

COMPANY REGISTRATION NUMBER: 06261868
CHARITY REGISTRATION NUMBER: 1119576

**The Whirlwind Charitable Trust
Company Limited by Guarantee
Financial Statements
31 May 2019**

THOMAS WESTCOTT
Chartered accountant & statutory auditor
26-28 Southernhay East
Exeter
EX1 1NS

The Whirlwind Charitable Trust

Company Limited by Guarantee

Financial Statements

Year ended 31 May 2019

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The Whirlwind Charitable Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 May 2019

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 May 2019.

Reference and administrative details

Registered charity name The Whirlwind Charitable Trust

Charity registration number 1119576

Company registration number 06261868

Principal office and registered office 6 Lexham Gardens Mews
London
W8 5JQ

The trustees

C N Riley
S J Chipperfield
B P Cussons
D J Lister
N Levin Appointed 25 July 2019
L Bonham Appointed 25 July 2019

Auditor Thomas Westcott
Chartered accountant & statutory auditor
26-28 Southernhay East
Exeter
EX1 1NS

Bankers Triodos Bank
Deanery Road
Bristol
BS1 5AS

Solicitors Bates, Wells & Braithwaite
10 Queen Street Place
London
EC4R 5AS

Investment Adviser Investec Wealth and Investment Limited
2 Gresham Street
London
EC2 7QP

Newton Investment Management Limited
160 Queen Victoria Street
London
EC4V 4LA

The Whirlwind Charitable Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2019

Structure, governance and management

The company is constituted under a Memorandum of Association dated 29 May 2007 and is a registered charity number 1119576.

The Whirlwind Charitable Trust was registered on 29 May 2007 utilising a generous donation from the Lister Charitable Trust (LCT). It was founded by former Trustees of LCT to maintain the same principal focus on delivering benefit to society through the support and encouragement of youth, maritime and outdoor pursuits while LCT itself pursued a wider agenda.

Method of appointment or election of Trustees

The management of the company is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles and Memorandum of Association. The Board of Trustees has the power to appoint any other person as they shall think fit as a Trustee of the Board, by way of addition to the Board. There shall be at least three Trustees. When seeking new Trustees, the Board members seek to identify skills gaps and relevant experience that would be of value to the charity, potential applicants may be secured through advertising, referrals or personal contacts.

Policies adopted for the induction and training of Trustees

The charity has an induction policy in place for new Trustees. When new Trustees come on board they are briefed about the charity's aims and objectives, provided with detailed background information, and informed of their responsibilities as Trustees. During a mutual six-month probationary period, prospective Trustees learn a great deal about the work of the charity and the responsibilities involved before having to make a full commitment. The Trustees have access to regular training sessions to keep them updated with the latest developments.

Organisational structure and decision making

The Board of Trustees meets quarterly to review the activities of the charity, including but not limited to:

- the financial performance of the charity's investments;
- relationships with the charity's professional advisers;
- consideration of and decisions concerning donations applications;
- and consideration/evaluation of reports received on the effectiveness of the charitable activities supported. The Trustees advise the Trust's secretariat of the donations applications they consider worthy of support, which are then processed by the Secretariat.

Risk management

The Trustees have assessed the major risks to which the company is exposed, in particular those related to the operations and finances of the company, and are satisfied that systems and procedures are in place to mitigate the charity's exposure to the major risks. The Charity's Risk Register is reviewed and updated as necessary on a regular basis.

Public benefit

The Trustees confirm that they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit, 'Charities and Public Benefit'.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2019

Objectives and activities

Charitable objects

The charity aims to enhance the potential for a positive life experience for the young and, in particular, those who are disadvantaged, disabled or at risk (and others whose opportunities are constrained by hardship) by offering them:

- positive character-building experiences;
- understanding of the value of team work and co-operation;
- the opportunity to build self-belief and to develop aspirations by meeting challenge, particularly in outdoor pursuits such as sailing;
- practical help, guidance through mentoring, and access to positive role models;
- environmental awareness and education.

In addition, the charity seeks to promote the importance of the marine environment - for the wellbeing not only of humankind but of the global ecosystem - through research, education and conservation initiatives.

Strategies to achieve objects and public benefit

The Trustees ensure that its objectives are met and carried out for the public benefit by supporting other charitable organisations that have the capacity to deliver these objects. We want to create a community of those we have helped: people who will become contributors whether financially, practically, or as ambassadors and role models so creating a snowball effect for our future efforts.

We also seek to establish charitable alliances where a project may be beyond the resources of one charity alone.

