

REGISTRAR OF COMPANIES

Hammerson Home Charitable Trust

Annual Report and Financial Statements

For the 16 month period to
30 April 2012

Company Limited by Guarantee
Registration Number
1672002 (England and Wales)

Charity Registration Number
286002

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Reference and administrative information

Directors	Mr T Angel OBE Mr T Michaels Mrs J Wiseman
Secretary	Mrs E Angel
Chief Executive	Mr A Leigh
Registered office	50A The Bishop's Avenue London N2 0BE
Company registration number	1672002 (England and Wales)
Charity registration number	286002
Auditor	Buzzacott LLP 130 Wood Street London EC2V 6DL
Investment managers	Newton Investment Management Limited 71 Queen Victoria Street London EC1V 4DR Adam & Company Plc 22 Charlotte Square Edinburgh EH2 4DF
Bankers	Barclays Bank plc 28 Hampstead High Street Hampstead London NW3 1QB

Report of the directors 30 April 2012

The directors present their report together with the financial statements of the Hammerson Home Charitable Trust ("the Trust") for the 16 month period from 1 January 2011 to 30 April 2012

The financial reference date was changed from 31 December to 30 April to facilitate the charity's merger with Nightingale House Details of the merger are given later in this report

The report has been prepared in accordance with Part VIII of the Charities Act 2011 and constitutes a directors' report for Companies Act purposes

The financial statements have been prepared in accordance with the accounting policies set out on pages 15 and 16 and comply with the charitable company's memorandum and articles of association, applicable laws and the requirements of Statement of Recommended Practice on "Accounting and Reporting by Charities" issued in March 2005

GOVERNANCE, STRUCTURE AND MANAGEMENT

Governance

Hammerson Home Charitable Trust is a registered charity (Charity Registration Number 286002) and a company limited by guarantee (Company Registration Number 1672002 (England and Wales)) It is governed by its memorandum and articles of association

In the event of the charitable company being wound up, the liability of each member is limited to £10

The directors constitute trustees of the charity for the purposes of charity legislation and directors of the charity for the purposes of company law.

The following directors were in office at 30 April 2012 and served throughout the period except where shown

Directors	Appointed/Resigned
Mrs E Angel	Resigned 30 April 2012
Mr T Angel OBE	
Mrs P Beecham	Resigned 30 April 2012
Mrs S Hammerson CBE	Resigned 30 April 2012
Mrs C Holmes	Resigned 30 April 2012
Mr T Michaels	
Mrs P Strauss	Resigned 30 April 2012
Mrs J Wiseman	
Mr F E Winter FCA	Resigned 30 April 2012

Each year one third of the directors retire by rotation and may, if eligible, stand for re-election

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Governance (continued)

Brief biographical details of each of the directors are given below

Eleanor Angel

Eleanor Angel is the sales administration director of Angels, The Costumier. She is also a director of the Women of the Year Lunch and a trustee for a number of organisations including the Women of the Year Foundation and the AJR Charitable Trust.

Tim Angel OBE

Tim Angel is the chairman of Angels, The Costumiers. He was the chairman of the British Academy of Film and Television Arts (1997 – 2000) and is now a permanent trustee there. Tim has also been a governor of the British Film Institute (BFI) since 2003 and was awarded an OBE for services to film, theatre and television in 1997.

Patricia Beecham

Patricia Beecham went to the City of London School and then pursued her musical studies at the Conservatoire in Lausanne. She worked at the BBC in its Welfare Department (Human Resources) until her marriage and was on the Board of the RPO, the ENO Benevolent Fund, and the City of London Music Festival. She has been involved with fundraising and all activities at The Lewis W Hammerson Memorial Home Limited (Hammerson Home) since her late teens.

Sue Hammerson CBE

Sue Hammerson was born in 1914 to Dutch parents. She married Lew Hammerson in 1938 and had three children. Her husband died in 1958 and thereafter she worked tirelessly to set up the Lewis W Hammerson Memorial Home in his memory. She was awarded a CBE in 2009, and today she still visits the Home and works on fundraising efforts. From about 1965–1990, she was the treasurer of the Queen Mother's London Needlework Guild.

