

Charity number: 267372

**THE WORSHIPFUL COMPANY OF
TURNERS CHARITABLE TRUST**

**TRUSTEES REPORT AND FINANCIAL
STATEMENTS**

**FOR THE YEAR ENDED
31 MAY 2013**

THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST

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THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST
REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND
ADVISERS
FOR THE YEAR ENDED 31 MAY 2013

| | |
|----------------------------------|---|
| Trustees | Mr R H B Jones MA FCIS FCMI Mr J S Bridgeman CBE (from 17 May 2012) Mr N S Edwards (from 9 May 2013) Mr C P J Field (from 9 May 2013) Mr G Kieffer (from 17 May 2012, until 9 May 2013) Mr P Gibson BSc (Eng) C Eng FCMI FIET (until 9 May 2013) Col R Lucas C Eng BSc MIMechE (until 9 May 2013) Mr I Krieger (until 17 May 2012) |
| Charity registered number | 267372 |
| Principal office | Skinnners' Hall 8 Dowgate Hill London EC4R 2SP |
| Independent auditors | Creaseys Group Limited Chartered Accountants Statutory Auditors 12 Lonsdale Gardens Tunbridge Wells Kent TN1 1PA |
| Bankers | Barclays Bank plc 81 Fleet Street London EC4Y 1ET |
| Clerk | Mr A Robertson |

THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MAY 2013

The trustees present their annual report together with the audited financial statements of The Worshipful Company of Turners Charitable Trust (the trust) for the year ended 31 May 2013. The trustees confirm that the Annual report and financial statements of the trust comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in March 2005.

Structure, governance and management

a. Organisational structure and decision making

The Worshipful Company of Turners Charitable Trust is a registered charity (No.267372) constituted by a Deed of Trust dated 1 March 1974.

The trustees are the Master, Wardens and the Chairman of the Charity Committee for the time being of the Worshipful Company of Turners, appointed annually on Ascension Day in accordance with the Company's Charters.

The trustees during the year are shown on page 1. Further administrative details are also set out on page 1.

b. Risk management

The trustees have assessed the major risks to which the trust is exposed, in particular those related to the operations and finances of the trust, and are satisfied that systems and procedures are in place to mitigate the charity's exposure to the major risks.

Public Benefit

In setting objectives and planning for activities, the trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit.

In support of the Craft, the Trust awards prizes in the form of money, medals and certificates to successful entrants in its biennial Competitions and to young students taking part in Youth Training courses jointly sponsored with the Association of Wood Turners of Great Britain. Prizes are also awarded to the technical training schools of the Army and the Royal Navy.

The Trust provides lathes to organisations involved in the support of children and adults with disabilities, such as the Valance School in Kent, a school for young people who have physical disabilities and complex medical needs.

A Bursary was instituted some years ago, and continues to be offered on a biennial basis, to assist talented turners to achieve their professional aspirations and enhance their future career opportunities. Up to £9,000 is allocated between high calibre students who undertake 12 months of approved programmes of training, study and visits, and report to the Trust on their activities at the end of the year.

The Trust mounts demonstrations and exhibitions of the Craft, including the major exhibition Wizardry in Wood every four years. Such an exhibition took place during the period at Carpenters' Hall between 16th and 20th October 2012, organised by a committee under the leadership of one of the current Trustees, Mr. N.S. Edwards. The event, which was attended by over 2,000 people, was a great success in showcasing displays of heritage such as historic lathes, turned items from the Mary Rose Museum, and exhibits from the Science Museum's Holtzapffel collection, as well as the work of 20 of the best contemporary turners in the United Kingdom. The next exhibition will take place in the autumn of 2016.

The donations to related charities are reviewed each year from a large number of requests for support. The Trustees agreed that the appropriate areas for support this year are Craft-related, the City, the Lord Mayor's Charity, the Master's Charity, and Armed Services Charities.

THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 MAY 2013

Financial review

a. Reserves policy

It is the intention of the trustees to distribute an amount approximately equal to the income each year and to manage held investments to provide a balance between future capital appreciation and income. Reserves held at 31 May 2013 are accordingly considered appropriate and adequate to support on-going activities.

b. Results

Income is received from investments, the covenants and gifts from liverymen and from contributions from the Turners' Company. The Trust is administered by the Clerk to the Worshipful Company of Turners, whose services are charged to the Trust at the estimated cost to the Worshipful Company of Turners calculated by reference to time spent.

