

THE INMAN CHARITY

ANNUAL REPORT AND ACCOUNTS

31ST DECEMBER 2018

**PAYNE HICKS BEACH**  
Solicitors  
10 New Square  
Lincoln's Inn  
London WC2A 3QG

THE INMAN CHARITY

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ADMINISTRATIVE INFORMATION ABOUT THE CHARITY, ITS TRUSTEE AND ADVISERS

CORPORATE TRUSTEE : Inman Charity Trustees Limited

DIRECTORS OF THE CORPORATE TRUSTEE  
(THE DIRECTORS) : A.L. Walker  
Miss B.M.A. Strother  
M.R. Mathews  
J.D. Langdon

PRINCIPAL ADDRESS : 10 New Square  
Lincoln's Inn  
London WC2A 3QG

WEBSITE ADDRESS : [www.inmancharity.org](http://www.inmancharity.org)

CHARITY REGISTRATION NUMBER : 261366

AUDITOR : Buzzacott LLP  
130 Wood Street  
London EC2V 6DL

INVESTMENT MANAGER : Quilter Cheviot  
One Kingsway  
London WC2B 6AN

BANKERS : CAF Bank  
25 Kings Hill Avenue  
Kings Hill  
West Malling  
Kent ME19 4JQ

SOLICITORS AND ADMINISTRATORS : Payne Hicks Beach  
10 New Square  
Lincoln's Inn  
London WC2A 3QG

DIRECTORS' REPORT - 31ST DECEMBER 2018

The directors of the corporate trustee (the directors) present their statutory report together with the accounts of The Inman Charity for the year ended 31st December 2018.

The accounts have been prepared in accordance with the accounting policies set out on pages 15 to 18 of the attached accounts and comply with the Charity's trust deed, applicable laws, accounting standards (United Kingdom Generally Accepted Accounting Practice), and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), Update Bulletin 1 and Update Bulletin 2.

**GOVERNANCE, STRUCTURE AND MANAGEMENT**

**Governance**

The Inman Charity is governed by a trust deed dated 16th June 1970. The charity is registered under the Charities Act 2011, Charity Registration Number 261366.

The statutory power of appointment of new directors of the corporate trustee by the continuing directors applies.

The names of the directors who served during the year are set out as part of the administrative information on page 1 of this Annual Report and Accounts. Brief biographical details are given below:

**A.L. Walker**

A.L. Walker was appointed a director in February 1981. He is a retired Chartered Tax Adviser. He was for many years employed as a principal in the Private Client Department of Payne Hicks Beach.

**Miss B.M.A. Strother**

Miss B.M.A. Strother was appointed a director in March 1998. She has worked for many years in health, social care and the older people's charitable sector.

**M.R. Mathews**

M.R. Mathews was appointed a director in November 2000. He is a retired solicitor. He was for many years a partner in Clifford Chance and is also a former President of the Law Society.

**J.D. Langdon**

J.D. Langdon was appointed a director in November 2002. He is Emeritus Professor of Maxillofacial Surgery at King's College London.

On agreeing to their appointment, the directors are thoroughly briefed by their co-directors on the history of the charity, the day-to-day management, the responsibilities of the directors, the current objectives and the future plans of the charity.

**Directors' responsibilities statement**

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

DIRECTORS' REPORT - 31ST DECEMBER 2018**GOVERNANCE, STRUCTURE AND MANAGEMENT (Continued)**

Charity law in England and Wales requires the directors of the corporate trustee (the directors) to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity at the year end and of its income and expenditure during that year. In preparing accounts, giving a true and fair view the directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles of Accounting and Reporting by Charities: 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);
- 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 accounts; and
- Prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue to operate.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and which enable them to ensure that the accounts comply with the Charities Act 2011, applicable Charity (Accounts and Reports) Regulations and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of accounts may differ from legislation in other jurisdictions.

**Structure and management reporting**

The directors are ultimately responsible for the policies, activities and assets of the charity. They meet twice a year to review the developments with regard to the charity, its grant giving activities and make any important decisions. When necessary, the directors seek advice and support from the charity's professional advisers including the investment manager, solicitors and accountants. The day to day management of the charity's activities, and the implementation of policies, is delegated to the Private Client Department of Payne Hicks Beach. The Department ensures that grant applications are processed and presented to the directors as appropriate; it administers payments and keeps the books and records of the charity.

At their meetings the directors review the investment performance, and a representative of the investment manager attends the meetings to update the directors in detail on the portfolio. The directors review the proposals for grants to be made and approve such grants as appropriate.

DIRECTORS' REPORT - 31ST DECEMBER 2018**GOVERNANCE, STRUCTURE AND MANAGEMENT (Continued)****Risk management**

In line with the requirement for charity trustees to undertake a risk assessment exercise and report on the same in their annual report, the directors have looked at the risks The Inman Charity currently faces and have reviewed the safeguards in place, or needing to be put in place, to deal with them. The directors have identified three main areas where risks may occur:

- Governance
- Operational
- Financial

**Governance** looks at the continuity of trusteeship, the skills and background of the directors and the policies of regular meetings of the directors to review their aims and activities.

**Operational** looks at the risk inherent in the delegation of statutory and legal requirements of the charity, its management and secretarial functions and delegation of certain of those functions, and its grant giving activities.