Carol Holmes

Carol Holmes was a partner in the law firm, Dechert, for many years, specialising in commercial real estate. She has now retired from practice. She is a non-executive director of Trinity Hospice Shops Limited, a company that runs 22 charity shops raising funds for a South London hospice and a trustee of WIZO UK.

Philippa Strauss

Philippa worked in the City as an Investment Director for over 20 years and then decided to retire. After that she spent 4 years at World Jewish Relief (WJR) as Deputy Chief Executive. Now she has had a portfolio of trusteeships including Hammerson House, Jewish Youth Fund, Javon Charitable Trust and the Association of Jewish Refugees (AJR). She sits on the Allocations Committee of WJR and the investment committee of the AJR and is also a member of the B'nai B'rith Leo Baeck Lodge.

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Governance (continued)

Tony Michaels

Tony Michaels joined the family business of importing printing and paper converting machinery, working his way up in the company until he became the managing director. Following his partial retirement in 2000, the company changed its focus to the plastic and packaging industry and he still oversees the running of the company. Since 2000, he has been involved in the property industry and is a director of a number of property companies and has been a trustee for various charities.

Fred Winter

Fred Winter was in public practice for over 50 years as a senior partner in a firm of chartered accountants. He was the treasurer of Hammerson Home for ten years as well as a director in numerous companies. He has been involved with Hammerson Home and the Trust for over 20 years.

Judy Wiseman

Judy Wiseman trained and worked as a radiographer, and then worked for the BBC as a researcher for children's programmes, before becoming a relocation counsellor. Her voluntary roles have included chairmanship of the West London Synagogue Charitable Fund and Parents' Forum, as well as serving as a warden for three years. She has been involved with Hammerson Home for the last 10 years as an admissions officer and organizing religious services. Her Mother is a resident in the Home.

Eleanor Angel, Tim Angel, Patricia Beecham, Tony Michaels, and Judy Wiseman were also on the Management Committee of Hammerson Home until 30 April 2012. Sue Hammerson was the president of the Home for the same period.

On agreeing to become a director of the charity, new directors are briefed by the existing directors on the history of the Trust, the day-to-day management, the responsibilities of the directors, the current objectives and future plans. The directors may attend any courses which they feel are relevant to the development of their role, and are encouraged to keep up-to-date on any changes in legislation that may impact the Trust.

New directors are supplied with full details of the last three years financial statements of the Trust and a copy of the governing document. If a new director has not hitherto been a director or a trustee of a charity, he/she is directed to the Charity Commission website to enable himself/herself to ascertain the general duties and responsibilities of a charity trustee.

Sessions are arranged with charity lawyers and accountants on a periodic basis to highlight the role and responsibilities of the directors.

Directors are recruited based on the skills they have to offer the Trust.

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Directors' responsibilities statement

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

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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period.

In preparing these financial statements, the directors are required to

- ◆ select suitable accounting policies and then apply them consistently;
- ◆ observe the methods and principles in the Statement of Recommended Practice (Accounting and Reporting by Charities) (the Charities' SORP),
- ◆ make judgements and estimates that are reasonable and prudent,
- ◆ state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- ◆ prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

Each of the directors confirms that

- ◆ so far as the director is aware, there is no relevant audit information of which the charitable company's auditor is unaware, and
- ◆ the director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the charitable company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

GOVERNANCE, STRUCTURE AND MANAGEMENT (continued)

Structure and management reporting

The directors have ultimate responsibility for the charity. They meet formally during the year and informally when required. Throughout the period, the day to day administration of the charity was delegated to the Chief Executive and his staff. The Chief Executive reported to the directors regularly throughout the year both formally and informally. The activities of the Chief Executive were in accordance with the policies of the charity, and any decisions with respect to any event not planned for was referred to the directors prior to a decision being made.