The Whirlwind Charitable Trust aims to be an example of lean, imaginative and effective giving, using its funds to deliver maximum benefit swiftly and efficiently, with minimal administrative overhead.

We aim to grow the size of the trust fund and the scope of its activities to undertake an increasing amount of carefully focused charitable work over the years ahead.

Grant making policies

The Trust invites applications from all organisations that have the ability and/or capacity to deliver the objects of the Trust. The Trustees meet quarterly to review all applications and those deemed appropriate to the charity's aim and objectives are passed to the secretariat for further action before being returned to the Board for final approval.

Financial circumstances are not relevant in considering suitability for a grant, and the Trustees and Donations Secretariat use their best endeavours to ensure that any such grant will be used for the purpose for which it was applied. All Trustees give their time freely and no Trustee remuneration was paid in the year. Trustees are required to disclose all relevant interests and, in accordance with the Trust's policy, withdraw from discussions and decisions when any possibility of a conflict of interest arises.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2019

Achievements and performance

Review of activities

The Trustees have reason to be pleased with the performance of the charity over the year, with donations of £163,875 made to partner charities. At the same time, thanks to prudent management of assets over the long term and excellent returns from financial markets during the financial year, Whirlwind is in good financial shape, with a strong surplus of reserves over target.

Donations over each of the past three years have been exceptional in that the Trustees felt confident to allocate additional funds to its donations budget from reserves, rather than relying solely on investment income.

The big change of the year for Whirlwind saw Steve Chipperfield stand down and “pass the baton” to long standing trustee, Chris Riley. Steve was a founder member of the charity and his 11-year stewardship saw the endowment fund grow from £4 million to slightly above £7 million. In this time, we gave in excess of £1.6 million to many great causes, which benefitted thousands of people of all ages and backgrounds. Steve will continue as a Trustee.

Hitherto, many administrative tasks have been carried out by the Trustees in the spirit of reducing costs, the main burden falling on the Chairman. This was becoming unsustainable with increasing regulation such as GDPR, safeguarding, governance and more sophisticated IT demands. Consequently, the Trustees took the step to appoint Dave Febry as Executive Manager to administrate the Trust according to the instructions of the board. Dave has had a career at senior management level. One of his first tasks, working closely with Alison Chipperfield (Donations Manager), was to bring our donations application process into the 21st century using an integrated platform called Survey Monkey. This is now active and early reports from applicants are very positive.

The board has long recognised the need to increase the numbers of Trustees to accommodate absences and bring a broader level of expertise. In February, we had a recruitment drive which produced a number of impressive candidates. This produced two new Trustees, Natalie Levin and Lee Bonham, who are already making a difference.

Whirlwind's donations have continued to reflect both its primary focus - on supporting the personal development of disadvantaged young people through sailing and other outdoor recreational challenges - and its secondary focus on marine conservation. Over the past decade we have built strong relationships with a growing number of able and efficient partner charities who can be relied upon to deliver in line with our remit. Most of these charities featured in our 2018-19 programme. The Trustees will occasionally take advantage of their ability to act fast to deliver aid in the event of a natural disaster.

A full list of grants made during the year can be seen in an appendix to the financial statements.

More details of the organisations supported by Whirlwind over the longer term can be found at www.whirlwindcharitabletrust.org.uk

Teamwork and good relationships, as always, underpin the lean and efficient management of the Trust by the Trustees working closely with Executive Manager Dave Febry, donations manager Alison Chipperfield and Accountant Chris Wilde - with thanks to them all.

Undoubtedly, Whirlwind has a creditable record of providing funds for many deserving causes, but the true heroes are the staff and volunteers of the organisations we support, who selflessly deliver experiences, adventure, care and opportunity for many.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2019

Achievements and performance *(continued)*

Investment policy and performance

The Trustees' financial management and donations policy recognises that, as a grant-giving trust, The Whirlwind Charitable Trust's sole source of income (and therefore of funds for donations) will for the foreseeable future be derived from its capital base.

To buffer the capital base against inflation and adverse economic cycles, whilst also creating the conditions in which the capital base (and therefore long-term donations) can grow, the Trustees take a prudent view of donation levels in the shorter term. The performance of the Trust's investment managers - Investec Wealth & Investment and Newton Investment Management - is benchmarked against agreed targets and external indices.

Investec reports regularly to the Trustees on the performance of the investments through a combination of verbal and written reports. Newton communicates via quarterly reports and also offers access to investment managers.

The bespoke discretionary management service offered by Investec and the "pooled funds" capability provided through Newton Growth and Income Fund for Charities enable the Trustees to compare the merits of the two differing investment styles, one against the other, as well as against agreed benchmarks. The performance, income and strategy of these funds are an agenda item at every meeting of the Trustees.

