

Company Registration No: 2676168
Charity No. 1015550

Report and Financial Statements

The National Hockey Foundation

For the year ended 31 March 2013

The National Hockey Foundation

Contents

	<i>page</i>
Report of the trustees	1 – 4
Independent auditors' report	5 – 6
Statement of financial activities	7
Charity balance sheet	8
Notes to the financial statements	9 - 13

Company information

For the year ended 31 March 2013

Council members and Trustees:	DA Billson - (Chairman) J M Baker J Cove D H C Darling A P Dransfield M Fulwood D E Laing B R Rea J R Waters
Secretary:	D A Billson
Charity number:	1015550
Company Number:	2676168
Registered office and principal address:	9 Hamlet Green Northampton Northants NN5 7AR
Auditor:	Mazars LLP Chartered Accountants The Pinnacle 160 Midsummer Boulevard Milton Keynes MK9 1FF
Banker:	National Westminster Bank plc 501 Silbury Boulevard Saxon Gate East Central Milton Keynes MK9 3ER
Investment Advisor:	Cheviot Asset Management 90 Long Acre London WC2E 9RA

The National Hockey Foundation

Trustees' report For the year ended 31 March 2013

The council members (who are also directors and trustees) present their report and financial statements for the year ended 31 March 2013.

REFERENCE AND ADMINISTRATIVE DETAILS OF THE NATIONAL HOCKEY FOUNDATION, ITS TRUSTEES AND ADVISORS

The principal address, registered office, banker and auditor detail can be found in the company information.

Trustees

The members of the council and trustees who have held office at some point during the year were as follows:

D A Billson (Chairman)
J M Baker
J Cove
D H C Darling
A P Dransfield
M Fulwood
D E Laing
B Rea
J R Waters

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The National Hockey Foundation is a charitable company limited by guarantee (Company No: 2676168) and registered with the Charity Commission (Charity No: 1015550) and is governed by the provisions contained within the Memorandum and Articles of Association

All trustees are members of the charitable company and stand as guarantors of the charitable company in the sum of £1 each.

Appointment of Trustees

The number of trustees is unlimited, and all trustees are required to sign a written consent to become a member. At all times at least six of the trustees must be persons nominated by the English Hockey Governing Body, and two must be nominated by Milton Keynes Borough Council.

Induction and training of Trustees

New trustees undergo an induction process to brief them of their legal obligations under charity and company law, the content of the Memorandum & Articles of Association, internal processes and recent financial performance. Trustees are also given the opportunity to attend appropriate external training events or undertake self study where these will facilitate the understanding of their role.

Affiliated and related parties

The charity's wholly owned subsidiary, National Hockey Centre Limited ceased trading on 30 June 2007 and has since remained dormant. During the year the necessary paperwork was completed and the company has now been dissolved.

As a result of the right to approve and nominate trustees, the English Hockey Governing Body and Milton Keynes Borough Council are related parties.

The National Hockey Foundation

Trustees' report For the year ended 31 March 2013

Statement of Trustees' responsibilities

The directors (who are also the Trustees for the charitable company) are responsible for preparing the Trustee's Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently; and
- make judgments and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure to auditors

In accordance with company law, as the charitable company's directors, we certify that:

- so far as we are aware, there is no relevant audit information of which the company's auditors are unaware; and
- as the directors of the charitable company we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Risk management policy

Throughout the year the trustees have continued to develop and review their risk management policy. An action plan covering the areas of risks identified and the steps necessary to mitigate those risks has been agreed by the trustees and is reviewed at regular intervals.

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

The objectives for which the charity was established are:

- (a) The organisation, provision or assistance in the organisation or provision of facilities which will enable pupils of schools, universities and other educational establishments in the UK to play hockey or other games or sports and thereby to assist in ensuring that due attention is given to the physical education and development of such pupils as well as to the development and occupation of their minds.
- (b) The provision or assistance in the provision, in the interests of social welfare, of facilities for recreation or other leisure-time occupations in the UK either for the benefit of the general public or for the benefit of those who by reason of their youth, age, infirmity or disablement, poverty or social and economic circumstances have a need of such facilities.

The National Hockey Foundation

Trustees' report For the year ended 31 March 2013

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT (CONTINUED)

The trustees confirm they have referred to the guidance provided by the Charity Commission in respect of public benefit when setting the grant making policy for the year.

The charity has carried out these objectives by providing grants to projects that support the development of sport particularly at youth level and in Milton Keynes. The trustees seek to encourage the development of hockey by providing capital and operational funding to the sport through clubs and educational establishments and by support to England hockey's youth development activities.

