

CHARITY REGISTRATION NUMBER: 502079

WELSH RUGBY CHARITABLE TRUST
FINANCIAL STATEMENTS
30 NOVEMBER 2023

WELSH RUGBY CHARITABLE TRUST

FINANCIAL STATEMENTS

Year ended 30 November 2023

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WELSH RUGBY CHARITABLE TRUST

TRUSTEES' ANNUAL REPORT

Year ended 30 November 2023

The trustees present their report and the financial statements of the charity for the year ended 30 November 2023.

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 G Williams	
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	
Mr T J Cobner	(Appointed 17 November 2023)
Mr H J Davies	(Appointed 1 May 2023)
Mr T G R Davies	(Retired 17 November 2023)

Auditor	Kilsby & Williams LLP Chartered accountants & statutory auditor Cedar House Hazell Drive Newport NP10 8FY
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Bankers	Barclays Bank PLC PO Box 674 121 Queen Street Cardiff CF10 2XU
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WELSH RUGBY CHARITABLE TRUST

TRUSTEES' ANNUAL REPORT *(continued)*

Year ended 30 November 2023

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 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 subcommittee and risk management

The trustees will continue to manage its finances in a prudent manner to ensure that the funds 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 subcommittee, formed in 2018 and chaired by Trustee Alan Meredith, working closely with Charles Stanley, the Trust's Investment Managers who have a key role providing discretionary investment management of the Trust's funds. The Sub committee meets regularly with Charles Stanley and monitors the progress of the Trust's investment portfolio. 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 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 or 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 2023

Objectives and activities *(continued)*

Reserves policy

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

1. Will generate investment sufficient to cover approximately 6 months of the resources expended in the year, and will be capable of supporting the longer term liabilities of the trust.
2. The reserves at 30th November 2023 which amounted to £3,482,176 (2022: £3,843,477) would cover all requirements. This policy is reviewed every year by the trustees.

Achievements and performance

Significant events in 2023

1. HRH the Prince of Wales graciously has agreed to continue to be the Patron of the Welsh Rugby Charitable Trust.
2. On the occasion of the Wales v England match in the Principality Stadium on 25th February 2023 HRH the Prince of Wales and HRH the Princess of Wales formally opened the Sir Tasker Watkins Lounge. They visited the Lounge and spoke with members of the group of seriously injured players. The Sir Tasker Watkins Lounge has been constructed for use on match days by the seriously injured players. The Lounge was built with the help of a very generous legacy to the Welsh Rugby Union by the late Kenneth James Seeley.
3. On 1st May 2023 Gareth Powell formally resigned as Hon. Treasurer and as a Trustee of the Welsh Rugby Charitable Trust. On that day Huw Davies became a Trustee and was elected to the post of Hon. Treasurer.
4. On 17th November 2023 Gerald Davies retired from his position as President of the Welsh Rugby Union and retired as a Trustee of the Welsh Rugby Charitable Trust. Terry Cobner was elected to be President of the Welsh Rugby Union on 17th November 2023 and replaced Mr Davies as a Trustee of the Welsh Rugby Charitable Trust.
5. The Welsh Rugby Union continues its support of WRCT. In particular by contributing a levy collected on tickets sold for events in the Principality Stadium the Welsh Rugby Union ensures that the Trust remains in a sound financial position.
6. In June 2023 the Trust's Annual Golf Day was held at Whitchurch Golf Club in Cardiff. The event produced a small but most welcomed profit.
7. On 22nd November 2023 the Trust marked its 50th Anniversary with a lunch for over 150 guests in the Presidents Lounge, Principality Stadium. At the lunch the WRCT entertained some of the injured players which it supports together with individuals and organisations which have supported the Trust over the years. With a generous contribution from Principality BS the lunch made a profit for WRCT.
8. During the financial year the Trustees met in person on seven occasions and in addition dealt with electronically applications for assistance from injured players on a regular basis.