In keeping with Whirlwind's policy to hold a formal review of its investment management strategy and professional advisers every five years, the Board agreed to conduct a review during Spring 2018. A formal brief has been prepared for the recruitment of a professional consultant to advise Whirlwind's project team during the course of this process.

During the year we commissioned an independent review of WCT investments. The report identified crossover areas between our two investment houses and suggested a restructure. We have followed the recommendations and have redistributed the funds accordingly, giving a greater spread.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2019

Financial review

Our net results for the year show total assets in excess of £7 million, up slightly from last year. This is despite poorer market performance amid a further year of economic uncertainty. As with the previous year, we have kept donations and administration costs within investment income.

The result of this prudent approach is that the charity has achieved a surplus in the current year of £66,545, which brings the charity's overall reserves to £6,972,815.

Reserves policy

The original £4m donation from the Lister Charitable Trust forms the core of the charity's investments and as such it is not to be spent down. In order to build a sustainable basis for increasing levels of donations over the long term, the Trustees have established an investment policy to ensure not only that the reserves of the charity are maintained, but that they are enhanced by wise management of the investment return. Should there be an inadequate return, or a negative return, on the invested funds of the charity over any given year, the Trustees will make any donations on a purely discretionary basis in order to protect their ability to meet longer term charitable aims.

On 31st May 2019, total funds of The Whirlwind Charitable Trust stood at £6,972,815 - a surplus of £588,000 over the £6,385,000 required to meet the reserves target set by the Trustees' "Inflation+1.5%" formula (see paragraph below). By comparison, on 31st May 2018, the surplus over the formula stood at £532,000.

Financial management and custodianship of funds

The Trustees' financial management and donations policy recognises that, as a grant-giving trust, The Whirlwind Charitable Trust's sole source of income (and therefore of funds for donations) will for the foreseeable future be derived from its capital base.

To buffer the capital base against inflation and adverse economic cycles, whilst also creating the condition in which the capital base (and therefore long term donations) can grow, the Trustees' policy is to retain from the total return on investments a sum equivalent to RPI + 1.5% (as a rolling average) of the invested funds of the charity, before allocating the balance to donations. To date Whirlwind has been successful in achieving long term growth in funds according to this formula while also maintaining a trend of increasing donations.

Plans for future periods

In broad terms it is the Trustees' intention to continue with its successful charity business model rather than seek change for change's sake, so developments will tend to be evolutionary rather than revolutionary.

We are currently instigating a formal Strategic Review to examine donations strategy, fundraising, and long-term goals. It has been a year of change for Whirlwind, one that sees our charity in robust financial shape with the flexibility to cope with these uncertain times, an integrated administration and a stronger, more diverse board.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2019

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these financial statements, the trustees are required to:

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

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

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2019

The trustees' annual report was approved on 16 December 2019 and signed on behalf of the board of trustees by:

C N Riley
Trustee

S J Chipperfield
Trustee

The Whirlwind Charitable Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Whirlwind Charitable Trust

Year ended 31 May 2019

Opinion

We have audited the financial statements of The Whirlwind Charitable Trust (the 'charity') for the year ended 31 May 2019 which comprise the statement of financial activities (including income and expenditure account), statement of financial position and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 May 2019 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements 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 financial statements are authorised for issue.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Whirlwind Charitable Trust *(continued)*

Year ended 31 May 2019

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and the Charities Act 2011 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; or
- the trustees were not entitled to take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Whirlwind Charitable Trust *(continued)*

Year ended 31 May 2019

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors 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, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of The Whirlwind Charitable Trust *(continued)*

Year ended 31 May 2019

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Shona Godefroy FCCA (Senior Statutory Auditor)
For and on behalf of
Thomas Westcott
Chartered accountant & statutory auditor
26-28 Southernhay East
Exeter
EX1 1NS

18 December 2019

The Whirlwind Charitable Trust
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)

Year ended 31 May 2019

		2019		2018
	Note	Unrestricted funds £	Endowment funds £	Total funds £
Income and endowments				Total funds £
Investment income	5	224,284	–	224,284
Total income		<u>224,284</u>	<u>–</u>	<u>224,284</u>
Expenditure				
Expenditure on raising funds:				
Investment management costs	6	–	33,901	33,901
Expenditure on charitable activities	7,8	187,664	–	187,664
Total expenditure		<u>187,664</u>	<u>33,901</u>	<u>221,565</u>
Net gains on investments	10	–	63,826	63,826
Net income and net movement in funds		<u>36,620</u>	<u>29,925</u>	<u>66,545</u>
Reconciliation of funds				
Total funds brought forward		316,778	6,589,492	6,906,270
Total funds carried forward		<u>353,398</u>	<u>6,619,417</u>	<u>6,972,815</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 15 to 22 form part of these financial statements.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Statement of Financial Position