Grant Programme

The Trustees meet quarterly to consider and discuss disbursements in respect of grant applications. It is the Trustees current policy not to normally make individual grants below £10,000 or in excess of £75,000 per annum. This policy is continually being reviewed by the trustees.

Grants are not awarded as general donations, to individuals or solely to support elite athletes.

Any benefit received by the organisations receiving the grant is purely incidental to the objects of our work.

The trustees continue to encourage potential applicants to access the web site:

www.thenationalhockeyfoundation.com

which contains details about the work of the Foundation, guidelines for potential applicants and links to all the details required to enable applicants to apply for an award.

In 2010 /2011 the trustees agreed that the funds of the Trust be notionally separated into two parts so that funds are specifically earmarked and used for either, the promotion and development of matters relating to Hockey within England (the Hockey Group) or the promotion and development of matters within the area of Milton Keynes (the MK Group). The trustees agreed that these funds need not be shown separately in the accounts. The purpose of the notional split of funds was to enable the trustees to give better consideration to the fair allocation of funds between identified areas of benefit.

HOW OUR GRANT PROGRAMME DELIVERED PUBLIC BENEFIT: ACHIEVEMENTS AND PERFORMANCE

The trustees have considered a large number of grant applications and have made awards as they considered appropriate.

During the year 17 grants were made totalling £543,670 to various organisations.

A further £61,200 was agreed as conditional awards and is shown as a contingent liability in note 14 to the accounts.

The National Hockey Foundation

Trustees' report For the year ended 31 March 2013

Further details of these awards are shown on the Foundations web site:

www.thenationalhockeyfoundation.com

The trustees will continue to award grants for appropriate applications during 2013/2014.

FINANCIAL REVIEW

Reserves policy

The trustees reconfirmed that there is no intention to merely disburse only interest earned on funds held. Also there is currently no specific policy of seeking to disburse the balance of the funds within a specific period of time. Grant applications will be reviewed at each board meeting and awarded based on their individual merits.

The trustees will review their policy in respect of reserves periodically.

Investment policy

During the year the trustees undertook a review of their policy to appoint an investment advisor to manage the Trust's funds and were satisfied with the performance of Cheviot Asset Management during the year. Funds under management at the end of the year total £2,722,044.

The trustees regularly review the performance of the fund manager.

Results for the year

Income for the year was £213,624 (2012: £162,060) arising mainly from investment income and realised gains on investments of £82,907 (2012: £45,478). Grants (as adjusted for undrawn amounts) of £543,670 (2012: £400,587) were awarded during the year and governance and support costs of £32,646 (2012: £30,673) contributed to the deficit in the year of £198,091 (2012: £241,631).

Equities, Gilts and cash invested with the investment manager at the end of the year were valued at £2,722,044 (2012: £2,852,513) with a further £18,975 (2012: £9,014) on deposit at the bank.

FOR FUTURE PERIODS

With lower interest rates likely to remain for the foreseeable future, and investment returns potentially volatile it is anticipated that with the level of grant awards remaining high the Trust will continue to show a deficit.

AUDITORS

A resolution to reappoint Mazars LLP as auditors to the Charity and to authorise the Trustees to fix their remuneration will be proposed at the Annual General Meeting.

By order of the council on 31 July.....2013

Signed on its behalf by


D A Billson

The National Hockey Foundation

Independent auditors' report to the members of The National Hockey Foundation

We have audited the financial statements of The National Hockey Foundation for the year ended 31 March 2013 which comprise of the Statement of Financial Activities, the Balance Sheet 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).

Respective responsibilities of trustees and auditors

As explained more fully in the Trustees' Responsibilities Statement set out on page 2, the trustees (who are also the directors of the charity for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

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. This report is made solely to the charity's members as a body. 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.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's web-site at www.frc.org.uk/auditscopeukprivate.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2013 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; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on the other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

The National Hockey Foundation

Independent auditors' report to the members of The National Hockey Foundation (continued)

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 trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Stephen Brown (Senior statutory auditor)

for and on behalf of Mazars LLP

Chartered Accountants and Statutory Auditor

The Pinnacle
160 Midsummer Boulevard
Milton Keynes
MK9 1FF

Date **5 August 2013**

The National Hockey Foundation

Statement of financial activities (Including income and expenditure account) For the year ended 31 March 2013

