

Registered number: 00940781  
Charity number: 257954

**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**  
(A company limited by guarantee)

**UNAUDITED**

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**

**for the year ended 31 December 2016**

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**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**  
(A company limited by guarantee)

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**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**  
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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS**  
for the year ended 31 December 2016

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<b>Trustees</b>	C J Bean M F Clements B Davey S Farrow, Secretary K D Graham (resigned 9 January 2017) R Heathcote, Treasurer L A Knight D P Lang M Lloyd, Chairman B G Lowe D C Pratt L Rodd A Rowe (resigned 11 January 2016)
<b>Company registered number</b>	00940781
<b>Charity registered number</b>	257954
<b>Registered office</b>	Belfry House, Old Lane Dockenfield Farnham Surrey GU10 4HQ
<b>Company secretary</b>	S Farrow
<b>Accountants</b>	Wise & Co Chartered Accountants Wey Court West Union Road Farnham Surrey GU9 7PT
<b>Bankers</b>	Lloyds TSB Bank Plc 75 Castle Street Farnham Surrey GU9 7LT
<b>Investment manager</b>	Charles Stanley & Co Limited 70-72 Chertsey Street Guildford Surrey GU1 4HL

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**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**  
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**TRUSTEES' REPORT**  
for the year ended 31 December 2016

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The Trustees (who are also directors of the charity for the purposes of the Companies Act) submit their annual report and financial statements of The Farnham (Building Preservation) Trust Ltd (the Trust) for the year ended 31 December 2016. The Trustees confirm that the annual report and financial statements of the Trust comply with current statutory requirements, the governing documents of the Charity, the relevant Statement of Recommended Practice (the Charities SORP 2015), the Financial Reporting Standard 102 and the Charities Act 2011.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**a. CONSTITUTION**

The Trust is a charitable company limited by guarantee and was set up by a Memorandum of Association on 17 October 1968. On 14 November 2014 it adopted revised Articles of Association in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011. It is registered with the Charity Commission in England and Wales as charity number 257954.

The objects of the Trust are:

" To protect and preserve for the benefit of the public the historical architectural and constructional heritage in the Area of Benefit being the town of Farnham and the surrounding areas of Surrey and Hampshire by the maintenance repair or restoration of buildings other manmade structures heritage assets (including any building as defined in S336 of the Town and Country Planning Act 1990 ) and land affecting their setting and environment of particular beauty or historical architectural or constructional interest.

To provide housing and any associated amenities in and around the Area of Benefit for necessitous persons upon terms appropriate to their means."

**b. METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES**

The management of the Trust is the responsibility of the Trustees who are appointed under the terms of the company's Articles of Association.

The Trust has a formal process for the recruitment of new Trustees to bring additional skills and experience to the Board of Trustees as necessary.

**c. POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF TRUSTEES**

New Trustees are appointed by the Board and subject to formal election at the next AGM. New Trustees are selected for their expertise which they can offer to the Trust and are invited to attend meetings of the Board of Trustees before their appointment.

**d. ORGANISATIONAL STRUCTURE AND DECISION MAKING**

The Trustees, who shall not be more than 21 or less than 7 in number, usually hold meetings every month. The Trustees are all required to be members of the Trust and those who held office during the year are as shown on page 1.

**e. RISK MANAGEMENT**

The Trustees actively review the major risks which the Charity faces on a regular basis and have also examined other operational and business risks and have established systems to mitigate significant risks. The Trust's Risk Register is reviewed annually.

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**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**  
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**TRUSTEES' REPORT (continued)**  
for the year ended 31 December 2016

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**OBJECTIVES AND ACTIVITIES**

**a. POLICIES AND OBJECTIVES**

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 and in particular to its supplementary public benefit guidance.

The Trust supports and initiates projects designed to preserve the historical, architectural and constructional heritage in and around Farnham and land affecting their setting and environment by providing and procuring finance and expertise.

**b. ACTIVITIES FOR ACHIEVING OBJECTIVES**

The Trust actively looks for projects that it can undertake within the terms of its principal object and also makes grants to other projects and in support of appropriate training in relevant skills.