The result of the activities during the year was an increase in the Trust's assets of £72,962 reflecting the increase in the value of the charity's investments.

c. Material investments policy

Investment powers are set out in the Trust Deed which permit the trustees to purchase and dispose of investments as they think fit and to delegate discretionary powers when they consider it appropriate.

Trustees' responsibilities statement

The trustees 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).

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity 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 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 operation.

The trustees are responsible for keeping proper 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 Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 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.

This report was approved by the trustees on 5 November 2013 and signed on their behalf by:

Mr R H B Jones
Trustee

THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST

We have audited the financial statements of The Worshipful Company of Turners Charitable Trust for the year ended 31 May 2013 which comprise the Statement of financial activities, the Balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the charity's trustees, as a body, in accordance with section 145 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 trustees those matters we are required to state to them in an Auditors' 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 its trustees, as a body, for our audit work, for this report, or for the opinion we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Trustees' responsibilities statement, the trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditors under section 145 of the Charities Act 2011 and report to you in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

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

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 May 2013 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements 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.

Creaseys Group Limited

Chartered Accountants
Statutory Auditors

12 Lonsdale Gardens
Tunbridge Wells
Kent
TN1 1PA
12 November 2013

Creaseys Group Limited are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MAY 2013

| | Note | 2013 £ | 2012 £ |
|--|------|-----------------|-----------------|
| Incoming resources | | | |
| Incoming resources from generated funds: | | | |
| Voluntary income | 2 | 36,317 | 58,268 |
| Activities: | | | |
| Exhibition | | 22,264 | - |
| Events | | - | 330 |
| Investment income | | 17,472 | 15,342 |
| Total incoming resources | | 76,053 | 73,940 |
| Resources expended | | | |
| Charitable activities: | | | |
| Awards and donations | 3 | 39,109 | 51,823 |
| Charity event net costs | | - | 1,420 |
| Exhibition | | 41,188 | - |
| Support costs | 4 | 9,260 | 8,388 |
| Governance costs | 5 | 2,960 | 2,940 |
| Total resources expended | | 92,517 | 64,571 |
| Net incoming resources / (resources expended) before investment asset disposals | | (16,464) | 9,369 |
| Losses on disposals of investment assets | 6 | - | (14,056) |
| Net resources expended before revaluations | | (16,464) | (4,687) |
| Gains and losses on revaluations of investment assets | 6 | 89,426 | (24,344) |
| Net movement in funds for the year | | 72,962 | (29,031) |
| Total funds at 1 June 2012 | | 502,777 | 531,808 |
| Total funds at 31 May 2013 | | 575,739 | 502,777 |

The notes on pages 8 to 13 form part of these financial statements.

THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST

BALANCE SHEET AS AT 31 MAY 2013

| | Note | £ | 2013 £ | £ | 2012 £ |
|---|------|---------------|----------------|---------------|----------------|
| Fixed assets | | | | | |
| Investments | 6 | | 552,572 | | 438,145 |
| Current assets | | | | | |
| Debtors | 7 | 5,665 | | 16,169 | |
| Cash at bank | | 37,050 | | 51,807 | |
| | | <u>42,715</u> | | <u>67,976</u> | |
| Creditors: amounts falling due within one year | 8 | (19,548) | | (3,344) | |
| Net current assets | | | <u>23,167</u> | | <u>64,632</u> |
| Net assets | | | <u>575,739</u> | | <u>502,777</u> |
| Charity Funds | | | | | |
| Unrestricted funds | 9 | | <u>575,739</u> | | <u>502,777</u> |
| Total funds | | | <u>575,739</u> | | <u>502,777</u> |

The financial statements were approved by the trustees on 5 November 2013 and signed on their behalf, by:

Mr R H B Jones

Mr J S Bridgeman

Trustee

Trustee

The notes on pages 8 to 13 form part of these financial statements.

THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2013

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008). The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), 'Accounting and Reporting by Charities' published in March 2005 and applicable accounting standards.

1.2 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 charity and which have not been designated for other purposes.

Investment income, gains and losses are allocated to the appropriate fund.

1.3 Incoming resources

All incoming resources are included in the Statement of financial activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

1.4 Resources expended

Charitable activities include all expenditure incurred directly relating to the objects of the charity, together with support costs as set out in note 4 to the financial statements.

