

**The Peter Cruddas Foundation**  
(A charitable company limited by guarantee)

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

31 March 2020

Company Registration No. 05940210  
Charity Registration No. 1117323

**The Peter Cruddas Foundation**  
(A charitable company limited by guarantee)

**TRUSTEES' ANNUAL REPORT (incorporating the Directors' Report)**

The Trustees present their report together with the financial statements of the Charity for the year ended 31 March 2020.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the financial statements and comply with the charity's governing document, the Companies Act 2006, the Charities Act 2011, 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 UK and Republic of Ireland (FRS102) (effective 1 January 2019).

**REFERENCE AND ADMINISTRATIVE DETAILS**

The Trustees are appointed in accordance with the Terms and Conditions contained in the Charity's Memorandum and Articles of Association.

Trustees who served during the year and up to the date of this report are:

Mr Peter Andrew Cruddas  
Mr Martin David Paisner CBE  
Lord David Ivor Young C.H., P.C., D.L.

Company Secretary  
Mr Stephen Cox

Foundation Administrator  
Mr Stephen Cox

Registered Office  
133 Houndsditch  
London  
EC3A 7BX

Auditor  
RSM UK Audit LLP  
Chartered Accountants  
Portland  
25 High Street  
Crawley  
West Sussex  
RH10 1BG

Bankers  
Lloyds TSB Bank plc  
72 Fenchurch Street  
London  
EC3P 3EH

Company Number  
05940210

Charity Registration Number  
1117323

# The Peter Cruddas Foundation

(A charitable company limited by guarantee)

## TRUSTEES' ANNUAL REPORT (incorporating the Directors' Report) - Continued

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### STRUCTURE, GOVERNANCE AND MANAGEMENT

The Peter Cruddas Foundation ("The Foundation" or "the Charity") was incorporated as a company limited by guarantee on 19 September 2006 and registered as a charity on 19 December 2006.

The Foundation's objects, as laid out in The Memorandum of Association, are "to advance, promote or carry out such charitable purposes as the Directors / Trustees in their absolute discretion consider fit".

The Trustees are also directors of the company for the purposes of company law. The Board of Trustees has no sub committees but has appointed advisors to assist in making recommendations to the Board in respect of grant-making matters. The Board aims to meet twice a year in face-to-face meetings and by conference call when required or circumstances dictate, subject to requirements.

#### Trustee induction and training

The Foundation's Trustees are all familiar with the practical work of the Charity and their responsibilities as Trustees. The Company Secretary distributes relevant information from the Charity Commission and The Foundation's advisors to the Trustees, as appropriate.

#### Management

The Foundation's affairs are conducted on a day-to-day basis by The Foundation Administrator, under direction of the Trustees.

#### Risk management

The Board of Trustees has reviewed the major risks and uncertainties to which The Foundation is exposed. The Board is satisfied that the procedures in place are adequate to manage such risks appropriately. The major risk which The Foundation faces is that its income is entirely derived from its founder, who is The Foundation's only significant donor.

### OBJECTIVES AND ACTIVITIES / ACHIEVEMENTS AND PERFORMANCE

#### Grant-making policy

The grants made during the year are detailed in note 5 of the financial statements.

The Foundation gives priority to programmes calculated to help disadvantaged young people to pursue their education (including vocational) and more generally develop their potential. Preference will be given to the support of projects undertaken by charitable organisations for the benefit of such people.

The Foundation adopts a Priority Funding Programme scheme for unsolicited applications and it is available for review on The Foundation's website. The programmes are subject to Trustee review at any time.

In addition to financial funding, The Foundation has provided mentoring support to many organisations through The Foundation Administrator's experience in the Third Sector. The Foundation Administrator has also made presentations to various charities throughout the year on strategic funding strategies and change management. This is estimated to have involved some 400 (2019: 850) hours during the year ended 31 March 2020.

