

Charity Registration No. 1072850

**THE LIGHT INFANTRY REGIMENTAL CHARITY
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2010**

THE LIGHT INFANTRY REGIMENTAL CHARITY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Lieutenant General RV Brims CB CBE DSO DL Major General MD Regan CB OBE Colonel B Denney TD DL Colonel D H R Stephenson CBE Colonel M R Goldsack OBE Lieutenant Colonel (Retired) P J Wykeham Major (Retired) K Kennedy MBE Captain (Retired) I I Foster
Secretary	Captain (Retired) I I Foster
Charity number	1072850
Principal address	Peninsula Barracks Romsey Road Winchester Hampshire SO23 8TS
Registered office	Peninsula Barracks Romsey Road Winchester Hampshire SO23 8TS
Examiner	Major (Retired) WJ Spiers FCIS RHQ The Rifles Peninsula Barracks Romsey Road Winchester SO23 8TS
Bankers	Royal Bank of Scotland plc 67-68 High Street Winchester Hampshire SO23 9DA
Investment advisors	Schroder Charities 31 Gresham Street London EC2V 7QA (through The Rifles Regimental Trust – Charity No 1119061)

THE LIGHT INFANTRY REGIMENTAL CHARITY

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THE LIGHT INFANTRY REGIMENTAL CHARITY

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2010

The trustees present their report and accounts for the year ended 31 December 2009

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Charities Act 2006 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005.

The Trust Fund

The fund was originally a registered Charity under a trust deed dated 31 December 1968 and represented the endowments of funded Charities of the Light Infantry consolidated into one combined pool. The various charitable funds were consolidated under a Trust Deed dated 8 December 1998 into a single charity known as "The Light Infantry Regimental Charity". In 2006 the Trustees +reviewed and amended the Trust deed to reflect necessary changes for the formation of The Rifles and to facilitate the transfer of the bulk of the charities assets into The Rifles Regimental Trust which was completed by 31 December 2007.

Structure, governance and management

Trustees are appointed specifically to the charity upon assumption of membership of The Light Infantry Committee and hold office until they choose to retire from that appointment. There is no prerequisite for Trustees to have experience in charity law, investment or banking but where they do they will act as advisers to the other Trustees and monitor the relevant activities of the specialist advisers who are retained by the fund.

The trustees who served during the year were:

Lieutenant General RV Brims CB CBE DSO DL

Major General MD Regan CB OBE

Colonel B Denney TD DL

Colonel D H R Stephenson CBE

Colonel M R Goldsack OBE

Lieutenant Colonel PJ Wykeham

Major (Retired) K Kennedy MBE

Captain (Retired) I I Foster

The day to day running of the fund is invested in Lt Col PJ Wykeham (formerly Light Infantry Regimental Secretary) and Captain I I Foster (Rifles Assistant Regimental Secretary Finance) with biannual Trustees meetings taking place generally in May and October. All bids exceeding £1,000 or of an unusual nature are presented to the Trustees for approval.

The risks to the fund as identified by the Trustees are limited to:

Income Generation

The continued ability to support our objectives is dependent upon achieving sufficient income. The management of our investments through professionally managed funds ensures that the risks are minimised and our income and assets safeguarded. From 2010 the funds have been combined with those of The Rifles Regimental Trust (Charity No19061) for investment purposes only and are overseen by the Treasurer (Trustee) and LI representatives on The Rifles Investments Sub-Committee.

Fraud

The risk of fraudulent activities is assessed as low given the organisational structure and access to funds being **restricted** to essential personnel. These officials are in turn monitored by Trustees through their biannual meetings and their **approval** of any bids in excess of £1,000. This is backed by the annual professional audit and Fidelity Guarantee Insurance cover for **Employee Dishonesty**

THE LIGHT INFANTRY REGIMENTAL CHARITY

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2010

Objectives and activities

The object of the charity is to promote the efficiency of the Regiment (now The Rifles) in such ways as the Trustees may decide.

On 1 February 2007 the Light Infantry were merged with the Devon and Dorset Light Infantry, the Royal Gloucestershire, Berkshire and Wiltshire Light Infantry and the Royal Green Jackets to form "The Rifles". The Trustees have reviewed and amended the trust deed to reflect the change and ensure that grants can be paid direct to the new Regiment's funds and also facilitate the transfer of assets into the new charity at an appropriate time. From 2008 the balance of funds retained (approximately £200,000) were designated to provide income to support the Light Infantry Annual Reunion and other residual commitments not passed to The Rifles.

