

21. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	332,823	-	332,823
Fixed asset investments	1,242,312	-	1,242,312
Current assets	713,841	2,446	716,287
Creditors due within one year	(98,201)	-	(98,201)
Total	2,190,775	2,446	2,193,221

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2021 £</i>	<i>Restricted funds 2021 £</i>	<i>Total funds 2021 £</i>
Tangible fixed assets	354,772	-	354,772
Fixed asset investments	1,279,919	-	1,279,919
Current assets	748,373	2,046	750,419
Creditors due within one year	(92,461)	-	(92,461)
Total	2,290,603	2,046	2,292,649

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22. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2022 £	<i>Group 2021 £</i>
Net income/expenditure for the year (as per Statement of Financial Activities)	(99,428)	333,636
Adjustments for:		
Depreciation charges	21,949	21,949
Realised gains on sale of investments	20,117	(60,408)
Dividends and interest from investments	(498)	(3,143)
(Increase)/decrease in stocks	(6)	(200)
(Increase)/decrease in debtors	67,611	(109,872)
Increase/(decrease) in creditors	5,740	(751)
Revaluations of investments	4,942	(75,984)
Net cash provided by operating activities	20,427	105,227

23. Analysis of cash and cash equivalents

	Group 2022 £	<i>Group 2021 £</i>
Cash in hand	584,441	550,968
Total cash and cash equivalents	584,441	550,968

24. Analysis of changes in net debt

	At 1 April 2021 £	Cash flows £	At 31 March 2022 £
Cash at bank and in hand	550,968	33,473	584,441
	550,968	33,473	584,441

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25. Contingent assets

The charitable group has one further claim under its business interruption insurance policy in relation to the closure of the shops within Wisdom Hospice Support. during the COVID-19 pandemic. This was received post year end.

26. Pension commitments

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £7,106 (2021: £8,023). Contributions of £970 (2021: £1,163) were payable to the fund at the balance sheet date and are included in creditors.

27. Operating lease commitments

At 31 March 2022 the Group and the Company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2022	<i>Group 2021</i>	Company 2022	<i>Company 2021</i>
	£	£	£	£
Not later than 1 year	72,511	72,511	2,011	-
Later than 1 year and not later than 5 years	180,114	216,719	3,010	-
Later than 5 years	41,146	77,563	-	-
Total	293,771	<i>366,793</i>	5,021	-

28. Other financial commitments

The Friends of the Wisdom Hospice Limited act as a guarantor under an agreement dated 13 June 2013 in respect of a lease on shop premises in Sittingbourne, Kent. As guarantors they are liable for all obligations by virtue of the lease. The annual rent is £25,750, the lease is for 10 years.

The Friends of the Wisdom Hospice Limited act as a guarantor under an agreement dated 22 November 2016 in respect of a lease on shop premises in Chatham, Kent. As guarantors they are liable for all obligations by virtue of the lease. The annual rent is £25,000, the lease is for 10 years with a break clause after 5 years.

The Friends of the Wisdom Hospice Limited act as a guarantor under an agreement dated 2 May 2019 in respect of a lease on shop premises in Rochester, Kent. As guarantors they are liable for all obligations by virtue of the lease. The annual rent is £19,750, the lease is for 10 years with a break clause after 5 years.

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29. Related party transactions

The Friends of the Wisdom Hospice Limited paid various expenses on behalf of Wisdom Hospice Support and have been reimbursed fully for these. During the year, this amounted to £124,731 (2021: £124,965).

Wisdom Hospice Support paid various expenses on behalf of The Friends of the Wisdom Hospice Limited and have been reimbursed fully for these. During the year, this amounted to £Nil (2021: £Nil).

Wisdom Hospice Support received a number of donations on behalf of and paid them to The Friends of the Wisdom Hospice Limited. During the year under review, the total of these donations amounted to £7,262 (2021: £4,189).

Post year end, a donation was declared from Wisdom Hospice Support to The Friends of the Wisdom Hospice Limited in respect of the year of £50,000 (2021 - £50,000) and will be paid during the year ending 31 March 2023.

During the year ended 31 March 2017, a loan from The Friends of the Wisdom Hospice Limited to Wisdom Hospice Support was extended to £60,000 from £35,000 at a commercial rate of 3%, repayable over 5 years from the new agreement date. At 31 March 2022, the balance outstanding on this loan was £Nil (2021 - £12,000).

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NOTES TO THE FINANCIAL STATEMENTS
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30. Comparative Statement of Financial Activities

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Income from:			
Government grants	463,930	-	463,930
Other donations and legacies	590,895	-	590,895
Fundraising activities	292,946	-	292,946
Investments	3,143	-	3,143
Other income	35,812	-	35,812
	<u>1,386,726</u>	<u>-</u>	<u>1,386,726</u>
Total income			
Expenditure on:			
Raising funds	519,701	-	519,701
Charitable activities	669,590	192	669,782
	<u>1,189,291</u>	<u>192</u>	<u>1,189,483</u>
Total expenditure			
Net income/(expenditure) before investment gains/(losses)	197,435	(192)	197,243
Net gains/(losses) on investments	136,393	-	136,393
	<u>333,828</u>	<u>(192)</u>	<u>333,636</u>
Net income/(expenditure) before other recognised gains and losses			
Reconciliation of funds:			
Net movement in funds	333,828	(192)	333,636
Total funds brought forward	1,956,775	2,238	1,959,013
	<u>2,290,603</u>	<u>2,046</u>	<u>2,292,649</u>
Total 2021			

31. Principal subsidiaries

The following was a subsidiary undertaking of the Company:

Name	Company number	Charity registration number	Holding	Included in consolidation
Wisdom Hospice Support	08130595	1155857	100%	Yes

The financial results of the subsidiary for the year were:

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NOTES TO THE FINANCIAL STATEMENTS
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31. Principal subsidiaries (continued)

Name	Income £	Expenditure £	Profit/(Loss) / Surplus/ (Deficit) for the year £	Net assets £
Wisdom Hospice Support	416,510	(241,623)	174,887	285,507

Wisdom Hospice Charity

England & Wales - Charity number 284894

Accounts

Registered number: 01632714
Charity number: 284894

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TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
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REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2021

Trustees

Mr R Harris
Mrs S Fairbrace
Mrs M Barker
Mrs S Berry
Mr R Coleman
Mr J Wootten
Mrs V Webster
Mrs B Fisher
Mr A Gray

Chief executive officer

Mr M Reeves

Company registered number

01632714

Charity registered number

284894

Registered office

High Bank, Rochester, Kent, ME1 2NU

Independent auditor

Crowe U.K. LLP, Riverside House, 40 - 46 High Street, Maidstone, Kent, ME14 1JH

Bankers

Natwest, 148 High Street, Chatham, Kent, ME4 4DB

Lloyds Bank, 142-146 High Street, Chatham, Kent, ME4 4DQ

Solicitors

Gullands Solicitors, 16 Mill Street, Maidstone, Kent, ME15 6XT

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REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
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Advisers (continued)

Honorary Vice-Presidents

Miss B Taylor
Mr J Mangan
Mrs T Sillars
Mr J Wootten
Mr R Coleman
Mr D Turner

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TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2021

The Trustees (who are also the directors of the charitable company for the purposes of the Companies Act 2006) present their annual report together with the audited financial statements of the group and the charitable company for the year to 31 March 2021. The Trustees confirm that the annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP), 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).

