

**CHARITY REGISTRATION NUMBER: 502079**

**WELSH RUGBY CHARITABLE TRUST**  
**FINANCIAL STATEMENTS**  
**30 NOVEMBER 2022**

# **WELSH RUGBY CHARITABLE TRUST**

## **FINANCIAL STATEMENTS**

**Year ended 30 November 2022**

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# **WELSH RUGBY CHARITABLE TRUST**

## **TRUSTEES' ANNUAL REPORT**

### **Year ended 30 November 2022**

The trustees present their report and the financial statements of the charity for the year ended 30 November 2022.

#### **Reference and administrative details**

**Registered charity name** Welsh Rugby Charitable Trust

**Charity registration number** 502079

**Principal office** 48 Rhys Road  
BLACKWOOD  
NP12 3QR

#### **The trustees**

Mr B Rees (Died 29 December 2021)

Mr G Williams

Mr T G R Davies

Mr P Owens

Miss C Hitt

Mr R Moon

Dr C Williams

Mr A Meredith

Dr G Jones

Mr B Williams

Prof J Williams

Mrs C Jefferies

Mr T Phillips

Mr G Powell

(Retired 1 May 2023)

Mrs A Hawkins

Mr M Ryan

(Appointed 28 January 2022)

Mr H Davies

(Appointed 1 May 2023)

#### **Auditor**

Kilsby & Williams LLP  
Chartered accountants & statutory auditor  
Cedar House  
Hazell Drive  
Newport  
NP10 8FY

#### **Bankers**

Barclays Bank PLC  
PO Box 674  
121 Queen Street  
Cardiff  
CF10 2XU

# **WELSH RUGBY CHARITABLE TRUST**

## **TRUSTEES' ANNUAL REPORT** *(continued)*

### **Year ended 30 November 2022**

#### **Structure, governance and management**

The Trust is an unincorporated trust, constituted under a Trust deed dated 1st December 1972 and is a registered charity, number 502079. The trust was established by the Welsh Rugby Union in 1972 with a range of charitable objectives, the most important of which being the support of severely injured rugby players. Most of the Trust's income is derived from investment income and donations but this is supplemented by a measure of fundraising.

#### **Objectives and activities**

The trust was set up in 1972 for the purposes of the advancement of education and the relief of the sick and those in poor and necessitous circumstances, preference being given to the needs of persons and their dependents who have regularly participated in rugby football. In setting the trust's objectives, and planning its activities, the Trust has given careful consideration to the Charity Commission's general guidance on public benefit. Trustees have focussed their efforts on providing assistance to those who have suffered serious injury whilst playing rugby union and grants have been made to a number of injured players in the year.

#### **Investment sub committee and risk management**

The trustees will continue to manage its finances in a prudent manner to ensure that the fund available to the Trust will be sufficient to make grants to support injured players. Under the terms of the Trust Deed, the Trustees have general powers of investment, subject to the provisions of the Trustee Act 2000. The Investment sub committee, formed in 2018 and chaired by Trustee Alan Meredith, working closely with Charles Stanley, the Trust's Investment Managers, has a key role in the management of the Trust's funds. The Sub committee meets regularly with Charles Stanley and monitors the progress of the Trust's investment portfolio and advises Trustees on acquisitions and disposals. The primary objective of the investment policy is to generate income from investment in the moderate end of the medium high range of risk wherever possible mitigating to minimise any risk.

#### **Grant making policy**

There are currently 35 injured players in the group of injured players who receive ongoing assistance from the Trust. The trustees seek to make these former players as independent as possible by awarding grants for the acquisition of items that will enhance their lives. The Trust will also offer to help the families of players who have been injured. Additionally, the Trust will offer assistance to support players who suffer financial loss temporarily as a result of an injury suffered while playing or training to play rugby.

