

Company Registration No: 2676168
Charity No. 1015550



Report and Financial Statements

The National Hockey Foundation

For the year ended 31 March 2011

The National Hockey Foundation

Contents

	<i>page</i>
Report of the trustees	1 – 5
Independent auditors report	6 - 7
Statement of financial activities	8
Charity balance sheet	9
Notes to the financial statements	10 - 15

The National Hockey Foundation
(a company having no share capital and limited by guarantee)

Company information
For the year ended 31 March 2011

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

The National Hockey Foundation

Trustees' report For the year ended 31 March 2011

TRUSTEES REPORT FOR THE YEAR ENDED 31 MARCH 2011

The council members (who are also directors and trustees) present their report and financial statements for the year ended 31 March 2011.

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

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

Trustees

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

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

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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

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

Appointment of Trustees

The number of trustees is unlimited, and all trustees are required to sign a written consent to become a member. At all times at least six of the trustees must be persons nominated by the governing body of hockey in England, and two must be nominated by Milton Keynes Borough Council.

Induction and training of Trustees

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

The National Hockey Foundation

Trustees' report For the year ended 31 March 2011

Affiliated and related parties

The charity's wholly owned subsidiary, National Hockey Centre Limited ceased trading on 30 June 2007 and has since remained dormant.

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

Statement of Trustees' responsibilities

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- 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 company will continue in business.

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

Disclosure to auditors

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

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

Risk management policy

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

The National Hockey Foundation

Trustees' report For the year ended 31 March 2011

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

The objectives for which the charity was established are:

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

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

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

Grant programme

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

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

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

During the year the trustees updated guidelines, procedures and application forms to help the grant application process become clearer.

The trustees continue to encourage potential applicants to access the web site www.thenationalhockeyfoundation.com which contains details about the work of the Foundation, guidelines for potential applicants and links to all the details required to enable applicants to apply for an award.

During the year the trustees agreed that the funds of the Trust be notionally separated into two parts so that funds are specifically earmarked and used for either, the promotion and development of matters relating to Hockey within England (the Hockey Group) or the promotion and development of matters within the area of Milton Keynes (the MK Group).

The purpose of the notional split of funds was to enable the trustees to give better consideration to the fair allocation of funds between identified areas of benefit.

The National Hockey Foundation

Trustees' report For the year ended 31 March 2011

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT (CONTINUED)

The basis of the separation should be on the basis of 75% for use by the Hockey Group and 25% for use by the MK Group. The allocation of funds will be based on the amount of funds available at 31st March 2008 being the net assets of the Trust as at the year end. Any grants issued since that date relating to the respective group will be deducted from that initial figure.

Income from current investments should not be allocated for use by either group but should be used to meet the operational costs of the Trust.

HOW OUR GRANT PROGRAMME DELIVERED PUBLIC BENEFIT: ACHIEVEMENTS AND PERFORMANCE

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

During the year 16 grants were made totalling £677,825 to various organisations (note 4).

A further £37,500 was agreed as conditional awards and is shown as a contingent liability in note 14 to the accounts.

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

www.thenationalhockeyfoundation.com

The trustees will continue to award grants for appropriate applications during 2011/2012.

FINANCIAL REVIEW

Reserves policy

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

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

Investment policy

During the year the trustees undertook a review of their policy to appoint an investment advisor to manage the Trust's funds and were satisfied with the performance of Cheviot Asset Management during the year. Funds under management at the end of the year total £3,118,830.

The trustees regularly review the performance of the fund manager.

Results for the year

Income for the year was much increased at £216,675 (2010: £78,950) arising mainly from investment income and realised gains on the investments of £94,302 (2010: £2,215). Grants of £677,825 (2010: £231,000) were awarded during the year and governance and support costs of £24,032 (2010: £17,472) contributed to the deficit in the year of £347,028 (2010: £79,137)

Equities, Gilts and cash invested with the investment manager at the end of the year were valued at £3,118,830 (2010: £3,094,130) with a further £84,810 (2010: £167,741) on deposit at the bank.

The National Hockey Foundation

Trustees' report For the year ended 31 March 2011

FOR FUTURE PERIODS

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

AUDITORS

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

By order of the council on 9th Aug 2011
signed on its behalf by

D A Billson



The National Hockey Foundation

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

We have audited the financial statements of The National Hockey Foundation for the year ended 31 March 2011 which comprise of the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Respective responsibilities of trustees and auditors

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

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors. This report is made solely to the charity's members as a body 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 charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body for our audit work, for this report, or for the opinions we have formed.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's web-site at www.frc.org.uk/apb/scope/private.cfm.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2011 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.