**c. GRANT MAKING POLICIES AND GRANTS MADE DURING YEAR**

Discretionary grants have been made in the year totalling £1,012 (2015: £10,500).

Grants are usually in the range of £5,000 to £25,000 and, although there is no minimum size of grant, applications for sums under £500 are discouraged. There is no maximum size of grant providing sufficient resources are available.

**d. VOLUNTEERS**

The Board of Trustees, the Secretary and Treasurer are all unpaid volunteers and receive no remuneration or expenses (2015: Nil).

**ACHIEVEMENTS AND PERFORMANCE**

**a. GOING CONCERN**

After making appropriate enquiries, the trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

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**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**  
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**TRUSTEES' REPORT (continued)**  
for the year ended 31 December 2016

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**b. REVIEW OF ACTIVITIES**

In September 2015, the Trust acquired Yew Tree Cottage Wrecclesham. The house, which is Grade II listed, is believed to date from the 16th century and has been little altered over the intervening centuries. An initial dendrochronological study suggests that the current house was built in 1551, or soon thereafter. Further studies are being carried out to determine the history of the building and an architect has been appointed to advise on the refurbishments and alterations that will be necessary for the house to retain its character and be suitable for modern accommodation. The house was opened for Heritage Open Days in September 2016 when members of the public were able to see the house and discuss its history and see the plans for its development. As well as costly but sympathetic refurbishment and some modernisation, the Trust intend to add value through bringing back into use currently uninhabitable space and creating additional floor space. The Trust is also undertaking upfront intrusive investigations to minimise the risk of unexpected costs as well as to enable accurate tendering. An absolute minimum of 3 tenders will be sought from appropriate contractors with heritage experience and once received, will be scrutinised and, if necessary, value engineered to ensure affordability. Until Tenders are received (due March 2017) and a contract placed (due April 2017) it is not possible to predict or quantify if there will be a loss. However, the steadily increasing house values in this area (predicted to continue until at least the expected point of sale in late 2017) will mitigate this to an extent if not entirely.

In September the Trust held the annual Verney lecture, when an audience of approximately 80 heard Martin Lutyens, chairman of the Lutyens Trust, gave a lecture on his great uncle entitled "From Country House to Viceroy's House, a journey with Sir Edwin Lutyens OM", covering Sir Edwin's early life designing many English country houses through to his perhaps greatest role in designing and building New Delhi.

A grant of £300 was given to the Wrecclesham History Project to help fund the erection of a sign in tribute to "Silver" Billy Beldham; a famous cricketer of the late 18th/ early 19th centuries who is believed to have been born in Yew Tree Cottage.

A grant of £712 was awarded to 318 Ceramics to assist with a pilot architectural restoration project.

At 31 December the only grant that had been agreed but not yet paid was for £7,500. This was in respect of a project supported by Waverley Borough Council, Farnham Town Council and other local bodies in providing funding for improvements to the approach to the Castle via the "Bishop's Steps". These steps are part of the major pedestrian approach to the Castle and the repair and improvements to the steps enhance the view of the Castle from the town. The steps are reputed to have been built in approximately 1520 by Richard Fox, Bishop of Winchester. Having gone blind, he is reputed to have instructed that the steps should consist of seven flights, each of seven steps with seven paces between each flight of steps. This work is scheduled for completion early in 2017.

Further information on the work of the Trust is available at <http://www.farnhamtrust.org.uk>

**Public Benefit**

In preparing their statements on public benefit, contained within this Trustees' Annual Report, the Trustees have, in accordance with s.4 of the Charities Act 2006, considered the Charity Commission's general guidance on public benefit, as well as the specific guidance on public benefit and fee charging.

The Trustees believe that public benefit is provided by the educational and conservation activities of the Charity in preserving the historical, architectural and constructional heritage in and around Farnham, in the form of buildings, man made structures, and land affecting their setting and environment.