Trustees consider applications for grants at meetings that are normally held at two monthly intervals. The Trust will normally arrange a visit to the injured player by two Trustees who provide a report and recommendations to the other Trustees. If it is felt that the matters would benefit from being dealt with sooner than the two monthly meetings allow, the report and recommendations are circulated electronically to enable a decision to be made. Trustees consider they have met, with a high degree of consistency, the objectives of providing care and financial assistance to injured players and their families.

#### **Strengthening partnerships**

The Trust is independent and autonomous as far as its management, finance and administration are concerned. It works closely with the Welsh Rugby Union as the governing body of the sport in Wales to enhance the welfare of players. It is intent upon strengthening this relationship so that the mutual interests of both organisations are served.

# **WELSH RUGBY CHARITABLE TRUST**

## **TRUSTEES' ANNUAL REPORT** *(continued)*

### **Year ended 30 November 2022**

#### **Objectives and activities** *(continued)*

##### **Reserves policy**

The Trustees' policy is to maintain investments at a level that:

1. will generate investment income sufficient to cover approximately 6 months of the resources expended in the year, and
2. will be capable of supporting the longer term liabilities of the trust.

The reserves at 30th November 2022 which amounted to £3,843,477 (2021: £3,879,281) would cover all requirements. This policy is reviewed every year by the trustees.

##### **Achievements and performance**

###### **Significant events in 2022**

1. The HRH The Prince of Wales graciously agreed to continue to be the Patron of the Welsh Rugby Charitable Trust in the period of this report.
2. As one of the charities nominated by HRH The Prince of Wales, WRCT received £100,000 donation from the funds raised at the Royal Polo Day in July 2022.
3. Brian Rees, the Chair of the Trust, sadly died in December 2021. He has been greatly missed by his fellow Trustees and the injured players who the Trust supports.
4. Rupert Moon was unanimously elected in January 2022 to succeed Brian Rees as Chair of the Trust.
5. In January 2022, the vacancy in the Trustees created by the death of Brian Rees was filled when Martyn Ryan was appointed as a Trustee.
6. Gareth Powell resigned as Hon Treasurer of the Trust in April 2022. Gareth remained as a Trustee until the Trust's bank mandate change was completed in May 2023. He formalized his retirement as a Trustee then and at that time Huw Davies was formally appointed as a Trustee and took up the role as Hon. Treasurer on 1 May 2023.
7. The Welsh Rugby Union continued its support of the Trust. During the year it made substantial financial contribution to the Trust from ticket levies for matches and other events staged at the Principality Stadium. Additionally, this year the WRU made significant contributions to the Trust from the WRU Debenture redemption scheme and the WRU lottery.
8. During the year the Welsh Rugby Union kindly arranged for the group of seriously injured players that the Trust supports to attend all matches played by Wales at home and on two occasions hosted Family days where the injured players were invited with members of their families to matches at the stadium and the functions associated with those matches.
9. The Trust's Annual Golf Day was held in June at Whitchurch Golf Club. The Trust is indebted to Mrs Carol Jones for her work in organising this event. The Golf Day this year generated a profit of more than £3,000.
10. The Trust celebrated its 50th Anniversary in December 2022. To mark that anniversary, a sponsored bike ride and a celebratory dinner will be held in 2023.

# WELSH RUGBY CHARITABLE TRUST

## TRUSTEES' ANNUAL REPORT *(continued)*

### Year ended 30 November 2022

#### Financial review

Income for the year amounted to £576,669 (2021: £292,759). The Trust received income from its investments, in the year to 30 November 2022 of £141,903 (2021: £121,117). Revenue from fundraising events was £3,173 (2021: £232) and donations and gifts produced income of £431,593 (2021: £171,410).

Expenditure in the year amounted to £409,929 (2021: £408,819).

After taking into account other recognised gains and losses, the resultant net movement of funds was a deficit of £35,804 (2021: surplus of £117,356).

At 30th November 2022, the market value of investments was £3,166,921 (2020: £3,403,693) in the general fund and £347,044 (2021: £370,913) in the Michael Jefferies Memorial Fund.

