

THE IOLANTHE TRUST

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2018**

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Patron	Baroness Cumberlege
Trustees	Mrs Sheena Byrom RM MA OBE (Hon)FRCM - Chair Mrs Celina Eves, MBA SRN Dr Phoebe Pallotti, RM BA MA (Cantab) BSc – Vice Chair Dr Mary Stewart, PhD MSc PGDipHE BSc (Hons) RM RN Dr Jacque Gerrard Dr Mary Ross-Davie (to 26 March 2018) Mr Giuseppe Labriola Dr Miranda Dodwell – Lay Trustee (to 23 Oct 2017) Mars Lord – Lay Trustee (from 23 Oct 2017) Ms Johanna Rhys Davies – Legal Trustee Mrs Louise De’Ath – Financial Trustee
Executive Director	Mrs Samantha Hibbert (to 11 May 2017) Dr Miranda Scanlon (formerly Dodwell, from 17 July 2017)
Principal Address	38 Holberry Gardens Sheffield S10 2FR
Auditors	PKF Littlejohn LLP Statutory Auditors 1 Westferry Circus Canary Wharf London E14 4HD
Bankers	Adam & Company plc 6 Adelaide Street London WC2N 4HZ
Investment Advisors	Adam & Company Investment Management Ltd 25 St Andrew Square Edinburgh EH2 1AF
Charity Registration Number	287283

The Trustees present their report and the audited financial statements of the Charity for the year ended 31 March 2018. The Trustees have adopted the provisions of the Statement of Recommended Practice "Accounting and Reporting by Charities" ("FRS 102 SORP") in preparing the annual report and financial statements of the Charity.

Structure, Governance and Management

Governing document

The Iolanthe Trust, also known as The Iolanthe Midwifery Trust (IMT) was formed by a declaration of Trust on 16 June 1983 executed by the Central Midwives Board and the Trustees, and was registered as a charity on 20 June 1983. The Trust Deed establishes the objects and powers of the Charity under which it is governed. This was amended by a Supplemental Deed on 1 November 2005 with a further amendment by Supplemental Deed on 15 July 2017.

Trustees

New Trustees are recruited and appointed by the existing Trustees, bearing in mind the provision laid out in the Trust Deed: "The number of Trustees shall not be less than eight nor more than ten in number, of whom not less than one half shall be Registered Midwives." Skills gaps are analysed within the Trust Body and then vacancies widely publicised on social media/IMT website. Candidates are interviewed by two Trustees.

The Chair of Trustees is responsible for the induction of any new Trustee. This involves awareness of a Trustee's responsibilities, the governing document, administrative procedures, and the history and philosophical approach of the Charity. Where possible, Trustees are encouraged to attend independent training into the roles and responsibilities of a Trustee.

Transparency

All Trustees give freely of their time and receive no remuneration, unless there is prior consent for payment from the Charity Commission. Details of Trustee expenses and any remuneration are provided in the accounts. A 'Code of conduct' for Trustees and a declaration of any conflicts of interest were introduced in 2008 and are updated annually. The IMT's annual reports are accessible on the Charity's website and here there are also links to the full audited accounts on the Charity Commission website.

Risk management

The Trustees annually review the risks that the Charity faces. Those related to stewardship of the financial assets are ameliorated as far as possible by diversified portfolio selection and professional management. The investment portfolio manager has circulated a document for Trustees, detailing the definition of risk and the implications of various risks. As regards ensuring the best use of charitable funds, the Trustees continue to review all applications with great care, following a regularly reviewed process, and paying attention to possible reputational damage to the Charity.

Partnerships

The Charity maintains good working relationships with key industry bodies such as the Royal College of Midwives and other sector relevant charities, and currently has an on-going partnership with RCM for the delivery of a joint Iolanthe Award: the Jean Davies Award.