31 May 2019

	Note	2019 £	£	2018 £
Fixed assets				
Investments	13		6,651,868	6,498,774
Current assets				
Debtors	14	3,290		2,667
Investments	15	340,949		426,033
Cash at bank and in hand		45,654		54,587
		<u>389,893</u>		<u>483,287</u>
Creditors: amounts falling due within one year	16	68,946		60,791
Net current assets			<u>320,947</u>	<u>422,496</u>
Total assets less current liabilities			<u>6,972,815</u>	<u>6,921,270</u>
Creditors: amounts falling due after more than one year	17		–	15,000
Net assets			<u>6,972,815</u>	<u>6,906,270</u>
Funds of the charity				
Endowment funds			6,619,417	6,589,492
Unrestricted funds			353,398	316,778
Total charity funds	18		<u>6,972,815</u>	<u>6,906,270</u>

These financial statements were approved by the board of trustees and authorised for issue on 16 December 2019, and are signed on behalf of the board by:

C N Riley
Trustee

S J Chipperfield
Trustee

The notes on pages 15 to 22 form part of these financial statements.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 May 2019

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 6 Lexham Gardens Mews, London, W8 5JQ.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Disclosure exemptions

The charity has taken advantage of the exemption in FRS102 from the requirement to produce a cashflow statement because it is a small charity.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the company and which have not been designated for other purposes.

Endowment funds are retained intact but expendable at the discretion of the Trustees.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2019

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

Support costs are those costs incurred directly in support of expenditure on the objects of the company.

Governance costs are those incurred in connection with compliance with constitutional and statutory requirements.

Investments

Investments are stated at market value at the year end. The statement of financial activity includes the net gains and losses arising on the revaluations and disposals throughout the year.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2019

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

The Whirlwind Charitable Trust is a company limited by guarantee and accordingly does not have a share capital. Every member of the company undertakes to contribute such amount as may be required not exceeding £10 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2019

5. Investment income

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Income from listed investments	222,045	222,045	217,516	217,516
Income from cash investments	2,108	2,108	326	326
Bank interest receivable	131	131	20	20
	<u>224,284</u>	<u>224,284</u>	<u>217,862</u>	<u>217,862</u>

6. Investment management costs

	Endowment Funds £	Total Funds 2019 £	Endowment Funds £	Total Funds 2018 £
Portfolio management	29,023	29,023	28,732	28,732
Investment advice fee	4,850	4,850	–	–
Overseas tax	28	28	96	96
UK tax	–	–	98	98
	<u>33,901</u>	<u>33,901</u>	<u>28,926</u>	<u>28,926</u>

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Charitable activities	163,875	163,875	138,426	138,426
Support costs	23,789	23,789	18,345	18,345
	<u>187,664</u>	<u>187,664</u>	<u>156,771</u>	<u>156,771</u>

The Whirlwind Charitable Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2019

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2019 £	Total funds 2018 £
Supporting charitable activities	163,875	–	163,876	138,426
Website costs	–	3,519	3,519	2,298
Auditor's remuneration	–	2,580	2,580	2,547
Office costs	–	504	504	874
Trustees' expenses	–	1,675	1,675	2,547
Cost of trustee's meetings	–	1,484	1,484	1,152
Secretarial	–	11,704	11,704	3,829
Bookkeeping	–	700	700	666
Annual return	–	13	13	13
Bank charges	–	37	37	11
Legal fees	–	134	134	2,767
Insurance	–	1,439	1,439	1,434
	<u>163,875</u>	<u>23,789</u>	<u>187,664</u>	<u>156,771</u>

9. Taxation

The charity's activities fall within the exemptions afforded by the provisions of the income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

10. Net gains on investments

	Endowment Funds £	Total Funds 2019 £	Endowment Funds £	Total Funds 2018 £
Unrealised gains/(losses) on listed investments	70,665	70,665	222,670	222,670
Realised gains/(losses) on listed investments	(6,839)	(6,839)	6,408	6,408
	<u>63,826</u>	<u>63,826</u>	<u>229,078</u>	<u>229,078</u>

11. Staff costs

No salaries or wages have been paid to employees, including the members of the committee, during the year. No employee received benefits of more than £60,000 during the year (2018: Nil).

12. Trustee remuneration and expenses

No Trustees received remuneration or benefits in kind during the year (2018: £Nil). During the year 4 trustees (2018: 5) received reimbursement of expenses amounting to £3,607 (2018: £2,547).