The National Hockey Foundation

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

Opinion on the other matter prescribed by the Companies Act 2006

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

Matters on which we are required to report by exception

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Stephen Brown (Senior statutory auditor)

for and on behalf of Mazars LLP

Chartered Accountants and Statutory Auditor

The Pinnacle
160 Midsummer Boulevard
Milton Keynes
MK9 1FF

Date 16 August 2011

The National Hockey Foundation

Statement of financial activities (Including income and expenditure account) For the year ended 31 March 2011

		Unrestricted funds 2011 £	Total funds 2010 £
Incoming resources	Notes		
Incoming resources from generated funds			
- Voluntary income		100	100
Continued activities			
- Investment income	2	107,148	76,635
Recoup of impairment of investments		15,125	-
Total incoming resources		<u>122,373</u>	<u>76,735</u>
Resources expended			
Charitable activities	3	697,715	244,367
Governance costs	5	4,142	4,105
Other costs -- impairment of investments		47,288	29,163
Total resources expended		<u>749,145</u>	<u>277,635</u>
Net outgoing resources for the year		(626,772)	(200,900)
Other recognised gains and losses			
Realised gain on investment assets		94,302	2,215
Unrealised gain on investment assets		185,436	119,548
Net movement in funds		<u>(347,028)</u>	<u>(79,137)</u>
Fund balances brought forward			
At 1 April 2010		3,104,543	3,183,680
Fund balances carried forward			
At 31 March 2011	13	<u>2,757,515</u>	<u>3,104,543</u>

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

The notes on pages 10 to 15 form part of these financial statements.

The National Hockey Foundation

Charity Balance sheet As at 31 March 2011 Company number: 2676168

	Notes	2011 £	2010 £
Current assets			
Debtors	10	118	8,561
Cash at bank and in hand		84,810	167,741
Current asset investments	11	3,118,830	3,094,130
		<u>3,203,758</u>	<u>3,270,432</u>
Creditors – amounts falling due within one year			
	12	<u>(446,243)</u>	<u>(165,889)</u>
Net current assets		<u>2,757,515</u>	<u>3,104,543</u>
Net assets		<u>2,757,515</u>	<u>3,104,543</u>
Funds and reserves			
Unrestricted funds	13	2,757,515	3,104,543
		<u>2,757,515</u>	<u>3,104,543</u>

Approved by the board on and authorised for issue 2011
And signed on its behalf by


D A Billson
Chairman

The National Hockey Foundation

Notes to the financial statements As at 31 March 2011

1. Accounting policies

a Accounting convention

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

Following the cessation of trade in the subsidiary, National Hockey Centre, on 30 June 2007, the subsidiary has now become dormant.

b Exemption from group accounts

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

c Incoming resources

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

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

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

d Fund accounting

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

e Resources expended

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

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

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

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

f Investments

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

g Liquid resources

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

The National Hockey Foundation

Notes to the financial statements For the year ended 31 March 2011

2. Investment income

	2011 £	2010 £
Bank interest	170	66,722
Income from investments held (note 11)	106,978	9,913
	<u>107,148</u>	<u>76,635</u>

3. Charitable activities

	2011 £	2010 £
Grants payable (note 4)	677,825	231,000
Support costs (note 6)	19,890	13,367
	<u>697,715</u>	<u>244,367</u>

4. Grants payable

	2011 £	2010 £
Amounts payable to:		
MK Group		
MK City Korfbal	10,000	15,000
Olney TC	23,000	-
Wolverton Town CC	(47)	10,000
MK Dons Sport & Education Trust	61,000	67,000
Bletchley RFC	40,000	-
Hockey Group		
England Hockey	73,872	20,000
Haversham Sailing Club	-	14,000
Hampstead & Westminster HC	-	55,000
Fareham HC	-	50,000
Southgate HC	50,000	-
Sheffield HC	25,000	-
Thirsk HC	30,000	-
Oxford Hawks HC	70,000	-
Woking HC	40,000	-
Alderley Edge HC	50,000	-
Eastcote HC	40,000	-
Oxted HC	15,000	-
Salisbury HC	50,000	-
Norwich Dragons HC	50,000	-
Stourport Sports Club	50,000	-
	<u>677,825</u>	<u>231,000</u>

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

The National Hockey Foundation

Notes to the financial statements For the year ended 31 March 2011

5. Governance costs

	2011 £	2010 £
Auditors' remuneration - audit fee	3,013	3,000
Trustees' travel expenses	373	187
Other meeting expenses	756	918
Total unrestricted governance costs	<u>4,142</u>	<u>4,105</u>

6. Support costs

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

	2011 £	2010 £
Accountancy & administration	15,003	12,339
Insurance	531	536
Bank interest and charges	104	174
Investment management costs	3,818	-
Sundry	434	318
	<u>19,890</u>	<u>13,367</u>

7. Staff costs

There are no paid employees within the Foundation.