Since the group qualifies as small under section 383, the strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 is not required.

Structure, governance and management

a. Constitution

The charity is registered as a charitable company limited by guarantee.

The charitable company is constituted under a Memorandum of Association dated 22 February 1982 and is a registered charity, number 284894.

In the event of the charitable company being wound up, members are required to contribute an amount not exceeding £5.

There have been no changes to the objects of the charitable company since the last annual report.

The charitable company has one subsidiary undertaking, Wisdom Hospice Support, which is a separate registered charity.

b. Method of appointment or election of Trustees

The group has ensured that the trustee body is constituted in accordance with the governing document. The directors of the charitable company are also charity trustees for the purposes of charity law and under the charitable company's Articles of Association are known as members of the Council of Management (Board of Trustees). At each Annual General Meeting one third of the directors must retire from office. Those to retire by rotation are those who have been longest in office since their last appointment.

At the forthcoming Annual General Meeting, in accordance with the Articles of Association, M Barker, S Berry and R Coleman will retire by rotation and, being eligible, offer themselves for re-election.

At the end of March 2021 the number of current directors was nine. During the year, three trustees resigned, namely Ms B Long on 16 September 2020, Mrs J Shirley on 11 January 2021 and Mrs A Skinner on 25 March 2021. It is not permitted to have less than five or more than fifteen members of the Board of Trustees. Authority to appoint new directors rests with the charitable company but the directors may also appoint a person who is willing to be a director, in the recognition that this appointment would be approved by the members at their next Annual General Meeting.

The Trustees have taken care to ensure that the Board has the appropriate skills and knowledge to conduct the business of the group. As well as general business skills, the nature of the work they do requires that Trustees are able to bring with them experience and knowledge in many areas including finance and accountancy, HR and employment law. All Trustees have a common interest in promoting the needs of the Wisdom Hospice.

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2021

All members of the Council of Management give their time voluntarily and receive no benefits from the group.

There were no expenses reclaimed from the charitable company during the year.

c. Policies adopted for the induction and training of Trustees

All new Trustees receive an induction pack to acquaint them with the group and its aims and activities, management and governance and what is expected of them under charity law. Additionally, new Trustees are invited to meet with the Chairman and Chief Executive to learn more about their role and about the group's activities. Trustees are welcome to join in any training offered for staff.

d. Pay policy for senior staff

Salaries are reviewed annually by the Trustees, taking into account salaries paid for comparable roles in similar organisations. There are third party salary surveys of remuneration in the hospice sector and charities more generally which provide helpful input to this process.

e. Organisational structure and decision making

During the year under review, the Board of Trustees met on six occasions and are responsible for the strategic direction and policy of the group. The Chief Executive attends board meetings but has no voting rights. The board delegates the day to day responsibility of the running of the group to the Chief Executive who is responsible for ensuring that the group's financial targets are met and also that all employees continue to develop their skills and working practice in line with good practice. The Chief Executive is ably assisted by the Financial Controller in his responsibilities.

The Board has continued to operate the Audit & Investment subcommittee. Subcommittees allow Trustees to monitor and review the activities of the charity between formal board meetings.

The key management personnel of the charitable company comprise the Trustees and the Chief Executive.

The Trustees who served in the year are as follows:

Trustee Directors	Role	Committee
Mr R Harris	Chairman	A,B
Mrs S Fairbrace		B
Mrs M Barker		B
Mrs A Skinner		A,B (Resigned 25 March 2021)
Mrs S Berry		B
Mr R Coleman		A,B
Mr J Wootten		A,B
Mrs V Kirby		B
Ms B Long		A,B (Resigned 16 September 2020)
Mrs J Shirley		B (Resigned 11 January 2021)
Mr A Gray	Company Secretary	B
Mrs B Fisher		A, B

Committees
A - Audit & Investment
B - Board

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2021

f. Related party relationships

The group operates shops selling donated goods through its subsidiary company, Wisdom Hospice Support. The Trustees receive regular operational reports about the subsidiary's performance.

g. Risk management

The Trustees have assessed the major risks to which the group is exposed, in particular those related to the operations and finances of the group. This involved identification of the types of risk the group faces and prioritising them in terms of potential impact and likelihood of occurrence and identifying and tracking the progress of measures to manage them. The risks associated with the COVID-19 pandemic were considered as part of the assessment.

The principal risks identified are:

1. Decline in reserves from an excess of expenditure over income.
2. Ability to build sustainable and predictable income to meet funding demands and ensure long term sustainability.
3. Competition for donations and the group's profile relative to other charities.
4. Possible financial cuts made by the National Health Service towards the running of the hospice thus calling on the charitable company to increase its payments to maintain hospice services at their current levels.
5. Further disruption to operations resulting from the COVID-19 pandemic.

The Board have formulated strategies to mitigate these risks through the following actions:

1. Recruiting and training staff and Trustees to develop funding and promotional strategies.
2. Establishing a prudent and sustainable expenditure plan to maintain reserves at sufficient levels to maintain solvency.
3. Ensuring that management monitor carefully and respond appropriately to issues arising as a result of the COVID-19 pandemic.

The Board continues to consider the risks to which the charity is exposed and has developed a Risk Register which is regularly reviewed and updated to ensure risks are managed effectively.

Objectives and activities

a. Policies and objectives

The group's purposes are set out in the 'Objects' clause contained in the charitable company's Memorandum of Association. The principal object of the group is to promote the relief of suffering and treatment of illness. The aim of the group is to maintain an annual grant to Medway Community Healthcare to not only ensure that the current services are maintained but, where possible, to continually improve upon these services.

The group's main objective and focus for their work during the 2020/21 financial year was to continue to promote

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2021

and support The Wisdom Hospice.

b. Strategies for achieving objectives

The charitable company works to a detailed budget which is closely monitored and reported on to the Trustees, with a view to trying to ensure that income targets are achieved and expenditure is managed efficiently.

The Chairman and Chief Executive attend regular meetings of South East Hospices also attended by Hospice UK. In addition, the Chief Executive attends a variety of networks, both regionally and nationally, in an effort to share best practice, discuss innovation and benchmark the group's activities.

c. Activities for achieving objectives

In setting plans for the group, the Trustees give consideration to the Charity Commission's general guidance on public benefit and, in particular, to the public benefit of providing support for the relief of ill-health.

d. How our activities deliver public benefit

The Wisdom Hospice provides specialist palliative care and support to the adult population of Medway and Swale, a population of over 400,000. These services are open and free to all members of the public, and they support patients both at the hospice and within their own homes.