The Foundation's objects are set out above. Within these wide objects, The Foundation seeks to focus its activities on providing grants in accordance with the grant-making policy set out above. During the 2019/20 financial year, The Foundation had donations receivable of £Nil (2018/19: £761,827 including £80,000 gift aid). Grants of £334,763 (2018/19: £238,000) were made. The Trustees are monitoring the impact of these awards.

The Foundation Administrator has enabled the Trustees to promote The Foundation's activities more widely, to research, review and assess the significant number of grant applications received and to closely monitor the impact of grants made - this continued to develop in 2019/20. The Foundation will also be continuing to research and develop where its grants have most impact on beneficiaries, especially at grass roots level, in support of smaller charities with clear aims and objectives in line with the criteria described above.

The Trustees are extremely proud of The Foundation's donations, which amount to £14.7 million to date.

#### Public benefit statement

The Trustees have given consideration to the Charity Commission published guidance and consider that the Charity operates for the public benefit.

# The Peter Cruddas Foundation

(A charitable company limited by guarantee)

TRUSTEES' ANNUAL REPORT (Incorporating the Directors' Report) - Continued

## Impact

The Foundation has been operating for many years as a grant making foundation and the Trustees have been delighted with the impact so far that the work with young people has produced. Here are examples that the Foundation is particularly proud to have supported during the current year.

### YMCA North Tyneside

YMCA North Tyneside is a youth focused community organisation, which is best known for its support of young people who have experienced homelessness. Services include supported accommodation, detached, outreach and centre based youth work, training and education and health and wellbeing services. A supported accommodation programme provides a home and support within 37 units of accommodation. Every young person who becomes homeless has some sort of underlying mental health problem. These range from depression, self-harming tendencies, behavioural issues, drug/alcohol dependency and self-isolation. The causes are manifold, but an underlying cause is often a relationship breakdown, in particular with their parents. YMCA North Tyneside's training and education programme works with young people who have experienced homelessness as well as all other young people that are encountered through their youth projects. The aim of the programme is to ensure all young people, regardless of their backgrounds, have a clear route into education, training or employment.

The Foundation gave a grant to fund YMCA Foundations, a successful training and employment programme. The project has previously helped 23 young people secure employment outcomes and a further 8 have moved into training/education courses. In the first 10 months, the training co-ordinator worked with 41 young people. All of the young people were referred to the programme through housing support workers, youth programmes or partners. Many present with challenges and barriers to employment including lack of educational qualifications, poor life skills/personal hygiene, substance misuse issues, poor physical health and lack of confidence, self-esteem or aspiration. The training and education programme has been designed to create structure and discipline as well as focused experience within professional industries.

The initiative provides a structured programme of pre-employment activities which helps young people to adjust to the expectations of working life. When it is felt they are ready for work, they progress into supported work experience placements including catering/hospitality, health & wellbeing, horticulture and youth work. Strong partnerships have been developed with corporate partners who provide work experience and training placements for the young people. Accredited qualifications are offered within internal YMCA North Tyneside placements and young people use these experiences to help improve their chances of finding work.

The programme also provides structured one to one job and group job search/application/CV writing workshops, through which young people who have taken part in the pre-employability exercises can develop employment outcomes. All of the young people supported have realised personal outcomes, from as little as having a positive experience, to finding and maintaining employment. 23 young people have now been supported to enter employment and 2 young people have achieved sustained employment, having been in work for 6 months or more. YMCA North Tyneside have created guaranteed work schemes with local employers and employment opportunities for young people within the organisation, including 3 apprenticeships.

Young people's progress is recorded and monitored over time and progress towards employment is recorded as well as employment indicators themselves. As a result, YMCA North Tyneside are able to see the development of every young person, as well as being able to track and monitor their development into structured employment/education. The success of this programme and the reason why Trustees supported this application is due to the quality of opportunity that is provided to young people. They have recruited specialist trainers to provide quality opportunities that will result in genuine progress towards employment. They include a horticulture trainer, catering trainer, health and wellbeing trainer and youth development worker. Each is suitably skilled and qualified within their line of work and have the demonstrable ability to develop young people into paid work. Trustees are delighted to be involved in this programme and support YMCA North Tyneside to support young people to achieve more.