**Financial** risks include those inherent in delegation of investment management and custody to an independent investment manager, the operation of the bank accounts, the financial record keeping of the charity, its investment policy, audit and review procedures.

Having assessed the major risks to which the charity is exposed, in particular those relating to its investments and its finances, the directors believe that by ensuring controls exist over key financial systems incorporating the systems and controls implemented by Payne Hicks Beach, and by delegating the investment management function to an investment manager, subject to regular monitoring, including periodic reviews of performance against benchmark, they have established effective systems to mitigate those risks.

The key risks faced by the charity, as identified by the directors, are described below together with the principal ways in which they are mitigated.

The charity's principal asset comprises listed investments, the value of which is dependent on movements in UK and world stock markets. The investments are managed by reputable investment managers who adhere to a policy agreed by the directors. The directors meet twice a year with the investment managers and the manager's performance and that of the portfolio are monitored. The investment strategy is assessed regularly to ensure it remains appropriate to the charity's needs - both now and in the future.

The charity carries out its objectives by providing grants to institutions that are also UK registered charities, whose objects comply with the charity's criteria. There is a risk that a grant provided by the charity may not reach the intended recipient and/or may be used for purposes not consistent with the charity's objects. Whilst the directors are mindful of their own obligation to ensure that the charity benefits the public generally, they take some assurance from the fact that recipients of grants are themselves regulated to ensure that they operate for the public benefit.

DIRECTORS' REPORT - 31ST DECEMBER 2018**GOVERNANCE, STRUCTURE AND MANAGEMENT (Continued)****Risk management (continued)**

Potential recipients of grants are identified by the directors individually in areas where it is perceived that public benefit will be achieved. The opportunity to benefit is not restricted in any way except that grants are restricted to bodies registered in the UK, not least to facilitate the directors being able to follow up on the efficacy of the grants made. In the other respects grants are not limited in any way except that the recipients should have a charitable need.

Risks are kept under regular review and fully reassessed every three years.

**ACTIVITIES, SPECIFIC OBJECTIVES AND RELEVANT POLICIES****Activities and specific objectives**

The directors operate a grant giving policy, providing funds for such charitable object or institution as the directors think fit.

In addition to supporting a wide range of charitable organisations, the charity makes a regular payment to the Victor Inman Bursary Fund ("the Fund") at Uppingham School of which the settlor had been a lifelong supporter. The charity makes a payment of £25,000 per annum and this is reviewed annually.

Institutions intending to make an appeal are directed to the website [www.inmancharity.org](http://www.inmancharity.org) where more detailed information concerning particular areas of support, application guidelines, exclusions and grants awarded can be found.

The directors aim to make grants totalling approximately £325,000 per annum in accordance with the guidelines set out in the grant giving policy as summarised on the charity's website.

The directors confirm that they have referred to the guidance contained in the Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities and setting the grant making policy for the year.

The directors therefore consider that the charity's activities are for the benefit of the public generally.

**Key management**

The directors consider the directors of the corporate trustee comprise the key management personnel of the charity in charge of directing and controlling, running and operating the charity on a day to day basis. All directors give of their time freely and no director received any remuneration in the year. Details of directors' expenses and remuneration and any related party transactions are disclosed in note 4 to the accounts. As noted above, the day or day management of the charity's activities, and the implementation of policies, is delegated to the Private Client Department of Payne Hicks Beach.

**Investment policy.**

The charity has a portfolio of listed investments with a market value as at 31st December 2018 of £5,216,955.

There are no restrictions on the charity's power to invest. The investment strategy is agreed between the directors and the investment manager, and is regularly reviewed. This is the subject of a policy statement which has been completed by the directors and forms an integral part of the agreement with the investment manager to provide investment management services.

DIRECTORS' REPORT - 31ST DECEMBER 2018**ACTIVITIES, SPECIFIC OBJECTIVES AND RELEVANT POLICIES (Continued)****Investment policy (continued)**

The more significant principles in the statement are:

- that the investment manager shall have due regard to the need for diversification,
- to provide a benchmark for performance of such a structured portfolio a composite index is utilised, incorporating 20% FT Government Securities All Stocks, 15% Investment Property Databank, 35% FTSE All Share and 30% FTSE All World (ex UK).

The investment manager is invited to attend each formal meeting of the directors to provide a report on the performance of the portfolio, comparison against the benchmark and general market issues. The directors' investment policy was last reviewed and adjusted in April 2018. The portfolio has performed approximately in line with the benchmark.

**ACHIEVEMENTS AND PERFORMANCE****Review of activities**

Total investment income received in the year (including interest receivable) amounted to £167,897, which equates to a yield of 3.2% (based on the market valuation of the investment assets at the year end). The income received in the year on the Royal Albert Hall Debenture amounted to £13,455 which equates to a yield of 4.8%. The directors awarded grants totalling £344,300 during the year in accordance with the charity's grant giving policy set out above. A detailed list of all grants and commitments made in the year is included in the Appendix on pages 26 and 27.

The directors maintain a list of charitable organisations which the charity regularly supports and this is reviewed at their half yearly meetings.

The directors feel that their objectives have been adequately met this year.

However, the directors are aware that there are external factors, which could affect the achievements of their objectives as a significant part of the charity's assets are made up of investments and cash, the result of which are dependent on the general performance of the UK and overseas stock markets. As noted above under risk management, in order to minimise this, the directors have set prudent investment policies and place reliance on the investment manager to monitor and advise on the necessary investment changes and suitable asset allocation.