Meetings

There were two full Trustees' meetings held during the year, in October 2017 and March 2018. The October 2017 meeting included the AGM and the meeting in March 2018 included a meeting of the Awards Assessment Panel. A meeting of the Finance Sub-Committee was held in March 2018. An 'awayday' meeting held in July 2017 at the home of one of the Trustees was attended by a number of Trustees. This offered an opportunity for Trustees, especially those most recently appointed, to get to know each other better, have informal discussions and look at some issues more broadly than is conveniently achieved in the more structured twice-yearly Trustees' meetings. Discussions were not minuted but where they led to recommendations for action, these were taken forward to the next full Trustees' meeting. A resolution was passed at this meeting to appoint Miranda Scanlon (formerly Dodwell) – the Lay Trustee – as Executive Director, with a view to her resigning as Trustee.

Operations

Following the departure of the Executive Director, Samantha Hibbert, in May 2017, one of our Trustees, Miranda Scanlon (formerly Dodwell), took up the role of Executive Director in July 2017. This required a change to the Trust governing document and approval from the Charity Commission to pay a Trustee. Due to changes in the way this role is carried out, it is now a salaried employment. Miranda resigned as a Trustee in October 2017 but has continued in the role of Executive Director.

During the year, a project to develop a new website was completed. The redesign of the website prompted a rebranding exercise and a refreshed, modern look for the Charity. It also included a new web-based application process to improving the process for midwives and student midwives applying for Iolanthe grants. This launched in early December 2017. The new system was also used by the Trustees for judging the awards and collating the scores. Whilst a few improvements are possible, the new system proved to be fit for purpose and a better experience for both applicants and the Awards Panel.

The Charity also set up a newsletter mailing system, bearing in mind the requirements to comply with the General Data Protection Regulations (GDPR) and gain consent of subscribers, with the first newsletter being sent out in April 2018.

Objectives and activities

The objects of the Iolanthe Midwifery Trust are to advance and promote training, education, professional development and research in the field of midwifery, and disseminating the useful results of such development and research.

These objectives are achieved by making financial awards to appropriate selected individuals, who have made detailed applications for funds according to criteria set by the Trustees.

Award winners report back to the Trustees, within a specified time, on the success of their projects. Such reports, or extracts from the reports, are posted on the Charity's website and the award winners frequently publish articles in the midwifery press, present their findings or experiences at conferences and seminars, or disseminate information via web-based media. Thus the value of the activity is publicised and the IMT's contribution to its success widely recognised.

The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to public benefit when reviewing the Trust's aims and objectives and planning future activities and awards. The IMT carries out these objects by:

- financing awards to student midwives, so that they can gain additional professional experience, such as clinical placements overseas or in other parts of the UK; and
- financing awards to midwives undertaking professional development, education or research where the area of interest furthers the objects of the Charity.

Procedures and policy for grant making

The Trust deed gives the Trustees the power to apply the funds to further the charitable objects. Iolanthe Awards fund student and qualified midwives to undertake further study and development, with the aim of improving the care of mothers, babies and families. Any private benefit received by individuals is purely incidental to the objects of our work.

The Trust invites applications for its awards from the midwifery profession by promoting the opportunity via electronic newsletters, email groups, social media and its own website. We make every effort to ensure midwives and students have access to information about the awards and the application process.

Where an application involves a research project, attention to ethical issues must be demonstrated. All applicants for midwives' awards must be currently registered with the UK Nursing and Midwifery Council.

The recommendations of the Awards Panel (consisting of the Midwife Trustees, the Lay Trustee, the Legal Trustee and the Executive Director) are reported to the Trustees at the spring meeting, and the total amount of funding agreed.

In addition to the annual awards for midwives and student midwives, there are three 'commemorative' awards, each established in the name of a significant midwife or other associated individual who has indicated, or whose family has indicated, a wish to benefit the Charity. In these cases, the Trustees select winners from those who apply, at their discretion, to ensure the project reflects the particular interests of the individual after whom the award is named.

In this year, we offered for the first time grants to midwives planning to return to practice, although none were awarded in the year.

Awards and achievements

Sheena Byrom OBE, chair of the Trustees, announced the 2017 award winners in April 2017. Over £22,000 was awarded in total.

