

**THE BOUGHEY TRUST COMPANY LIMITED**

**REPORT AND ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2011**

COMPANY NUMBER

325195

CHARITY NUMBER

215056

FRIDAY



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**THE BOUGHEY TRUST COMPANY LIMITED  
TRUSTEES AND THEIR ADVISERS  
YEAR ENDED 31 DECEMBER 2011**

Trustees/Directors	Mr A Temperton (Chairman) Mrs E Allen Mr D Parry Mr G Gratton Mr D Wassell-appointed 10 February 2011
Secretary	Mrs A Stokes
Accountants	Barringtons Ltd Abbey Court High Street Newport Shropshire TF10 7BW
Independent Examiner	Mr AM Bridge Barringtons Ltd Abbey Court High Street Newport Shropshire TF10 7BW
Investment Manager	Barclays Wealth 1 Colmore Square Birmingham B4 6ES
Property Manager	Davies, White & Perry 45-47 High Street Newport Shropshire TF10 7AT
Solicitors	Terry Jones 64 Upper Bar Newport Shropshire TF10 7EJ
Bankers	Barclays Bank Plc 23 Church Street Wellington Telford Shropshire TF1 1DQ

**THE BOUGHEY TRUST COMPANY LIMITED**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2011**

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**THE BOUGHEY TRUST COMPANY LIMITED  
DIRECTORS'/TRUSTEES' REPORT  
YEAR ENDED 31 DECEMBER 2011**

**INTRODUCTION**

Sir Thomas Boughey died on 30 August 1906. By his will he left the Barley Mow in Newport, Shropshire to Lady Annabelle Boughey on trust for her to establish a trust for promoting the healthy and beneficial occupation of the inhabitants of Newport and District. By a Trust Deed dated 15 October 1906, Lady Boughey established the Trust in accordance with her late husband's wishes. In 1937 the Trust was incorporated as a company limited by guarantee and it was subsequently approved by the Lord Chancellor as a Trust Corporation enabling it to hold property to other trusts and organisations as custodian trustee.

**LEGAL & ADMINISTRATIVE INFORMATION**

The Trust is registered as a company limited by guarantee under number 325195 and as a charity under number 215056.

The Trustees and Directors of the company are

Mr A Temprton (Chairman)  
Mrs E Allen  
Mr D Parry  
Mr G Gratton  
Mr D Wassell

The Secretary of the company was Mrs A Stokes

The registered office and administrative address of the company is

Abbey Court  
High Street  
Newport  
Shropshire  
TF10 7BW

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

The principal assets of the Trust, comprising of a portfolio of investments and property, are managed by Barclays Wealth and Davies, White and Perry, respectively.

Day-to-day management of the Trust is undertaken by the Secretary and the Trust employs a caretaker to manage the tennis courts, which form part of its property.

The Trustees meet formally on a regular basis to review the affairs and financial performance of the Trust and to consider applications for grants.

Trustees are recruited from the inhabitants of Newport, are appointed by the existing Trustees and inducted into the role by the chairman. Training is provided where necessary.

**THE BOUGHEY TRUST COMPANY LIMITED**  
**DIRECTORS'/TRUSTEES' REPORT (continued)**  
**YEAR ENDED 31 DECEMBER 2011**

**OBJECTIVES AND ACTIVITIES**

The objectives of the Trust are as described in the introduction. The Trustees hold investments and property and apply the income generated by these assets to making grants to other organisations in Newport and the surrounding area, having particular regard to promoting the health and well-being of the inhabitants of Newport and surrounding areas.

The Trustees will consider applications from suitable institutions and organisations at any time, but, subject to having sufficient financial resources, the trustees actively seek applications every year through the local press.

**ACHIEVEMENTS AND PERFORMANCE**

In 2011, the Trust generated total income of £46,338. After management and administrative expenses of £43,641, it made grants of £4,056 as listed in note 4 to the financial statements.

**FINANCIAL REVIEW**

The independent review last year on the condition of the Trust's properties was limited to just Chetwynd End House. The survey reported on the poor condition of some timber framed windows, the need for immediate external redecoration and repairs to roof valleys and areas of flat roof. All the above works have been undertaken and paid for within this financial year.

An electrical report was also commissioned on each flat at Chetwynd End House as part of the Property's Insurers condition for Building Insurance Cover. Following this report, upgrading work amounting to about £600 on each of the 6 flats is required. To date, the wiring to Flat 6 only has been upgraded.

**PLANS FOR FUTURE PERIODS**

The trust will continue with the wiring upgrading work to the remaining 5 flats at Chetwynd End House.

The lease renewal with Longford Playgroup is to be approved and completed.

Further consideration on moving a significant lump sum (up to £125,000) from Barclay Wealth into another investment property.