The board of trustees received no emoluments for their services. The Board of Trustees received reimbursement for travel expenses totalling £373 (2010: £187).

8. Taxation

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

9. Fixed asset investments

Subsidiary holding	Historical cost £	Revaluation £	Impairment £	Market value £
Value as at 31 March 2010 and 2011	<u>2</u>	<u>-</u>	<u>(2)</u>	<u>-</u>

The investment in the subsidiary, National Hockey Centre Limited represents a 100% holding. The subsidiary is incorporated in the England and Wales and is now dormant. As at 31 March 2011, the share capital and reserves of the subsidiary was £nil (2010: £nil) and the profit for the year of £nil (2010: £nil).

The National Hockey Foundation

Notes to the financial statements For the year ended 31 March 2011

10. Debtors

	2011 £	2010 £
Prepayments and accrued income	118	8,561

11. Current asset investments

	Historical cost - stocks and shares £	Historical cost - cash £	Revaluation £	Impairment charge £	Market value £
Balance brought forward as at 1 April 2010	2,526,896	476,849	119,548	(29,163)	3,094,130
Additions	416,190	(416,190)	-	-	-
Realised gain on disposal	(667,843)	795,153	(33,008)	-	94,302
Income received	-	115,362	-	-	115,362
Management fees paid	-	(3,237)	-	-	(3,237)
Funds withdrawn	-	(335,000)	-	-	(335,000)
Unrealised gain in the year	-	-	185,436	-	185,436
Recoup of impairment charge in the year	-	-	-	15,125	15,125
Impairment charge in the year	-	-	-	(47,288)	(47,288)
Total carried forward as at 31 March 2011	2,275,243	632,937	271,976	(61,326)	3,118,830

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

12. Creditors – amounts falling due within one year

	2011 £	2010 £
Grants awaiting settlement	442,324	162,681
Accruals	3,919	3,208
	446,243	165,889

The National Hockey Foundation

Notes to the financial statements For the year ended 31 March 2011

13. Funds and reserves

	Unrestricted fund £
Balance at 1 April 2010	3,104,543
Net outgoing resources	(347,028)
Balance at 31 March 2011	2,757,515

14. Contingencies

The trustees have approved grant payments of £37,500 to two applicants subject to specific conditions being met.

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

15. Related party transactions

Under the Articles of Association of The National Hockey Foundation, the English Hockey Governing Body has a right to nominate a minimum six trustees to the Board.

During the year, The National Hockey Foundation made charitable donations to the English Hockey Governing Body of £73,872 (2010: £20,000). £51,990 was owed to English Hockey Governing Body at the year end (2010: £70,000). Two National Hockey Foundation Trustees are also non executive directors of England Hockey Limited (the England Hockey Governing Body).

During the year, The National Hockey Foundation has granted £61,000 (2010: £67,000) to Milton Keynes Dons Sport and Education Trust. Two Trustees have an interest in this body: Mr A P Dransfield is a Trustee and Mr J R Cove is Chief Executive of the Trust. £20,334 was owed to Milton Keynes Dons Sport and Education Trust at the year end (2010: £22,334).

Mr A P Dransfield is also a trustee of the charitable company Shenley Leisure Centre Trust Limited. In the accounts for the year ended 31 March 2010 a contingent liability to pay a grant of £70,000 was disclosed. The conditions attached to the grant were not met and no amounts have been paid out or were outstanding at 31 March 2011.

Mrs J M Baker, is also a Trustee of Salisbury and South Wiltshire Sports Club. During the year a grant of £50,000 was awarded to Salisbury Hockey Club which is headed up by the sports club. This amount had not been paid over at 31 March 2011 and was included in accruals at the year end (2010: £Nil).

The company has taken advantage of the exemption conferred by FRS 8 to subsidiary undertakings, 100 percent of whose voting rights are controlled within the group, not to disclose all transactions with other group companies.

The National Hockey Foundation

Notes to the financial statements For the year ended 31 March 2011

16. Charitable company status

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