**Investment performance**

During the year the charity's listed investments achieved an income yield of 3.2% (based on the valuation of investment assets at the year end) and, a capital decrease of 5.4%. The investment manager continued to invest in accordance with the directors' investment policy as reviewed and set out earlier in this report. At the end of the year the charity's portfolio of investments comprised of 11% fixed interest, 16% property collectives, 36% UK equities and 37% overseas equities and fixed interest.

The Royal Albert Hall Debenture achieved an income yield of 4.8%.

The directors are satisfied with the performance of the investments and are satisfied that their investment objectives will be met over the medium term.



DIRECTORS' REPORT - 31ST DECEMBER 2018**FINANCIAL REVIEW****Results for the year**

A summary of the year's results can be found on page 12 of this report and accounts.

During the year ended 31st December 2018, total income amounted to £181,352 (2017 - £464,036), being income arising from the charity's investments and cash deposits. Income for 2017 includes a donation with a value of £284,315.

The directors agreed to pay grants to 65 institutions totalling £344,300 (including future commitments of £30,000) (2017 - £337,900 less previous commitments of £12,900, £325,000), investment management costs of £18,784 (2017 - £14,908), grant administration costs of £49,746 (2017 - £49,731) and the governance costs of £6,164 (2017 - £5,693). Total expenditure was £418,994 (2017 - £395,332).

There were net investment losses during the year of £303,168 (2017 - gains £533,800).

This results in a net deficit or a net decrease in funds during the year of £540,810 (2017 - increase £602,504).

**Reserves policy and financial position*****Reserves policy***

The endowment fund represents the disposal proceeds of a property which was received by the charity on the death of the settlor. The directors have the power to meet administrative expenses from this fund and may apply the income from the fund towards the general purposes of the charity.

The charity is operated as a grant giving charity, and the directors' policy is to administer the investment assets on an absolute return basis and seek to distribute £325,000 in grants in each financial year.

***Financial position***

The balance sheet shows total funds of £5,503,119 comprising endowment funds of £4,193,099 and unrestricted funds of £1,310,020. The unrestricted fund comprises amounts which ultimately are free reserves but which are held by the directors for investment so as to ensure the continued generation of income in future periods, thereby helping to safeguard the long term existence of the charity and the achievement of its objectives. The size of the unrestricted fund sustains and supports the levels of donations which the directors wish to maintain and enhance over time. The directors consider free reserves to be adequate but not excessive in the light of the charity's reserves policy set out above.

DIRECTORS' REPORT - 31ST DECEMBER 2018

**FINANCIAL REVIEW (Continued)**

**Future plans**

The directors do not anticipate any significant changes to the charity or its activities over the next two to five years. It is their intention to meet the following objectives:

- To ensure the investment performance achieves the criteria set by them so that there are sufficient funds to meet their grant giving policies.
- To continue to make grants at a similar, if not higher, level.

Signed on behalf of the directors of the corporate trustee:

A. L. Walker      A. R. Hill  
.....  
Directors of the Corporate Trustee

Approved by the directors of the corporate trustee on:.....8.....2019

INDEPENDENT AUDITOR'S REPORT - 31ST DECEMBER 2018**INDEPENDENT AUDITOR'S REPORT TO THE DIRECTORS OF THE CORPORATE TRUSTEE OF THE INMAN CHARITY****OPINION**

We have audited the accounts of Inman Charity (the 'charity') for the year ended 31st December 2018 which comprise the statement of financial activities, the balance sheet, the principal accounting policies and the notes to the accounts. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the accounts:

- give a true and fair view of the state of the charity's affairs as at 31st December 2018 and of 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 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 accounts section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the accounts 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**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the accounts is not appropriate; or
- the directors have not disclosed in the accounts any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the accounts are authorised for issue.

**OTHER INFORMATION**

The directors are responsible for the other information. The other information comprises the information included in the annual report and accounts, other than the accounts and our auditor's report thereon. Our opinion on the accounts does not cover the other information and we do not express any form of assurance conclusion thereon.

INDEPENDENT AUDITOR'S REPORT - 31ST DECEMBER 2018**INDEPENDENT AUDITOR'S REPORT TO THE DIRECTORS OF THE CORPORATE TRUSTEE OF THE INMAN CHARITY****OTHER INFORMATION (Continued)**

In connection with our audit of the accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts 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 accounts 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**

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 directors' report is inconsistent in any material respect with the accounts; or
- sufficient accounting records have not been kept; or
- the accounts 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 DIRECTORS**

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

In preparing the accounts, the directors 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 directors either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

**AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE ACCOUNTS**

Our objectives are to obtain reasonable assurance about whether the accounts 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 accounts.

A further description of our responsibilities for the audit of the accounts is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

INDEPENDENT AUDITOR'S REPORT - 31ST DECEMBER 2018

**INDEPENDENT AUDITOR'S REPORT TO THE DIRECTORS OF THE CORPORATE  
TRUSTEE OF THE INMAN CHARITY**

**USE OF OUR REPORT**

This report is made solely to the charity's directors, as a body, in accordance with section 145 of the Charities Act 2011 and with regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's directors 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 directors as a body, for our audit work, for this report, or for the opinions we have formed.