# The Peter Cruddas Foundation

(A charitable company limited by guarantee)

## TRUSTEES' ANNUAL REPORT (incorporating the Directors' Report) - Continued

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### **New Horizon Youth Club**

Every year, thousands of young people across London become homeless because of family breakdown, domestic abuse, poverty, experiences of violence, or war and persecution in their home country. The support they need often is not there from local councils and statutory services. New Horizon Youth Centre is a vital support network for 16-24 year olds with nowhere else to go. Through the 'one stop shop' services they provide at the day centre and through outreach, thousands of young people experiencing homelessness in London are supported to improve their wellbeing, change their economic circumstances and find somewhere that they can call home.

New Horizon's vision is for young people who come to them with nowhere else to turn to achieve the futures they deserve and the independence they crave. Through the holistic services on offer at the day centre and via the outreach team, they support over 1,000 young people each year in London who are experiencing homelessness, they work with them to improve their health and economic circumstances and find somewhere that they can call home.

If housing is the hook for people to come to New Horizon, then it is the holistic offer available in the Drop-in centre 7 days a week that keeps them coming back, offering the stability and safety to start getting their lives back on track. New Horizon are the only dedicated day centre for young people experiencing homelessness in London and the only one that is open 7 days a week. Many of the young people who come to them often do not realise that they are homeless - and they certainly do not identify with it as a label - so the real value of the drop-in is seen through the work of the youth work team, building trust and confidence and helping young people pursue their passions. It is these capabilities that ensure that when young people move on from New Horizon, they have the tools they need to achieve their potential, be independent and not come back.

Inevitably young people experiencing homelessness struggle to find the opportunities and support they need to get a foot on the career ladder but increasingly, especially given the lack of housing, finding work is one of the best ways to also get somewhere to live. 70% of the young people that come to the day centre are not in work and so the Employment Team offer an all-encompassing package of help when they are ready to start job hunting. The jobs hub formally runs 3 days a week, with one-to-one and group support on offer and live job and training vacancies listed each week. The employment team offers practical support with everything from applying for birth certificates, NI numbers, bank accounts and CV writing but also offer the emotional support that is needed to build confidence for when interviews eventually come.

New Horizon partner with businesses to run workplace visits, deliver an annual jobs fair and offer mock interviews and CV support. They also link into national schemes such as paid work trials with Pret-a-Manger with whom they placed 9 young people last year. They also have a successful partnership with Suited and Booted, providing young people with interview clothes so that they can turn up acting as impressively as they look.

Last year the employment team supported 228 young people of whom, 83 were supported back into education and 69 were supported to find employment.

Trustees are delighted to support New Horizon Youth Club as their aims and objectives link closely to that of The Foundation, and each organisation exists to Help Young People Achieve More.

### **FINANCIAL REVIEW**

#### **Financial results**

The net result for the year was net expenditure of £394,238 (2018/19: net income of £435,025). The Trustees consider the financial position with net assets of £89,069 (2018/19: £483,307) to be satisfactory.

#### **Reserves policy**

The Trustees have considered the level of reserves that it is appropriate for The Foundation to maintain, given it is a grant-making charity. The Foundation is not an endowed charity and it only has one employee. The funding of its commitments is underwritten by the founder, Mr P A Cruddas. The Trustees have continued their grant programmes during 2019/20 and intend that to continue in future. The Charity's reserves at 31 March 2020 were £89,069 (31 March 2019: £483,307). As such, the Trustees are satisfied that the level of reserves at 31 March 2020 was appropriate.