Connected charities and related parties

The charity was directly connected with The Lewis W Hammerson Memorial Home Limited until 30 April 2012 (see 'transfer of undertakings' below). The majority of the directors of the charity formed part of the Management Committee of The Lewis W Hammerson Memorial Home Limited (the Home). The administration team of the Home also administers the charity. Specific requests for funds for the Home from the charity are dealt with in accordance with the grant making policy described below under the "Activities, specific objectives and relevant policies" section. During the period ended 30 April 2012 the charity provided monetary donations of £855,000 and contributed in-kind expenditure of £660,056 to the Home.

No transactions took place either by the charity or the Home with any companies or organisations for which the charity's directors or the Home's Management Committee members are directors or partners etc or from which they may be deemed to have benefited in any way. During the period, certain of the directors had relatives who are cared for within the Home. Where this was the case, fees and related payments due to the Home were made on an arm's length basis.

Risk management

The directors have assessed the major risks to which the charity is exposed, in particular those relating to the specific operational areas of the charity, its investments and its finances. The directors believe that by monitoring reserve levels, by ensuring controls exist over key financial systems, and by examining the operational and business risks faced by the charity, they have established effective systems to mitigate those risks.

ACTIVITIES, SPECIFIC OBJECTIVES AND RELEVANT POLICIES

Charitable objectives

The charity was established in 1982 and the charitable objects or purposes set out in its memorandum and articles of association are "the relief of aged sick or disabled persons in necessitous circumstances resident in Greater London and elsewhere".

ACTIVITIES, SPECIFIC OBJECTIVES AND RELEVANT POLICIES (continued)

Activities

The charity's income was derived from voluntary income, its investments and interest earned. The majority of the charity's income was applied in the payment of a grant to the Lewis W Hammerson Memorial Home Limited as described below.

The movement in the charity's funds for the period is shown in the statement of financial activities on page 12.

The directors are happy that the charity's objectives have been met adequately during the period.

Grant making policy

The directors provided financial support to the Lewis W Hammerson Memorial Home each year through the payment of a grant. The amount of the grant was determined by the directors on the basis of the funds available to the charity and the financial needs of the Home. The directors placed no specific restrictions on the use of the grant by the Home but, in order to fulfil their stewardship role, they monitored its use and the effectiveness of its application. The directors are satisfied that the payment of this grant met fully the charity's charitable objects.

Review of activities

Throughout the period the directors of the Trust continued to monitor the investment portfolio pursuing the same investment strategy as in previous years. This resulted in a strong performance over the period.

The principal recipient of funds from the Trust continued to be The Lewis W Hammerson Home Limited and during the period a total of £855,000 was transferred to the Home.

As explained below, the activities, assets and liabilities of Hammerson Home Charitable Trust and, with the exception of investments with a market value of £500,000, the activities, assets and liabilities of The Lewis W Hammerson Home Limited were transferred to Nightingale House, a registered charity (Charity Registration No 207316) with effect from midnight on 30 April 2012 to form Nightingale Hammerson.

Public benefit

In setting out the objectives and planning the activities of the charity, the directors have given careful consideration to the Charity Commission's general guidance on public benefit.

Since 1982 the directors chose to pursue the charity's charitable purposes by providing grant funding to The Lewis Hammerson Memorial Home ("the Home") – a charitable Industrial and Provident Society which was also a Registered Social Landlord, regulated by the Tenant Services Authority and which ran a residential home for the elderly in London.

ACTIVITIES, SPECIFIC OBJECTIVES AND RELEVANT POLICIES (continued)

Public benefit (continued)

The directors reviewed their policy of providing support to the Home from time to time. They were of the view that the continued support of the Home was in the best interests of the charity and was an appropriate and beneficial use of its funds. There are two primary reasons for this: first, the charity's donors were also supporters of the Home and it was likely that donations to the charity (and/or the prospect of them) would diminish if it reduced its support for the Home. Secondly, the directors believed that by making grants to the Home they were well able to satisfy the public benefit test so far as the charity is concerned.

The charity's grant to the Home was made for its general purposes and so in practice its application was determined by the Committee of Home between the three levels of residents' care provided within the Home, namely residential care, nursing care and sheltered accommodation.