Achievements and performance

In a year of transition the fund has fully met its objectives in maintaining the LI Reunion and other residual matters of LI interest. The day to day management Regimental Chattels and in the making of grants to Regular and TA Regiments as well as affiliated organisations are now the responsibility of The Rifles; however Trustees have retained the right to be consulted in the disposal of any former Light Infantry Chattels that were passed over to the new Regiment. The insurance of the chattels now also rests with The Rifles.

In pursuance of the objectives of the fund, it continues to maintain contact with The Rifles, as one of its forming Regiments, as well as affiliated organisations that continue to support Light Infantry activities.

Financial review

Income resources are derived from the core investments belonging to the fund. Investments are to be maintained to provide income for the fund and where possible resource expenditure should be kept within income resources. For the year ending 31 December 2010 resource income was £15,718 (2009: £12,032) against resource expenditure of £14,419 (2009: £5,118), resulting in an excess of income of £1,299 (2009: excess of income £6,914). Trustees are conscious of future commitments to underwriting The Light Infantry Book, the cost of the LI Memorial and an annual LI Museum grant as well as increasing costs to support the Annual LI Reunion. In total these elements will cost around £85K of which £15K will be annual ongoing costs. Efforts to offset these costs are in hand and include advertising the book, sponsorship of both the book and Memorial and increasing resource income both one off and ongoing. The Trustees wish to acknowledge the generous donation of £10K from Kuvera International towards the book costs.

LI Officers Association – Designated Fund

The Light Infantry Officers Association a former registered charity, which was transferred in to The LI Regimental Charity in 2007 and continued to support appropriate expenditure in line with its previous deed. During the course of the year income was £333 (2009: £374) and expenditure totaled £292 (2009: £296). The small excess of income was noted by Trustees and that support to its previous activities may, in subsequent years, result in a gradual reduction in the value of the funds available. Trustees will continue to monitor and liaise with other interested parties which the funds support to ensure that any drawdown remains justifiable.

Investment Policy

Funds are invested with Schrodgers in a managed fund which are maintained for the purpose of generating future income to enable the charity to meet its objectives. Investment management is placed in the hands of specialist advisers but to further enhance the oversight and maximize the income they have been combined within The Rifles Regimental Trust where they are held as a Restricted fund under the full control and direction of Trustees, but where they enjoy a wider oversight of and income as part of a larger investment portfolio.

Reserves

The charity has sufficient reserves, which is represented mainly by its listed investments. These reserves are held for the purpose of generating future income for the Fund. Reserves however may be drawn upon where required to maintain the objectives of the Charity.

Public Benefit

The following statements take into account the Charity Commission's guidance on public benefit disclosure.

The Trustees are conscious that the use of charitable funds should have an element of benefit to the public.

The object of the Light Infantry Regimental Charity is to promote the efficiency of the Regiment. (now including The Rifles), both past and present, where the maintenance of high standards and high moral contributes to the effectiveness of the armed forces. This is achieved through support to activities involving both former and serving members of the Regiment both centrally and within their local communities, engendering a family ethos and helping to maintain the efficiency and moral of the Regiment and promote in general, the armed forces.

THE LIGHT INFANTRY REGIMENTAL CHARITY

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2010

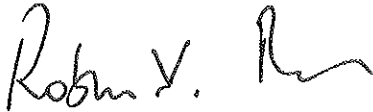
Disclosure of information to examiner

Each of the Trustees has confirmed that there is no information of which they are aware which is relevant to the examination, but of which the examiner is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Examination of Accounts

In view of the reduced level of income and expenditure Trustees have approved that the accounts are now be subject to an "Examination of Accounts" and approved the continuation of the appointment of Major WJ Spiers FCIS to do so.

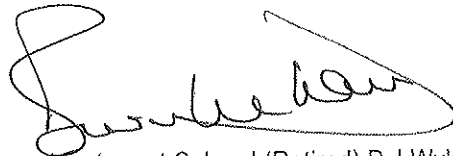
On behalf of board of trustees



Lieutenant General RV Brims CB CBE DSO DL

Trustee

Dated



Lieutenant Colonel (Retired) P J Wykeham

Trustee

Dated 10 May 11

THE LIGHT INFANTRY REGIMENTAL CHARITY

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the accounts in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

The law governing charitable funds requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources, including its net income and expenditure for the year.