The trust is proceeding with obtaining residential planning permission on garden land adjacent to Chetwynd End House.

**FUNDS HELD AS CUSTODIAN TRUSTEE**

The investments and property held as assets of the Trust are held as custodian trustee on behalf of the charity of Dame Sarah Annabella Boughey.

**RISK MANAGEMENT**

The Trustees annually review the major risks to which the Trust is exposed and the policies, practices and procedures in place to mitigate those risks. Where appropriate, the Trustees take out insurance policies to counter the risks identified and use professional managers to manage their assets.

**THE BOUGHEY TRUST COMPANY LIMITED**  
**DIRECTORS'/TRUSTEES' REPORT (continued)**  
**YEAR ENDED 31 DECEMBER 2011**

**RESERVES POLICY**

A substantial proportion of the Trust's reserves are represented by the assets of the Trust. Other than these, and now that the significant works have been undertaken at Chetwynd House the Trustees aim to retain sufficient reserves as working capital to manage the day-to-day affairs of the trust allowing for unforeseen expenditure at between £20,000 and £30,000. At 31 December 2011, the Trust had free reserves of £22,903.

**PUBLIC BENEFIT**

The public benefits from the activities of the Trust due to its focus on the health and well-being of the inhabitants of Newport and surrounding areas. Although its activities are limited geographically, the Trust does not discriminate on the grounds of personal background, faith, gender, age or personal circumstances other than to focus its grants to local institutions where there is a proven need for its support in pursuit of its objectives.

**COMPLIANCE STATEMENT**

The Trustees have complied with their duty under section 4 of the Charities Act 2006 to have due regard to the guidance issued by the Charity Commission concerning public benefit.

**DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Directors/Trustees report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Company law requires the directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the company and of the incoming resources and application of resources, including the income and expenditure, of the company for that period. In preparing these financial statements, the directors are required to:

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

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

**SMALL COMPANY PROVISIONS**

Where they do not conflict with the requirements of the Statement of Recommended Practice "Accounting and Reporting by Charities", this report has been prepared in accordance with the regime for small companies as contained within the Companies Act 2006.

Approved by the Board on 27<sup>th</sup> March 2012 and signed on its behalf by



A Temperton, Director

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE BOUGHEY TRUST  
COMPANY LIMITED  
YEAR ENDED 31 DECEMBER 2011**

I report on the financial statements of the company for the year ended 31 December 2011, which are set out on pages 8 to 15

**Respective responsibilities of Trustees and the Examiner**

The Trustees, who are also the directors of the company for the purposes of company law, are responsible for the preparation of the financial statements. The Trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the "2011 Act") and that an independent examination is required.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to

- examine the financial statements under section 145 of the 2011 Act,
- follow the procedures laid down in the general Directions given by the Charity Commission under section 145 (5)(b) of the 2011 Act, and
- state whether particular matters have come to my attention.

**Basis of Independent Examiner's Report**

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the financial statements present a true and fair view and the report is limited to those matters set out in the statement below.

**Independent Examiner's Statement**

In connection with my examination, no matter has come to my attention

(1) which gives me reasonable cause to believe that in any material respect the requirements

- to keep accounting records in accordance with section 386 of the Companies Act 2006, and
- to prepare financial statements which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice "Accounting and Reporting by Charities"

have not been met, or

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE BOUGHEY TRUST  
COMPANY LIMITED (continued)  
YEAR ENDED 31 DECEMBER 2011**

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached

  
\_\_\_\_\_  
AM Bridge FCA  
Chartered Accountant

Date 29/3/12\_\_\_\_\_

Barringtons Ltd  
Abbey Court  
High Street  
Newport  
Shropshire  
TF10 7BW



**THE BOUGHEY TRUST COMPANY LIMITED**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**YEAR ENDED 31 DECEMBER 2011**

			As restated
	Note	2011 £	2010 £
<b>INCOMING RESOURCES</b>			
Incoming resources from generated funds			
- Voluntary income		-	-
- Investment income	2	<u>46,338</u>	<u>49,906</u>
Total incoming resources		<u>46,338</u>	<u>49,906</u>
<b>RESOURCES EXPENDED</b>			
Cost of generating funds			
- Investment management costs	3	39,381	55,860
Charitable activities	4	4,056	3,811
Governance costs	5	<u>4,260</u>	<u>8,012</u>
Total resources expended		<u>47,697</u>	<u>67,683</u>
Net incoming/(outgoing) resources		- 1,359	- 17,777
<b>OTHER RECOGNISED GAINS/ LOSSES</b>			
Gains/(losses) on investment assets			
Realised		8,572	4,256
Unrealised		<u>- 21,210</u>	<u>19,519</u>
<b>NET MOVEMENT IN FUNDS</b>		- 13,997	5,998
Total funds brought forward		<u>705,194</u>	<u>699,196</u>
Total funds carried forward		<u><u>691,197</u></u>	<u><u>705,194</u></u>