The group supports these services with an annual grant to the hospice which adds significantly to the public benefit, making facilities available which would otherwise not be possible on the NHS budget alone.

All expenditure by the group is reviewed against the public benefit principles and the Trustees ensure these expenses represent an appropriate use of charitable funds.

e. Compliance with the Charity Governance Code

The Trustees are aware of the requirements of the Charity Governance Code and ensure the group's charitable operations comply with this code.

f. Volunteers

The Trustees are grateful for the unstinting efforts of the volunteers who are involved in service provision, charity shops and fundraising. This last year has been a challenging year as the group were unable to engage with many volunteers due to events being cancelled, closure of shops and hospice restrictions on visitors during periods of lockdown. This has resulted in a reduction in the reported number of volunteer hours donated to the group in this year's report. The total number of hours donated during this year is 8,000 hours (2020: 20,000 hours). If this is conservatively valued at £10.00 per hour, the volunteer effort amounts to approximately £80,000. The charitable company has a volunteer coordinator to ensure that best value is derived from the sterling efforts of our volunteers.

The charitable company has continued to engage and communicate with volunteers in regular virtual events such as fortnightly volunteer coffee mornings and regular email updates have been effective in keeping the volunteers engaged and updated.

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2021

Achievements and performance

a. Review of activities

Donations and legacies

Overall income from donations and legacies increased in the year under review to £590,895 (2020: £402,481). Donation income increased to £302,279 (2020: £241,147), benefitting from the positive response from supporters to our appeals following the onset of the COVID-19 pandemic. Legacy income increased to £248,275 (2020: £105,631) and included £82,397 from the estate of Miss Barbara Edmeades which was received earlier than anticipated and was therefore accounted for in the year under review rather than in the subsequent year.

Fundraising

It has been a very challenging year for fundraising as many of the regular fundraising events and supporters' events were cancelled or restricted as a result of COVID-19 restrictions and overall fundraising income in the year under review was reduced substantially to £292,946 (2020: £591,772). General fundraising income decreased to £58,000 (2020: £194,504) and Sales of donated goods decreased to £104,338 (2020: £277,468). Lottery income did however increase to £124,775 (2020: £105,232).

Government Grants

To mitigate the reduction in fundraising income the charitable group successfully secured emergency COVID-19 grants from Kent and Medway Clinical Commissioning Group. Funding was also received from Local Authority Business Support Grants and the Coronavirus Job Retention Scheme. The total amount derived from government grants for the year was £463,930 (2020: £2,297).

Business Interruption Insurance Claim

The charitable group had business interruption insurance cover in place. A successful claim for £34,562 was submitted and paid out in respect of the shops' forced closure for the first period of lockdown. It is planned that further claims will be pursued for lockdown periods two and three.

Shops

The group operates three high street shops in Sittingbourne, Chatham and Rochester town centres and is also active on online shopping platforms.

Shop performance was severely affected by the series of lockdowns imposed by the government when all non-essential retail outlets had to close. In mitigation, funding was received from Local Authority Business Support Grants and the Coronavirus Job Retention Scheme and costs were reduced as a result of business property rates holidays and temporary rent reductions negotiated with shop landlords.

Lottery

The lottery continued to be a success, with over 5,500 regular players at 31 March 2021. Initially, following the onset of the COVID-19 pandemic, player numbers reduced as several chose to cancel their subscriptions. However, player numbers recovered following the introduction of a successful telephone marketing initiative during periods of lockdown when face to face recruitment was restricted. This initiative ensured our player numbers returned to expected levels and budgeted lottery income was maintained.

b. Investment policy and performance

The charitable company has a low risk investment policy. The value of its investments has shown an increase during the year under review, from £1,158,039 at 31 March 2020 to £1,279,919 at 31 March 2021. The group's investments were rebalanced during the year and are under regular review by the group's investment managers.

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c. Factors relevant to achieve objectives

The charitable company monitors the return on invested time and expenses on all of its events, with a view to ensuring returns are maximised.

Financial review

a. Going concern

On the basis of detailed projections of income, expenditure and cash flow prepared using appropriate assumptions and in particular those relating to the effects of the COVID-19 pandemic, the Trustees have a reasonable expectation that the charitable company and the group have 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.

b. Reserves policy

The Wisdom Hospice is run by Medway Community Healthcare (MCH) within the NHS and its operational and funding structure is determined accordingly. Representatives of the Trustees meet regularly with MCH and the local Clinical Commissioning Group (CCG) in order to understand the financial requirements of MCH including any particular needs they may have and how the ongoing NHS reorganisation process impacts on the group's activities.

From 1 April 2020 the eight CCGs in Kent and Medway were amalgamated into one. The Kent and Medway CCG will now oversee and commission health services across Kent and Medway. It is hoped that this development will simplify and rationalise engagement with the commissioning body.

The Trustees take account of these issues as they strive to maintain the group's reserves at a level which they deem appropriate to ensure the group can meet its objectives in the prevailing circumstances over the medium and long term.

This year's surplus has led to an increase in reserves of £333,636 (2020 - decrease of £261,447).

The unrestricted reserves as at the year end were £2,290,603 (2020 - £1,956,775) and the free reserves, being unrestricted reserves after removing tangible fixed assets, were £1,935,831 (2020 - £1,580,054). The Trustees regard these as appropriate levels in the current circumstances with reference to the policy set out above.

The Trustees continually look for opportunities to spend restricted reserves in accordance with the restrictions thereon in pursuit of the group's objectives.

The restricted reserves as at the year end were £2,046 (2020 - £2,238).

c. Material investments policy

Under the Memorandum and Articles of Association, the group has the power to make any investment which the Trustees see fit, subject to such conditions (if any) and such consents (if any) as may be imposed or required by law. The Trustees are mindful of the recommendation of the Charity Commission with regard to the management of their investments. The Audit and Investment Committee has been set up to focus on investments in line with

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2021

the group's Statement of Investment Principles, which is under regular review.

No investment is knowingly made directly in tobacco related products or in any other products known to be injurious to health. Where any investments are discovered to be in breach of this policy, action is taken to correct the position and reported to the Trustees.

d. COVID-19

The wide-ranging effects of COVID-19 will inevitably have a long-term impact on both the UK and global economies.

The Friends' fundraising operations were severely affected and most fundraising events since the onset of the pandemic were either cancelled or postponed. At various times during the year under review, members of staff were furloughed as a result of COVID-19 restrictions. During periods of lockdown the administration of the group's operations continued to function with a mixture of office based and remote working. The control environment was maintained throughout with the help of secure electronic communications between members of staff and with third parties.

Since the commencement of the pandemic, regular Board meetings have been conducted over Zoom. The Chief Executive has regularly updated Trustees and current financial information has been circulated in order to keep Trustees informed about the group's financial position.

Despite progress with vaccinations and the country's emergence from lockdowns, fundraising will continue to be a challenge for the foreseeable future. The group's priority is to maintain its financial support of the Wisdom Hospice at planned budgeted levels.