Investment policy and performance

The charitable company has a portfolio of listed investments which, together with cash awaiting investment, had a market value as at 30 April 2012 of £3,486,735 before any transfer to Nightingale House (2010 - £4,166,830). With effect from midnight on 30 April 2012, investments with a value of £2,986,735 were transferred to Nightingale House (subsequently renamed Nightingale Hammerson) leaving a balance of £500,000 with the charitable company. It is the intention of the directors that these too will be transferred to Nightingale Hammerson within the next year and, as such, they have been reclassified in these financial statements as current asset investments.

There are no restrictions on the charity's power to invest. At 30 April 2012, the investments are managed by Newton Investment Management Limited. The company operates within specific guidelines that are set and regularly reviewed by the directors. The investment objectives are to hold medium risk investments which show capital growth.

The total net losses on the charity's investments during the period of £24,865 (2010 - gains of £425,861) reflecting the volatility in the world stock markets. The directors remain satisfied that their investment policy is appropriate for the medium to long term.

FINANCIAL REVIEW

Results for the period

Total incoming resources for the period amounted to £767,441 (2010 - £707,915) and comprised donations of £635,101 (2010 - £593,076) and investment income and interest receivable of £132,340 (2010 - £114,839).

Total resources expended amounted to £1,704,542 (2010 - £891,014). Charitable donations in support of The Lewis W Hammerson Memorial Home Limited made during the period totalled £855,000 (2010 - £513,359). In addition, an amount of £660,056 was expended by the Trust on refurbishment works for The Lewis W Hammerson Memorial Home Limited and has been treated as a donation in kind.

FINANCIAL REVIEW (continued)

Results for the period (continued)

After taking account of realised gains of £24,618 (2010 – gains of £4,888) on the disposal of investments, a decrease in the value of the charitable company's investments of £49,483 (2010 – increase of £420,973), and the transfer of the charity's assets and liabilities to Nightingale House of £2,981,159, there was a net decrease in funds for the period of £3,943,125 (2010 – increase of £242,762)

The resultant total funds at 30 April 2012 were £500,000 (2010 – £4,443,125), all of which were represented by investments held to meet future liabilities

Reserves policy and financial position

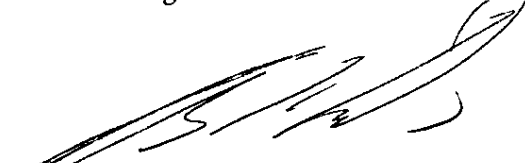
As described above, the charity's main objective was to provide financial support to The Lewis W Hammerson Memorial Home Limited

However, given the agreement to transfer the charitable company's activities, assets and liabilities to Nightingale House (see below) with effect from midnight on 30 April 2012, the directors considered it prudent to retain certain assets within the charitable company in the short term to meet any potential liabilities not known at the date of preparing these accounts. The reserves carried forward to meet such liabilities amount to £500,000. It is the intention of the directors that these reserves, unless required, should be transferred to Nightingale Hammerson also within the next twelve months.

TRANSFER OF UNDERTAKINGS

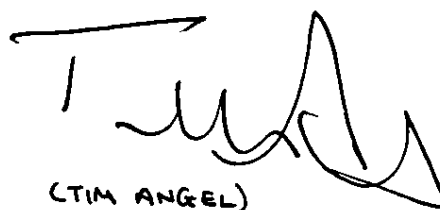
With effect from midnight on 30 April 2012, in accordance with a legal transfer of undertakings, the activities, assets and liabilities of The Lewis W Hammerson Home Limited were transferred to the charitable company. Immediately thereafter, again under a legal transfer of undertakings, the activities, assets (with the exception of investments with a market value of £500,000) and liabilities of both The Lewis W Hammerson Home Limited and the charitable company were transferred to Nightingale House, a registered charity (Charity Registration No 207316) to form Nightingale Hammerson.