WELSH RUGBY CHARITABLE TRUST

TRUSTEES' ANNUAL REPORT *(continued)*

Year ended 30 November 2023

Financial review

Income for the year amounted to £313,214 (2022: £576,669). The Trust received income from its investments, in the year to 30 November 2023 of £125,768 (2022: £141,903). Revenue from fundraising events, donations and gifts produced income of £186,127 (2022: £431,593).

Expenditure in the year amounted to £562,320 (2022: £409,929).

After taking into account other recognised gains and losses, the resultant net movement of funds was a deficit of £361,301 (2022: deficit of £35,804).

At 30th November 2023, the market value of investments was £2,977,852 (2022: £3,166,921) in the general fund and £354,685 (2022: £347,044) in the Michael Jeffries Memorial Fund.

Trustees' responsibilities statement

The trustees, who are also directors 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, 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;
- 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 Companies Act 2006. 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 and signed on behalf of the board of trustees by:

Mr P Owens
Trustee



Mr R Moon
Trustee



Mr H J Davies
Trustee



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

Year ended 30 November 2023

Opinion

We have audited the financial statements of Welsh Rugby Charitable Trust (the 'charity') for the year ended 30 November 2023 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 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 2023

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 2023

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 2023

- 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 Harryy (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
26 June 2024

WELSH RUGBY CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES

Year ended 30 November 2023

		2023	2022
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	4	186,127	431,593
Other trading activities	5	1,320	3,173
Investment income	6	125,768	141,903
Total income		<u>313,215</u>	<u>576,669</u>
Expenditure			
Expenditure on raising funds:			
Costs of raising donations and legacies	7	–	(144)
Expenditure on charitable activities	8,9	(562,320)	(409,785)
Total expenditure		<u>(562,320)</u>	<u>(409,929)</u>
Net losses on investments	10	(112,196)	(202,544)
Net expenditure and net movement in funds		<u>(361,301)</u>	<u>(35,804)</u>
Reconciliation of funds			
Total funds brought forward		3,843,477	3,879,281
Total funds carried forward		<u>3,482,176</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 2023

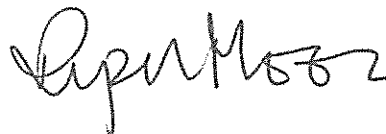
	Note	2023 £	2022 £
FIXED ASSETS			
Investments	14	3,332,537	3,513,965
CURRENT ASSETS			
Debtors	15	9,629	55,815
Cash at bank and in hand		184,553	285,296
		194,182	341,111
CREDITORS: amounts falling due within one year	16	(44,543)	(11,599)
NET CURRENT ASSETS		149,639	329,512
TOTAL ASSETS LESS CURRENT LIABILITIES		3,482,176	3,843,477
NET ASSETS		3,482,176	3,843,477
FUNDS OF THE CHARITY			
Unrestricted funds		3,482,176	3,843,477
Total charity funds	17	3,482,176	3,843,477

These financial statements were approved by the board of trustees and authorised for issue on, and are signed on behalf of the board by:

Mr P Owens
Trustee



Mr R Moon
Trustee



Mr H J Davies
Trustee



The notes on pages 12 to 20 form part of these financial statements.

WELSH RUGBY CHARITABLE TRUST

STATEMENT OF CASH FLOWS

Year ended 30 November 2023

	2023 £	2022 £
CASH FLOWS FROM OPERATING ACTIVITIES		
Net expenditure	(361,301)	(35,804)
<i>Adjustments for:</i>		
Net losses on investments	112,196	202,544
Dividends, interest and rents from investments	(125,768)	(141,903)
Accrued expenses	14,201	720
<i>Changes in:</i>		
Trade and other debtors	46,186	(9,774)
Trade and other creditors	18,743	1,766
Cash generated from operations	(295,743)	17,549
Net cash (used in)/from operating activities	(295,743)	17,549
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash withdrawal	195,000	200,000
Net cash from investing activities	195,000	200,000
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(100,743)	217,549
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	285,296	67,747
CASH AND CASH EQUIVALENTS AT END OF YEAR	184,553	285,296

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 2023

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 Jeffries 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