Student winners:

- Claire Welford, University of Bradford, volunteering in a Refugee Women's Centre in Dunkirk
- Eleanor Cramer, a student midwife from Anglia Ruskin University, training in Mindfulness Based Stress Reduction with a view to teaching Mindfulness Based Childbirth and Parenting as a specialist mental health midwife
- Elena Uderzo, City University of London, funding places for midwives and students at the Fertility Festival 2018, bringing awareness about fertility and infertility through theatre, art, literature and poetry.
- Linda Owusu, a student midwife from London South Bank University, travelling to Ghana for her elective placement, focusing on support for vulnerable women.
- Lydia Hook, studying at University of Southampton, going to a birthing centre in New Zealand, to see how they facilitate high rates of normal birth and the role of continuity of care.
- Ruby Scott, a student midwife from Edinburgh Napier University, doing an elective placement at an independent midwifery practice in California.
- Sarah Scarlett, University of the West of Scotland, attending a British Sign Language course to improve communication with deaf women receiving maternity care.
- Savannah Dallas, studying at the University of Salford, an elective placement in a Women's Centre in Florida, looking after vulnerable women and those without health insurance.
- Sophie Hall, a student midwife from University of York, two weeks in Mexico on an elective placement with a midwife specialising in birth outside the acute hospital setting.
- Victoria Young, a student midwife from London South Bank University, supporting refugee pregnant women, mothers and babies in Greece
- Kate Mackay, from the University of the West of Scotland (UWS) attending the Midwifery Today conference in Finland, to enhance her knowledge of normal birth.

Midwife award winners:

- Debbie Garrod, a midwife based at University Hospital of South Manchester, for her PhD research: How do midwives and fathers communicate during labour and birth? An ethnographic study in NW England.
- Dominique Mylod, a midwife from Bournemouth University, for research on whether having a birth ball at home in early labour improves birth outcomes (The Ball Assisted Latent Labour [BALL] trial).

- Helen Watson, who works at Sheffield Teaching Hospitals NHS Foundation Trust, presenting at the International Confederation of Midwives Triennial Congress in Toronto on discrimination of Romani women in maternity care in Europe. Her award helped fund her travel and accommodation costs.
- Judith Elwood, based at Ulster University, attending the Royal College of Nursing International Nursing Research conference to give an oral presentation on research into genetic markers to identify women at risk of postnatal depression.
- Kerry Phillips, a midwife from Aneurin Bevan University Health Board, for a conference on Birth Trauma. Her award was to fund speakers and provide free places for student midwives.
- Laura Abbott, a midwife from University of Hertfordshire, to finish writing up her PhD of an ethnographic study looking at the experience of pregnant women in prison.
- Polly Sands, a midwife working at Guys and St Thomas' NHS Foundation Trust, to attend a counselling course to help set up a Listening Clinic for pregnant women.
- Rebecca Westbury, a midwife from Aneurin Bevan University Health Board, to attend a birth yoga instructors' course with a view to offering free yoga in pregnancy courses for women.

Commemorative awards:

- The joint Iolanthe/RCM Jean Davies award for addressing health inequalities – Susan Crowther and Annie Lau
- The Elizabeth Duff Award (new in 2017) for relationship-based midwifery care – Rachel Buisson-Lex
- Ann Stewart award for commitment to practice – Debbie Garrod

No Midwifery Research Fellowship was awarded in 2017, although the Trustees were delighted to hear news of the award of a PhD to our 2015 Midwifery Research Fellow, Allison Farnworth. It was planned to offer a Midwifery Research Fellowship in 2018 and applications for this were invited during December 2017 and January 2018, with an award being made in May 2018.

Awards were presented to the winners by our Patron, Baroness Cumberlege, at an Awards Ceremony held at Bush House, King's College London in September 2017.

Financial review

The Trustees were pleased to note that despite significant spending on the new website development and the rebranding exercise, and taking account of grant awards made, there was an increase in our total unrestricted funds of £5,542.

There was a loss in the value of the endowment fund of around £42,000 after taking account of the costs of managing the fund. The loss of capital growth was disappointing for the Trustees. However, at the Trustee's Meeting in March 2018, Iolanthe's Investment Portfolio Manager reported the loss had occurred in the first months of 2018, following a period of significant growth during 2016 and 2017. This reflected the underlying changes in the UK and overseas equity markets. This was viewed as a market correction and should be seen in the context of market volatility rather than a cause for concern.