# The Peter Cruddas Foundation

(A charitable company limited by guarantee)

TRUSTEES' ANNUAL REPORT (Incorporating the Directors' Report) - Continued

## Related parties / donated services

The Peter Cruddas Foundation is a charity established and founded by Mr P A Cruddas, the majority shareholder of CMC Markets UK Plc. In previous years, company secretarial services were provided by CMC Markets UK Plc, however from October 2018, Stephen Cox, the Company Secretary and Foundation's Administrator, took responsibility for these services. Details of donated services and facilities are included in note 13 of the financial statements.

## Investment powers and policy

When possible, any funds not immediately required for grant-making purposes are invested in short-term interest-bearing money market deposits.

## PLANS FOR THE FUTURE

The Foundation Administrator is continuing to work to enable The Foundation to expand and communicate its activities more widely and researching the impact and outcomes of grants made by The Foundation. Further grants were made during 2019/20 in accordance with The Foundation's grant-giving criteria.

The development of The Foundation's website continues and will continue to promote the work of The Foundation to a wide audience and this in turn has helped to produce appropriate applications to The Foundation. Promotion of The Foundation's work will continue to be made through presentations and training seminars organised by fundraising organisations and Third Sector organisations.

## KEY MANAGEMENT PERSONNEL

The Trustees and the Foundation administrator are the key management personnel of the Charity. The Trustees do not receive any remuneration for their services.

## STATEMENT AS TO DISCLOSURE OF INFORMATION TO THE AUDITOR

The Trustees in office on the date of this report have confirmed, as far as they are aware, that there is no relevant audit information of which the auditor is unaware. Each of the Trustees has confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

## AUDITOR

RSM UK Audit LLP has indicated its willingness to act as auditor for the forthcoming financial year and will be proposed for reappointment at the next Annual General Meeting.

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

Approved by the board of Trustees on

18<sup>th</sup> Nov 2020

and signed on its behalf by:



Peter A Cruddas  
Trustee

# The Peter Cruddas Foundation

(A charitable company limited by guarantee)

## TRUSTEES' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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The Trustees (who are also the directors of The Peter Cruddas Foundation for the purposes of company law) are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law, the Trustees are preparing the financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice and applicable law).

Under company law, the Trustees must not approve financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the income and expenditure for that period. In preparing those financial statements, the Trustees and directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from the legislation in other jurisdictions.

# INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE PETER CRUDDAS FOUNDATION

**Opinion on financial statements**

We have audited the financial statements of The Peter Cruddas Foundation (the 'charitable company') for the year ended 31 March 2020 which comprise the Statement of Financial Activities (including the Income and Expenditure Account), the Balance Sheet, the Statement of Cash Flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable in 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 charitable company's affairs as at 31 March 2020 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**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 charitable company 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 charitable company'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.

**Other information**

The Trustees are responsible for the other information. The other information comprises the information included in the Annual Report other than the financial statements and our auditor's report thereon. 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' Annual Report, which includes the financial statements are prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report included within the Trustees' Annual 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 charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report included within the Trustees' Annual Report.



# INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE PETER CRUDDAS FOUNDATION

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Directors' Report.

## Responsibilities of Trustees

As explained more fully in the Statement of Trustees' Responsibilities set out on page 6, the Trustees (who are also the directors of the charitable company 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 charitable company'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 charitable company 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

## Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company'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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

*RSM UK Audit LLP.*

ZOE LONGSTAFF-TYRRELL (Senior Statutory Auditor)  
For and on behalf of RSM UK AUDIT LLP, Statutory Auditor  
Chartered Accountants  
Portland  
25 High Street  
Crawley  
West Sussex  
RH10 1BG

Date: 19 November 2020 .