Buzzacott LLP

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Buzzacott LLP  
Statutory Auditor  
130 Wood Street  
London EC2V 6DL

18 July 2019

Buzzacott LLP is eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006.

STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31ST DECEMBER 2018

	<u>Notes</u>	<u>Unrestricted Fund</u> £	<u>Endowment Fund</u> £	<u>Total 2018</u> £
<b>INCOME AND ENDOWMENTS FROM:</b>				
Investments				
Investment income	1	167,825	-	167,825
Interest receivable		72	-	72
Royal Albert Hall Debenture		13,455	-	13,455
		<hr/>	<hr/>	<hr/>
<b>TOTAL INCOME AND ENDOWMENTS</b>		<b>181,352</b>	<b>-</b>	<b>181,352</b>
		<hr/>	<hr/>	<hr/>
<b>EXPENDITURE ON:</b>				
Raising funds				
Investment management costs		4,613	14,171	18,784
Charitable activities				
Promoting and enhancing charitable work	3	361,107	39,103	400,210
		<hr/>	<hr/>	<hr/>
<b>TOTAL EXPENDITURE</b>		<b>365,720</b>	<b>53,274</b>	<b>418,994</b>
		<hr/>	<hr/>	<hr/>
<b>NET (EXPENDITURE)/INCOME BEFORE INVESTMENT GAINS/(LOSSES)</b>		<b>(184,368)</b>	<b>(53,274)</b>	<b>(237,642)</b>
Investment gains/(losses)				
Realised	7	5,913	720	6,633
Unrealised	7	(75,025)	(234,776)	(309,801)
		<hr/>	<hr/>	<hr/>
<b>NET (EXPENDITURE)/INCOME AND NET MOVEMENT IN FUNDS</b>		<b>(253,480)</b>	<b>(287,330)</b>	<b>(540,810)</b>
		<hr/>	<hr/>	<hr/>
<b>RECONCILIATION OF FUNDS</b>				
Total funds brought forward at 1st January 2018		1,563,500	4,480,429	6,043,929
		<hr/>	<hr/>	<hr/>
Total funds carried forward at 31st December 2018		<b>1,310,020</b>	<b>4,193,099</b>	<b>5,503,119</b>
		<hr/>	<hr/>	<hr/>

All recognised gains and losses are included in the above statement of financial activities.

All of the charity's activities derived from continuing operations during the above two financial years.

COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIESFOR THE YEAR ENDED 31ST DECEMBER 2017

	<u>Notes</u>	<u>Unrestricted Fund</u>	<u>Endowment Fund</u>	<u>Total 2017</u>
		£	£	£
<i>INCOME AND ENDOWMENTS FROM:</i>				
<i>Investments</i>				
Investment income	1	171,134	-	171,134
Interest receivable		50	-	50
Donations	2	284,315	-	284,315
Royal Albert Hall Debenture		8,537	-	8,537
		<hr/>	<hr/>	<hr/>
<b>TOTAL INCOME AND ENDOWMENTS</b>		<b>464,036</b>	<b>-</b>	<b>464,036</b>
		<hr/>	<hr/>	<hr/>
<i>EXPENDITURE ON:</i>				
<i>Raising funds</i>				
Investment management costs		4,015	10,893	14,908
<i>Charitable activities</i>				
Promoting and enhancing charitable work	3	341,433	38,991	380,424
		<hr/>	<hr/>	<hr/>
<b>TOTAL EXPENDITURE</b>		<b>345,448</b>	<b>49,884</b>	<b>395,332</b>
		<hr/>	<hr/>	<hr/>
<b>NET INCOME/(EXPENDITURE) BEFORE INVESTMENT GAINS/(LOSSES)</b>		<b>118,588</b>	<b>(49,884)</b>	<b>68,704</b>
<i>Investment gains/(losses)</i>				
Realised	7	(3,473)	21,173	17,700
Unrealised	7	85,266	430,834	516,100
		<hr/>	<hr/>	<hr/>
<b>NET INCOME/(EXPENDITURE) AND NET MOVEMENT IN FUNDS</b>		<b>200,381</b>	<b>402,123</b>	<b>602,504</b>
		<hr/>	<hr/>	<hr/>

BALANCE SHEET - 31ST DECEMBER 2018

<u>2017</u> £	<u>2017</u> £	<u>Notes</u>	<u>2018</u> £	<u>2018</u> £
				<b><u>FIXED ASSETS</u></b>
				Investments
5,582,579		Listed Investments 7		5,216,955
280,000		Royal Albert Hall Debenture		280,000
<hr/>				<hr/>
5,862,579				5,496,955
				<b><u>CURRENT ASSETS</u></b>
	57	Debtors 8	1,954	
	236,887	Cash at bank and in hand 9	83,641	
	<hr/>		<hr/>	
	236,944	<b><u>TOTAL CURRENT ASSETS</u></b>	85,595	
		<b><u>LIABILITIES:</u></b>		
	(55,594)	Creditors: Amounts falling due within one year 10	(55,431)	
	<hr/>		<hr/>	
181,350		<b><u>NET CURRENT ASSETS</u></b>		30,164
<hr/>				<hr/>
6,043,929		<b><u>TOTAL ASSETS LESS CURRENT LIABILITIES</u></b>		5,527,119
		<b><u>CREDITORS:</u></b>		
		Amounts falling due after more than one year 11		(24,000)
				<hr/>
6,043,929		<b><u>NET ASSETS</u></b>		<u>5,503,119</u>
<hr/>				
		<b><u>THE FUNDS OF THE CHARITY</u></b>		
		Capital Fund		
4,480,429		Endowment Fund 12		4,193,099
		Income Funds		
1,563,500		Unrestricted Fund 13		1,310,020
<hr/>				<hr/>
6,043,929		<b><u>TOTAL CHARITY FUNDS</u></b>		<u>5,503,119</u>