In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

THE LIGHT INFANTRY REGIMENTAL CHARITY

INDEPENDENT EXAMINER'S REPORT

I report on the accounts of the Trust for the year ended 31 December 2010,

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under section 43 (2) of the Charities Act 1993 (the 1993 Act) and that an independent examination is needed. It is my responsibility to:

- Examine the accounts (under section 43 (3) (a) of the 1993 Act;
- To follow the procedures laid down in the General Directions given by the Charity Commissioners (under section 43 (7) (b) of the 1993 Act); and
- To state whether particular matters have come to our attention. Basis of independent examiner's report

Our examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, 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 we do not express an audit opinion on the view given by the accounts.

In connection with our examination, no matter has come to our attention which gives us reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 41 of the 1993 Act; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 1993 Act.

Have not been met or to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Major (Retired) W J Spiers FCIS
Examiner

RHQ The Rifles
Romsey Road
Winchester
Hampshire
SO23 8TS

Dated: 26 April 2011

THE LIGHT INFANTRY REGIMENTAL CHARITY

STATEMENT OF FINANCIAL ACTIVITIES FOR

THE YEAR ENDED 31 DECEMBER 2010

	Notes	Unrestricted funds £	Designated funds £	Total 2010 £	Total 2009 £
Incoming resources from generated funds					
Voluntary income	2	11,385		11,385	6,047
Investment income	3	4,333		4,333	5,985
		15,718		15,718	12,032
Light Infantry Officers Association	4		333	333	374
LI Memorial	4		2,000	2,000	
Total incoming resources		15,718	2,333	18,051	12,406
Resources expended					
Costs of generating funds					
Investment management costs	5	-	-	-	16
Net incoming resources available		15,718	2,333	18,051	12,390
Charitable activities					
Grants payable	6	94	539	633	1,209
LI Central Fund		9,500	-	9,500	4,005
LI Museum		3,500		3,500	
Total charitable expenditure		13,094	539	13,633	5,214
Governance costs		520	-	520	184
Administrative costs		805	-	805	
Total resources expended		14,419	539	14,958	5,396
Net incoming/(outgoing) resources before transfers		1,299	1,794	3,093	6,992
Gross transfers between funds		Nil	Nil	Nil	Nil
Net (outgoing)/incoming resources		1,299	1,794	3,093	6,992
Other recognised gains and losses					
(Losses)/gains on investment assets		15,548	-	15,548	27,214
Net movement in funds		16,847	1,794	18,641	34,206
Fund balances at 1 January 2010		205,595	11,814	217,409	183,203
Fund balances at 31 December 2010		222,442	13,608	236,050	217,409

THE LIGHT INFANTRY REGIMENTAL CHARITY

SUMMARY INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2010

	2010 £	2009 £
Gross income	15,652	12,930
Transfer to endowment funds	0	0
Total income	15,652	12,930
Total expenditure from income funds	14,419	5,398
Net income/(expenditure) for the year	1,233	6,992

The summary income and expenditure account is derived from the statement of financial activities on page 7 which, together with the notes on pages 10 to 14, provides full information on the movements during the year on all funds of the charity.

STATEMENT OF RECOGNISED GAINS AND LOSSES	2010	2009
Net income/(expenditure) for the year	1,233	6,992
Unrealised gains on investment assets held by income funds	15,548	27,214
Net improvement/(loss) for the year.	16,781	34,206

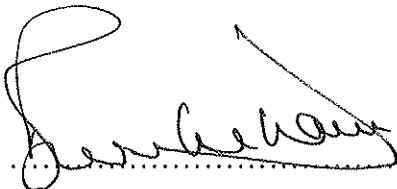
THE LIGHT INFANTRY REGIMENTAL CHARITY

BALANCE SHEET

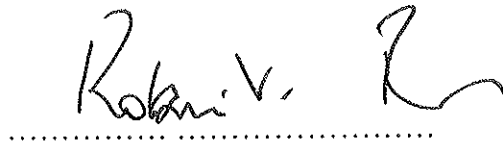
AS AT 31 DECEMBER 2009

	Notes	2010 £	£	2009 £
Fixed assets				
Investments	9		203,152	187,604
Current assets				
Debtors	10	34,380		7,397
Cash at bank and in hand		1,150		22,412
		<u>35,530</u>		<u>29,809</u>
Creditors: amounts falling due within one year	11	<u>2,632</u>		<u>4</u>
Net current assets			<u>32,898</u>	<u>29,805</u>
Total assets less current liabilities			<u>236,050</u>	<u>217,409</u>
Income funds				
Unrestricted funds:				
Designated funds	12		13,608	11,814
Other charitable funds				
Unrestricted income funds		212,442		171,467
Revaluation reserve			<u>222,442</u>	<u>205,595</u>
			<u>236,050</u>	<u>217,409</u>