#### Trustees' responsibilities statement

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

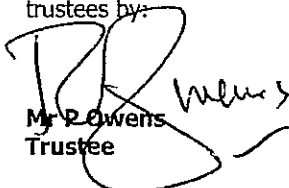
The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustees are required to:

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

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

The trustees' annual report was approved on ~~19th May 2023~~ <sup>19th May 2023</sup> and signed on behalf of the trustees by:

  
Mr P Owens  
Trustee

  
Mr R Moon  
Trustee



## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WELSH RUGBY CHARITABLE TRUST**

**Year ended 30 November 2022**

### **Opinion**

We have audited the financial statements of Welsh Rugby Charitable Trust (the 'charity') for the year ended 30 November 2022 which comprise the statement of financial activities, statement of financial position, 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 FRS 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 charity's affairs as at 30 November 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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



## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WELSH RUGBY CHARITABLE TRUST *(continued)***

**Year ended 30 November 2022**

### **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. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### **Matters on which we are required to report by exception**

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

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

### **Responsibilities of trustees**

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

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



## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WELSH RUGBY CHARITABLE TRUST** *(continued)*

**Year ended 30 November 2022**

### **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 gained an understanding of the legal and regulatory framework applicable to the charity and the industry in which it operates, and considered the risk of acts by the charity that were contrary to applicable laws and regulations, including fraud. We designed audit procedures to respond to the risk, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

We focused on laws and regulations, which could give rise to a material misstatement in the financial statements, including, but not limited to, the Companies Act 2006, the Charities Act 2011 and UK tax legislation. Our tests included agreeing the financial statement disclosures to underlying supporting documentation, enquiries with management and enquiries of legal counsel. There are inherent limitations in the audit procedures described above and, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. We did not identify any key audit matters relating to irregularities, including fraud. As in all our audits, we also addressed the risk of management override of internal controls, including testing journals and evaluating whether there was evidence of bias by the trustees that represented a risk of material misstatement due to fraud.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WELSH RUGBY  
CHARITABLE TRUST** *(continued)*

**Year ended 30 November 2022**

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**Use of our report**

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Jonathan Harray (Senior Statutory Auditor)**

**For and on behalf of**  
Kilsby & Williams LLP  
Chartered accountants & statutory auditor  
Cedar House  
Hazell Drive  
Newport  
NP10 8FY

*Kilsby & Williams LLP*  
*7 July 2023*

# WELSH RUGBY CHARITABLE TRUST

## STATEMENT OF FINANCIAL ACTIVITIES

Year ended 30 November 2022

		2022	2021
		Unrestricted funds	Total funds
	Note	£	£
<b>Income and endowments</b>			
Donations and legacies	4	431,593	431,593
Other trading activities	5	3,173	3,173
Investment income	6	141,903	141,903
<b>Total income</b>		<u>576,669</u>	<u>576,669</u>
<b>Expenditure</b>			
Expenditure on raising funds:			
Costs of raising donations and legacies	7	(144)	(144)
Expenditure on charitable activities	8,9	(409,785)	(409,785)
<b>Total expenditure</b>		<u>(409,929)</u>	<u>(409,929)</u>
Net (losses)/gains on investments	10	(202,544)	(202,544)
<b>Net (expenditure)/income and net movement in funds</b>		<u>(35,804)</u>	<u>(35,804)</u>
<b>Reconciliation of funds</b>			
Total funds brought forward		3,879,281	3,879,281
<b>Total funds carried forward</b>		<u>3,843,477</u>	<u>3,843,477</u>

The statement of financial activities includes all gains and losses recognised in the year.  
All income and expenditure derive from continuing activities.

The notes on pages 12 to 19 form part of these financial statements.