The above Statement of Financial Activities complies with the Statement of Recommended Practice "Accounting and Reporting by Charities" but not the Companies Act 2006

**THE BOUGHEY TRUST COMPANY LIMITED**  
**INCOME & EXPENDITURE ACCOUNT**  
**YEAR ENDED 31 DECEMBER 2011**

			As restated
	Note	2011 £	2010 £
<b>INCOMING RESOURCES</b>			
Incoming resources from generated funds			
- Voluntary income		-	-
- Investment income	2	<u>46,338</u>	<u>49,906</u>
Total incoming resources		<u>46,338</u>	<u>49,906</u>
<b>RESOURCES EXPENDED</b>			
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Total resources expended		<u>47,697</u>	<u>67,683</u>
Net incoming/(outgoing) resources		- 1,359	- 17,777
<b>OTHER RECOGNISED GAINS/ LOSSES</b>			
Gains/(losses) on investment assets			
Realised		<u>8,572</u>	<u>4,256</u>
<b>NET MOVEMENT IN FUNDS - RETAINED</b>		<u>7,213</u>	- 13,521

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES**

		2011 £	2010 £
Net movement in funds		7,213	- 13,521
Unrealised gains/(losses) on investments		- 21,210	35,547
As previously reported		<u>- 13,997</u>	<u>22,026</u>
Prior year adjustment	12		- 16,028
Total recognised gains/(losses) in the year		<u>- 13,997</u>	<u>5,998</u>

The above Income & Expenditure Account and Statement of Total Recognised Gains and losses comply with the Companies Act 2006 but not with the Statement of Recommended Practice "Accounting and Reporting by Charities"

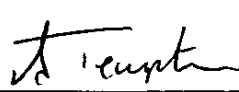
**THE BOUGHEY TRUST COMPANY LIMITED**  
**BALANCE SHEET**  
**YEAR ENDED 31 DECEMBER 2011**

		2011 £	As restated 2010 £
<b>FIXED ASSETS</b>			
Tangible assets	6	395,165	395,165
Investments	7	298,129	296,587
Total fixed assets		<u>693,294</u>	<u>691,752</u>
<b>CURRENT ASSETS</b>			
Debtors	8	8,175	16,075
Investments	9	16,682	28,297
Cash at bank and in hand		5,537	5,749
Total current assets		<u>30,395</u>	<u>50,121</u>
Creditors Amounts falling due within one year	10	7,492	11,679
Net current assets		<u>22,903</u>	<u>38,442</u>
Net assets		<u><u>716,197</u></u>	<u><u>730,194</u></u>
<b>FUNDS OF THE CHARITY</b>			
Endowment funds	11	25,000	25,000
Unrestricted funds			
- Revaluation reserve	11	330,460	330,460
- Unrestricted income funds	11	360,737	374,734
Total Charity Funds	11	<u><u>716,197</u></u>	<u><u>730,194</u></u>

For the financial year ended 31 December 2011, the company was entitled to exemption from audit under section 477(1) of the Companies Act 2006, and no notice has been deposited under section 476(1) requesting an audit. The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the year and of its profit or loss for the financial year in accordance with the requirements of section 394 and which otherwise comply with the Companies Act 2006, so far as applicable to the company.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime under the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board on 28<sup>th</sup> March 2012  
and signed on its behalf by

  
A Temperton, Director

Company No 325195

**THE BOUGHEY TRUST COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2011**

**1 Accounting Policies**

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investments and investment properties, and in accordance with applicable accounting standards and the Statement of Recommended Practice "Accounting and Reporting by Charities" 2005

**Income Recognition**

Income is recognised when the Trust becomes entitled to receive it and it is reasonably certain that it will be received and its value is known. Income is shown gross.

**Tangible Fixed Assets**

Tangible fixed assets which are freehold investment properties are carried at market value, based on independent professional valuations every 5 years. Their values are reviewed annually by the Trustees.

Leasehold properties are carried at cost. They are maintained in a good state of repair, such that their estimated residual value is not less than cost and consequently they are not depreciated.

**Investments**

Investments, comprising quoted investments, are carried at market value, based on the mid-market price.