Income, expenditure and cash flow forecasts are prepared regularly for both the short term and long term views, taking into account the continuing effects of the COVID-19 restrictions. The Trustees are satisfied that the group has the financial and other resources it needs to overcome the challenges ahead.

Plans for future periods

Future developments

As the charitable group adapts to the changing environment influencing fundraising events, it is developing a new strategy that will take into account short, medium and long term aims. Two trustee workshops were conducted in June and July 2021. The Managing Director of Medway Community Healthcare, Trustees and members of staff attended sessions at the workshops to discuss the current, medium and long term challenges. Board development is seen as a priority in supporting the fundraising team to meet their challenges.

The new strategy will be developed with three broad themes

- To achieve and maintain fundraising and income targets in line with agreed budgets
- To identify innovative ways of raising funds
- To improve communications and marketing with all stakeholders

The Trustees will continue to develop their strategies to increase the income and profile of the group and will continue to review and enhance their current initiatives. The group will examine, evaluate and innovate fundraising events in keeping with the ethos of the group.

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FOR THE YEAR ENDED 31 MARCH 2021

Trusts and grant making organisations have been approached for support with some success. This will continue into the future.

The Trustees will continue to maintain and develop beneficial working relationships with the Wisdom Hospice and Medway Community Healthcare.

Information on fundraising practices

The charitable company receives financial support from its donors across a wide range of events and activities and the Trustees are very grateful to these donors for their generosity. Donations are acknowledged with a letter of thanks from the Chief Executive or a phone call when appropriate in recognition of significant donations or actions. The charitable company regards its relationships with donors and supporters as highly important and it prides itself on those it has built over many years of fundraising.

The fundraising team looks to be innovative with its events so as to maintain maximum supporter engagement and to inspire the next generation of donors and supporters.

The charitable company carries out its fundraising in a fair and responsible way and ensures that funds raised are spent effectively to bring maximum benefit to the patients and relatives connected with The Wisdom Hospice. Its regular newsletters and website share the latest news of achievements and reinforce its gratitude to donors. The charitable company also ensures that donors have control over how they communicate with it.

The charitable company strives to ensure that its fundraising is conducted to the highest level of quality and safety. Fundraisers and partners are trained to comply with best practices and procedures – particularly in protecting individuals who may be in vulnerable circumstances. The approach is donor focussed and designed to ensure that donors enjoy and benefit from their engagement with the charitable company. The Friends of the Wisdom Hospice is registered with the Fundraising Regulator.

The charitable company has partnered with Your Hospice Lottery (YHL) who are contracted to promote its lottery. The charitable company works closely with YHL, who act in accordance with the high standards that both the charitable company and the public expect. The charitable company's Chief Executive inducts all new lottery fundraisers to ensure that the standards and obligations required are understood and met in their fundraising activities. Feedback is sought from players about their lottery experience, allowing the charitable company to maintain standards and, where relevant, to instigate any required improvements to fundraising practices.

Wisdom Hospice Support benefits from a strong brand, well positioned shop locations and an active social media presence to attract a variety of donations of goods for sale in its shops. The Trustees are very grateful to these donors for their generosity. The charitable group regards its relationships with donors as highly important and it looks to retain the support of its donors for many years to come. Wisdom Hospice Support staff and volunteers are trained to comply with best practices and procedures in order to ensure that donors and customers have a positive experience in their dealings with it.

The charitable group complies with the General Data Protection Regulation (GDPR) and follows the Information Commissioner's guides and code. Whilst it strives to perform to the highest standards in everything it does, it may not always get it right. Should a complaint be received, it will be fully investigated, and efforts will be made to correct any shortcomings highlighted. The charitable group received two complaints which were resolved during the year under review.

The Trustees recognise the importance of the reputation of the charitable group in maintaining the trust and confidence of its donors and this principle sits at the heart of all of its activities. One complaint was received and it was resolved satisfactorily during the year under review.

Trustees' responsibilities statement

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2021

The Trustees (who are also directors of The Friends of the Wisdom Hospice Limited for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group 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 charitable group will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the charitable group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditor

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

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditor is aware of that information.

Auditor

The auditor, Crowe U.K. LLP, has indicated its willingness to continue in office. The Trustees will propose a motion re-appointing the auditor at the forthcoming AGM.

The company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2021

This report was approved by the Trustees on *15 September 2021* and signed on their behalf by:



Mr R Harris, Trustee

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY

Opinion

We have audited the financial statements of The Friends of the Wisdom Hospice Limited (the 'parent charity') and its subsidiary (the 'group') for the year ended 31 March 2021 which comprise the group Consolidated statement of financial activities incorporating income and expenditure account, the group Consolidated balance sheet, the entity balance sheet, the group Consolidated statement of cash flows and the related notes, 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent charitable company's affairs as at 31 March 2021 and of the group's 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 Companies Act 2006 and the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law.

Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY

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 Auditor's report 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.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report which includes the Directors' Report prepared for the purposes of company law for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report included within the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the group and the charitable company and their environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report included within the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Group Strategic Report.

Responsibilities of Trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) 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

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY

misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory frameworks within which the company operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Companies Act 2006, the Charities Act and SoRP.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be the override of controls by management. Our audit procedures to respond to these risks included enquiries of management about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals and reviewing accounting estimates for biases.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

These inherent limitations are particularly significant in the case of misstatement resulting from fraud as this may involve sophisticated schemes designed to avoid detection, including deliberate failure to record transactions, collusion or the provision of intentional misrepresentations.

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 Auditor's report.

Use of our report

This report is made solely to the charitable company and group's members, as a body, in accordance with Chapter 3 of part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members and Trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and group, the charitable company and group's members as a body and the charitable company and group's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE FRIENDS OF THE WISDOM HOSPICE
LIMITED AND ITS SUBSIDIARY

I. Weekes

I Weekes (Senior statutory auditor)

for and on behalf of

Crowe U.K. LLP

Statutory Auditor

Riverside House
40 - 46 High Street
Maidstone
Kent
ME14 1JH

Date: *23rd September 2021*

Crowe U.K. LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND
EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2021**

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:					
Government grants	2	463,930	-	463,930	2,297
Other donations and legacies	2	590,895	-	590,895	402,481
Fundraising activities	4	292,946	-	292,946	591,772
Investments	3	3,143	-	3,143	7,216
Other income	5	35,812	-	35,812	-
Total income		1,386,726	-	1,386,726	1,003,766
Expenditure on:					
Raising funds	6	519,701	-	519,701	586,056
Charitable activities	7	669,590	192	669,782	677,012
Total expenditure	8	1,189,291	192	1,189,483	1,263,068
Net income / (expenditure) before investment gains/(losses)		197,435	(192)	197,243	(259,302)
Net gains/(losses) on investments	13	136,393	-	136,393	(2,145)
Net income / (expenditure) before other recognised gains and losses		333,828	(192)	333,636	(261,447)
Net movement in funds		333,828	(192)	333,636	(261,447)
Reconciliation of funds:					
Total funds brought forward		1,956,775	2,238	1,959,013	2,220,460
Total funds carried forward		2,290,603	2,046	2,292,649	1,959,013