The Whirlwind Charitable Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2019

13. Investments

	Listed investments £
Cost or valuation	
At 1 June 2018	6,498,774
Additions	571,143
Disposals	(488,714)
Fair value movements	70,665
At 31 May 2019	<u>6,651,868</u>
Impairment	
At 1 June 2018 and 31 May 2019	
Carrying amount	
At 31 May 2019	<u>6,651,868</u>
At 31 May 2018	<u>6,498,774</u>

All investments shown above are held at valuation.

Financial assets held at fair value

	2019 £
Quoted investments	
Investments held outside the UK	849,480
Investments held within the UK	5,802,388

The historical cost of fixed asset investments at 31st May 2019 was £4,769,557.

14. Debtors

	2019 £	2018 £
Prepayments and accrued income	<u>3,290</u>	<u>2,667</u>

15. Investments

	2019 £	2018 £
Other investments	<u>340,949</u>	<u>426,033</u>

16. Creditors: amounts falling due within one year

	2019 £	2018 £
Accruals and deferred income	3,674	7,671
Other creditors	<u>65,272</u>	<u>53,120</u>
	<u>68,946</u>	<u>60,791</u>

The Whirlwind Charitable Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2019

17. Creditors: amounts falling due after more than one year

	2019 £	2018 £
Other creditors	—	15,000

18. Analysis of charitable funds

Unrestricted funds

	At 1 June 2018 £	Income £	Expenditure £	Gains and losses £	At 31 May 2019 £
General funds	316,778	224,284	(187,664)	—	353,398

Endowment funds

	At 1 June 2018 £	Income £	Expenditure £	Gains and losses £	At 31 May 2019 £
Expendable Endowment	6,589,492	—	(33,901)	63,826	6,619,417

Unrestricted funds

	At 1 June 2017 £	Income £	Expenditure £	Gains and losses £	At 31 May 2018 £
General funds	256,687	217,862	(156,771)	—	316,778

Endowment funds

	At 1 June 2017 £	Income £	Expenditure £	Gains and losses £	At 31 May 2018 £
Expendable Endowment	6,389,340	—	(28,926)	229,078	6,589,492

The endowment fund is an expendable endowment. The capital can only be used if the Trustees consider it to be in the interests of the Trust.

The Whirlwind Charitable Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2019

19. Analysis of net assets between funds

	Unrestricted Funds £	Endowment Funds £	Total Funds 2019 £	Total Funds 2018 £
Investments	32,451	6,619,417	6,651,868	6,498,774
Current assets	389,893	–	389,893	483,287
Creditors less than 1 year	(68,946)	–	(68,946)	(60,791)
Creditors greater than 1 year	–	–	–	(15,000)
Net assets	<u>353,398</u>	<u>6,619,417</u>	<u>6,972,815</u>	<u>6,906,270</u>

20. Related parties

The charity uses the secretarial services of Alison Chipperfield, the wife of one of the Trustees, Stephen Chipperfield. She invoiced the charity a total of £3,000 (2018: £3,000) during the year for these services.

One Trustee is a Trustee of the UK Sailing Academy (UKSA). During the year a grant of £20,000 (2018: £NIL) was approved by the other trustees who have no conflict of loyalty.

21. Grants Payable

	2019 £	2018 £
Grants to individuals	-	-
Grants to institutions	<u>163,875</u>	<u>138,426</u>
	<u>163,875</u>	<u>138,426</u>

The Whirlwind Charitable Trust

Company Limited by Guarantee

Grants Appendix 1 – Grants by recipient listed alphabetically

Year ended 31 May 2019

Back Up Trust	£5,000
Campus Holidays	£3,000
Centre 81	£4,000
Challengers	£1,800
Endeavour	£1,646
Excelsior	£5,000
Hansa	£5,000
Horizons	£5,432
Island Trust	£10,000
Islington Boat Club	£5,100
Key For Life	£6,972
Nancy Oldfield Trust	£5,000
Oarsome Chance	£3,000
Ocean Youth Trust Scotland	£9,000
Saltpond Education Project	£1,800
Seachange	£7,500
Seashell Trust	£3,766
Secchi Disk	£2,000
Sportability	£2,000
Tall Ships	£7,000
The Ahoy Centre	£7,500
The Cirdan Sailing Trust	£10,000
Trinity Sailing Foundation	£10,000
UKSA	£20,000
Venture Trust	£5,000
Visionofadventure	£3,000
Voyage Youth	£5,000
Wheelyboat	£9,359
Total	£163,875