The Peter Cruddas Foundation  
 (A charitable company limited by guarantee)  
 STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING AN INCOME AND  
 EXPENDITURE ACCOUNT)  
 for the year ended 31 March 2020

	2020	2019
	£	£
INCOME FROM		
Donations	80	761,827
Investments	-	-
Total	80	761,827
EXPENDITURE ON		
Charitable activities	(394,318)	(326,802)
NET (EXPENDITURE) / INCOME AND NET	(394,238)	435,025
MOVEMENT IN FUNDS		
RECONCILIATION OF FUNDS		
Fund balances brought forward at 1 April 2019	483,307	48,282
FUND BALANCES CARRIED FORWARD AT 31	89,069	483,307
MARCH 2020		

Notes Unrestricted funds

# The Peter Cruddas Foundation

(A charitable company limited by guarantee) – Company Registration Number: 05940210

## BALANCE SHEET

as at 31 March 2020

	Notes	2020 £	2019 £
<b>CURRENT ASSETS</b>			
Cash at bank and in hand	8	97,434	491,123
		<u>97,434</u>	<u>491,123</u>
<b>CREDITORS: Amounts falling due within one year</b>	9	(8,365)	(7,816)
		<u>(8,365)</u>	<u>(7,816)</u>
<b>NET CURRENT ASSETS AND NET ASSETS</b>	10	89,069	483,307
		<u>89,069</u>	<u>483,307</u>
<b>THE FUNDS OF THE CHARITY</b>			
Unrestricted income funds	10	89,069	483,307
		<u>89,069</u>	<u>483,307</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved and authorised for issue by the Board of Trustees on

18<sup>TH</sup> Nov 2020



Peter A Cruddas  
Trustee

The notes on pages 12 to 16 form part of these financial statements.

The Peter Cruddas Foundation  
 (A charitable company limited by guarantee)  
 STATEMENT OF CASH FLOWS  
 for the year ended 31 March 2020

	2020	2019
	£	£
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net cash (used in)/provided by operating activities	(393,689)	435,683
CHANGE IN CASH AND CASH EQUIVALENTS IN THE REPORTING PERIOD	(393,689)	435,683
Cash and cash equivalents at the beginning of the reporting period	491,123	55,440
CASH AND CASH EQUIVALENTS AT THE END OF THE REPORTING PERIOD	<u>97,434</u>	<u>491,123</u>
RECONCILIATION OF NET (EXPENDITURE) / INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES		
Net (expenditure) / income for the reporting period	(394,238)	435,025
Adjustments for:		
Increase in creditors	549	658
Net cash (used in) / provided by operating activities	<u>(393,689)</u>	<u>435,683</u>

# The Peter Cruddas Foundation

(A charitable company limited by guarantee)  
NOTES TO THE FINANCIAL STATEMENTS  
for the year ended 31 March 2020

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## 1. GENERAL INFORMATION

The Peter Cruddas Foundation is a charitable company incorporated in England. The address of the Charity's registered office is 133 Houndsditch, London, EC3A 7BX.

## 2. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the accounting policies set out in the notes to the financial statements and comply with the charity's governing document, the Companies Act 2006, the Charities Act 2011, 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 UK and Republic of Ireland (FRS102) (effective 1 January 2019).

The Peter Cruddas Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements have been prepared with application of the FRS 102 Triennial Review 2017 amendments in full.

### GOING CONCERN

The Trustees have considered the effects of Covid-19 on the activities of the charity and do not believe there will be any impact. The Foundation has been funded by donations from Mr P A Cruddas, who has indicated his willingness to continue to provide support for a period of at least twelve months from approval of the financial statements. On this basis, the Trustees consider it appropriate to prepare the financial statements on a going concern basis. There are no material uncertainties in making this assessment.

### DONATIONS

Donations are recognised in the period when the Charity has entitlement to the income, it is probable the income will be received and the monetary value can be measured with sufficient reliability. Donated services or facilities are included within the Statement of Financial Activities, where material, at the estimated fair value of an equivalent service or facility, where the benefit to the Charity is reasonably quantifiable and measurable.

### EXPENDITURE AND LIABILITIES

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Irrecoverable VAT is charged against the category of expenditure for which it was incurred.