# WELSH RUGBY CHARITABLE TRUST

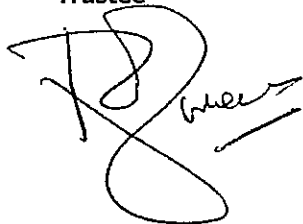
## STATEMENT OF FINANCIAL POSITION

30 November 2022

	Note	2022 £	2021 £
<b>FIXED ASSETS</b>			
Investments	13	3,513,965	3,774,606
<b>CURRENT ASSETS</b>			
Debtors	14	55,815	46,041
Cash at bank and in hand		285,296	67,747
		<u>341,111</u>	<u>113,788</u>
<b>CREDITORS: amounts falling due within one year</b>	15	<u>(11,599)</u>	<u>(9,113)</u>
<b>NET CURRENT ASSETS</b>		<u>329,512</u>	<u>104,675</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>3,843,477</u>	<u>3,879,281</u>
<b>NET ASSETS</b>		<u>3,843,477</u>	<u>3,879,281</u>
<b>FUNDS OF THE CHARITY</b>			
Unrestricted funds		<u>3,843,477</u>	<u>3,879,281</u>
<b>Total charity funds</b>	16	<u>3,843,477</u>	<u>3,879,281</u>

These financial statements were approved by the board of trustees and authorised for issue on 19<sup>th</sup> Nov 2023 and are signed on behalf of the board by:

Mr P Owens  
Trustee



Mr R Moon  
Trustee



The notes on pages 12 to 19 form part of these financial statements.

# WELSH RUGBY CHARITABLE TRUST

## STATEMENT OF CASH FLOWS

Year ended 30 November 2022

	2022 £	2021 £
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net (expenditure)/Income	(35,804)	117,356
<i>Adjustments for:</i>		
Net (losses)/gains on Investments	202,544	(233,416)
Dividends, interest and rents from investments	(141,903)	(121,117)
Accrued expenses	720	312
<i>Changes in:</i>		
Trade and other debtors	(9,774)	(29,556)
Trade and other creditors	1,766	(150)
Cash generated from operations	17,549	(266,571)
Net cash from/(used in) operating activities	<u>17,549</u>	<u>(266,571)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net cash withdrawal	200,000	280,000
Net cash from investing activities	<u>200,000</u>	<u>280,000</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	217,549	13,429
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	67,747	54,318
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u>285,296</u>	<u>67,747</u>

The notes on pages 12 to 19 form part of these financial statements.

# **WELSH RUGBY CHARITABLE TRUST**

## **NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 30 November 2022**

### **1. GENERAL INFORMATION**

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 48 Rhys Road, Blackwood, Caerphilly, Gwent, NP12 3QR.

### **2. STATEMENT OF COMPLIANCE**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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)) and the Charities Act 2011.

### **3. ACCOUNTING POLICIES**

#### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### **Going concern**

There are no material uncertainties about the charity's ability to continue.

#### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

#### **Fund accounting**

The unrestricted funds held by the Trust can be used in accordance with its charitable objectives at the discretion of the Trustees. Earmarked funds represent the amounts held in respect of the Michael Jefferies Memorial Fund. These funds have been earmarked, inter alia, to help injured players and their dependents with the cost of education.

# **WELSH RUGBY CHARITABLE TRUST**

## **NOTES TO THE FINANCIAL STATEMENTS** *(continued)*

**Year ended 30 November 2022**

### **3. ACCOUNTING POLICIES** *(continued)*

#### **Incoming resources**

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- Income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

#### **Resources expended**

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

#### **Grants payable**

Grants are recognised in the accounts as liabilities after they have been approved by the trustees, the recipients have been notified and there are no further terms and conditions to be fulfilled which are within the control of the Trust. In these circumstances, there is a valid expectation by the recipients that they will receive the grant.