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**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**  
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**TRUSTEES' REPORT (continued)**  
for the year ended 31 December 2016

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**c. FUNDRAISING ACTIVITIES/ INCOME GENERATION**

Where appropriate the Trust seeks grants or donations to support its activities. It also receives income from interest on investments.

**d. INVESTMENT POLICY AND PERFORMANCE**

During the year, in order to fund the anticipated expenditure on Yew Tree Cottage, the Trustees withdrew £250,000 from the deposit account held with Scottish Widows and deposited the money at Lloyds Bank. The investments managed by Charles Stanley achieved an overall return of 11% in 2016 and following this good performance and in view of the forthcoming expenditure on Yew Tree Cottage, the trustees have also liquidated these investments during January 2017.

**FINANCIAL REVIEW**

**a. RESERVES POLICY**

The Trustees have reviewed the Reserves of the charity. This review encompassed the nature of the income and expenditure streams, the need to match variable income with fixed commitments and the nature of the reserves. The Trustees are aware that their projects will normally involve the purchase of a property and hence, when they are not engaged in a project, they are conscious of the need to retain a high level of General Reserves that can be accessed relatively quickly.

Unrestricted funds at the balance sheet date total £1,160,628 (2015: £1,163,090).

**b. RESTRICTED FUNDS**

During 2016, with the consent of the Charity Commission, the remaining balance of £115 on the Nigel Temple fund was transferred to the General Funds of the Charity.

Restricted funds at the balance sheet date total £nil (2015: -£245).

**c. PRINCIPAL FUNDING**

Incoming funds during the year mainly consisted of interest and dividends from the Trust's investments.

**PLANS FOR THE FUTURE**

**a. FUTURE DEVELOPMENTS**

The restoration of Yew Tree Cottage is expected to be the principal activity during 2017, but the Trust continues actively to seek projects in the locality. Projects, when they occur, tend to be of high value, occasional and involve the purchase of the property concerned.

**MEMBERS' LIABILITY**

The company is limited by guarantee. On a winding up of the company the members will each be required to contribute a sum not exceeding £1.

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**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**  
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**TRUSTEES' REPORT (continued)**  
for the year ended 31 December 2016

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**SMALL COMPANY PROVISIONS**

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

As permitted under the Charities SORP 2015, the Trustees have not prepared a Cash Flow Statement, as this would not provide any material additional information.

**TRUSTEES' RESPONSIBILITIES STATEMENT**

The Trustees (who are also directors of The Trust for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 charitable company will continue in operation.

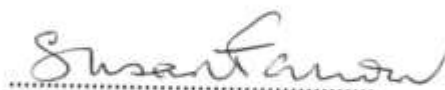
The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements 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.

**DISCLOSURE OF INFORMATION TO THE INDEPENDENT EXAMINER**

So far as each of the Trustees is aware at the time the report is approved:

- there is no relevant information of which the charity's independent examiners are unaware, and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the independent examiners are aware of that information.

This report was approved by the Trustees on 10 March 2017 and signed on their behalf by:

  
.....  
S Farrow, Secretary



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**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**  
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**INDEPENDENT EXAMINER'S REPORT**  
for the year ended 31 December 2016

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**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**

I report on the financial statements of the company for the year ended 31 December 2016 which comprise the Statement of Financial Activities and Balance Sheet, with the related notes.

This report is made solely to the company's Trustees, as a body, in accordance with section 145 of the Charities Act 2011 and regulations made under section 154 of that Act. My work has been undertaken so that I might state to the company's Trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the company and the company's Trustees as a body, for my work or for this report.

**RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINER**

The Trustees, who are also the directors of the company for the purposes of company law, are responsible for the preparation of the financial statements. The Trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the Act) and that an independent examination is needed.

Having satisfied myself that the company is not subject to audit under charity or company law and is eligible for independent examination, it is my responsibility to:

- examine the financial statements under section 145 of the Act;
- follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the Act; and
- state whether particular matters have come to my attention.

**BASIS OF INDEPENDENT EXAMINER'S REPORT**

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the company and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the statement below.