Charitable expenditure includes the provision of grants and any other charitable activities. Both direct costs and administrative costs (where applicable) relating to the charitable activities are included. Administrative costs principally relate to staff costs. Grants payable are payments made to third parties in the furtherance of the charitable objectives of The Foundation. Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the Trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and any condition attaching to the grant is outside of the control of The Foundation.

### GOVERNANCE COSTS

Governance costs include all expenditure related to the governance of the Charity, including audit fees.

### FUNDS

Unrestricted funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects.

### PENSION CONTRIBUTIONS

The pension costs charged in the Statement of Financial Activities represent contributions payable into defined contribution employee pension arrangements by the Charity in respect of the year. Differences between contributions payable in the year and contributions actually paid are shown as either prepayments or accruals in the balance sheet.

The Peter Cruddas Foundation

(A charitable company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

for the year ended 31 March 2020

2. ACCOUNTING POLICIES (continued)

**TAXATION**  
The Peter Cruddas Foundation is a registered charity and undertakes activities which, under present legislation, are not subject to taxation.

**CASH AND CASH EQUIVALENTS**  
Cash and bank balances include cash and short term highly liquid investments with a maturity of three months or less from the date of acquisition.

**FINANCIAL INSTRUMENTS**  
The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost using the effective interest method.

**CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGEMENT**  
Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The Trustees consider there are no such critical accounting estimates or areas of judgement to report.

3. CONSTITUTION

The Charity is a company limited by guarantee and does not have a share capital. At 31 March 2020, there were 3 (2019: 3) members and their liability is limited to £1 each, in the event of the Charity being wound up while they are members, or within one year after they cease to be a member, for payment of debts and liabilities contracted before they cease to be a member.

4. DONATIONS

2020	2019
£ -	£ 681,827
£ -	£ 80,000
	£ 761,827

Donations  
Gift Aid

5. EXPENDITURE ON CHARITABLE ACTIVITIES

2020	2019
£ 334,763	£ 238,000
£ 59,555	£ 88,802
£ 394,318	£ 326,802

Grants payable (see below)  
Administrative costs (including governance costs of £6,665 (2019: £5,700))

The main expenditure within administrative costs relates to staff costs of £41,453 (2019: £41,330). Governance costs include auditor's remuneration for statutory audit of £4,000 and non-audit services of £1,575 (2019: £3,500 and £1,500).

# The Peter Cruddas Foundation

(A charitable company limited by guarantee)

## NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the year ended 31 March 2020

### 5. EXPENDITURE ON CHARITABLE ACTIVITIES (continued)

<u>Grants payable</u>	2020	2019
	£	£
Support of disadvantaged young people:		
Back on Track	5,000	-
Beit Halochem UK	-	5,000
Bounce Back Foundation	-	10,000
Bristol Aero Collection Trust	-	10,000
Camp Sincha	-	3,000
Charnwood 20:20	10,000	-
Chai Cancer Care (LY)	-	5,000
Circle Community Ltd	-	10,000
Community Security Trust	15,000	36,500
Greenhouse Sport	-	25,000
Hackney Quest	-	12,000
Harris Manchester College	-	5,000
Helen Arkell Dyslexia Charity	5,000	-
Horizons Children Sailing Trust	-	1,500
Jewish Care (LY)	-	15,000
Launch 22	5,000	-
Making The Leap	9,000	9,000
MIND	1,000	-
Much Hadham Recreation Trust	-	1,000
New Horizon Youth Centre	25,000	-
Oarsome Chance	5,000	-
One Church Brighton	5,000	-
Ort UK	-	5,000
Parallel Youth Enterprise	1,000	-
Pro Action	-	10,000
Reading Force	10,000	-
Renaissance Foundation	20,000	-
Royal Ballet School	10,000	-
Snowdon Trust	5,000	-
St Johns Ambulance	20,000	-
Tall Ship Youth Trust	-	3,500
The Brokerage Citylink	-	10,000
The Cayo Foundation	5,000	-
The Change Foundation	15,000	-
The Childhood Trust	10,000	10,000
The Cure Parkinson's Trust	-	500
The Forward Trust	15,000	-
The Key	-	15,000
The Royal Marsden Cancer Charity	1,000	-
The Scout Association	100,000	-
Tower Hamlets Education Business Partnership	5,000	-
University of Edinburgh Development Trust	5,000	-
Water Aid	1,000	-
Weizmann UK	-	1,000
Yes Futures	-	10,000
YMCA Exeter	-	5,000
YMCA North Tyneside	16,763	-
Young Vic Theatre	-	5,000
	<hr/>	<hr/>
	324,763	223,000