#### **Investments**

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

# **WELSH RUGBY CHARITABLE TRUST**

## **NOTES TO THE FINANCIAL STATEMENTS** *(continued)*

**Year ended 30 November 2022**

### **3. ACCOUNTING POLICIES** *(continued)*

#### **Investments** *(continued)*

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

#### **Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

#### **Financial instruments**

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

# WELSH RUGBY CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS *(continued)*

Year ended 30 November 2022

### 3. ACCOUNTING POLICIES *(continued)*

#### Financial instruments *(continued)*

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

### 4. DONATIONS AND LEGACIES

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
<b>DONATIONS</b>				
Donation from the Welsh Rugby Union	219,541	219,541	123,458	123,458
Donation from the Millennium Stadium Charitable Trust	97,861	97,861	22,458	22,458
Individual donations	12,381	12,381	21,940	21,940
Donations from Royal Polo Day	100,000	100,000	–	–
<b>GIFTS</b>				
Gifts from clubs and ground collection	1,810	1,810	3,554	3,554
	<u>431,593</u>	<u>431,593</u>	<u>171,410</u>	<u>171,410</u>

### 5. OTHER TRADING ACTIVITIES

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Annual golf day, "Grav" play and Auctions	<u>3,173</u>	<u>3,173</u>	<u>232</u>	<u>232</u>

### 6. INVESTMENT INCOME

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Income from listed investments	<u>141,903</u>	<u>141,903</u>	<u>121,117</u>	<u>121,117</u>

### 7. COSTS OF RAISING DONATIONS AND LEGACIES

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Costs of raising donations and legacies - Donations	<u>144</u>	<u>144</u>	<u>216</u>	<u>216</u>

# WELSH RUGBY CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS *(continued)*

Year ended 30 November 2022

### 8. EXPENDITURE ON CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds	Total Funds 2022	Unrestricted Funds	Total Funds 2021
	£	£	£	£
Christmas grants	35,000	35,000	26,250	26,250
Relief of injured rugby players	270,385	270,385	291,929	291,929
Summer grants for injured rugby players	74,600	74,600	63,400	63,400
Other financial support	15,000	15,000	15,000	15,000
Support costs	14,800	14,800	12,024	12,024
	<u>409,785</u>	<u>409,785</u>	<u>408,603</u>	<u>408,603</u>

### 9. EXPENDITURE ON CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Activities undertaken directly	Support costs	Total funds 2022	Total fund 2021
	£	£	£	£
Christmas grants	35,000	1,311	36,311	27,046
Relief of injured rugby players	270,385	10,131	280,516	300,780
Summer grants for injured rugby players	74,600	2,795	77,395	65,322
Other financial support	15,000	563	15,563	15,455
	<u>394,985</u>	<u>14,800</u>	<u>409,785</u>	<u>408,603</u>

Governance costs have been split across the charitable activities based on the costs spent in the year.

Within governance costs is the annual audit fee of £6,234 (2021: £5,700).

### 10. NET (LOSSES)/GAINS ON INVESTMENTS

	Unrestricted Funds	Total Funds 2022	Unrestricted Funds	Total Funds 2021
	£	£	£	£
Gains/(losses) on listed investments	<u>(202,544)</u>	<u>(202,544)</u>	<u>233,416</u>	<u>233,416</u>

### 11. STAFF COSTS

There are no employee costs (2021: nil) in the year and there are no employees (2021: none).

### 12. TRUSTEE REMUNERATION AND EXPENSES

Trustees received no remuneration during the year (2021: nil).

Total expenses of £2,625 (2021: £441) were incurred during the year by two trustees for travel and subsistence and £407 was outstanding to one of the trustees at the year-end.

# WELSH RUGBY CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS *(continued)*

Year ended 30 November 2022

### 13. INVESTMENTS

	Listed investments £
<b>Cost or valuation</b>	
At 1 December 2021	3,774,606
Additions	141,903
Fair value movements	(202,544)
Transfers	(200,000)
<b>At 30 November 2022</b>	<b>3,513,965</b>
<b>Impairment</b>	
<b>At 1 December 2021 and 30 November 2022</b>	
<b>Carrying amount</b>	
<b>At 30 November 2022</b>	<b>3,513,965</b>
At 30 November 2021	3,774,606

All investments shown above are held at valuation.

