



**Annual Report and
Unaudited Financial Statements**
for the year ended 31 August 2019

Richard Luckin



THE CECCHETTI SOCIETY TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	D Van Schoor Dame M Mason DBE S Mitchell C Nourse E Swan C Hutchon Sir D Bintley RD Thom	(Appointed 28 February 2020) (Appointed 28 February 2020)
Charity number	275548	
Independent examiner	Rickard Luckin Limited Aquila House Waterloo Lane Chelmsford Essex CM1 1BN	
Bankers	CAF Bank 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4TA	
Investment advisors	CCLA Investment Management Limited Senator House 85 Queen Victoria Street London EC4V 4ET	

THE CECCHETTI SOCIETY TRUST

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THE CECCHETTI SOCIETY TRUST

TRUSTEES REPORT

FOR THE YEAR ENDED 31 AUGUST 2019

The trustees present their report and financial statements for the year ended 31 August 2019.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the trust's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

In 1978 the CST had been established through a legacy from Cyril Beaumont, the renowned dance historian and was formed by a Declaration of Trust on 20 March and subsequently registered as a charity in England and Wales No 275548 on 25 May 1978. It is an unincorporated association. The Trust Deed was further amended on 25 September 1995 and 1 December 2017. Cecchetti and its image of Enrico Cecchetti were registered as trademarks No 3383372 and No 3383373 respectively in the United Kingdom on 17 January 2020.

On 7 October 2019 the Charity Commission agreed a merger with the Cyril Beaumont Scholarship Trust (CBST) CBST had been registered as a charity in England and Wales No 214517 on 27 November 1963. The CBST was established with the object of providing scholarships for students at the Royal Ballet School or other similar schools who were being trained in the Cecchetti Method of classical ballet.

Objectives and activities

The main objective of the charity is the advancement of the education of the public in the art of classical ballet and in particular that art as perpetrated by the Cecchetti Method to include, the furtherance of the Cecchetti Method of training, the holding of classes or courses in classical ballet, organising conferences and seminars on teaching methods and the publication of educational literature on ballet.

Having considered the Charity Commissions guidance on Public Benefit the trustees consider that the activities of CST meet the main principles of public benefit- that the benefits are identifiable and are related to the objective of maintaining and promulgating the knowledge and education of the Cecchetti Method, that the public are the beneficiaries and that there is no significant exclusion as to who can benefit.

The Trust achieves its aims in a variety of ways including offering support to individual young ballet dancers and teachers to train, and through publicising and promoting Cecchetti Classical Ballet and producing educational resources within its financial means. These can be classified as follows:

Unrestricted funds

Grants: indeterminate amounts and known frequency

Scholarships, awards and bursaries; fixed amounts and known frequency

Restricted funds

Donations received for specific purposes to which they are applied.

THE CECCHETTI SOCIETY TRUST

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2019

Achievements and performance

The Trust has continued to provide support for a number of activities, all of which were in line with the objectives set out in the constitution.

The Trust provides regular donations each through scholarships and awards at various times throughout the year for students, teachers and adjudicators. These donations fall under the following categories:

1. Cecchetti Classical Ballet Awards - (annual competition in November)
2. Tanya Bayona Awards (Malta) - (annual competition in October / November)
3. Summer School for Teachers - (considered on application / recommendation)
4. Summer School for Vocational Students - (considered on application or teacher recommendation)
5. Summer School for Young Dancers - (considered on application or teacher recommendation)
6. Cyril Beaumont Scholarship - (audition in October)
7. Other Scholarships / Bursaries - (considered on application or recommendation)
8. Cecchetti International Classical Ballet Competition - (held triennially)
9. Other regular funding (including adjudicator fees, advertising, CPD) - (agreed upon application).

Financial review

The trust had an overall decrease in funds of £1,260 (2018: £17,256) for the year.