Governance costs include costs relating to the general running of the charity.

1.5 Investments

Investments are stated at market value at the balance sheet date. The Statement of financial activities includes the net gains and losses arising on revaluations and disposals throughout the year.

2. Voluntary income

| | 2013 | 2012 |
|---------------------------------------|---------------|---------------|
| | £ | £ |
| Turners' Company | 5,000 | 15,043 |
| Liverymen (including recoverable tax) | 31,317 | 43,225 |
| | <hr/> | <hr/> |
| Voluntary income | <u>36,317</u> | <u>58,268</u> |

THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2013

3. Awards and donations

| | 2013 £ | 2012 £ |
|-----------------------------------|-------------|-------------|
| The City | | |
| Musicians Company | 250 | 250 |
| United Guild Service | 125 | 125 |
| St Barts | - | 250 |
| Royal British Legion | 250 | 250 |
| Sheriffs and Recorders Fund | - | 250 |
| The Children's Musical Taxi Tour | 750 | 250 |
| Army Benevolent Fund | 250 | 250 |
| St Pauls Foundation | - | 250 |
| Red Cross Fair | - | 500 |
| | <hr/> 1,625 | <hr/> 2,375 |
| The Lord Mayor's Charity | | |
| Lord Mayor's Appeal | 1,500 | 1,500 |
| The Lord Mayor's Scholarship Fund | 1,500 | 1,500 |
| | <hr/> 3,000 | <hr/> 3,000 |
| The Master's Charity | | |
| National Arboretum Appeal | - | 250 |
| Afasic | 250 | - |
| Pepper Foundation | 400 | - |
| Musicians Benevolent Fund | 150 | - |
| Brentwood School Travel Bursary | 200 | - |
| The Children's Musical Taxi Tour | 500 | - |
| | <hr/> 1,500 | <hr/> 250 |
| Armed Services | | |
| HMS Sultan | - | 400 |
| REME Bn Prize | 250 | 250 |
| REME Museum | - | 500 |
| Ex Southern Craftsman | - | 75 |
| Cadets | - | 50 |
| SEME | - | 400 |
| RAF St Athan | - | 200 |
| REME TA | - | 150 |
| 91 DET REME | - | 50 |
| | <hr/> 250 | <hr/> 2,075 |
| Carried forward | <hr/> 6,375 | <hr/> 7,700 |

THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2013

Awards and donations (continued)

| | 2013 £ | 2012 £ |
|---|-------------|-------------|
| Craft | | |
| Ironbridge Gorge Museum Development Trust | - | 500 |
| Mary Rose | - | 500 |
| Treloars Trust | - | 500 |
| The Marsh Academy | - | 766 |
| City of London Academy Lathes | - | 15,654 |
| Oakley School lathe & tools | - | 864 |
| Ian Micado lathe & tools | - | 1,008 |
| Ruskin Mill Stroud, Wales & Freemans School | - | 12,318 |
| Greenwood Centre | - | 2,898 |
| Diamond Jubilee Lunch | 800 | - |
| N Woodwark (vehicle hoist) | 875 | - |
| R Fawcett (lathe) | 2,000 | - |
| Treloars dust extraction | 552 | - |
| Octopus Opportunities | 2,221 | - |
| Guildhall School Music and Drama Development Fund | 1,000 | - |
| | <hr/> | <hr/> |
| | 7,448 | 35,008 |
| Company Charity | | |
| Funeral expenses for ex Beadle | - | 500 |
| Craft Awards | | |
| City of London's Freeman's School Prize | - | 200 |
| Building Crafts College Prize | 150 | 150 |
| Youth Training | 3,050 | 2,400 |
| Headley Court | - | 80 |
| Bursary Award | 2,290 | - |
| Bursary expenses | 631 | - |
| Craft Meeting and RPT AGM | 4,015 | 2,240 |
| Subscription to Skills Council | 50 | 50 |
| Max Cary | - | 200 |
| Cockpit Arts | 3,000 | 1,902 |
| Treloars lathe training | - | 792 |
| Plowden Smith | - | 405 |
| Boggis Rolfe Course | - | 196 |
| Liveries Wood Group | 250 | - |
| Competition | 7,575 | - |
| Competition expenses | 4,275 | - |
| | <hr/> | <hr/> |
| | 25,286 | 8,615 |
| | <hr/> | <hr/> |
| | 39,109 | 51,823 |
| | <hr/> <hr/> | <hr/> <hr/> |

THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2013

4. Support costs

| | 2013 £ | 2012 £ |
|---------------------------------------|---------------------|---------------------|
| Clerk's remuneration (see note below) | 9,167 | 8,388 |
| Sundry office expenses | 93 | - |
| | <u>9,260</u> | <u>8,388</u> |
| Total | <u><u>9,260</u></u> | <u><u>8,388</u></u> |

The Charitable Trust has no employees. The clerk, who is an employee of the Worshipful Company of Turners, undertakes certain duties in respect of the Charitable Trust. Part of his remuneration, together with the related employer's National Insurance, is allocated to the Trust on the basis of time spent.

5. Governance costs

| | 2013 £ | 2012 £ |
|--------------|---------------------|---------------------|
| Audit | 2,500 | 2,450 |
| Accountancy | 440 | 490 |
| Bank charges | 20 | - |
| | <u>2,960</u> | <u>2,940</u> |
| | <u><u>2,960</u></u> | <u><u>2,940</u></u> |

6. Investments

| | Investments £ | |
|--|-----------------------|-----------------------|
| Market value | | |
| At 1 June 2012 | | 438,145 |
| Additions | | 25,001 |
| Revaluations | | 89,426 |
| | | <u>552,572</u> |
| At 31 May 2013 | | <u><u>552,572</u></u> |
| Material investments | | |
| | 31 May 2013 £ | 31 May 2012 £ |
| CAF UK Equitrack Income Fund | 163,510 | 134,212 |
| Charities Property Income Fund | 24,266 | - |
| Newton Global Growth and Income Fund | 162,540 | 134,480 |
| Schroder Charity Multi Asset Income Fund | 113,937 | 99,289 |
| Aberdeen Charity Select Global Income Fund | 88,319 | 70,164 |
| | <u>552,572</u> | <u>438,145</u> |
| | <u><u>552,572</u></u> | <u><u>438,145</u></u> |

THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2013

7. Debtors

| | 2013 £ | 2012 £ |
|------------------------|--------------|---------------|
| Turners Company | - | 1,764 |
| Income tax recoverable | 5,665 | 14,405 |
| | <u>5,665</u> | <u>16,169</u> |

8. Creditors: Amounts falling due within one year

| | 2013 £ | 2012 £ |
|-----------------|---------------|--------------|
| Turners Company | 16,608 | - |
| Other creditors | - | 405 |
| Accruals | 2,940 | 2,939 |
| | <u>19,548</u> | <u>3,344</u> |

The amount shown in the accounts as owed by the Charity to the Company represents the net balance at the end of the financial year of (i) costs incurred by the Company on behalf of the Charity partially or wholly offset by (ii) donations made by the Company to the Charity.

9. Statement of funds

| | Brought Forward £ | Incoming resources £ | Resources Expended £ | Transfers in/out £ | Gains/ (Losses) £ | Carried Forward £ |
|-----------------------------|-------------------------|----------------------------|----------------------------|--------------------------|-------------------------|-------------------------|
| Designated funds | | | | | | |
| Bursary Fund | - | - | - | 4,500 | - | 4,500 |
| Exhibition Fund | - | - | - | 6,000 | - | 6,000 |
| Competition Fund | - | - | - | 4,000 | - | 4,000 |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>14,500</u> | <u>-</u> | <u>14,500</u> |
| General funds | | | | | | |
| General fund | 502,777 | 76,053 | (92,517) | (14,500) | 89,426 | 561,239 |
| Total Unrestricted funds | <u>502,777</u> | <u>76,053</u> | <u>(92,517)</u> | <u>-</u> | <u>89,426</u> | <u>575,739</u> |
| Total of funds | <u>502,777</u> | <u>76,053</u> | <u>(92,517)</u> | <u>-</u> | <u>89,426</u> | <u>575,739</u> |

The Bursary and Competition fund comprises cash funds allocated for the biennial Bursary Award and Turners Company's competition.

The Exhibition fund has been created to provide funds towards the cost of the exhibition of turning which will take place every four years.

THE WORSHIPFUL COMPANY OF TURNERS CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2013

10. Transactions with trustees and related parties

During the year no trustee received any remuneration or reimbursement of expenses.

The charity trustees are members of the Court of the Worshipful Company of Turners. At the balance sheet date the Charity owed the Company £16,608 (2012: balance of £1,764 owed by the Company).