

consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Opinion on other matters

In my opinion:

- in the light of the knowledge and understanding of the Travers Foundation and its environment obtained in the course of the audit, I have not identified any material misstatements in the Governance Statement; and
- the information given in the Governance Statement on which I provide a positive consistency opinion on for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which I report by exception

I have nothing to report in respect of the following matters which I report to you if, in my opinion:

- adequate accounting records have not been kept or returns adequate for my audit have not been received from branches not visited by my staff; or
- the financial statements are not in agreement with the accounting records and returns; or
- I have not received all of the information and explanations I require for my audit; or
- the Governance Statement does not reflect compliance with HM Treasury's guidance.

Gareth Davies

29 April 2021

Comptroller and Auditor General

National Audit Office

157-197 Buckingham Palace Road

Victoria

London

SW1W 9SP

Statement of Financial Activities for the Year ended 31 August 2020

		2020	2019
Income & Endowment From:	Note	£	£
Investments			
Property		32,134	31,489
Total Income & Endowments		<u>32,134</u>	<u>31,489</u>
Expenditure On:			
Raising Funds			
Property Management		13,187	10,732
		<u>13,187</u>	<u>10,732</u>
Charitable Activities			
Grant to Greenwich Hospital		-	-
Other			
Audit Fees		3,000	5,000
Total Expenditure		<u>16,187</u>	<u>15,732</u>
Loss on Sale of Investment Property		-	(4,162)
Gain / (Loss) on Revaluation of Investment Properties	2	59,000	(285,323)
Net Income / (Expenditure)		<u>74,947</u>	<u>(273,728)</u>
Total funds brought forward at 1 September	7	2,983,650	3,257,378
Total funds carried forward at 31 August		<u>3,058,597</u>	<u>2,983,650</u>

All activities are classed as continuing and all recognised gains and losses have been included in the accounts.

Balance Sheet as at 31 August 2020

	Note	2020 £	2019 £
Fixed assets			
Investment property	2	<u>2,834,000</u>	<u>2,775,000</u>
Current assets			
Debtors	3	230,097	211,150
Cash at bank and in hand	4	<u>-</u>	<u>-</u>
		<u>230,097</u>	<u>211,150</u>
Current liabilities (amounts falling due within one year)	5	<u>(5,500)</u>	<u>(2,500)</u>
Total assets less current liabilities		<u>3,058,597</u>	<u>2,983,650</u>
Funds			
Unrestricted funds	7	<u>3,058,597</u>	<u>2,983,650</u>

The notes on pages 79 to 82 form part of the accounts.

The financial statements were approved by the Advisory Panel on 10 March 2021, and signed on its behalf by:

Andrew Turner

Interim Director of Greenwich Hospital

27 April 2021

Cash flow for the Year ended 31 August 2020

	Note	Charity 2020 £	Charity 2019 £
Cash Flows from operating Activities			
<i>Net Cash Provided / (Used) by Operating Activities</i>		-	(170,515)
Cash Flows from investing Activities			
Receipts from sale of property and other capital receipts		-	170,838
Payments to acquire or improve property		-	(323)
Net Cash Flow provided by investment activities		-	170,515
Change in Cash or Cash Equivalents in the Reporting Period			
Cash and Cash Equivalents at the beginning of the period		-	-
Cash and Cash Equivalents at the end of the period	4	-	-

Reconciliation of Net Income/ (Expenditure) to net cash flow from operating activities

		Charity 2020 £	Charity 2019 £
Net Income / (Expenditure) for the reporting period (as per the Statement Of Financial Activities)		74,947	(273,728)
Loss on sale of Investment Property		-	4,162
(Gain) / Loss on revaluation of investment properties	2	(59,000)	285,323
Increase in debtors	3	(18,947)	(186,272)
Increase in creditors	4	3,000	-
Net cash flow from operating activities		-	(170,515)

All income and expenditure for Travers Foundation is via Greenwich Hospital. The Foundation does not own a bank account.

Notes to the Accounts for the Year ended 31 August 2020

1 ACCOUNTING POLICIES

a Basis of accounting

The accounts have been prepared under the historical cost convention.

Due to the charitable nature of most of the activities of Greenwich Hospital and Travers Foundation, the accounts have been prepared to comply with the underlying principles of the 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 2019) (the Charities SORP). The Travers Foundation is treated as a public benefit entity.