STATEMENT OF CASH FLOWS

Year ended 30 November 2023

	2023 £	2022 £
CASH FLOWS FROM OPERATING ACTIVITIES		
Net expenditure	(361,301)	(35,804)
<i>Adjustments for:</i>		
Net losses on investments	112,196	202,544
Dividends, interest and rents from investments	(125,768)	(141,903)
Accrued expenses	14,201	720
<i>Changes in:</i>		
Trade and other debtors	46,186	(9,774)
Trade and other creditors	18,743	1,766
Cash generated from operations	(295,743)	17,549
Net cash (used in)/from operating activities	(295,743)	17,549
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash withdrawal	195,000	200,000
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NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(100,743)	217,549
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	285,296	67,747
CASH AND CASH EQUIVALENTS AT END OF YEAR	184,553	285,296

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

WELSH RUGBY CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

Year ended 30 November 2023

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 2023

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 2023

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 2023 £	Unrestricted Funds £	Total Funds 2022 £
DONATIONS				
Donation from the Welsh Rugby Union	80,983	80,983	219,541	219,541
Donation from the Millennium Stadium Charitable Trust	80,983	80,983	97,861	97,861
Individual donations	12,039	12,039	12,381	12,381
Donations from Royal Polo Day	—	—	100,000	100,000
50th Anniversary Donation	3,617	3,617	—	—
GIFTS				
Gifts from clubs and ground collection	8,505	8,505	1,810	1,810
	<u>186,127</u>	<u>186,127</u>	<u>431,593</u>	<u>431,593</u>

5. OTHER TRADING ACTIVITIES

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Annual golf day, "Grav" play and Auctions	<u>1,320</u>	<u>1,320</u>	<u>3,173</u>	<u>3,173</u>

6. INVESTMENT INCOME

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Income from listed investments	<u>125,768</u>	<u>125,768</u>	<u>141,903</u>	<u>141,903</u>

7. COSTS OF RAISING DONATIONS AND LEGACIES

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Costs of raising donations and legacies - Donations	<u>—</u>	<u>—</u>	<u>144</u>	<u>144</u>

WELSH RUGBY CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

Year ended 30 November 2023

8. EXPENDITURE ON CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds	Total Funds 2023	Unrestricted Funds	Total Funds 2022
	£	£	£	£
Christmas grants	35,000	35,000	35,000	35,000
Relief of injured rugby players	402,527	402,527	270,385	270,385
Summer grants for injured rugby players	81,600	81,600	74,600	74,600
Other financial support	15,000	15,000	15,000	15,000
Other direct charitable activities	9,535	9,535	—	—
Support costs	18,658	18,658	14,800	14,800
	<u>562,320</u>	<u>562,320</u>	<u>409,785</u>	<u>409,785</u>

9. EXPENDITURE ON CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Activities undertaken directly	Support costs	Total funds 2023	Total fund 2022
	£	£	£	£
Christmas grants	35,000	1,201	36,201	36,311
Relief of injured rugby players	402,527	13,814	416,341	280,516
Summer grants for injured rugby players	81,600	2,800	84,400	77,395
Other financial support	15,000	515	15,515	15,563
Other direct charitable activities	9,535	328	9,863	—
	<u>543,662</u>	<u>18,658</u>	<u>562,320</u>	<u>409,785</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 £6,760 (2022: £6,564).

10. NET LOSSES ON INVESTMENTS

	Unrestricted Funds	Total Funds 2023	Unrestricted Funds	Total Funds 2022
	£	£	£	£
Gains/(losses) on listed investments	<u>(112,196)</u>	<u>(112,196)</u>	<u>(202,544)</u>	<u>(202,544)</u>

11. STAFF COSTS

There are no employee costs (2022: nil) in the year and there are no employees (2022: none).

12. TRUSTEE REMUNERATION AND EXPENSES

Trustees received no remuneration during the year (2022: nil).

Total expenses of £3,319 (2022: £2,625) were incurred during the year by trustees for travel and subsistence.