It was noted that taking a two year view, there has been growth in the endowment fund of £70,000 in addition to a transfer to designated funds of £48,000, and overall growth in the charitable fund of 10.5% over the two years.

Grants to midwives and student midwives were paid out of the Annual Midwives Award designated fund. The Trustees agreed to transfer an equivalent amount from the General Fund into the Annual Midwives Award fund to bring the fund back up to £25,000 to fund future awards. It was further agreed to transfer £5,000 to the Midwifery Research Fellowship to bring that up to £30,000.

Reserves policy

The Trust Deed requires the Trustees to use income of the Trust in promoting its objects. It also gives permission for the capital to be used.

As the Trust does not generally benefit from large charitable donations, the capital held by the Trust is invested to produce income and capital growth. This income is then used for the operation of the Charity and its grants.

The Trust's reserves are therefore set at a level equal to the capital invested. The use of the Trust's reserves is wholly at the discretion of the Trustees, with no particular level of reserves required to be maintained.

This policy is reviewed annually.

Funds & Fundraising

The Charity's principal source of funding remains its investment portfolio, supplemented with revenue from individual giving and challenge events, typically the London Marathon and the Surrey-London Bike Ride depending on the appetites and interests of supporters. The Charity continues to seek ways of developing individual giving.

Expenditure

The Charity monitors expenditure very carefully, with the bulk of all spending going on grants in pursuit of charitable objectives and the remainder on fundraising and administrative activity to support the delivery of the application process and awards ceremony.

Investment policy

The Trustees have a target to achieve capital growth such that the asset base reaches £1,500,000 by 2020.

The portfolio is invested to achieve a balanced return from income and capital growth. Investments are selected across a range of asset classes, with the majority invested in the equity market, supplemented by fixed interest investments, together with cash.

The investment strategy remains conservative and ethical: specific exclusions are those companies producing formula milk, tobacco and munitions.

Future plans

The creation and launch of the new website www.iolanthethe.org together with the rebranding exercise offers a new opportunity to facilitate a concerted fundraising plan to supplement returns on investments to fund future awards. This can be supported by our new newsletter service which reaches out to subscribers every three months with updates of Iolanthethe news.

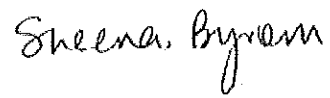
The Charity is also keen to consider how to increase diversity in applicants, supporters and Trustees to become a truly inclusive organisation.

Fundraising practices

The Charity pays for places in the London Marathon through the Golden Bond Scheme. It contracts with CRunCH, the Charity Runner's Clearing House, to allocate places and manage the runners to ensure that pledges are met. No approaches are made to the public.

This year, the Charity began sending out newsletters which may include requests for donations or suggestions for fundraising activity. Consent to receive the newsletter was sought for all contacts on the Charity database and individuals for whom consent was not received were removed from the database. An option to unsubscribe is included in each email. Our practices relating to the newsletter and the rights of subscribers are set out in our Privacy Policy <https://www.iolanthethe.org/privacy-policy#newsletter>

By Order of the Board of Trustees

A handwritten signature in black ink that reads "Sheena Byrom". The signature is written in a cursive style.

Sheena Byrom (Chair of Trustees)

Date: 30 January 2019

INDEPENDENT AUDITORS' REPORT

Independent Auditors' Report to the Trustees of The Iolanthe Trust

Opinion

We have audited the financial statements of The Iolanthe Trust (the 'Charity') for the year ended 31 March 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the Charity's Trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone, other than the Charity and the Charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion, the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 March 2018 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the Report of the Trustees, other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Independent Auditors' Report to the Trustees of The Iolanthe Trust

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.