The financial statements are presented in pounds sterling.

b Going concern

The accounts have been prepared on a going concern basis. As a result of the Covid-19 pandemic, Management has assessed the strength of the Foundation's asset position and liquidity. In so doing, Management has considered the ongoing operations of the Foundation for the next twelve months, which is as charitable organisation deriving net proceeds from its property holdings to pass onto Greenwich Hospital. In that regard, Management has considered what impact a twelve-month period with no rental income would mean for the Foundation's financial position, even though this is considered highly unlikely. In the event that the Foundation were still required to pay all its expenditure for that time, being no more than £10,000, the Foundation would draw down on the £224,618 it is due from Greenwich Hospital. Management personnel of the two organisations is the same, and Greenwich Hospital has provided suitable assurances that in such event it would be able to provide necessary funds. Consequently, the going concern assumption is considered fair and reasonable to apply to the Foundation.

c Recognition of incoming resources

Income is recognised in the year in which it is receivable. Rental increases arising because of rent reviews and lease negotiations are not recognised until negotiations are completed.

d Outgoing resources

All expenditure is charged in the year to which it relates.

e Tangible and intangible fixed assets

Freehold land and buildings held for investment purposes are shown at market value. The market value as at 31 August 2020 has been approved by the Director based upon valuations provided by the appointed Chartered Surveyors for the estates in line with RICS Red Book standards.

f Payments

Travers Foundation's policy is that Greenwich Hospital pays its creditors for goods and services supplied by them in accordance with the terms negotiated with them.

2 INVESTMENT PROPERTY

Investment property comprises freehold land and buildings and is shown at market value as at 31 August 2020, as approved by the Director based upon valuations provided by Strutt & Parker who are independent Chartered Surveyors. All the individuals who undertook valuations have the relevant knowledge, skills, qualifications and understanding to competently value the property. No sales or acquisitions were made during the year.

	2020	2019
	£	£
Market value at 1 September	2,775,000	3,235,000
Additions at cost	-	323
Value of Investment Property sold	-	(175,000)
Unrealised profit / (loss) on revaluation	59,000	(285,323)
Market value at 31 August	<u>2,834,000</u>	<u>2,775,000</u>

3 DEBTORS

Greenwich Hospital receives cash and makes payments on behalf of Travers Foundation. Amounts due from Greenwich Hospital are the balance of net cash received and represents the cash held by Greenwich Hospital on behalf of Travers Foundation. Travers Foundation does not have its own bank account.

	2020	2019
	£	£
Amounts falling due within one year		
Due from Greenwich Hospital	224,618	205,671
Rents receivable	5,479	5,479
	<u>230,097</u>	<u>211,150</u>

4 CASH

The Travers Foundation's foundation income and expenditure is all made via Greenwich Hospital bank accounts. The net receipts and payments will show as the net change in the Greenwich Hospital debtor.

5 CREDITORS

	2020	2019
	£	£
Amounts falling due within one year		
Accruals	<u>5,500</u>	<u>2,500</u>

This creditor is the audit fee for the year. In the current year, the creditor includes the 2019 audit fee, which was not paid until after the year end.

6 OPERATING LEASES AS LESSOR

	2020 £	2019 £
The value of investment assets held for use in operating leases	2,834,000	2,775,000
Minimum Rent Due under operating leases	2020 £	2019 £
Not later than 1 year	24,880	32,134
After 1 year but not more than 5	26,789	80,753

The operating lease is in relation to properties at Bovills Hall Farm.

7 ANALYSIS OF FUNDS

	2020 £	2019 £
Analysis of unrestricted fund movement		
Balance as at 1 September	2,983,650	3,257,378
Net Outgoing resources	74,947	(273,728)
Balance as at 31 August	3,058,597	2,983,650

8 RELATED PARTY TRANSACTIONS

The Secretary of State for Defence is the Trustee of Greenwich Hospital.

Greenwich Hospital is considered a related party to Travers Foundation. Under the Armed Forces Act 1976, all funds of Travers Foundation can be used for the benefit of Greenwich Hospital and are kept in Greenwich Hospital bank accounts.

No grants have been made by Travers Foundation to Greenwich Hospital in the current or prior year.

9 FINANCIAL INSTRUMENTS

	2020 £	2019 £
Financial Assets		
Rent	5,479	5,479
Other Receivables	224,618	205,671
Total Financial Assets	230,097	211,150
Financial Liabilities		
Trade and Other Payables	5,500	2,500
Total Financial Liabilities	5,500	2,500

FRS 102 requires disclosure of the role which financial instruments have had during the year in creating or changing the risks an entity faces in undertaking its activities. Financial instruments include investments in equity shares and bonds, cash held on deposit and other receivables.

Interest rate risk

The Foundation's exposure to interest rate is not material due to the small proportion of financial assets held as cash on deposit and rent and other receivables.

Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Foundation. The Foundation is exposed to credit risk in respect of its cash deposits with Greenwich Hospital and rent receivables.

At 31 August 2020, cash deposits were invested via Greenwich Hospital with banks of sound credit standing of at least Standard & Poor's A-2 rating.

Rent receivables consist of amounts due from tenants. Procedures are in place to check the financial standing of all new counterparties before commencement of tenancies. An active credit control policy is applied to the management of rent arrears.

10 POST BALANCE SHEET EVENTS

In accordance with the requirements of the Charities SORP, events after the end of the reporting period are considered up to the date on which the accounts are authorised for issue. This is interpreted as the date of the Certificate and Report of the Comptroller and Auditor General.

There have been no events since the end of the financial year which would affect the understanding of the financial statements.

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