		Unrestricted funds 2013 £	Total funds 2012 £
Incoming resources	Notes		
Incoming resources from generated funds			
- Voluntary income		100	100
Continued activities			
- Investment income	2	103,912	101,948
Recoup of impairment of investments		26,705	14,534
Total incoming resources		<u>130,717</u>	<u>116,582</u>
Resources expended			
Charitable activities	3	571,660	426,653
Governance costs	4	4,656	4,607
Other costs – impairment of investments	11	31,899	52,730
Total resources expended		<u>608,215</u>	<u>483,990</u>
Net outgoing resources for the year		(477,498)	(367,408)
Other recognised gains and losses			
Realised gain on investment assets	11	82,907	45,478
Unrealised gain on investment assets	11	196,500	80,299
Net movement in funds		(198,091)	(241,631)
Fund balances brought forward			
At 1 April 2012		2,515,884	2,757,515
Fund balances carried forward			
At 31 March 2013	13	<u>2,317,793</u>	<u>2,515,884</u>

The charitable company had no recognised gains or losses other than the net movement of funds for the year. The net outgoing resources and resulting net movements in funds arrive from continuing activities.

The notes on pages 9 to 13 form part of these financial statements.

The National Hockey Foundation

Charity Balance sheet As at 31 March 2013 Company number: 2676168

	Notes	2013 £	2012 £
Current assets			
Debtors	10	58	58
Cash at bank and in hand		18,975	9,014
Current asset investments	11	2,722,044	2,852,513
		<u>2,741,077</u>	<u>2,861,585</u>
Creditors – amounts falling due within one year	12	(423,284)	(345,701)
Net current assets		<u>2,317,793</u>	<u>2,515,884</u>
Net assets		<u>2,317,793</u>	<u>2,515,884</u>
Funds and reserves			
Unrestricted funds	13	2,317,793	2,515,884
		<u>2,317,793</u>	<u>2,515,884</u>

The notes on pages 9 to 13 form part of these financial statements.

Approved by the board on and authorised for issue 31 July 2013
And signed on its behalf by


D A Billson
Chairman

The National Hockey Foundation

Notes to the financial statements As at 31 March 2013

1. Accounting policies

a Accounting convention

The financial statements have been prepared under the historical cost convention. The charitable company has adopted the Charities Statement of Recommended Practice 2005, and the accounts have been prepared in accordance with the Companies Act 2006.

Following the cessation of trade in the subsidiary, National Hockey Centre, on 30 June 2007, the subsidiary became dormant. It was dissolved on 8 January 2013.

b Exemption from group accounts

The charitable company is exempt from the requirement to prepare consolidated accounts by virtue of the subsidiary company, National Hockey Centre Limited being dormant. These financial statements therefore present information about the Company as an individual undertaking rather than as a group.

c Incoming resources

All income is included in the SOFA in the year in which it becomes receivable.

Activities for generating funds represents income, excluding value added tax, derived from trading activities carried out in the subsidiary National Hockey Centre Limited up to the date of cessation of trade.

Investment income represents income receivable on bank deposits and investments held. Investment income comprises dividends declared during the accounting period. Income from quoted investments is recognised when receivable.

d Fund accounting

The charitable company's unrestricted funds consist of funds which the charitable company may use for its purposes at its discretion.

e Resources expended

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to do so.

Governance costs include those incurred in the governance of the charity and its assets and primarily associated with constitutional and statutory requirements.

Grants recognised when conditions which need to be met prior to the grant being released have been met and all matters of clarification have been provided and accepted.

All other expenditure is directly attributed to one of the functional categories of resources expended in the SOFA, on a basis consistent with the use of the resources.

f Investments

Assets held for investment purposes are included at market value at the balance sheet date. Net gains and losses arising on revaluations and disposals during the year are included in the Statement of Financial Activities.

g Liquid resources

Cash deposits held on greater than twenty-four hours notice are defined as a liquid resource.

The National Hockey Foundation

Notes to the financial statements For the year ended 31 March 2013

2. Investment income

	2013 £	2012 £
Bank interest	40	76
Income from investments held (note 11)	103,872	101,872
	<u>103,912</u>	<u>101,948</u>

3. Charitable activities

	2013 £	2012 £
Grants payable (note 6)	543,670	400,587
Support costs (note 5)	27,990	26,066
	<u>571,660</u>	<u>426,653</u>

4. Governance costs

	2013 £	2012 £
Auditors' remuneration - audit fee	3,090	3,000
Trustees' travel expenses	290	537
Other meeting expenses	1,276	1,070
Total unrestricted governance costs	<u>4,656</u>	<u>4,607</u>

5. Support costs

Included within the charitable activity expenditure (note 3) are 100% of the following support costs:

	2013 £	2012 £
Accountancy & administration	18,480	18,000
Insurance	232	292
Bank interest and charges	129	107
Investment management costs	8,551	7,328
Sundry	598	339
	<u>27,990</u>	<u>26,066</u>

The National Hockey Foundation

Notes to the financial statements For the year ended 31 March 2013

6. Grants payable

	2013	2012
	£	£
Amounts payable to:		
MK Group		
Sport Milton Keynes	10,000	8,000
MK Springers	15,000	50,000
Indian Gymkana	-	40,000
MK City Korfbal	5,000	-
Olney CC	20,000	-
Newport Pagnell Town FC	15,000	-
SNUGS	1,170	-
Hockey Group		
Marlow Sports Club	-	60,000
Alderley Edge HC	-	12,500
St Albans HC	-	60,000
The Hockey Youth Trust	-	15,000
ABA	-	6,200
Highfield	-	40,000
Wakefield	-	60,000
Ashford HC	-	50,000
Thirsk HC	-	(1,113)
Lindum Sports Association	50,000	-
Taverham Recreational	50,000	-
Surbiton HC	42,500	-
Okehampton HC	50,000	-
Bournemouth HC	50,000	-
Deeside Ramblers HC	55,000	-
East Grinstead HC	40,000	-
Formby HC	20,000	-
Slazenger S & SC	50,000	-
The Hermitage Academy	50,000	-
Woodrush High School	20,000	-
	<u>543,670</u>	<u>400,587</u>

During the year the Charity made the above payments which were provided on the basis that they were used on specific identifiable projects which meet the charitable objectives of the National Hockey Foundation.

7. Staff costs

There are no paid employees within the Foundation (2012: none).

The board of trustees received no emoluments for their services. The Board of Trustees received reimbursement for travel expenses totalling £290 (2012: £537).

The National Hockey Foundation

Notes to the financial statements For the year ended 31 March 2013

8. Taxation

As the charitable company is a registered charity, its income under Schedule D is exempt from taxation, subject to the provisions of Section 505 of the Income and Corporation Taxes Act 1998.

9. Fixed asset investments

The subsidiary of The National Hockey Foundation, National Hockey Centre Limited, was dissolved on 8 January 2013. The investment in National Hockey Centre Limited represented a 100% holding. The subsidiary was incorporated in the England and Wales and had been dormant for several years. Prior to strike off, the share capital and reserves of the subsidiary was £nil and the profit for the year was £nil.

10. Debtors

	2013 £	2012 £
Prepayments	58	58

11. Current asset investments

	Historical cost - stocks and shares £	Historical cost - cash £	Revaluation £	Impairment Charge £	Market value £
Balance brought forward as at 1 April 2012	2,350,339	305,795	291,042	(94,663)	2,852,513
Additions	134,890	(134,890)	-	-	-
Realised gain on disposal	(630,670)	712,972	(49,297)	49,902	82,907
Income received	-	103,872	-	-	103,872
Management fees paid	-	(8,554)	-	-	(8,554)
Funds withdrawn	-	(500,000)	-	-	(500,000)
Unrealised gain	-	-	196,500	-	196,500
Recoup of impairment charge	-	-	-	26,705	26,705
Impairment charge	-	-	-	(31,899)	(31,899)
Total carried forward as at 31 March 2013	1,854,559	479,195	438,245	(49,955)	2,722,044

The investments are held with the ability to draw down funds as required.

The National Hockey Foundation

Notes to the financial statements For the year ended 31 March 2013

12. Creditors – amounts falling due within one year

	2013 £	2012 £
Grants awaiting settlement	417,500	340,000
Accruals	5,784	5,701
	<u>423,284</u>	<u>345,701</u>

13. Funds and reserves

	Unrestricted fund £
Balance at 1 April 2012	2,515,884
Net outgoing resources	(198,091)
Balance at 31 March 2013	<u><u>2,317,793</u></u>

14. Contingencies

The trustees have approved grant payments of £61,200 to two applicants subject to specific conditions being met.

At the year end, these conditions had not been met and so no accrual has been recognised.

15. Related party transactions

In the year ended 31 March 2013, a grant of £10,000 was made to Sport Milton Keynes. One trustee, Mr A P Dransfield, is a committee member of Sport Milton Keynes in his capacity as Council representative and National Hockey Trustee. The amount was paid in full in the year ended 31 March 2013.

16. Charitable company status

The National Hockey Foundation is a charitable company not having a share capital and is limited by guarantee. The charitable company is a charity registered with the Charity Commission, charity number 1015550.