Total unrestricted income for the year was £47,472 (2018: £40,583), with £36,367 (2018: £35,347) in investment and royalty income and £11,105 (2018: £5,236) in donations and gifts; and £5,100 (2018: £35,585) received as a donation for restricted fund purposes. £46,093 (2018: 49,462) was applied to unrestricted and designated funds; and £7,739 (2018: £40,962) applied from restricted funds.

Reserves

At 31 August 2019 total funds were £1,241,812 (2018: £1,174,742) and of this amount £1,131,625 (2018: £1,063,293) being 91.1% of total funds are held as investments to provide an income stream to the Trust that enables it to fulfill its objectives.

Investment policy

All investments are managed by CCLA Investment Management Limited and it is reported that the arrangement has been very beneficial by increasing the income available to meet the requirements of the Trust.

THE CECCHETTI SOCIETY TRUST

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2019

Plans for the future

In 2019 the ISTD underwent a structural re-organisation and, whilst elected Faculty Committees remain, the role of elected Chairs and Vice Chairs will no longer exist. It is possible that the impact of this re-organisation might result in CST having to become more involved in the provision of associated activities to promote the Cecchetti Method, a task previously provided through the services of the Faculty Committee members and volunteers involved.

The trustees will evaluate how best to continue promoting and supporting Cecchetti within the financial and people resources available and its impact on corporate governance, policies and procedures.

Structure, governance and management

The trust was formed by a declaration of Trust, dated 20 March 1978 as varied by a scheme of 25th September 1995 and is an unincorporated association.

The Trustees who served during the period were:

D Van Schoor

Dame M Mason DBE

S Mitchell

J Morgan (Resigned 1 March 2019)

C Nourse

E Swan

C Hutchon

Sir D Bintley (Appointed 28 February 2020)

RD Thom (Appointed 28 February 2020)

The responsibility for the identification and appointment of new trustees lies with the existing trustees. The chair of trustees is responsible for the induction of any new trustee which involves awareness of a trustee's responsibilities, the governing document, the history and philosophical approach of the charity.

The Trustees report was approved by the Board of Trustees.



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E Swan

Trustee / Chairman of the Cecchetti Society Trust

Dated: 27th June 2020

THE CECCHETTI SOCIETY TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE CECCHETTI SOCIETY TRUST

I report to the trustees on my examination of the financial statements of The Cecchetti Society Trust (the trust) for the year ended 31 August 2019.

This report is made solely to the charity's trustees, as a body, in accordance with section 145 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in this 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 charity and the charity's trustees as a body, for my work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

As the trustees of the trust you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under the Charities Act 2011, I report in respect of my examination of the trust's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the trust as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Caroline Peters FCA

Aquila House
Waterloo Lane
Chelmsford
Essex
CM1 1BN

Dated:

THE CECCHETTI SOCIETY TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2019

	Notes	Unrestricted funds general 2019 £	Unrestricted funds designated 2019 £	Restricted funds 2019 £	Total 2019 £	Total 2018 £
Income from:						
Donations and legacies	3	11,105	-	5,100	16,205	37,821
Investments	4	36,367	-	-	36,367	35,347
Total income		47,472	-	5,100	52,572	73,168
Expenditure on:						
Charitable activities	5	3,728	42,365	7,739	53,832	90,424
Net incoming/(outgoing) resources before transfers		43,744	(42,365)	(2,639)	(1,260)	(17,256)
Net incoming/(outgoing) resources before transfers		43,744	(42,365)	(2,639)	(1,260)	(17,256)
Gross transfers between funds		(42,694)	42,694	-	-	-
Net incoming/(outgoing) resources		1,050	329	(2,639)	(1,260)	(17,256)
Other recognised gains and losses						
Revaluation of tangible fixed assets		68,330	-	-	68,330	72,518
Net movement in funds		69,380	329	(2,639)	67,070	55,262
Fund balances at 1 September 2018		1,151,044	9,445	14,253	1,174,742	1,119,480
Fund balances at 31 August 2019		1,220,424	9,774	11,614	1,241,812	1,174,742

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.