PKF Littlejohn LLP
Statutory Auditor

1 Westferry Circus
Canary Wharf
London E14 4HD

31 January 2019

PKF Littlejohn LLP is eligible for appointment as auditor of the Charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

THE IOLANTHE TRUST

STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 MARCH 2018

	Notes	Unrestricted Funds	Endowment Funds	Total 2018	Total 2017
		£	£	£	£
Income and endowments from:					
Donations and legacies	2	11,382	-	11,382	20,936
Investments	3	43,686	-	43,686	41,489
Total Income and endowments		55,068	-	55,068	62,425
Expenditure on:					
Raising funds	4	4,554	10,903	15,457	17,155
Charitable activities	5	44,972	-	44,972	54,052
Total expenditure		49,526	10,903	60,429	71,207
(Loss)/Gain on investments		-	(30,834)	(30,834)	170,141
Net (Expenditure)/Income		5,542	(41,737)	(36,195)	161,359
Transfers between funds	14	-	-	-	-
Net Movement in Funds		5,542	(41,737)	(36,195)	161,359
Reconciliation of Funds:					
Total funds, brought forward		97,587	1,206,233	1,303,820	1,142,461
Total funds carried forward	14	103,129	1,164,496	1,267,625	1,303,820

All income and expenditure derive from continuing activities.

The Statement of Financial Activities includes all gains and losses recognised during the year.

The notes on pages 15 to 22 form part of these Financial Statements.

THE IOLANTHE TRUST

BALANCE SHEET
AT 31 MARCH 2018

	Notes	2018		2017	
		£	£	£	£
Fixed Assets					
Tangible assets	10	8,288		1,252	
Investments	11	1,238,699		1,280,395	
		<hr/>	1,246,987	<hr/>	1,281,647
Current Assets					
Debtors	12	2,416		1,092	
Cash at bank and in hand		29,789		42,889	
		<hr/>		<hr/>	
		32,205		43,981	
Creditors: Amounts Falling Due Within One Year	13	11,567		21,808	
		<hr/>		<hr/>	
Net Current Assets			20,638		22,173
			<hr/>		<hr/>
Total Net Assets			1,267,625		1,303,820
			<hr/>		<hr/>
Charity Funds					
Endowment funds			1,164,496		1,206,233
Unrestricted funds - General			44,129		42,587
- Designated			59,000		55,000
			<hr/>		<hr/>
	14		1,267,625		1,303,820
			<hr/>		<hr/>

The financial statements were approved and authorised by the Board of Trustees on and were signed on its behalf by:

Sheena Byrom

Sheena Byrom (Chair of Trustees)

Date: 30 January 2019

The notes on pages 15 to 22 form part of these Financial Statements.

THE IOLANTHE TRUST

STATEMENT OF CASH FLOWS
AT 31 MARCH 2018

	2018	2017
	£	£
Cash flow provided from operating activities	(56,662)	(34,354)
Cash flow from investing activities		
Investment income received	43,686	41,489
Payments to acquire investments	(177,223)	(70,780)
Receipts from sales of investments	230,622	36,162
Payments to acquire fixed assets	(10,986)	-
Transfer (to)/from investments	(42,537)	44,753
	<hr/>	<hr/>
Net cash flow provided by investing activities	43,562	51,624
	<hr/>	<hr/>
Change in cash and cash equivalents in the year	(13,100)	17,270
Cash and cash equivalents at start of year	42,889	25,619
	<hr/>	<hr/>
Cash and cash equivalents at end of year	29,789	42,889
	<hr/>	<hr/>
Cash and cash equivalents consists of:		
Cash at bank and in hand	29,789	42,889
 Reconciliation of net income/(expenditure) to net cash flow from operating activities		
Net (expenditure)/income for year	(36,195)	161,359
Investment income receivable	(43,686)	(41,489)
Depreciation of tangible fixed assets	2,698	1,250
Loss on disposal of fixed assets	1,252	-
Losses/(gains) on investments	30,834	(170,141)
(Increase)/decrease in debtors	(1,324)	1,586
(Decrease)/increase in creditors	(10,241)	13,081
	<hr/>	<hr/>
Net cash flow provided from operating activities	(56,662)	(34,354)
	<hr/>	<hr/>

The notes on pages 15 to 22 form part of these Financial Statements.

1. Summary of significant accounting policies

The significant accounting policies applied in the preparation of these financial statements are set out below. The accounting policies have been applied consistently throughout the year and in the preceding year, unless otherwise stated.

Basis of Preparation of Accounts and General Information

The Iolanthe Trust is a charity in the United Kingdom. The address of the registered office is given in the Charity information on page 3 of these financial statements. The nature of the Charity's operations and principal activities are given in the Report of the Trustees.