Accounts were approved by the board on 22 Feb 10



Lieutenant Colonel (Retired) P J Wykeham
Trustee



Lieutenant General RV Brims CB CBE DCSO DL
Trustee

THE LIGHT INFANTRY REGIMENTAL CHARITY

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2009

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared under the historical cost convention.

The accounts have been prepared in accordance with applicable accounting standards, the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005 and the Charities Act 2006.

All funds are unrestricted funds which are available for use at the discretion of the Trustees in the furtherance of the general objectives of the charity.

1.2 Incoming resources

All incoming resources are included in the SOFA when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

1.3 Resources expended

All expenditure is accounted for on an accruals basis, and detailed in the SOFA and supporting notes.

Grants and insurance are charged against income at the time of payment and also include items accrued for at the year end.

1.4 Investments

Fixed asset investment are stated at market value at the balance sheet date. The SOFA includes the net gains and losses arising on revaluations and disposals throughout the year.

2 Voluntary income

	2010 £	2009 £
Donations and gifts	11,384	6,047

3 Investment income

	2010	2009 £
Income from listed investments	4,321	5,864
Interest receivable	12	121
	<hr/> 4,333	<hr/> 5,985

THE LIGHT INFANTRY REGIMENTAL CHARITY

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2009

4 Light Infantry Officers Association

	2010 £	2009 £
Grants received	333	374

5 Total resources expended

	Other costs £	Grant funding £	Total 2010 £	Total 2009 £
Costs of generating funds				
Investment management costs	-	-	-	-
Charitable activities				
Grant funding of activities				
Grants payable	-	94	94	1,209
Grant funding of activities				
LI Central Fund (Reunion)	-	9,500	9,500	4,005
Grant funding of activities				
LI Museum	-	3,500	3,500	4,005
		13,094	13,094	5,214
Governance costs				
		520	520	184
		13,614	13,614	5,398

Governance costs includes payments to the auditors of £ Nil (2009: Nil)

6 Grants payable

	2010 £	2009 £
Binding of Silver Bugle 2003 to 2007		392
LI Assn Reunited 2010 / Photographic database 2009	94	531
Officers Assn Database expenses 2009		296
LI Central Fund	9,500	4,005
LI Museum	3,500	
	13,094	5,214

THE LIGHT INFANTRY REGIMENTAL CHARITY

NOTES TO THE ACCOUNTS (CONTINUED)

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefit during the year.

8 Employees

There were no employees during the year.

9 Fixed asset investments

	£
Market value at 1 January 2010	187,604
Disposals at opening book value	-
Acquisitions at cost	-
Change in value in the year	15,549
Market value at 31 December 2010	203,153
Historical cost:	
At 31 December 2009	187,604
At 31 December 2008	160,390

10 Debtors

	2010 £	2009 £
Other debtors	34,380	7,396

11 Creditors: amounts falling due within one year

	2010 £	2009 £
Grants payable	2,633	4
Accruals		
	2,633	4

THE LIGHT INFANTRY REGIMENTAL CHARITY

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2010

12 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

		Movement in funds			
		Balance at 1 January 2010	New	Utilised/ realised	Balance at 31 December 2010
		£	£	£	£
	LI Officers Association	11,813	333	(292)	11,854
	LI Memorial		2,000	(247)	1,753
		11,813	2333	(539)	13,607
13	Analysis of net assets between funds	Unrestricted Funds	Designated Funds		Total
	Fund balances at 31 December 2010 are represented by:	£	£		£
	Investments	203,152			203,152
	Current assets	1,106	13,608		22,412
	Creditors: amounts falling due within one year	(2,633)	-		(2,633)
		198,199	13,608		210,012
	Unrealised gains included above on investments	15,549			27,178
	Reconciliation of movement in unrealised gains Net Gains on revaluation during year	15,549			27,178
	Unrealised gains at 31 December 2010	15,549			27,178