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**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**  
(A company limited by guarantee)

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**INDEPENDENT EXAMINER'S REPORT (continued)**  
for the year ended 31 December 2016

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**INDEPENDENT EXAMINER'S STATEMENT**

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that in any material respect the requirements:
  - to keep accounting records in accordance with section 386 of the Companies Act 2006; and
  - to prepare financial statements which accord with the accounting records and comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charitieshave not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

Signed:

*M. Dickinson*

Dated:

*14/3/2017*

Mark Dickinson FCA

Wise & Co  
Chartered Accountants  
Wey Court West  
Union Road  
Farnham  
Surrey, GU9 7PT

**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**  
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**STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT**  
for the year ended 31 December 2016

	Note	Restricted funds 2016 £	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
<b>INCOME FROM:</b>					
Donations and legacies	2	660	-	660	17,221
Investments	3	-	6,957	6,957	18,662
Charitable activities	4	-	428	428	686
<b>TOTAL INCOME</b>		<b>660</b>	<b>7,385</b>	<b>8,045</b>	<b>36,569</b>
<b>EXPENDITURE ON:</b>					
Charitable activities	6,10	300	20,810	21,110	65,206
<b>TOTAL EXPENDITURE</b>	5	<b>300</b>	<b>20,810</b>	<b>21,110</b>	<b>65,206</b>
<b>NET INCOME / (EXPENDITURE) BEFORE INVESTMENT GAINS/(LOSSES)</b>					
Net gains/(losses) on investments	13	360	(13,425)	(13,065)	(28,637)
		-	10,848	10,848	(4,987)
<b>NET INCOME / (EXPENDITURE) BEFORE TRANSFERS</b>					
		360	(2,577)	(2,217)	(33,624)
Transfers between Funds	17	(115)	115	-	-
<b>NET MOVEMENT IN FUNDS</b>		<b>245</b>	<b>(2,462)</b>	<b>(2,217)</b>	<b>(33,624)</b>
<b>RECONCILIATION OF FUNDS:</b>					
Total funds brought forward		(245)	1,163,090	1,162,845	1,196,469
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>-</b>	<b>1,160,628</b>	<b>1,160,628</b>	<b>1,162,845</b>

All activities relate to continuing operations.

The notes on pages 11 to 21 form part of these financial statements.

**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**

(A company limited by guarantee)

Registered number: 00940781

**BALANCE SHEET**  
as at 31 December 2016

	Note	£	2016 £	£	2015 £
<b>FIXED ASSETS</b>					
Investments	13	160,644		149,796	
Programme related investments	12	45,250		51,588	
Total investments			205,894		201,384
			205,894		201,384
<b>CURRENT ASSETS</b>					
Stocks	14	577,079		520,000	
Debtors	15	5,084		6,417	
Cash at bank and in hand		391,217		453,963	
		973,380		980,380	
<b>CREDITORS:</b> amounts falling due within one year	16	(18,646)		(18,919)	
<b>NET CURRENT ASSETS</b>			954,734		961,461
<b>NET ASSETS</b>			1,160,628		1,162,845
<b>CHARITY FUNDS</b>					
Restricted funds	17		-		(245)
Unrestricted funds	17		1,160,628		1,163,090
<b>TOTAL FUNDS</b>			1,160,628		1,162,845

The Trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act.

The financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The Trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements were approved by the Trustees on 10 March 2017 and signed on their behalf, by:

  
.....  
**M Lloyd, Chairman**

The notes on pages 11 to 21 form part of these financial statements.

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**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**  
(A company limited by guarantee)

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**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 December 2016

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**1. ACCOUNTING POLICIES**

**1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006

The Farnham (Building Preservation) Trust Limited 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.

**1.2 COMPANY STATUS**

The company is a company limited by guarantee. The Trustees named on page 1 are also members of the company. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

**1.3 FUND ACCOUNTING**

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

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

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

**1.4 INCOME**

All income is recognised once the company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the company is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the company has been notified of the executor's intention to make a distribution. Where legacies have been notified to the company, or the company is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

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

Donations are recognised on receipt of the funds.