The Charity constitutes a public benefit entity as defined by FRS 102. 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) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements have been prepared to give a 'true and fair' view and 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 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) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements have been prepared on a going concern basis under the historical cost convention. The financial statements are prepared in sterling which is the functional currency of the Charity.

Income Recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the Charity is legally entitled to the income, after any performance conditions have been met, when the amount can be measured reliably and when it is probable that the income will be received.

Income from donations, including gifts and grants that provide core funding or are of general nature, are recognised on receipt, unless there are conditions attached to the donation that require a level of performance before entitlement can be obtained. In this case income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the Charity and it is probable that they will be fulfilled.

Investment income is recognised on a receivable basis.

Expenditure Recognition

All expenditure is accounted for on an accruals basis. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Costs of raising funds (fundraising costs) are those costs incurred in attracting voluntary contributions donations, and those incurred in managing investments and do not include the costs of disseminating information in support of the charitable activities;
- Expenditure on charitable activities includes expenditure associated with the main objectives of the Charity and include both direct costs and support costs relating to these activities.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Support costs allocation

Support costs are those that assist the work of the Charity but do not directly represent charitable activities and include office costs, communications costs, governance costs, and project management costs. They are incurred directly in support of expenditure on the objects of the Charity. Where support costs cannot be directly attributed to particular headings they have been allocated to each programme activity based on the size of the programme expenditure as a proportion of the total expenditure on charitable activities and raising funds.

Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on a straight-line basis:

Computer Equipment	25% to 33% per annum
Website Development	25% per annum
Office Furniture & Fittings	15% per annum

Investments

Investments are included at closing market value at the balance sheet date. Any gain or loss on revaluation is taken to the Statement of Financial Activities.

Funds

Unrestricted general funds are available for use at the discretion of the Trustees in furtherance of the general objective of the Charity and which have not been designated for other purposes.

Tax

The Charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010. It therefore meets the definition of a charitable company for UK corporation tax purposes.

2. Income from donations and legacies

	Total 2018 £	Total 2017 £
Donations	11,382	20,936
	<hr/>	<hr/>

Income from donations was attributable to unrestricted funds in both years.

3. Income from investments

	Total 2018 £	Total 2017 £
Dividends	42,741	40,255
Bank interest	945	1,234
	<hr/>	<hr/>
	43,686	41,489
	<hr/>	<hr/>

Income from investments was all attributable to unrestricted funds in both years.

4. Expenditure on raising funds

	Total 2018 £	Total 2017 £
Fundraising management costs	4,554	7,020
Investment management costs	10,903	10,135
	<hr/>	<hr/>
	15,457	17,155
	<hr/>	<hr/>

Expenditure on raising funds was £15,457 (2017 - £17,155) of which £4,554 (2017 - £7,020) was attributable to unrestricted funds and £10,903 (2017 - £10,135) was attributable to endowment funds.

5 Expenditure

	Raising Funds £	Charitable activities £	Total 2018 £	Total 2017 £
Costs directly allocated to activities				
Grants payable	-	22,374	22,374	29,152
Awards ceremony costs	-	1,657	1,657	1,674
Marathon expenses	3,106	-	3,106	5,490
Investment management	10,903	-	10,903	10,135
Support costs allocated on the basis of usage				
Office costs	23	441	464	360
IT costs	52	989	1,041	541
Subscriptions	4	81	85	-
Staff costs	425	8,085	8,510	-
Director's fees	87	1,663	1,750	16,761
Trustee meeting travel	87	780	867	1,120
Loss on disposal of fixed assets	63	1,189	1,252	-
Depreciation	135	2,563	2,698	1,250
Advertising	175	1,576	1,751	-
Auditor's fees				
- Audit services	306	2,754	3,060	3,180
Insurance	20	177	197	-
Legal costs	71	643	714	1,544
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure	15,457	44,972	60,429	71,207
	<hr/>	<hr/>	<hr/>	<hr/>
2017 totals	17,155	54,052	71,207	

Expenditure was £60,429 for the year (2017 - £71,207) of which £49,526 (2017 - £61,072) was attributable to unrestricted funds and £10,903 (2017 - £10,135) attributable to endowment funds.