The notes on pages 21 to 41 form part of these financial statements.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)
REGISTERED NUMBER: 01632714

CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2021

	Note	£	2021 £	£	2020 £
Fixed assets					
Tangible assets	12		354,772		376,721
Investments	13		1,279,919		1,158,039
			<u>1,634,691</u>		<u>1,534,760</u>
Current assets					
Stocks	14	10,138		9,938	
Debtors	15	189,313		79,441	
Cash at bank and in hand		550,968		428,086	
			<u>750,419</u>	<u>517,465</u>	
Creditors: amounts falling due within one year	16	(92,461)		(93,212)	
Net current assets			<u>657,958</u>		<u>424,253</u>
Net assets			<u>2,292,649</u>		<u>1,959,013</u>
Charity Funds					
Restricted funds	18		2,046		2,238
Unrestricted funds	18		2,290,603		1,956,775
Total funds			<u>2,292,649</u>		<u>1,959,013</u>

As no separate SOFA has been presented for the charitable company alone as permitted by section 408 of the Companies Act 2006 and paragraph 397 of the SORP, a parent surplus was recorded during the year of £299,209 (2020 - deficit of £293,168).

The company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees on ^{15 September 2021} and signed on their behalf by:



Mr R Harris



Mrs B Fisher

The notes on pages 21 to 41 form part of these financial statements.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)
REGISTERED NUMBER: 01632714

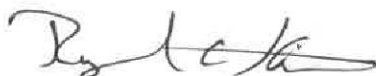
COMPANY BALANCE SHEET
AS AT 31 MARCH 2021

	Note	£	2021 £	£	2020 £
Fixed assets					
Tangible assets	12		291,114		300,125
Investments	13		1,279,919		1,158,039
			1,571,033		1,458,164
Current assets					
Stocks	14	10,138		9,938	
Debtors	15	193,261		106,186	
Cash at bank		483,583		387,123	
		686,982		503,247	
Creditors: amounts falling due within one year	16	(75,985)		(78,590)	
Net current assets			610,997		424,657
Net assets			2,182,030		1,882,821
Charity Funds					
Restricted funds			2,046		2,238
Unrestricted funds			2,179,984		1,880,583
Total funds			2,182,030		1,882,821

As no separate SOFA has been presented for the charitable company alone as permitted by section 408 of the Companies Act 2006 and paragraph 397 of the SORP, a parent surplus was recorded during the year of £299,209 (2020 - deficit of £293,168).

The company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees on 15 September 2021 and signed on their behalf by:



Mr R Harris



Mrs B Fisher

The notes on pages 21 to 41 form part of these financial statements.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 £	2020 £
Cash flows from operating activities			
Net cash provided by/(used in) operating activities	20	<u>105,227</u>	<u>(259,218)</u>
Cash flows from investing activities:			
Dividends and interest from investments		3,143	7,216
Cash movement on investment account		632	(8,173)
Purchase of tangible fixed assets		-	(41,372)
Proceeds from sale of investments		549,913	1,066,922
Purchase of investments		<u>(536,033)</u>	<u>(1,050,897)</u>
Net cash provided by/(used in) investing activities		<u>17,655</u>	<u>(26,304)</u>
Change in cash and cash equivalents in the year		122,882	(285,522)
Cash and cash equivalents brought forward		<u>428,086</u>	<u>713,608</u>
Cash and cash equivalents carried forward		<u><u>550,968</u></u>	<u><u>428,086</u></u>

The notes on pages 21 to 41 form part of these financial statements.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1. Accounting Policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Friends of the Wisdom Hospice Limited and its subsidiary (the charitable group) meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements consolidate the accounts of The Friends of the Wisdom Hospice Limited and its subsidiary.

The Statement of financial activities (SOFA) and Balance sheet consolidate the financial statements of the charitable company and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

No separate SOFA has been presented for the charitable company alone as permitted by section 408 of the Companies Act 2006.

Accounting standards require the directors, who are the Trustees, to consider the appropriateness of the going concern basis when preparing the financial statements. On the basis of detailed projections of income, expenditure and cash flow prepared using appropriate assumptions and in particular those relating to the effects of the COVID-19 pandemic, the Trustees have a reasonable expectation that the charitable company and the group have adequate resources to continue in operational existence for the foreseeable future. The directors believe this to be the case as the charitable group has positive reserves and cash balances. For this reason, the directors consider that the going concern basis remains appropriate and they continue to adopt it in preparing the annual financial statements. Further details regarding this consideration can be found within the Trustees' Report.

1.2 Company status

The charitable company is a company limited by guarantee incorporated within the UK. The company's registered number is: 01632714. The members of the company are the Trustees named on page 1. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £5 per member.

The registered address of the charitable company is:
High Bank,
Rochester,
Kent,
ME1 2NU.

The principal activity of the charitable company is to promote the relief of suffering and treatment of illness. The aim of the charitable company is to maintain an annual grant to Medway Community Healthcare to not only ensure that the current services are maintained but, where possible, to continually improve upon those services.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1. Accounting Policies (continued)

1.3 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 charitable group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charitable group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

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

1.4 Income

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

For legacies, entitlement is taken as the earlier of the date on which either: the charitable group is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charitable group that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charitable group has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charitable group, or the charitable group is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

1.5 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. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

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

Charitable activities and governance costs are costs incurred on the charitable group's operations, including support costs and costs relating to governance apportioned to charitable activities.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1. Accounting Policies (continued)

1.6 Basis of consolidation

The financial statements consolidate the accounts of The Friends of the Wisdom Hospice Limited and its subsidiary.

1.7 Tangible fixed assets and depreciation

Assets are capitalised at the Trustees' discretion, however all items costing more than £5,000 are always capitalised.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	50 years straight line
Fixtures and fittings	-	5 years straight line
Office equipment	-	5 years straight line
Leasehold fittings	-	over the lease term

1.8 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 'Net gains/(losses) on investments' in the Statement of financial activities.

1.9 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.10 Interest receivable

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

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1. Accounting Policies (continued)

1.11 Operating leases

Rentals under operating leases are charged to the Statement of financial activities on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

1.12 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.13 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.

1.14 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charitable group 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. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.15 Financial instruments

The charitable group 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 with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.16 Government grants

Government grants relate to amounts received under the government Coronavirus Job Retention Scheme and local authority business support grants in respect of the coronavirus pandemic as well as CCG funding and are accounted for on an accruals basis. These are recognised in the SoFA as part of donations and legacies.

The charitable group received £64,450 under the Job Retention scheme (2020: £2,297) and £115,765 in local authority grants (2020: £Nil).

The charitable group received £283,715 from CCG funding (2020: £Nil).

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1. Accounting Policies (continued)

1.17 Pensions

The charitable group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the charitable group to the scheme in respect of the year.