WELSH RUGBY CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

Year ended 30 November 2023

13. INVESTMENTS

	Listed investments £
Cost or valuation	
At 1 December 2022	
Additions	3,513,965
Fair value movements	125,768
Transfers	(112,196)
	(195,000)
At 30 November 2023	<u>3,332,537</u>
Impairment	
At 1 December 2022 and 30 November 2023	
Carrying amount	
At 30 November 2023	<u>3,332,537</u>
At 30 November 2022	<u>3,513,965</u>

All investments shown above are held at valuation.

Financial assets held at fair value

The charities' investment portfolio is valued at market value at 30 November 2023. These investments are managed by Charles Stanley & Co Ltd.

	2023 £	2022 £
General		
Fixed interest stock, UK Government	608,120	711,414
Equities	2,281,490	2,284,484
Cash held as part of investment portfolio	52,500	40,014
Income account	35,742	131,009
Market value as at 30 November	2,977,852	3,166,921
Historical cost as at 30 November	2,159,212	2,377,080
	2023	2022
	£	£
Michael Jefferies Memorial Fund		
Fixed interest stock, UK Government	140,375	140,960
Equities	181,485	178,728
Income account	32,825	27,357
Market value as at 30 November	354,685	347,044
Historical cost as at 30 November	216,363	206,158
	2023	2022
	£	£
Total investments market value at 30 November	3,332,537	3,513,965

WELSH RUGBY CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

Year ended 30 November 2023

14. DEBTORS

	2023	2022
	£	£
Other debtors	<u>9,629</u>	<u>55,815</u>

15. CREDITORS: amounts falling due within one year

	2023	2022
	£	£
Trade creditors	8,448	1,000
Accruals and deferred income	20,933	6,732
Other creditors	<u>15,162</u>	<u>3,867</u>
	<u>44,543</u>	<u>11,599</u>

Included in other creditors due within 1 year are grants payable of £15,162 (2022: £3,867).

16. ANALYSIS OF CHARITABLE FUNDS

Unrestricted funds

	At 1 December 2022	Income £	Expenditure £	Gains and losses £	At 30 November 2023 £
General funds	3,522,782	299,719	(562,320)	(106,341)	3,153,840
Michael Jeffries Fund	<u>320,695</u>	<u>13,496</u>	<u>–</u>	<u>(5,855)</u>	<u>328,336</u>
	<u>3,843,477</u>	<u>313,215</u>	<u>(562,320)</u>	<u>(112,196)</u>	<u>3,482,176</u>

	At 1 December 2021	Income £	Expenditure £	Gains and losses £	At 30 November 2022 £
General funds	3,523,368	565,337	(398,569)	(167,354)	3,522,782
Michael Jeffries Fund	<u>355,913</u>	<u>11,332</u>	<u>(11,360)</u>	<u>(35,190)</u>	<u>320,695</u>
	<u>3,879,281</u>	<u>576,669</u>	<u>(409,929)</u>	<u>(202,544)</u>	<u>3,843,477</u>

WELSH RUGBY CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

Year ended 30 November 2023

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £	Total Funds 2023 £
Investments	3,332,537	3,332,537
Current assets	194,182	194,182
Creditors less than 1 year	(44,543)	(44,543)
Net assets	<u>3,482,176</u>	<u>3,482,176</u>

	Unrestricted Funds £	Total Funds 2022 £
Investments	3,513,965	3,513,965
Current assets	341,111	341,111
Creditors less than 1 year	(11,599)	(11,599)
Net assets	<u>3,843,477</u>	<u>3,843,477</u>

18. ANALYSIS OF CHANGES IN NET DEBT

	At 1 Dec 2022 £	Cash flows £	At 30 Nov 2023 £
Cash at bank and in hand	<u>285,296</u>	<u>(100,743)</u>	<u>184,553</u>

19. RELATED PARTIES

Included in grants payable is £3,500(2022: £3,200) paid to a Trustee. The trustees assess 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 £80,983 (2022: £219,541) were received during the year from the Welsh Rugby Union, of which a trustee holds the position of President. The amount outstanding at the yearend within debtors was £2,221 (2022: £20,882).