THE CECCHETTI SOCIETY TRUST

BALANCE SHEET

AS AT 31 AUGUST 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Investments	9	1,131,625		1,063,295	
Current assets					
Cash at bank and in hand		112,627		123,847	
Creditors: amounts falling due within one year	11	(2,440)		(12,400)	
Net current assets		110,187		111,447	
Total assets less current liabilities		1,241,812		1,174,742	
Income funds					
Restricted funds	12	11,614		14,253	
Unrestricted funds - designated	13	9,774		9,445	
<u>Unrestricted funds - general</u>					
General unrestricted funds		657,650		656,600	
Revaluation reserve		562,774		494,444	
		1,220,424		1,151,044	
		1,241,812		1,174,742	

The financial statements were approved by the Trustees on 26th June 2020



.....
E Swan
Trustee

THE CECCHETTI SOCIETY TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

1 Accounting policies

Charity information

The Cecchetti Society Trust is a not for benefit entity. The principal address is 28 Prykes Drive, Chelmsford, Essex, CM1 1TP.

1.1 Accounting convention

The financial statements have been prepared in accordance with the trust's deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The trust is a Public Benefit Entity as defined by FRS 102.

The trust has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the trust has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the trust.

1.4 Incoming resources

Income is recognised when the trust is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the trust has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the trust has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

THE CECCHETTI SOCIETY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2019

1 Accounting policies (Continued)

1.5 Resources expended

Resources expended are recognised in the period in which they are incurred and include attributable VAT that cannot be recovered.

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.8 Financial instruments

The trust has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the trust's balance sheet when the trust becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the trust's contractual obligations expire or are discharged or cancelled.

THE CECCHETTI SOCIETY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2019

2 Critical accounting estimates and judgements

In the application of the trust's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds general 2019 £	Restricted funds 2019 £	Total 2019 £	Total 2018 £
Donations and gifts	11,105	-	11,105	5,236
Other	-	5,100	5,100	32,585
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
For the year ended 31 August 2018	<u>5,236</u>	<u>32,585</u>	<u> </u>	<u>37,821</u>

4 Investments

	Unrestricted funds general 2019 £	Total 2018 £
Dividends, tax credits, and interest received	35,763	34,869
Royalties - net receipt ISTD	604	478
	<u> </u>	<u> </u>
	<u>36,367</u>	<u>35,347</u>

THE CECCHETTI SOCIETY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2019

5 Charitable activities

	2019 £	2018 £
Cecchetti Scholars - Grant Scholarships	10,960	11,600
Cecchetti Society - Grants	22,157	27,093
Cecchetti Legacy fund	9,248	7,673
	7,739	40,962
	<u>50,104</u>	<u>87,328</u>
Share of governance costs (see note 6)	3,728	3,096
	<u>53,832</u>	<u>90,424</u>
Analysis by fund		
Unrestricted funds - general	3,728	4,137
Unrestricted funds - designated	42,365	45,325
Restricted funds	7,739	40,962
	<u>53,832</u>	<u>90,424</u>

6 Support costs

	Support costs £	Governance costs £	2019 £	2018 £
Accountancy fees	-	2,440	2,440	2,401
Sundry and admin expenses	-	1,288	1,288	695
	<u>-</u>	<u>3,728</u>	<u>3,728</u>	<u>3,096</u>
Analysed between Charitable activities	-	3,728	3,728	3,096

7 Trustees

No remuneration can be paid to the Trustees under the terms of the Trust Deed, other than for those acting in a professional capacity. No such payments were made during the year. Trustees are permitted the reimbursement of all costs, charges, and expenses incurred in the administration of the Trust.

8 Employees

There were no employees during the year.

9 Fixed asset investments

THE CECCHETTI SOCIETY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2019

9 Fixed asset investments	(Continued)
	Listed investments
	£
Cost or valuation	
At 1 September 2018	1,063,295
Valuation changes	68,330
	<hr/>
At 31 August 2019	1,131,625
	<hr/>
Carrying amount	
At 31 August 2019	1,131,625
	<hr/> <hr/>
At 31 August 2018	1,063,295
	<hr/> <hr/>

Fixed asset investments revalued

Historical cost of investments held at 31 August 2019 is £568,851 (2018: £568,851).