1.18 Judgements and estimations

The charitable group may be required to make estimates and assumptions concerning the future. These estimates and judgements are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The resulting accounting estimates will, by definition, seldom equal the related actual results. The principal area where judgement was exercised was as follows:-

Tangible fixed assets: the Trustees annually assess both the residual value of the assets and the expected useful life of the assets, which is currently judged to be 5 years for fixtures and fittings, over the term of the lease for leasehold improvements and 50 years for property, based on experience.

2. Donations and legacies

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Government grants	463,930	-	463,930	2,297
Donations	302,279	-	302,279	241,147
Legacies	248,275	-	248,275	105,631
Gift aid	40,341	-	40,341	45,421
Other incoming resources	-	-	-	10,282
Subtotal	590,895	-	590,895	402,481
Total donations and legacies	1,054,825	-	1,054,825	404,778
<i>Total 2020</i>	402,603	2,175	404,778	

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

3. Investment income

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Dividends and interest received	3,143	-	3,143	7,216
	<u>3,143</u>	<u>-</u>	<u>3,143</u>	<u>7,216</u>
<i>Total 2020</i>	<u>7,216</u>	<u>-</u>	<u>7,216</u>	

4. Incoming resources from fundraising activities

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Fundraising	58,000	-	58,000	194,504
Lottery	124,775	-	124,775	105,232
Sale of merchandise	5,833	-	5,833	14,568
Sale of donated items	104,338	-	104,338	277,468
	<u>292,946</u>	<u>-</u>	<u>292,946</u>	<u>591,772</u>
<i>Total 2020</i>	<u>591,772</u>	<u>-</u>	<u>591,772</u>	

5. Other Income

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Insurance claims received	35,812	-	35,812	-
<i>Total 2020</i>	<u>-</u>	<u>-</u>	<u>-</u>	

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

6. Costs of raising funds

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Purchases for resale	3,490	-	3,490	8,990
Fundraising costs	171,591	-	171,591	261,635
Portfolio management fees	12,616	-	12,616	12,240
Fundraising staff costs	332,004	-	332,004	303,191
	<u>519,701</u>	<u>-</u>	<u>519,701</u>	<u>586,056</u>
<i>Total 2020</i>	<u>586,056</u>	<u>-</u>	<u>586,056</u>	

7. Analysis of expenditure on charitable activities

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Medway Community Healthcare	669,590	-	669,590	669,883
Other charitable expenditure	-	192	192	7,129
	<u>669,590</u>	<u>192</u>	<u>669,782</u>	<u>677,012</u>
<i>Total 2020</i>	<u>669,883</u>	<u>7,129</u>	<u>677,012</u>	

After restricted expenditure, all remaining costs in both the current and prior year relate to direct expenditure.

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NOTES TO THE FINANCIAL STATEMENTS
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8. Analysis of expenditure by expenditure type

	Staff costs 2021 £	Other costs 2021 £	Total 2021 £	Total 2020 £
Fundraising	332,004	187,697	519,701	586,056
Costs of raising funds	332,004	187,697	519,701	586,056
Medway Community Healthcare	-	669,590	669,590	669,883
Other charitable expenditure	-	192	192	7,129
Charitable activities	-	669,782	669,782	677,012
	332,004	857,479	1,189,483	1,263,068
<i>Total 2020</i>	<i>303,191</i>	<i>959,877</i>	<i>1,263,068</i>	

9. Net income/(expenditure)

This is stated after charging:

	2021 £	2020 £
Depreciation of tangible fixed assets: - owned by the charitable group	21,949	20,660

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).

10. Auditor's remuneration

	2021 £	2020 £
Fees payable to the group's auditor and its associates for the audit of the group's annual accounts	8,005	8,060

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NOTES TO THE FINANCIAL STATEMENTS
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11. Staff costs

Staff costs were as follows:

	2021 £	2020 £
Wages and salaries	307,670	279,488
Social security costs	16,311	15,983
Other pension costs	8,023	7,720
	<u>332,004</u>	<u>303,191</u>

The average number of persons employed by the group during the year was as follows:

	2021 No.	2020 No.
Fundraising	4	4
Support	3	3
Shops	7	7
	<u>14</u>	<u>14</u>

No employee received remuneration amounting to more than £60,000 in either year.

Key personnel emoluments for the year totalled £57,156 (2020: £56,039).

12. Tangible fixed assets

Group	Freehold property £	Fixtures and fittings £	Office equipment £	Leasehold fittings £	Total £
Cost					
At 1 April 2020 and 31 March 2021	378,448	113,714	7,213	8,596	507,971
Depreciation					
At 1 April 2020	82,891	41,356	2,645	4,358	131,250
Charge for the year	7,569	12,078	1,442	860	21,949
At 31 March 2021	90,460	53,434	4,087	5,218	153,199
Net book value					
At 31 March 2021	<u>287,988</u>	<u>60,280</u>	<u>3,126</u>	<u>3,378</u>	<u>354,772</u>
At 31 March 2020	<u>295,557</u>	<u>72,358</u>	<u>4,568</u>	<u>4,238</u>	<u>376,721</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

12. Tangible fixed assets (continued)

Company	Freehold property £	Office equipment £	Total £
Cost			
At 1 April 2020 and 31 March 2021	378,448	7,213	385,661
Depreciation			
At 1 April 2020	82,891	2,645	85,536
Charge for the year	7,569	1,442	9,011
At 31 March 2021	90,460	4,087	94,547
Net book value			
At 31 March 2021	287,988	3,126	291,114
<i>At 31 March 2020</i>	295,557	4,568	300,125

13. Fixed asset investments

Group and company	Listed securities £	
Market value		
At 1 April 2020		1,158,039
Additions		536,033
Disposals		(489,505)
Revaluations		75,984
Changes in cash held by fund		(632)
At 31 March 2021		1,279,919
Group and company investments at market value comprise:		
	2021	2020
	£	£
Listed investments	1,279,919	1,158,039

All the fixed asset investments are held in the UK.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

13. Fixed asset investments (continued)

Group and company material investments

The investment portfolio is managed by investment advisers and includes the following investments which account for more than 5% of the shareholdings invested.

All of these investments are tier 1 investments with readily available market values.

	2021	2020
	£	£
Vanguard Investment Series PLC Global Short Term Bond Index Fund	167,195	114,236
Vanguard UK Short Term Investment Grade Bond Index Fund	112,808	-
Royal London - Short Duration Gilts Fund	-	86,478
Mellon Investments Funds ICVC - Newton Global Dynamic Bond Fund	74,684	64,179
AXA Fixed Interest I CVC - US Short Duration High Yield Fund	154,080	154,108
Royal London Short Duration Global High Yield Bond Fund	-	176,822
JPM Global Macro Opportunities Fund	176,683	95,405
Invesco Perpetual Global Targeted Returns Funds	68,507	-
	753,957	691,228

Unrealised and realised gains/(losses)

	2021	2020
	£	£
Realised gains	60,409	17,039
Unrealised gains/(losses)	75,984	(19,184)
	136,393	(2,145)

14. Stocks

	Group		Company	
	2021	2020	2021	2020
	£	£	£	£
Finished goods and goods for resale	10,138	9,938	10,138	9,938

Stock expensed to the statement of financial activities in the period totalled £5,796 (2020: £8,990).