Approved by the directors of the corporate trustee and signed on their behalf by:


  
 .....  
 Directors of the Corporate Trustee

Date of Approval: ..... 2019



PRINCIPAL ACCOUNTING POLICIES - 31ST DECEMBER 2018

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the accounts are laid out below.

**Basis of preparation**

These accounts have been prepared for the year to 31st December 2018 with comparative information given in respect to the year to 31st December 2017.

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant accounting policies below or the notes of these accounts.

The accounts have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (Charities SORP FRS 102) issued on 16th July 2014, Update Bulletin 1 issued on 2nd February 2016, Update Bulletin 2 issued on 5th October 2018, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102.

The accounts are presented in sterling and are rounded to the nearest pound.

**Critical accounting estimates and areas of judgement**

Preparation of the accounts requires the trustees to make significant judgements and estimates.

The items in the accounts where these judgements and estimates have been made include:

- estimating the liability for multi-year grant commitments.
- estimating the deemed market value of the Royal Albert Hall Debenture.

**Assessment of going concern**

The directors have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The directors have made this assessment in respect of a period of one year from the date of approval of these accounts.

The directors have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The directors are of the opinion that the charity will have sufficient resources to meet its liabilities as they fall due. The most significant areas of judgement that affect items in the account are detailed above. With regard to the next accounting period, the year ending 31st December 2019, the most significant areas that affect the carrying value of the assets held by the charity are the level of investment return and the performance of the investment markets (see the investment policy and the risk management sections of the directors' report for more information).

**Income recognition**

Income is recognised in the period in which the charity has entitlement to the income, the amount of income can be measured reliably and it is probable that the income will be received.

Income comprises donations, investment income from investments and interest from deposits.

PRINCIPAL ACCOUNTING POLICIES - 31ST DECEMBER 2018**Income recognition (continued)**

Donations are recognised when the charity has confirmation of both the amount and settlement date. In the event of donations pledged but not received, the amount is accrued for where the receipt is considered probable. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Investment income is recognised once the income has been declared and notification has been received of the amount due.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

**Expenditure recognition**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to make a payment to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligations can be measured reliably.

All expenditure is accounted for on an accruals basis. Expenditure comprises direct costs and support costs. All expenses, including support costs, are allocated or apportioned to the applicable expenditure headings. The classification between the activities is as follows:

- (a) Expenditure on raising funds includes all expenditure associated with raising funds for the charity. This includes the fees paid to the investment manager in connection with the management of the charity's listed investments.
- (b) Expenditure on charitable activities includes all costs associated with furthering the charitable purposes of the charity through the provision of its charitable activities. Such costs include charitable grants payable in promoting and enhancing charitable work carried out by other charitable organisations, and related support costs including the cost of administering the activities of the charity and governance costs.

Grants payable are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the donation and has satisfied all related conditions. Grants approved but not paid at the end of the financial year are accrued for. Grants where the beneficiary has not been informed or has to meet certain conditions before the grant is released are not accrued for but are noted as financial commitments in the notes to the accounts.

All expenditure is stated inclusive of irrecoverable VAT.

**Allocation of support and governance costs**

Support costs represent indirect charitable expenditure. In order to carry out the primary purposes of the charity it is necessary to provide support in the form of administration services.

Governance costs comprise the costs involving the public accountability of the charity (including audit costs) and costs in respect of its compliance with regulation and good practice.

Support costs and governance costs are apportioned directly to the one charitable activity.

PRINCIPAL ACCOUNTING POLICIES - 31ST DECEMBER 2018**Fixed asset investments****Listed investments**

Listed investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price.

The charity does not acquire put options, derivatives or other complex financial instruments.

As noted above the main form of financial risk faced by the charity is that a volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

**Royal Albert Hall Debenture**

Two debenture seats were donated to the charity in the year ended 31st December 2017. The debentures were initially recognised at deemed market value. The directors used the average sale price of debenture seats in a one year period to provide an estimate of the deemed market value of the debentures. The directors' policy is to revalue the debentures every three years.

**Gains and losses**

Realised gains (or losses) on investment assets are calculated as the difference between disposal proceeds and their opening carrying value or their purchase value is acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value at that date. Realised and unrealised investment gains (or losses) are credited (or debited) in the statement of financial activities in the year in which they arise.

**Debtors**

Debtors are recognised at their settlement amount, less any provision for non-recoverability. They have been discounted to the present value of the future cash receipt where such discounting is material.

**Cash in bank and in hand**

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition.

**Creditors and provisions**

Creditors and provisions are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Creditors and provisions are recognised at the amount the charity anticipates it will pay to settle the debt. They have been discounted to the present value of the future cash payment where such discounting is material.