#### Financial assets held at fair value

The charities' investment portfolio is valued at market value as at 30 November 2022. These investments are managed by Charles Stanley & Co Ltd.

	2022 £	2021 £
<b>General</b>		
Fixed interest stock, UK Government	711,414	842,634
Equities	2,284,484	2,471,602
Cash held as part of investment portfolio	40,014	4,048
Income account	131,009	85,409
Market value as at 30 November	3,166,921	3,403,693
Historical cost as at 30 November	2,377,080	2,690,243
	2022 £	2021 £
<b>Michael Jefferies Memorial Fund</b>		
Fixed interest stock, UK Government	140,960	166,394
Equities	178,728	187,394
Income account	27,357	17,125
Market value as at 30 November	347,044	370,913
Historical cost as at 30 November	206,158	208,279
	2022 £	2021 £
Total investments market value at 30 November	3,513,965	3,774,606

# WELSH RUGBY CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS *(continued)*

Year ended 30 November 2022

### 14. DEBTORS

	2022	2021
	£	£
Other debtors	55,815	46,041

### 15. CREDITORS: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	1,000	1,000
Accruals and deferred income	6,732	6,012
Other creditors	3,867	2,101
	<u>11,599</u>	<u>9,113</u>

Included in creditors due within 1 year are grants payable of £3,867 (2021: £2,101).

### 16. ANALYSIS OF CHARITABLE FUNDS

#### Unrestricted funds

	At December 2021	Income	Expenditure	Gains and losses	At November 2022
	£	£	£	£	£
General funds	3,523,368	565,337	(398,569)	(167,354)	3,522,782
Michael Jefferies Fund	355,913	11,332	(11,360)	(35,190)	320,695
	<u>3,879,281</u>	<u>576,669</u>	<u>(409,929)</u>	<u>(202,544)</u>	<u>3,843,477</u>

	At December 2020	Income	Expenditure	Gains and losses	At November 2021
	£	£	£	£	£
General funds	3,414,009	282,921	(393,819)	220,257	3,523,368
Michael Jefferies Fund	347,916	9,838	(15,000)	13,159	355,913
	<u>3,761,925</u>	<u>292,759</u>	<u>(408,819)</u>	<u>233,416</u>	<u>3,879,281</u>

# WELSH RUGBY CHARITABLE TRUST

## NOTES TO THE FINANCIAL STATEMENTS *(continued)*

Year ended 30 November 2022

### 17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Total Funds
	£	£
Investments	3,513,965	3,513,965
Current assets	341,111	341,111
Creditors less than 1 year	(11,599)	(11,599)
<b>Net assets</b>	<b>3,843,477</b>	<b>3,843,477</b>

	Unrestricted Funds	Total Funds
	£	£
Investments	3,774,605	3,774,605
Current assets	113,788	113,788
Creditors less than 1 year	(9,112)	(9,112)
<b>Net assets</b>	<b>3,879,281</b>	<b>3,879,281</b>

### 18. ANALYSIS OF CHANGES IN NET DEBT

	At 1 Dec 2021	Cash flows	At 30 Nov 2022
	£	£	£
Cash at bank and in hand	67,747	217,549	285,296

### 19. RELATED PARTIES

Included in grants payable is £3,200 (2021: £78,400) paid to a Trustee. The trustees have assessed any conflict of interest arising from the grant payment to a trustee and determined the grant to fall within the objective of alleviating financial difficulties of injured players. The deed of trust offers the trustees discretion to financially assist a trustee who had experienced or was experiencing financial hardship derived from an injury incurred by playing rugby.

Donations totalling £219,541 (2021: £123,458) were received during the year from the Welsh Rugby Union, of which a trustee holds the position of President. The amount outstanding at the year end within debtors was £20,882 (2021: £23,583).