The Peter Cruddas Foundation  
 (A charitable company limited by guarantee)  
 NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
 for the year ended 31 March 2020

	2020	2019
5. EXPENDITURE ON CHARITABLE ACTIVITIES (continued)	£	£
Other	10,000	15,000
The Heart Cells Foundation (2 grants (2019: 3 grants))	334,763	238,000
A total of 29 (2019: 29) institutional grants were paid in the year, none were made to individuals.		
6. EMPLOYEES		
In addition to the three Trustees the charitable company had 1 employee (2019: 1).		
	£	£
2020	36,000	36,000
Wages and salaries	783	814
Social security costs	4,670	4,516
Pension costs	41,453	41,330
7. TRUSTEES		
Neither the Trustees nor any persons connected with them received any remuneration, or expenses, during the year (2019: £Nil). The key management personnel of the Charity comprise the Trustees and the Foundation Administrator who is the sole employee of the Charity. The employee benefit of key management personnel of the Charity was £41,453 (2019: £41,330).		
8. ANALYSIS OF CHANGES IN NET FUNDS	£	£
1 April 2019	Cash flows	31 March 2020
491,123	(393,689)	97,434
Cash at bank and in hand		
9. CREDITORS: Amounts falling due within one year	£	£
2020	1,789	1,793
Other taxation and social security	1,001	1,023
Other creditors	5,575	5,000
Accruals	8,365	7,816



# The Peter Cruddas Foundation

(A charitable company limited by guarantee)

## NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

for the year ended 31 March 2020

### 10. UNRESTRICTED FUNDS

	£
As at 1 April 2019	483,307
Net movement in funds in the year	(394,238)
As at 31 March 2020	<u>89,069</u>
As at 1 April 2018	48,282
Net movement in funds in the year	435,025
As at 31 March 2019	<u>483,307</u>

### 11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

All assets represent unrestricted funds.

### 12. PENSION COMMITMENTS

The Foundation contributes to an employee's personal pension scheme. The pension cost charge represents contributions payable by The Foundation and amounted to £4,670 (2019: £4,516).

### 13. DONATED SERVICES AND FACILITIES, TRUSTEE AND RELATED PARTY TRANSACTIONS

Donations of £Nil (2019: £345,077), were received from CMC Markets UK Plc during the year. Mr P A Cruddas (Trustee) is the controlling shareholder of CMC Markets UK Plc.

During the prior year, the Foundation held a Summer Charity Party alongside CMC Markets UK Plc. The Foundation paid CMC Markets UK Plc £25,710 towards this fundraising event and all donations received and funds raised were paid directly to the Foundation.

Donations of £Nil (2019: £320,000) were received from Mr P A Cruddas in respect of the year.

In the prior year, company secretarial services were provided by CMC Markets UK Plc. CMC Markets UK Plc also allows the charitable company the use of its office premises. No charge has been made for either of these services and these items are not included, as donated services and facilities, in the financial statements at their estimated open market value on grounds of immateriality.

Grants were made of £10,000 (2019: £15,000) to The Heart Cells Foundation. Mr M D Paisner is a Trustee of that charity as well as The Foundation.

Grants were made of £Nil (2019: £5,000) to Chai Cancer Care. Lord D I Young is a Trustee of that charity as well as The Foundation.