**Fund accounting**

The endowment fund comprises monies which must be held indefinitely as capital although certain administrative expenses may be met by the fund. Income therefrom is credited to the unrestricted fund and applied for general purposes.

The unrestricted fund represents funds available for the general charitable purposes of the charity which may be applied at the discretion of the directors.

PRINCIPAL ACCOUNTING POLICIES - 31ST DECEMBER 2018

**Cash flow**

The accounts do not include a cash flow statement because the charity is exempt from the requirement to prepare such a statement under the Charities SORP (FRS 102) Update Bulletin 1.

NOTES TO THE ACCOUNTS - 31ST DECEMBER 2018**1 INVESTMENT INCOME**

<u>Unrestricted Fund</u> 2017 £		<u>Unrestricted Fund</u> 2018 £
94,879	UK equities and collectives	88,678
37,678	Property collectives	41,258
13,469	UK Government and fixed interest securities	15,141
22,181	Overseas equities and collectives	19,632
2,927	Overseas fixed interest	3,116
<hr/>		<hr/>
171,134		167,825
<hr/> <hr/>		<hr/> <hr/>

**2 DONATIONS**

<u>Unrestricted Fund</u> 2017 £		<u>Unrestricted Fund</u> 2018 £
	Assets falling in from the Beale & Inman Employees Trust:	
4,315	(Cash)	-
280,000	(Royal Albert Hall Debenture)	-
<hr/>		<hr/>
284,315		-
<hr/> <hr/>		<hr/> <hr/>

NOTES TO THE ACCOUNTS - 31ST DECEMBER 2018**3 PROMOTING AND ENHANCING CHARITABLE WORK**

	<u>Unrestricted Fund</u>	<u>Endowment Fund</u>	<u>2018 Total Funds</u>
	<u>£</u>	<u>£</u>	<u>£</u>
Grants and benefits payable to institutions	344,300	-	344,300
Grant administration costs	12,125	37,621	49,746
Governance costs (note 4)	4,682	1,482	6,164
	<hr/>	<hr/>	<hr/>
2018 Total funds	<u>361,107</u>	<u>39,103</u>	<u>400,210</u>
	<u>Unrestricted Fund</u>	<u>Endowment Fund</u>	<u>2017 Total Funds</u>
	<u>£</u>	<u>£</u>	<u>£</u>
<i>Grants payable to institutions</i>	<i>325,000</i>	<i>-</i>	<i>325,000</i>
<i>Grant administration costs</i>	<i>12,180</i>	<i>37,551</i>	<i>49,731</i>
<i>Governance costs (note 4)</i>	<i>4,253</i>	<i>1,440</i>	<i>5,693</i>
	<hr/>	<hr/>	<hr/>
<i>2017 Total funds</i>	<u><i>341,433</i></u>	<u><i>38,991</i></u>	<u><i>380,424</i></u>

A detailed list of the grants payable to institutions is given in the appendix to these accounts.

A reconciliation of the grants payable and grant commitments figures shown in these accounts is as follows:

<u>Unrestricted Fund</u>		<u>Unrestricted Fund</u>
<u>2017</u>		<u>2018</u>
<u>£</u>		<u>£</u>
25,800	Grant commitments at 1st January 2018	12,900
325,000	Grants and benefits agreed during the year	344,300
<hr/>		<hr/>
350,800	Grants payable	357,200
(337,900)	Grants paid during the year	(327,200)
<hr/>		<hr/>
<u>12,900</u>	Grant commitments at 31st December 2018	<u>30,000</u>

NOTES TO THE ACCOUNTS - 31ST DECEMBER 2018**4 GOVERNANCE COSTS**

	<u>Unrestricted Funds</u>	<u>Endowment Fund</u>	<b>2018 Total Funds</b>
	<u>£</u>	<u>£</u>	<u>£</u>
Statutory audit fee	1,482	1,482	2,964
Directors' expenses	3,200	-	3,200
	<u>4,682</u>	<u>1,482</u>	<u>6,164</u>
	<u>Unrestricted Funds</u>	<u>Endowment Fund</u>	<b>2017 Total Funds</b>
	<u>£</u>	<u>£</u>	<u>£</u>
Statutory audit fee	1,440	1,440	2,880
Directors' expenses	2,800	-	2,800
Registrar of Companies	13	-	13
	<u>4,253</u>	<u>1,440</u>	<u>5,693</u>

**5 STAFF COSTS AND DIRECTORS' REMUNERATION**

The Charity employed no staff during the year (2017 - None).

No director of the corporate trustee received any remuneration in respect of their services during the year (2017 - £nil).

Payne Hicks Beach conducted the day to day administration of the charity during the year. The total fees charged for the year (excluding VAT and disbursements) were £41,000 (2017 - £41,000). £20,500 was outstanding at the year end (2017 - £nil).

Four directors were reimbursed a total of £3,200 for expenditure incurred in the performance of their duties during the year (2017 - £2,800 for four directors).

The key management personnel of the charity in charge of directing and controlling, the charity comprise the directors of the corporate trustee.

The total remuneration (including taxable benefits but excluding employer's pension contributions) of the key management personnel for the year was £nil (2017 - £nil).

**6 TAXATION**

The Inman Charity is a registered charity and, therefore, is not liable to income tax or corporation tax on income or gains derived from its charitable activities as they fall within the exemptions available to registered charities.