There were no impairments against stock in the current year (2020: £Nil).

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15. Debtors

	<u>Group</u>		<u>Company</u>	
	2021 £	2020 £	2021 £	2020 £
Due after more than one year				
Amounts owed by group undertakings	-	-	-	12,000
Due within one year				
Amounts owed by group undertakings	-	-	62,000	42,000
Other debtors	164,484	53,730	122,898	43,853
Prepayments and accrued income	24,829	25,711	8,363	8,333
	<u>189,313</u>	<u>79,441</u>	<u>193,261</u>	<u>106,186</u>

16. Creditors: Amounts falling due within one year

	<u>Group</u>		<u>Company</u>	
	2021 £	2020 £	2021 £	2020 £
Trade creditors	69,891	71,123	57,049	60,257
Other taxation and social security	5,830	4,855	5,830	4,855
Other creditors	7,600	7,843	6,531	6,576
Accruals and deferred income	9,140	9,391	6,575	6,902
	<u>92,461</u>	<u>93,212</u>	<u>75,985</u>	<u>78,590</u>

17. Financial instruments

	2021 £	2020 £
Financial assets held at fair value	1,279,919	1,158,039
Financial assets held at amortised cost	189,313	79,441
	<u>1,469,232</u>	<u>1,237,480</u>
Cash and cash equivalents	550,968	428,086
Financial liabilities held at amortised cost	(92,461)	(93,212)
	<u>458,507</u>	<u>334,874</u>

Financial assets held at fair value consist of listed investments.

Financial assets held at amortised cost consist of trade debtors, other debtors and prepayments.

Cash and cash equivalents relates to cash held.

Financial liabilities measured at amortised cost comprise trade creditors, other creditors and accruals.

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

18. Statement of funds

Statement of funds - current year - group

	Balance at 1 April 2020 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2021 £
Unrestricted funds					
General funds	1,956,775	1,386,726	(1,189,291)	136,393	2,290,603
Restricted funds					
Linda Richards Art Therapy fund	140	-	-	-	140
D Hoskins fund	200	-	-	-	200
Mrs Jameson fund	440	-	-	-	440
R Watts fund	1,133	-	-	-	1,133
L Avery fund	325	-	(192)	-	133
	<u>2,238</u>	<u>-</u>	<u>(192)</u>	<u>-</u>	<u>2,046</u>
Total of funds	<u><u>1,959,013</u></u>	<u><u>1,386,726</u></u>	<u><u>(1,189,483)</u></u>	<u><u>136,393</u></u>	<u><u>2,292,649</u></u>

Statement of funds - prior year - group

	Balance at 1 April 2019 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2020 £
General funds	2,213,268	1,001,591	(1,255,939)	(2,145)	1,956,775
Restricted funds					
Linda Richards Art Therapy fund	-	140	-	-	140
The Rugby Group Benevolent fund	1,400	-	(1,400)	-	-
Coralie McKee fund	417	-	(417)	-	-
D Hoskins fund	200	-	-	-	200
Mrs Jameson fund	440	-	-	-	440
R Watts fund	4,410	2,035	(5,312)	-	1,133
L Avery fund	325	-	-	-	325
	<u>7,192</u>	<u>2,175</u>	<u>(7,129)</u>	<u>-</u>	<u>2,238</u>
Total of funds	<u><u>2,220,460</u></u>	<u><u>1,003,766</u></u>	<u><u>(1,263,068)</u></u>	<u><u>(2,145)</u></u>	<u><u>1,959,013</u></u>

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18. Statement of funds (continued)

The Rugby Group Benevolent fund donated a grant to be used to fund the planning and development of a new website.

The Coralie McKee fund was used to fund equipment to assist the comfort of hospice patients.

The D Hoskins fund is to be used to fund the ward within the hospice.

The Mrs Jameson fund is to be used for the development of the wards.

The R Watts fund is to be used for nursing training.

The L Avery fund is to be used for the development of the outside space at the hospice.

The Linda Richards Art Therapy fund is to be used for art therapy.

Sufficient resources are held in an appropriate form to enable each fund to be applied in accordance with any restrictions.

Statement of funds - current year - company

	Balance at 1 April 2020 £	Income £	Expenditure £	Gains/ (losses) £	Balance at 31 March 2021 £
Unrestricted funds					
General funds	1,880,583	1,128,024	(965,016)	136,393	2,179,984
	<u>1,880,583</u>	<u>1,128,024</u>	<u>(965,016)</u>	<u>136,393</u>	<u>2,179,984</u>
Restricted funds					
Linda Richards Art Therapy fund	140	-	-	-	140
D Hoskins fund	200	-	-	-	200
Mrs Jameson fund	440	-	-	-	440
R Watts fund	1,133	-	-	-	1,133
L Avery fund	325	-	(192)	-	133
	<u>2,238</u>	<u>-</u>	<u>(192)</u>	<u>-</u>	<u>2,046</u>
Total of funds	<u><u>1,882,821</u></u>	<u><u>1,128,024</u></u>	<u><u>(965,208)</u></u>	<u><u>136,393</u></u>	<u><u>2,182,030</u></u>

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18. Statement of funds (continued)

Statement of funds - prior year - company

	<i>Balance at 1 April 2019</i> £	<i>Income</i> £	<i>Expenditure</i> £	<i>Gains/ (losses)</i> £	<i>Balance at 31 March 2020</i> £
Unrestricted funds					
General funds	2,168,799	733,343	(1,019,414)	(2,145)	1,880,583
	<u>2,168,799</u>	<u>733,343</u>	<u>(1,019,414)</u>	<u>(2,145)</u>	<u>1,880,583</u>
Restricted funds					
The Rugby Group Benevolent fund	1,400	-	(1,400)	-	-
Linda Richards Art Therpay fund	-	140	-	-	140
Coralie McKee fund	417	-	(417)	-	-
D Hoskins fund	200	-	-	-	200
Mrs Jameson fund	440	-	-	-	440
R Watts fund	4,410	2,035	(5,312)	-	1,133
L Avery fund	325	-	-	-	325
	<u>7,192</u>	<u>2,175</u>	<u>(7,129)</u>	<u>-</u>	<u>2,238</u>
Total of funds	<u><u>2,175,991</u></u>	<u><u>735,518</u></u>	<u><u>(1,026,543)</u></u>	<u><u>(2,145)</u></u>	<u><u>1,882,821</u></u>

THE FRIENDS OF THE WISDOM HOSPICE LIMITED AND ITS SUBSIDIARY
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NOTES TO THE FINANCIAL STATEMENTS
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18. Statement of funds (continued)