10 Financial instruments	2019	2018
	£	£
Carrying amount of financial assets		
Equity instruments measured at cost less impairment	1,131,625	1,063,295
	<hr/>	<hr/>
Carrying amount of financial liabilities		
Measured at amortised cost	2,440	12,400
	<hr/>	<hr/>
11 Creditors: amounts falling due within one year		
	2019	2018
	£	£
Other creditors	-	10,000
Accruals and deferred income	2,440	2,400
	<hr/>	<hr/>
	2,440	12,400
	<hr/> <hr/>	<hr/> <hr/>

THE CECCHETTI SOCIETY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2019

12 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			
	Balance at 1 September 2018	Incoming resources	Resources expended	Balance at 31 August 2019
	£	£	£	£
Cecchetti Legacy Fund	14,253	5,100	(7,739)	11,614
	<u>14,253</u>	<u>5,100</u>	<u>(7,739)</u>	<u>11,614</u>
	<u><u>14,253</u></u>	<u><u>5,100</u></u>	<u><u>(7,739)</u></u>	<u><u>11,614</u></u>

Cecchetti Legacy Fund

A fund to enable a project to film the most advanced areas of the Cecchetti work.

THE CECCHETTI SOCIETY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2019

13 Unrestricted funds - designated

These are unrestricted funds which are material to the trust's activities made up as follows:

	Balance at 1 September 2018	Resources expended	Transfers	Balance at 31 August 2019
	£	£	£	£
Cecchetti Classical Ballet Awards	1,425	(7,475)	7,675	1,625
Summer School	865	(8,346)	7,481	-
Scholarships and Bursaries	(52)	(6,336)	6,388	-
Cecchetti Scholars	398	(10,960)	11,300	738
Cecchetti Society	1,214	(7,455)	8,250	2,009
Conference and Competitions	5,595	(1,793)	1,600	5,402
	<u>9,445</u>	<u>(42,365)</u>	<u>42,694</u>	<u>9,774</u>

Each year the Trustees designate certain funds to be spent in the furtherance of the charity's activities. These funds are unrestricted and can be transferred to general unrestricted funds if deemed necessary.

Cecchetti Classical Ballet Awards

To provide grants and bursaries to individuals to support their continuing advancement within Cecchetti dance awards.

Summer School

To provide for teachers and give individual grants to young dancers.

Scholarships and Bursaries

To provide grants and support to individuals to continue their development.

Cecchetti Scholars

To provide free classes for dancers selected by audition.

Cecchetti Society

To provide funds to support the charity's publicity and promotion.

Conference and Competitions

To provide funds to support conference and competition costs.

THE CECCHETTI SOCIETY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2019

14 Analysis of net assets between funds

	Unrestricted funds 2019 £	Designated funds 2019 £	Restricted funds 2019 £	Total 2019 £	Total 2018 £
Fund balances at 31 August 2019 are represented by:					
Investments	1,110,237	9,774	11,614	1,131,625	1,063,295
Current assets/(liabilities)	110,187	-	-	110,187	111,447
	<u>1,220,424</u>	<u>9,774</u>	<u>11,614</u>	<u>1,241,812</u>	<u>1,174,742</u>

15 Related party transactions

The Trust has some Trustees in common with the Cyril Beaumont Scholarship Trust, which provides grants to students of the Kate Simmons Dance Ltd. On 7 October 2019 the Cyril Beaumont Scholarship Trust amalgamated with The Cecchetti Society and that charity was removed from the Charity Commission register. During November 2019 the assets of the former Cyril Beaumont Scholarship Trust were transferred to The Cecchetti Society.

No significant transactions took place with the Trust and separate accounts are prepared and provided to the Trustees.

One trustee was reimbursed expenses during the year of £55 (2018: £156).