NOTES TO THE ACCOUNTS - 31ST DECEMBER 2018**7 INVESTMENTS**

2017 £		2018 £
<b>LISTED INVESTMENTS</b>		
Movements in listed investments during the year were as follows:		
5,245,885	Market value at 1st January 2018	5,582,579
517,832	Additions at cost	60,519
(697,238)	Disposals at book value (proceeds: £122,975; realised gains £6,633)	(116,342)
516,100	Net unrealised (losses)/gains in year	(309,801)
<hr/>		<hr/>
5,582,579	Market value at 31st December 2018	5,216,955
<hr/>		<hr/>
3,661,954	Cost at 31st December 2018	3,652,729
<hr/>		<hr/>

All investments were dealt in on a recognised stock exchange:

2017 £			2018 £
Listed investments held at 31st December 2018 comprise the following:			
Investment listed on a UK stock exchange			
2,256,997	UK equities		1,885,459
572,687	UK Government and fixed interest securities		562,464
822,617	Property collectives		850,575
<hr/>			<hr/>
3,652,301	Overseas investments		3,298,498
1,839,733	Overseas equities and collectives	1,833,307	
90,545	Fixed interest	85,150	
<hr/>		<hr/>	1,918,457
<hr/>			<hr/>
5,582,579			5,216,955
<hr/>			<hr/>

At 31st December 2018 the following individual holdings had a material market value in the context of the entire portfolio:

	% of Portfolio	Value £
The Charities Property Fund Units	8.3	435,902
Mayfair Capital Investment Management Ltd: Property Income Trust for Charities	7.9	414,673



NOTES TO THE ACCOUNTS - 31ST DECEMBER 2018**8 DEBTORS**

2017		2018
£		£
57	Tax repayable	57
-	- Accrued income	1,897
<u>57</u>		<u>1,954</u>

**9 CASH AT BANK AND IN HAND**

2017		2018
£		£
22,423	CAF Bank	29,114
205,927	Quilter Cheviot	54,527
8,537	(Payne Hicks Beach)	-
<u>236,887</u>		<u>83,641</u>

**10 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

2017		2018
£		£
24,906	Grant administration costs	24,886
2,880	Statutory audit fee	
	2017	2,880
	2018	2,964
14,908	Investment manager's fees	5,844
	Grants	18,701
	Inman Charity Undergraduate Dental Research Award	
6,000	(at King's College London)	6,000
6,900	(Inman Charity Medical Research Fund (at King's College London))	-
<u>55,594</u>		<u>55,431</u>

**11 CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR**

2017		2018
£		£
-	Inman Charity Undergraduate Dental Research Award	
	(at King's College London)	24,000
<u>-</u>		<u>24,000</u>

## NOTES TO THE ACCOUNTS - 31ST DECEMBER 2018

## 12 ENDOWMENT FUND

<u>At 1 January 2018</u>	<u>Income</u>	<u>Expenditure</u>	<u>Investment Gains/(losses)</u>	<u>At 31 December 2018</u>
£		£	£	£
4,480,429	-	(53,274)	(234,056)	4,193,099

  

<u>At 1 January 2017</u>	<u>Income</u>	<u>Expenditure</u>	<u>Investment Gains/(losses)</u>	<u>At 31 December 2017</u>
£		£	£	£
4,078,306	-	(49,884)	452,007	4,480,429

The endowment fund represents the disposal proceeds of a property which was received by the Charity on the death of the Settlor. The directors have the power to meet administrative expenses from the endowment and the income may be applied towards the general objects of the charity.

## 13 UNRESTRICTED FUND

<u>At 1 January 2018</u>	<u>Income</u>	<u>Expenditure</u>	<u>Investment Gains/(losses)</u>	<u>At 31 December 2018</u>
£		£	£	£
1,563,500	181,352	(365,720)	(69,112)	1,310,020

  

<u>At 1 January 2017</u>	<u>Income</u>	<u>Expenditure</u>	<u>Investment Gains/(losses)</u>	<u>At 31 December 2017</u>
£		£	£	£
1,363,119	464,036	(345,448)	81,793	1,563,500

The unrestricted fund includes monies set aside by the directors for the purpose of providing a continuing source of income to the charity, thereby safeguarding its future.

## 14 ANALYSIS OF NET ASSETS BETWEEN FUNDS

Funds balances at 31st December 2018 are represented by:

	<u>Unrestricted Fund</u>	<u>Endowment Fund</u>	<u>Total Funds</u>
	£	£	£
Listed investments	950,084	4,266,871	5,216,955
Royal Albert Hall Debenture	280,000	-	280,000
Current assets	130,451	(44,856)	85,595
Creditors: amounts falling due within one year	(26,515)	(28,916)	(55,431)
amount falling due after one year	(24,000)	-	(24,000)
	<u>1,310,020</u>	<u>4,193,099</u>	<u>5,503,119</u>