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**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 December 2016

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**1. ACCOUNTING POLICIES (continued)**

**1.5 EXPENDITURE**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the company. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

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

All resources expended are inclusive of irrecoverable VAT.

**1.6 GOING CONCERN**

The Trustees consider that there are no material uncertainties about the company's ability to continue as a going concern.

**1.7 INVESTMENTS**

Fixed asset investments are a form of basic financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the balance sheet date. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the statement of financial activities incorporating income and expenditure account.

**1.8 PROGRAMME RELATED INVESTMENTS**

Programme related investments comprise concessionary loans made at less than market rate. The loans are carried at initial payment, less repayments and allowance for impairment.

These are split between amounts repayable within one year, which are included in debtors, and amounts repayable after one year.

**1.9 INTEREST RECEIVABLE**

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

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**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 December 2016

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**1. ACCOUNTING POLICIES (continued)**

**1.10 STOCKS**

Work in progress represents property in the process of being restored with a view to sale. Work in progress is valued at the lower of cost and net realisable value. Cost includes all direct costs. Anticipated losses are recognised in costs of providing charitable activities.

**1.11 CASH AT BANK AND IN HAND**

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of opening of the deposit or similar account.

**1.12 LIABILITIES AND PROVISIONS**

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation.

**1.13 FINANCIAL INSTRUMENTS**

The company 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 their settlement value.

**2. INCOME FROM DONATIONS AND LEGACIES**

	<b>Restricted funds 2016 £</b>	<b>Unrestricted funds 2016 £</b>	<b>Total funds 2016 £</b>	<b>Total funds 2015 £</b>
Donations	660	-	660	7,221
Legacies	-	-	-	10,000
	<hr/>	<hr/>	<hr/>	<hr/>
Total donations and legacies	660	-	660	17,221
	<hr/>	<hr/>	<hr/>	<hr/>

In 2015, of the total income from donations and legacies, £10,000 was to unrestricted funds and £7,221 was to restricted funds.



**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 December 2016

**3. INVESTMENT INCOME**

	<b>Restricted funds 2016 £</b>	<b>Unrestricted funds 2016 £</b>	<b>Total funds 2016 £</b>	<b>Total funds 2015 £</b>
Interest received	-	1,256	1,256	1,773
Income from listed investments	-	5,701	5,701	16,889
	<u>-</u>	<u>6,957</u>	<u>6,957</u>	<u>18,662</u>

In 2015, of the total investment income, £18,662 was to unrestricted funds and £ NIL was to restricted funds.

**4. ACTIVITIES IN FURTHERANCE OF THE CHARITY'S OBJECTS**

	<b>Restricted funds 2016 £</b>	<b>Unrestricted funds 2016 £</b>	<b>Total funds 2016 £</b>	<b>Total funds 2015 £</b>
Verney Memorial events	-	428	428	686
	<u>-</u>	<u>428</u>	<u>428</u>	<u>686</u>

In 2015, of the total income from charitable activities, £ 686 was to unrestricted funds and £ NIL was to restricted funds.

**5. ANALYSIS OF RESOURCES EXPENDED BY EXPENDITURE TYPE**

	<b>Total 2016 £</b>	<b>Total 2015 £</b>
Land and building preservation	15,164	59,535
Verney Memorial events	1,020	1,454
<b>CHARITABLE ACTIVITIES</b>	<u>16,184</u>	<u>60,989</u>
<b>EXPENDITURE ON GOVERNANCE</b>	<u>4,926</u>	<u>4,217</u>
<b>Total Expenditure</b>	<u>21,110</u>	<u>65,206</u>

In 2015, of the total expenditure, £62,146 was to unrestricted funds and £3,060 was to restricted funds.



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**NOTES TO THE FINANCIAL STATEMENTS**  
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**6. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES**

	Restricted funds 2016 £	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Land and building preservation	300	14,864	15,164	59,535
Verney Memorial events	-	1,020	1,020	1,454
	<u>300</u>	<u>15,884</u>	<u>16,184</u>	<u>60,989</u>

See notes 7, 8 and 9 for further breakdown.