**2 Investment Income**

	2011 £	2010 £
Rents receivable	37,426	42,128
Quoted investments	8,802	7,644
Interest receivable	109	134
	<hr/>	<hr/>
Total investment income	46,338	49,906

**3 Investment Management Costs**

	2011 £	2010 £
Property management	38,038	54,418
Investment management	1,343	1,442
	<hr/>	<hr/>
	39,381	55,860

**4 Charitable Activity Costs**

	2011 £	2010 £
Grants	4,056	3,811
	<hr/>	<hr/>

**THE BOUGHEY TRUST COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**YEAR ENDED 31 DECEMBER 2011**

**4 Charitable Activity Costs (continued)**

The following grants were made during the year

	2011 £	2010 £
Britain in Bloom	500	500
Newport Carnival	500	500
Newport Tennis Club	<u>3,056</u>	<u>2,811</u>
	<u>4,056</u>	<u>3,811</u>
<b>Prior Year Adjustment</b>		

**THE BOUGHEY TRUST COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**YEAR ENDED 31 DECEMBER 2011**

**5 Governance Costs**

	2011 £	2010 £
Secretarial fees	2,520	7,268
Interest payable	-	233
Independent examination and accountancy	1,740	480
Stationery and sundry	-	31
	<u>4,260</u>	<u>8,012</u>

**6 Tangible Fixed Assets**

	Leasehold Property £	Freehold Property £	Freehold Investment Property £	Total £
Cost or Valuation At 1 January and 31 December	<u>30,165</u>	<u>-</u>	<u>365,000</u>	<u>395,165</u>
Historical cost	<u>30,165</u>	<u>-</u>	<u>34,540</u>	<u>64,705</u>

The freehold of the Guildhall, Newport is carried at £nil as it is an inalienable historical asset that produces no income

Freehold investment properties were revalued in 2004 by independent chartered surveyors Davies, White & Perry on a continuing use basis. The Trustees are not aware of any material changes since this valuation.

**7 Investments**

	2011 £	2010 £
Market value at 1 January	296,587	293,776
Additions	75,380	35,282
Disposals	- 61,200	- 56,246
Variation in value	<u>- 12,638</u>	<u>23,775</u>
Market value at 31 December	<u>298,129</u>	<u>296,587</u>
Historical cost of investments	<u>268,465</u>	<u>261,743</u>
The variation in value comprises		
Realised gains/(losses)	8,572	4,256
Unrealised gains/(losses)	<u>- 21,210</u>	<u>19,519</u>
Total	<u>- 12,638</u>	<u>23,775</u>

**THE BOUGHEY TRUST COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**YEAR ENDED 31 DECEMBER 2011**

<b>7 Investments (continued)</b>	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Listed investments		
UK	245,794	225,635
Overseas	<u>52,335</u>	<u>86,980</u>
	<u>298,129</u>	<u>312,615</u>
<b>8 Debtors</b>	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Prepayments & accrued income	<u>8,175</u>	<u>16,075</u>
<b>9 Current Asset Investments</b>	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Bank Deposits	<u>16,682</u>	<u>28,297</u>
	<u>16,682</u>	<u>28,297</u>
<b>10 Creditors</b>	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Other creditors	4,862	5,140
Accruals	<u>2,630</u>	<u>6,539</u>
	<u>7,492</u>	<u>11,679</u>
<b>11 Share Capital and Reserves</b>		

The company is a company limited by guarantee and not having a share capital. Members, who are the Trustees/directors will contribute £1 each in the event of a winding up.

Endowment funds represent the original legacy left by Dame Sarah Annabella Boughey to set up the charity and are restricted funds.

**THE BOUGHEY TRUST COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**YEAR ENDED 31 DECEMBER 2011**

**11 Share Capital and Reserves (continued)**

Movements on reserves are as follows

	1 January	Net Income	Other Gains/ (losses)	31 December
	£	£	£	£
Endowment funds	25,000	-	-	25,000
Unrestricted funds				
- Revaluation reserve	330,460	-	-	330,460
- Unrestricted income funds	374,734	7,213	- 21,210	360,737
	<u>730,194</u>	<u>7,213</u>	<u>- 21,210</u>	<u>716,197</u>
Total Chanty Funds	<u>730,194</u>	<u>7,213</u>	<u>- 21,210</u>	<u>716,197</u>

**12 Prior Year Adjustment**

The opening investments in 2011 duplicated cash on deposit with Barclays Wealth in the sum of £16,028 Accordingly the unrealised gain on investments was overstated last year by this amount

**13 Employment Costs**

None of the Trustees were paid, either directly or indirectly, any remuneration or expenses in connection with their duties

The Trust incurred the following expenses in connection with employment of the caretaker

	2011 £	2010 £
Salary	6,500	6,500
Social security costs	<u>26</u>	<u>106</u>
	<u>6,526</u>	<u>6,606</u>

**14 Related Parties**

The previous secretary to the Trust received £2,520 (2010 £7,268) in respect of services discharged by Howsons, in which he was a partner