NOTES TO THE ACCOUNTS - 31ST DECEMBER 2018**14 ANALYSIS OF NET ASSETS BETWEEN FUNDS (Continued)**

Unrealised gains on listed investments	449,002	1,115,224	1,564,226
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Reconciliation of movements in unrealised gains on investment assets			
Unrealised gains at 1st January 2018	555,646	1,364,980	1,920,626
Adjusted in respect of disposals in year	(31,619)	(14,980)	(46,599)
	<u>                    </u>	<u>                    </u>	<u>                    </u>
	524,027	1,350,000	1,874,027
Less: Net losses arising on investment revaluation in year	(75,025)	(234,776)	(309,801)
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Unrealised gains at 31st December 2018	<u>449,002</u>	<u>1,115,224</u>	<u>1,564,226</u>

*Funds balances at 31st December 2017 are represented by:*

	<u>Unrestricted Fund</u>	<u>Endowment Fund</u>	<u>Total Funds</u>
	£	£	£
Listed investments	1,108,173	4,474,406	5,582,579
Royal Albert Hall Debenture	280,000	-	280,000
Current assets	219,383	17,561	236,944
Creditors: amounts falling due within one year	(44,056)	(11,538)	(55,594)
	<u>                    </u>	<u>                    </u>	<u>                    </u>
	1,563,500	4,480,429	6,043,929
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Unrealised gains on listed investments	<u>555,646</u>	<u>1,364,980</u>	<u>1,920,626</u>
Reconciliation of movements in unrealised gains on investment assets			
Unrealised gains at 1st January 2017	522,725	1,020,903	1,543,628
Adjusted in respect of disposals in year	(52,345)	(86,757)	(139,102)
	<u>                    </u>	<u>                    </u>	<u>                    </u>
	470,380	934,146	1,404,526
Add: Net gains arising on investment revaluation in year	85,266	430,834	516,100
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Unrealised gains at 31st December 2017	<u>555,646</u>	<u>1,364,980</u>	<u>1,920,626</u>

APPENDIX TO THE ACCOUNTS - 31ST DECEMBER 2018

**GRANTS AGREED DURING THE YEAR:**

**Institutions**

**Amount**

**£**

***Bursary Fund***

Victor Inman Bursary Fund at Uppingham School 25,000

***Medical - Research***

Action on Hearing Loss 5,000

Arthritis Research UK 5,000

Cystic Fibrosis Trust 6,000

Inman Charity Medical Research Fund (at King's College London) 7,800

Inman Charity Undergraduate Dental Research Award

Spring 2019 6,000

2020 6,000

2021 6,000

2022 6,000

2023 6,000

30,000

The Migraine Trust 3,000

MNDA Motor Neurone Disease Association 5,000

Muscular Dystrophy UK 4,000

Pancreatic Cancer UK 5,000

Parkinson's UK 5,000

Prostate Cancer Research Centre 5,000

Roy Castle Lung Cancer Research Foundation 6,000

Sarcoma UK 5,000

Sheffield Hospitals Charity 5,000

University of Surrey 6,000

Cransley Hospice 4,000

Dean Forest Hospice 2,500

Halton Haven Hospice 4,000

Hospice at Home West Cumbria 4,000

Hospice UK 10,000

Martlets Hospice 4,000

St. Andrew's Hospice 4,000

St. Richard's Hospice 4,000

Thames Hospice 3,000

Wakefield Hospice 4,000

Contact the Elderly 5,000

Elders Voice 5,000

FISH Neighbourhood Voluntary Care Scheme 5,000

Neighbourcare St. John's Wood and Maida Vale 5,000

New Harmonie 5,000

Ring & Ride 5,000

Roundabout Dramatherapy 5,000

Ryedale Carers Support 5,000

Supporting Older People 5,000

Volunteering in Health 5,000

WISE - Wetherby in support of the Elderly 5,000

Carried forward

226,300

APPENDIX TO THE ACCOUNTS - 31ST DECEMBER 2018

<b>Institutions (Continued)</b>	<b>£</b>
Brought forward	226,300
 <b><i>Social - Deaf and Blind</i></b>	
Bradbury Fields	2,000
Camsight	4,000
DeafBlind UK	5,000
Deafconnect	4,000
DeafPLUS	4,000
Hampshire, Isle of Wight & Channel Islands Association for Deaf People	4,000
Herib	2,500
Oxford Association for the Blind	3,000
Southampton Sight	3,000
Changing Faces	5,000
Community Transport Wyre Forest	5,000
Everyone Can	4,000
The Helpful Bureau	5,000
Hot Line Meals Service (London)	5,000
Michael Roberts Charitable Trust	5,000
NewStarts Re-use and Resettlement Project	3,000
Remap	4,000
Rose Road Association	4,000
The Samaritans	5,000
South East Cancer Help Centre	5,000
Shepway Volunteer Centre	5,000
Thomley	4,000
Whitby Scarborough & Rydale DAG	3,000
<b><i>General and Armed Forces</i></b>	
Care for Veterans	4,000
On Course Foundation	2,000
Sir Oswald Stoll Foundation	3,000
Royal British Legion Industries	3,000
Wiltshire Search and Rescue	2,500
<b><i>Special</i></b>	
DEC Indonesia Tsunami Appeal	10,000
	<hr/>
	<b>344,300</b> <hr/>

Total grants and donations paid to institutions during 2017 amounted to £337,900.

	<u>Nominal Value</u>
<b><u>Benefits</u></b>	
Gifts of tickets two seats at Royal Albert Hall:	
Teenage Cancer Trust	79
Royal Choral Society	84
Alpha Leadership	394
	<hr/>
	<b>557</b> <hr/>