**7. ANALYSIS OF GRANTS**

	Grants to Institutions 2016 £	Total 2016 £	Total 2015 £
Land and building preservation	1,012	1,012	26,250

Grants and donations payable comprises:

	Restricted funds £	Unrestricted funds £	2016 £	2015 £
<b>Paid grants</b>				
Farnham Maltings Museum	-	-	-	3,500
Finding Farnham project	-	-	-	2,000
Rural Life Centre	-	-	-	5,000
Wrecclesham History Project	-	300	300	-
318 Ceramics	-	712	712	-
	<u>-</u>	<u>1,012</u>	<u>1,012</u>	<u>10,500</u>
<b>Accrued grants</b>				
Castle Steps	-	-	-	7,500
Thursley Village Hall	-	-	-	8,250
	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,750</u>
<b>Total grants</b>	<u>-</u>	<u>1,012</u>	<u>1,012</u>	<u>26,250</u>

Accrued grants are valid for one year, but may be extended at the discretion of the Trustees.

The Castle Steps grant was provided as a cost during the year ended 31 December 2015 and is expected to be paid during 2017.

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**8. DIRECT COSTS**

	Preservat'n £	Verney Memorial events £	Total 2016 £	Total 2015 £
Property costs	6,899	-	6,899	26,506
Verney Memorial events	-	1,020	1,020	1,454
Professional fees	5,600	-	5,600	6,120
	<u>12,499</u>	<u>1,020</u>	<u>13,519</u>	<u>34,080</u>

**9. SUPPORT COSTS**

	Preservat'n £	Total 2016 £	Total 2015 £
Accountancy and administration	348	348	354
Bank charges	30	30	30
Other expenses	75	75	275
Irrecoverable debt	1,200	1,200	-
	<u>1,653</u>	<u>1,653</u>	<u>659</u>

Support costs are allocated to the Preservation activity, being the charity's main activity.

**10. GOVERNANCE COSTS**

	Restricted funds 2016 £	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Independent examiner's fees	-	2,917	2,917	2,400
Legal & professional fees	-	1,121	1,121	943
Other governance costs	-	70	70	133
Trustee insurance	-	768	768	741
Donations	-	50	50	-
	<u>-</u>	<u>4,926</u>	<u>4,926</u>	<u>4,217</u>

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**11. NET INCOMING RESOURCES/(RESOURCES EXPENDED)**

This is stated after charging:

	2016 £	2015 £
Independent examiner's remuneration	2,917	2,400

During the year, no Trustees received any remuneration (2015 - £NIL).

During the year, no Trustees received any benefits in kind (2015 - £NIL).

During the year, 3 Trustees received reimbursement of expenses incurred on behalf of the Trust amounting to £99 (2015 - 5 Trustees- £1,529).

During the year, the charity paid £768 (2015 - £742) in respect of trustee indemnity insurance.

**12. PROGRAMME RELATED INVESTMENTS**

	Programme related investment £
At 1 January 2016	51,588
Repayments	(6,338)
At 31 December 2016	45,250
At 31 December 2015	51,588

**PROGRAMME RELATED INVESTMENTS COMPRISE:**

	Loan 2016 £	Total 2015 £
Loan to facilitate land purchase	45,250	51,588

The loan is repayable in equal instalments over 20 years, reduced by overpayments in any year, starting in 2012 and ending in 2032.

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**13. FIXED ASSET INVESTMENTS**

	Listed securities £	Cash and settlements pending £	Total £
<b>MARKET VALUE</b>			
At 1 January 2016	144,182	5,614	149,796
Additions/disposals within fund	(1,528)	1,528	-
Revaluations	11,754	(906)	10,848
	<u>154,408</u>	<u>6,236</u>	<u>160,644</u>
At 31 December 2016	<u>154,408</u>	<u>6,236</u>	<u>160,644</u>
<b>HISTORICAL COST</b>	<u>143,764</u>	<u>6,236</u>	<u>150,000</u>