Signed on behalf of the directors,



(TONY MICHAELS)

Directors



(TIM ANGEL)

Approved by the board on 6 December 2012

Independent auditor's report 30 April 2012

Independent auditor's report to the members of Hammerson Home Charitable Trust

We have audited the financial statements of Hammerson Home Charitable Trust for the period ended 30 April 2012 which comprise the statement of financial activities, balance sheet, the principal accounting policies and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the 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.

Respective responsibilities of directors and auditor

As explained more fully in the directors' responsibilities statement set out in the report of the directors, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the report of the directors to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- ◆ give a true and fair view of the state of the charity's affairs as at 30 April 2012 and of its incoming resources and application of resources, including its income and expenditure, for the period then ended,
- ◆ have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- ◆ have been prepared in accordance with the requirements of the Companies Act 2006.

Independent auditor's report 30 April 2012

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the report of the directors for the financial period for which the financial statements are prepared is consistent with the financial statements

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- ◆ adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us, or
- ◆ the financial statements are not in agreement with the accounting records and returns, or
- ◆ certain disclosures of directors' remuneration specified by law are not made, or
- ◆ we have not received all the information and explanations we require for our audit

Buzzacott LLP

Amanda Francis, Senior Statutory Auditor
for and on behalf of Buzzacott LLP, Statutory Auditor
130 Wood Street
London
EC2V 6DL

20 December 2012

Statement of financial activities 16 month period from 1 January 2011 to 30 April 2012

				16 months to 30 April 2012 Total funds £	Year to 31 December 2010 Total funds £
	Notes	Unrestricted funds £	Restricted funds £		
Income and expenditure					
Incoming resources					
Incoming resources from generated funds					
Voluntary income		576,251	58,850	635,101	593,076
Investment income and interest receivable	1	132,340	—	132,340	114,839
Total incoming resources		708,591	58,850	767,441	707,915
Resources expended					
Cost of generating funds	2	25,660	—	25,660	40,872
Charitable activities					
Grants payable	3	826,150	28,850	855,000	513,359
Gifts in kind		630,056	30,000	660,056	331,933
Governance costs					
Costs relating to merger	4	154,895	—	154,895	—
Other governance costs		8,931	—	8,931	4,850
Total resources expended		1,645,692	58,850	1,704,542	891,014
Net outgoing resources before investment assets disposals					
		(937,101)	—	(937,101)	(183,099)
Realised gains on disposal of investments					
		24,618	—	24,618	4,888
Statement of total recognised gains and losses					
Net outgoing resources before unrealised gains and transfers					
		(912,483)	—	(912,483)	(178,211)
Unrealised (losses) gains on investments					
		(49,483)	—	(49,483)	420,973
Transfer from The Lewis W Hammerson Memorial Home Limited	15	2,395,346	18,994	2,414,340	—
Transfer to Nightingale House (Charity Registration No 207316)	16	(5,376,505)	(18,994)	(5,395,499)	—
Net movement in funds		(3,943,125)	—	(3,943,125)	242,762
Balances brought forward at 1 January 2011					
		4,443,125	—	4,443,125	4,200,363
Balances carried forward at 31 December 2012					
		500,000	—	500,000	4,443,125

Statement of financial activities 16 month period from 1 January 2011 to 30 April 2012

	16 months to 30 April 2012 Total funds £	Year to 31 December 2010 Total funds £
Historical cost net movement in funds		
Net movement in funds (page 12)	(3,943,125)	242,762
Unrealised losses (gains) on investments	49,483	(420,973)
Difference between the gains (losses) calculated by reference to historic cost and the gains (losses) calculated on the revalued amounts	873,436	(100,799)
	3,020,206	(279,010)

During the above two financial periods, all of the charitable company's activities derived from operations which continued throughout the periods. With effect from midnight on 30 April 2012, in accordance with a legal transfer of undertakings, the activities, assets (with the exception of investments with a market value of £500,000) and liabilities of both The Lewis W Hammerson Home Limited and the charitable company were transferred to Nightingale House, a registered charity (Charity Registration No 207316) to form Nightingale Hammerson (see note 16)