Summary of funds - current year - group

	Balance at 1 April 2020 £	Income £	Expenditure £	Gains/ (Losses) £	2021 £
General funds	1,956,775	1,386,726	(1,189,291)	136,393	2,290,603
Restricted funds	2,238	-	(192)	-	2,046
Total	1,959,013	1,386,726	(1,189,483)	136,393	2,292,649

Summary of funds - prior year - group

	Balance at 1 April 2019 £	Income £	Expenditure £	Gains/ (Losses) £	2021 £
General funds	2,213,268	1,001,591	(1,255,939)	(2,145)	1,956,775
Restricted funds	7,192	2,175	(7,129)	-	2,238
Total	2,220,460	1,003,766	(1,263,068)	(2,145)	1,959,013

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NOTES TO THE FINANCIAL STATEMENTS
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19. Analysis of net assets between funds

Analysis of net assets between funds - current year - group

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	354,772	-	354,772
Fixed asset investments	1,279,919	-	1,279,919
Current assets	748,373	2,046	750,419
Creditors due within one year	(92,461)	-	(92,461)
	<u>2,290,603</u>	<u>2,046</u>	<u>2,292,649</u>

Analysis of net assets between funds - prior year - group

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	376,721	-	376,721
Fixed asset investments	1,158,039	-	1,158,039
Current assets	515,227	2,238	517,465
Creditors due within one year	(93,212)	-	(93,212)
	<u>1,956,775</u>	<u>2,238</u>	<u>1,959,013</u>

20. Reconciliation of net movement in funds to net cash flow from operating activities

	2021 £	Group 2020 £
Net income/(expenditure) for the year (as per Statement of Financial Activities)	333,636	(261,447)
Adjustment for:		
Depreciation charges	21,949	20,660
Realised gains on sale of investments	(60,408)	(17,039)
Dividends and interest from investments	(3,143)	(7,216)
Increase in stocks	(200)	(1,739)
Increase in debtors	(109,872)	(16,122)
(Decrease)/increase in creditors	(751)	4,501
Revaluations of investments	(75,984)	19,184
Net cash provided by/(used in) operating activities	<u>105,227</u>	<u>(259,218)</u>

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NOTES TO THE FINANCIAL STATEMENTS
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21. Analysis of cash and cash equivalents

	2021	Group <i>2020</i>
	£	£
Cash at bank and in hand	550,968	<i>428,086</i>
Total	550,968	<i>428,086</i>

Cash and cash equivalents equate net debt.

22. Contingent assets

The charitable group has two further claims under its business interruption insurance policy in relation to the closure of the shops within Wisdom Hospice Support. during the COVID-19 pandemic. At this stage, it is not clear if these will be successful or what the likely quantum receivable might be and therefore these have not been recognised within these accounts.

23. Pension commitments

The group operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £8,023 (2020: £7,720). Contributions of £1,163 (2020 - £Nil) were payable to the fund at the balance sheet date.

24. Operating lease commitments

At 31 March 2021 the total of the group's future minimum lease payments under non-cancellable operating leases was:

	2021	Group <i>2020</i>
	£	£
Amounts payable:		
Within 1 year	72,511	<i>72,511</i>
Between 1 and 5 years	216,719	<i>244,480</i>
After more than 5 years	77,563	<i>122,312</i>
Total	366,793	<i>439,303</i>

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25. Other financial commitments

The Friends of the Wisdom Hospice Limited act as a guarantor under an agreement dated 13 June 2013 in respect of a lease on shop premises in Sittingbourne, Kent. As guarantors they are liable for all obligations by virtue of the lease. The annual rent is £25,750, the lease is for 10 years.

The Friends of the Wisdom Hospice Limited act as a guarantor under an agreement dated 22 November 2016 in respect of a lease on shop premises in Chatham, Kent. As guarantors they are liable for all obligations by virtue of the lease. The annual rent is £25,000, the lease is for 10 years with a break clause after 5 years.

The Friends of the Wisdom Hospice Limited act as a guarantor under an agreement dated 2 May 2019 in respect of a lease on shop premises in Rochester, Kent. As guarantors they are liable for all obligations by virtue of the lease. The annual rent is £19,750, the lease is for 10 years with a break clause after 5 years.

26. Related party transactions

The Friends of the Wisdom Hospice Limited paid various expenses on behalf of Wisdom Hospice Support and have been reimbursed fully for these. During the year, this amounted to £124,965 (2020 - £112,846).

Wisdom Hospice Support paid various expenses on behalf of The Friends of the Wisdom Hospice Limited and have been reimbursed fully for these. During the year, this amounted to £Nil (2020: £513).

Wisdom Hospice Support received a number of donations on behalf of and paid them to The Friends of the Wisdom Hospice Limited. During the year under review, the total of these donations amounted to £4,189 (2020: £2,866).

A donation was declared from Wisdom Hospice Support to The Friends of the Wisdom Hospice Limited in respect of the year of £50,000 (2020 - £30,000) and will be paid during the year ending 31 March 2021.

During the year ended 31 March 2017, a loan from The Friends of the Wisdom Hospice Limited to Wisdom Hospice Support was extended to £60,000 from £35,000 at a commercial rate of 3%, repayable over 5 years from the new agreement date. At 31 March 2021, the balance outstanding on this loan was £12,000 (2020 - £24,000).

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27. Principal subsidiaries

Wisdom Hospice Support

Subsidiary name	Wisdom Hospice Support
Company registration number	08130595
Charity registration number	1155857
Basis of control	Control by the Trustees

Total assets as at 31 March 2021	£ 189,096
Total liabilities as at 31 March 2021	£ (78,476)
Total funds as at 31 March 2021	£ 110,620

Gross income for the year ended 31 March 2021	£ 309,423
Expenditure for the year ended 31 March 2021	£ (274,995)
Surplus for the year ended 31 March 2021	£ 34,428

	2021	<i>2020</i>
	£	£
Turnover	309,423	<i>299,327</i>
Expenditure	274,995	<i>267,605</i>
Surplus/(deficit)	34,428	<i>31,722</i>
Net assets	110,620	<i>76,192</i>

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28. Comparative Statement of Financial Activities

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total Funds 2020 £
Income from:			
Donations and legacies	402,603	2,175	404,778
Fundraising activities	591,772	-	591,772
Investments	7,216	-	7,216
Total income	<u>1,001,591</u>	<u>2,175</u>	<u>1,003,766</u>
Expenditure on:			
Raising funds	586,056	-	586,056
Charitable activities	669,883	7,129	677,012
Total expenditure	<u>1,255,939</u>	<u>7,129</u>	<u>1,263,068</u>
Net gains on investments	(2,145)	-	(2,145)
Net income/(expenditure) before other recognised gains and losses	<u>(256,493)</u>	<u>(4,954)</u>	<u>(261,447)</u>
Net movements in funds	(256,493)	(4,954)	(261,447)
Total funds at 1 April 2019	<u>2,213,268</u>	<u>7,192</u>	<u>2,220,460</u>
Total funds at 31 March 2020	<u><u>1,956,775</u></u>	<u><u>2,238</u></u>	<u><u>1,959,013</u></u>