**INVESTMENTS AT MARKET VALUE COMPRISE:**

	UK £	Overseas £	2016 £	2015 £
Listed Investments	92,016	62,392	154,408	144,181
Investment cash & settlements pending	6,236	-	6,236	5,615
	<u>98,252</u>	<u>62,392</u>	<u>160,644</u>	<u>149,796</u>
Total market value	<u>98,252</u>	<u>62,392</u>	<u>160,644</u>	<u>149,796</u>

**14. STOCKS**

	2016 £	2015 £
Work in progress	<u>577,079</u>	<u>520,000</u>

**15. DEBTORS**

	2016 £	2015 £
Concessionary loans receivable	3,250	4,612
Other debtors	1,834	1,805
	<u>5,084</u>	<u>6,417</u>

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**16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2016 £	2015 £
Accruals and deferred income	11,146	3,169
Grants accrued	7,500	15,750
	<u>18,646</u>	<u>18,919</u>

**17. STATEMENT OF FUNDS**

	Brought Forward £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Carried Forward £
<b>UNRESTRICTED FUNDS</b>						
General Funds	1,163,294	7,385	(20,810)	115	-	1,149,984
Investment revaluation reserve	(204)	-	-	-	10,848	10,644
	<u>1,163,090</u>	<u>7,385</u>	<u>(20,810)</u>	<u>115</u>	<u>10,848</u>	<u>1,160,628</u>
<b>RESTRICTED FUNDS</b>						
East Street						
Development Appeal	(360)	660	(300)	-	-	-
Nigel Temple Fund	115	-	-	(115)	-	-
	<u>(245)</u>	<u>660</u>	<u>(300)</u>	<u>(115)</u>	<u>-</u>	<u>-</u>
Total of funds	<u>1,162,845</u>	<u>8,045</u>	<u>(21,110)</u>	<u>-</u>	<u>10,848</u>	<u>1,160,628</u>

**THE FARNHAM (BUILDING PRESERVATION) TRUST LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
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**17. STATEMENT OF FUNDS**

**SUMMARY OF FUNDS**

	Brought Forward £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Carried Forward £
General funds	1,163,090	7,385	(20,810)	115	10,848	1,160,628
Restricted funds	(245)	660	(300)	(115)	-	-
	<u>1,162,845</u>	<u>8,045</u>	<u>(21,110)</u>	<u>-</u>	<u>10,848</u>	<u>1,160,628</u>

In accordance with the Trust's accounting policy 'Funds' and the Charities SORP, funds received for the specific purposes are allocated to a Restricted Fund upon receipt.

During the year, the Trust obtained permission from the Charity Commission to transfer the £115 Nigel Temple fund to unrestricted funds and this is reflected as a transfer above.

The East Street Development Appeal is funds received to be applied in objecting to the effect of the development of East Street on the listed Brightwell House, its environs and the indirect impact on the Farnham Conservation Area.

**18. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	Restricted funds 2016 £	Unrestricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Fixed asset investments	-	160,644	160,644	149,796
Programme related investments	-	45,250	45,250	51,588
Current assets	-	973,380	973,380	980,380
Creditors due within one year	-	(18,646)	(18,646)	(18,919)
	<u>-</u>	<u>1,160,628</u>	<u>1,160,628</u>	<u>1,162,845</u>

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**NOTES TO THE FINANCIAL STATEMENTS**  
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**19. GRANT COMMITMENTS**

	Total 2016 £	Total 2015 £
At 31 December 2016 the company had commitments as follows:		
Commitments in respect of grants approved for projects which have not been accrued in the financial statements but will form part of grants:		
Within one year	-	5,250

Grant offers are valid for one year, but may be extended at the discretion of the Trustees. Grants will be funded from unrestricted funds.

**20. RELATED PARTY TRANSACTIONS**

There have been no related party transactions in the reporting period that require disclosure.

**21. LEGAL STATUS**

The company is a charitable company, incorporated in England and Wales.

It's registered office is Belfry House, Old Lane, Dockenfield, Farnham, Surrey, GU10 4HQ.