Balance sheet 30 April 2012

	Notes	30 April 2012 £	30 April 2012 £	31 December 2010 £	31 December 2010 £
Fixed assets					
Investments	7		—		4,166,830
Current assets					
Debtors	8	—		163,968	
Investments	7	500,000		—	
Cash at bank and in hand		—		123,577	
		<u>500,000</u>		<u>287,545</u>	
Creditors amounts falling due within one year	9	—		(11,250)	
Net current assets			<u>500,000</u>		<u>276,295</u>
Total net assets			<u>500,000</u>		<u>4,443,125</u>
Represented by:					
Funds and reserves					
Restricted income funds	11		—		—
Unrestricted income funds					
General funds			—		76,295
Designated funds	10		<u>500,000</u>		<u>4,366,830</u>
			<u>500,000</u>		<u>4,443,125</u>

Approved by the directors
and signed on their behalf by


Director (TIM ANGEL)

Hammerson Home Charitable Trust, Company Limited by Guarantee
Registration Number 1672002 (England and Wales)

Approved on 6 December 2012

Principal accounting policies 30 April 2012

Basis of accounting

The financial statements have been prepared under the historical cost convention, as modified by the inclusion of investments at market value, and in accordance with the Companies Act 2006 Applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005) have been followed in the preparation of these financial statements

Incoming resources

Incoming resources are recognised in the period in which the charity is entitled to receipt and the amount can be measured with reasonable certainty

Donations are included in the statement of financial activities when pledged. Legacies are included in the statement of financial activities when the charity is advised by the personal representative of an estate that payment will be made or property transferred and the amount involved can be quantified

Incoming resources from events are recognised in the period which the event is due to take place

Resources expended

Expenditure is included in the statement of financial activities when incurred and includes any attributable VAT which cannot be recovered

Resources expended comprise the following

- ◆ The cost of generating funds comprises fees paid to investment managers in connection with the management of the charity's listed investments and costs of hosting the annual fundraising dinner
- ◆ Charitable activities comprise monies approved for payment to the Lewis W Hammerson Memorial Home Limited together with expenditure incurred on behalf of the Lewis W Hammerson Home Limited and treated in these financial statements as a gift in kind
- ◆ Governance costs include the costs incurred which are directly attributable to the necessary legal procedures for compliance with statutory and constitutional requirements

Fixed asset investments

Investments are included on the balance sheet at their market value. Realised and unrealised gains (or losses) are credited (or debited) to the statement of financial activities in the year in which they arise

Principal accounting policies 30 April 2012

Fund accounting

The general funds comprise those monies which may be used towards meeting the charitable objectives of the charity and may be applied at the discretion of the directors

The designated funds represent monies set aside out of general funds and designated for specific purposes by the directors

The restricted funds are monies received for, and their use restricted to, a specific purpose or donations subjected to donor imposed conditions

Cash flow

The financial statements do not include a cash flow statement because the charity, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 'Cash flow statements'

Notes to the financial statements Sixteen month period from 1 January 2011 to 30 April 2012

1 Investment income and interest receivable

	Unrestricted funds £	Restricted funds £	16 months to 30 April 2012 Total funds £	Year to 31 December 2010 Total funds £
Interest on fixed interest securities	801	—	801	299
Dividends from equities	131,423	—	131,423	113,531
Bank and other interest	116	—	116	1,009
	132,340	—	132,340	114,839

2 Cost of generating funds

	Unrestricted funds £	Restricted funds £	16 months to 30 April 2012 Total funds £	Year to 31 December 2010 Total funds £
Investment management fees	6,226	—	6,226	22,340
Annual fundraising dinner	19,434	—	19,434	18,532
	25,660	—	25,660	40,872

3 Grants payable

	Unrestricted funds £	Restricted funds £	16 months to 30 April 2012 Total funds £	Year to 31 December 2010 Total funds £
Lewis W Hammerson Memorial Home Limited (note 14)	826,150	28,850	855,000	513,359

In addition to the monetary grants noted above, during the period the Trust incurred expenditure of £660,056 (2010 - £331,933) on the refurbishment of the premises and facilities used by the Lewis W Hammerson Memorial Home. This expenditure has been treated in these financial statements as the provision of a donation in kind.

Notes to the financial statements Sixteen month period from 1 January 2011 to 30 April 2012

4 Governance costs

			16 months to 30 April 2012 Total funds £	Year to 31 December 2010 Total funds £
	Unrestricted funds £	Restricted funds £		
Auditor's remuneration	7,180	—	7,180	4,170
Miscellaneous	156,646	—	156,646	680
	163,826	—	163,826	4,850

5 Staff costs and expenses reimbursed

There were no employees during the period (2010 – none) No director received any remuneration in respect of their services as a director during the period (2010 – £nil) and no director was reimbursed any expenses (2010 – £nil)

6 Taxation

The company is a registered charity and, therefore, is not liable for income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities

7 Investments

	£
Listed investments	
Market value at 1 January 2011	4,109,375
Additions at cost	7,293,866
Disposals at opening book value (proceeds £7,907,556, gains £24,618)	(7,882,938)
Net unrealised investment losses	(49,483)
Market value at 30 April 2012	3,470,820
Cash held by investment managers	15,915
	3,486,735
Transferred to Nightingale House (note 16)	(2,986,735)
	500,000
Cost of listed investments at 30 April 2012	506,461

Notes to the financial statements Sixteen month period from 1 January 2011 to 30 April 2012

7 Investments (continued)

Listed investments held at 30 April 2012 comprised the following

	30 April 2012	31 December 2010
	£	£
UK bonds	—	498,825
Overseas bonds	—	56,322
UK equities	—	2,574,567
Overseas equities	—	979,661
Non region specific multi-asset funds	500,000	—
	500,000	4,109,375

The following holdings constituted material holdings when compared to the value of the total listed investment portfolio at 30 April 2012

	Market value	% of portfolio
BNY MFM Ltd Newton Real Return	177,092	35
Gobal Growth & Income Fund for Charities	322,908	65
	500,000	100

As referred to elsewhere, in accordance with a legal transfer of undertakings, the charitable company's activities, assets (with the exception of £500,000) and liabilities were transferred to Nightingale House with effect from midnight on 30 April 2012. The directors considered it prudent to retain £500,000 within the charitable company in the short term to meet any potential liabilities not known at the date of preparing these accounts. Those assets retained comprise the investments detailed above which have been reclassified from fixed asset investments to current asset investments given that they will not be held by the charitable company in the long term.

8 Debtors

	30 April 2012	31 December 2010
	£	£
Investment income accrued	15,581	—
Income tax recoverable on Gift Aid donations	16,895	13,968
Accrued income – pledged donations	—	150,000
	32,476	163,968
Transfer to Nightingale House (note 16)	(32,476)	—
	—	163,968

Notes to the financial statements Sixteen month period from 1 January 2011 to 30 April 2012

9 Creditors: amounts falling due within one year

	30 April 2012 £	31 December 2010 £
Sundry creditors	44,679	1,525
Accruals and deferred income	23,152	9,725
	67,831	11,250
Transfer to Nightingale House (note 16)	(67,831)	—
	—	11,250

10 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the directors for specific purposes

	At 1 January 2012 £	New designations £	Funds utilised/ released £	Transfer to Nightingale House (note 15) £	At 30 April 2012 £
Investment fund	4,166,830	—	(680,095)	(2,986,735)	500,000
Building fund	100,000	—	(100,000)	—	—
Hardship fund	100,000	—	(100,000)	—	—
	4,366,830	—	(880,095)	(2,986,735)	500,000

The purpose for which each of the funds is to be used is as follows

◆ Investment fund

The designated investment fund at 30 April 2012 represents the market value of the charitable company's investment portfolio. As explained in note 7, the directors decided to retain £500,000 of investments to meet any potential liabilities not known at the date of preparing these financial statements

◆ Building fund

The building fund comprised monies set aside by the directors to modernise the premises and facilities of the Lewis W Hammerson Memorial Home

◆ Hardship fund

The hardship fund comprised monies set aside to enable the Trust to assist the Lewis W Hammerson Memorial Home to provide care for those residents funded by Local Authorities where other sources of income to provide top-up fees do not exist or are inadequate

Notes to the financial statements Sixteen month period from 1 January 2011 to 30 April 2012

11 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trusts to be applied for specific purposes

	Building improve- ments £	Other funds £
At 1 January 2011	—	—
Incoming resources	58,850	—
Resources expended	(58,850)	—
Transfer from The Lewis W Hammerson Memorial Home Limited	—	18,994
Transfer to Nightingale House	—	(18,994)
At 30 April 2012	—	—

12 Analysis of net assets between funds

	General funds £	Designated funds £	Restricted funds £	Total £
Fund balances at 30 April 2012 are represented by				
Net current assets	—	500,000	—	500,000

Unrealised gains on investments included above are as follows

	General funds £	Designated funds £	Restricted funds £	Total £
Reconciliation of movements in unrealised gains on investments				
Unrealised gains at 1 January 2011	—	916,458	—	916,458
Add in respect of disposals during the period	—	(873,436)	—	(873,436)
Less net unrealised losses in the period	—	(49,483)	—	(49,483)
Unrealised gains at 30 April 2012	—	(6,461)	—	(6,461)

13 Liability of members

The Hammerson Home Charitable Trust is constituted as a company limited by guarantee. In the event of the charity being wound up members are required to contribute an amount not exceeding £10.

Notes to the financial statements Sixteen month period from 1 January 2011 to 30 April 2012

14 Related party transactions

The Lewis W Hammerson Memorial Home Limited

The charitable objectives of the Hammerson Home Charitable Trust, as noted in the directors' report, are principally achieved by the provision of financial support to The Lewis W Hammerson Memorial Home Limited

During the period, several of the charity's directors also served as Management Committee Members of the Home During the period, the charity donated £855,000 (2010 - £513,359) to the Home The Trust had also incurred expenditure totalling £660,056 towards refurbishment works for the Lewis W Hammerson Memorial Home

The Directors

During the period, donations totalling £459,380 (2010 - £395,140) were received from individual directors, their families, or other charitable organisations with which they are associated

Certain of the directors have relatives who are cared for within The Lewis W Hammerson Memorial Home Limited Where this is the case, fees and related payments due to the Home are made on an arm's length basis

15 Transfer from Hammerson Home

With affect from midnight on 30 April 2012 the activities, assets and liabilities of The Lewis W Hammerson Memorial Home Limited were transferred to Hammerson Home Charitable Trust, in accordance with a legal transfer of undertakings.

The following assets and liabilities were transferred from the Home to the Trust

	Total £
Tangible fixed assets	2,701,651
Net current liabilities	(287,311)
	<u>2,414,340</u>

The net current liabilities transferred comprised

	Total £
Debtors	73,675
Cash at bank and in hand	10,881
Creditors amounts falling due within one year	(371,867)
	<u>(287,311)</u>

Notes to the financial statements Sixteen month period from 1 January 2011 to 30 April 2012

15 Transfer from Hammerson Home (continued)

The net assets transferred represent the following funds

	Total £
Unrestricted	2,395,346
Restricted	18,994
	<u>2,414,340</u>

16 Transfer of undertakings

With effect from midnight on 30 April 2012 the activities, assets (with the exception of £500,000) and liabilities of investments of Hammerson Home Charitable Trust were transferred to Nightingale House (Charity Registration No. 207316) to form Nightingale Hammerson

The following assets and liabilities were transferred:

	Total £
Investments	2,986,735
Net current assets	
Debtors	32,476
Cash at bank and in hand	29,779
Creditors	(67,831)
Transfer from Hammerson Home (note 15)	<u>2,414,340</u>
Net assets transferred by the charitable company to Nightingale House with effect from 30 April 2012	<u>5,395,499</u>

The net assets transferred represent the following funds

	Total £
Unrestricted funds	5,376,505
Restricted funds	18,994
	<u>5,395,499</u>