6. Net income for the year

The net income is stated after charging:

	2018 £	2017 £
Depreciation of tangible fixed assets	2,698	1,250
Auditor's remuneration - Statutory audit	3,060	3,180
	<hr/>	<hr/>

7. Trustees' remuneration

One (2017 – none) Trustee, Dr Miranda Scanlon (formerly Dodwell), was paid remuneration from a part-time employment as Executive Director of the Charity from 17 July to 23 October 2018. The legal authority for this payment was the written consent of the Charity Commission (CRM:0207279) and a provision in the governing document of the Charity. During her employment, Dr Dodwell resigned as Trustee. The amount of employment remuneration paid whilst she was a Trustee was £3,500. No pension contributions were paid by the Charity during the time she was a Trustee. Note 9 to the accounts shows all payments in the year relating to her employment, which continued after her resignation as Trustee.

8. Trustees' expenses

Expenses for travel, totalling £867 (2017 - £1,120) were paid on behalf of four (2017 – five) Trustees.

9. Staff costs and emoluments

During the year, there was one (2017- none) member of part-time staff, working as Executive Director.

	2018 £	2017 £
Wages and salaries	8,500	-
Employer's pension contributions	10	-
	<u>8,510</u>	<u>-</u>

There were no employees who received emoluments of more than £60,000.

10. Tangible Fixed Assets

	Computer Equipment	Website Development £	Furniture & Fittings £	Total £
Cost				
As at 1 April 2017	8,092	-	866	8,958
Additions	-	10,500	486	10,986
Disposals	(8,092)	-	(866)	(8,958)
	<u>-</u>	<u>10,500</u>	<u>486</u>	<u>10,986</u>
As at 31 March 2018	-	10,500	486	10,986
	<u>-</u>	<u>10,500</u>	<u>486</u>	<u>10,986</u>
Depreciation				
As at 1 April 2017	6,840	-	866	7,706
Charge for the year	-	2,625	73	2,698
Disposals	(6,840)	-	(866)	(7,706)
	<u>-</u>	<u>2,625</u>	<u>73</u>	<u>2,698</u>
As at 31 March 2018	-	2,625	73	2,698
	<u>-</u>	<u>2,625</u>	<u>73</u>	<u>2,698</u>
Net Book Values				
As at 31 March 2018	-	7,875	413	8,288
	<u>-</u>	<u>7,875</u>	<u>413</u>	<u>8,288</u>
As at 31 March 2017	1,252	-	-	1,252
	<u>1,252</u>	<u>-</u>	<u>-</u>	<u>1,252</u>

11. Investments

	2018 £	2017 £
Market values		
British Government Stocks	26,540	25,189
UK fixed interest securities	205,231	182,409
Overseas fixed interest securities	-	15,586
UK equities and unit trusts	666,572	783,435
International equities and equity trusts	290,118	266,075
	<hr/>	<hr/>
	1,188,461	1,272,694
Cash deposits	50,238	7,701
	<hr/>	<hr/>
	1,238,699	1,280,395
	<hr/>	<hr/>
Listed investments summary		
Market value at 1 April	1,272,694	1,067,935
Additions at cost	177,223	70,780
Disposals at opening market value	(172,153)	(26,320)
Unrealised (losses)/gains	(89,303)	160,299
	<hr/>	<hr/>
Market value at 31 March	1,188,461	1,272,694
	<hr/>	<hr/>

12. Debtors

	2018 £	2017 £
Prepayments	2,416	1,092
	<hr/>	<hr/>

13. Creditors: Amounts Falling Due Within One Year

	2018 £	2017 £
Accruals	11,567	21,808
	<hr/>	<hr/>

14. Movement in funds

	At 1 April 2017 £	Income £	Expenditure £	(Losses)/ Gains £	Transfers £	At 31 March 2018 £
Endowment funds						
Central Midwives Board Fund	1,206,233	-	(10,903)	(30,834)	-	1,164,496
Designated funds:						
Elizabeth Duff Award	5,000		(1,000)	-	-	4,000
Midwifery Research Fellowship	25,000	-	-	-	5,000	30,000
Annual Midwife Awards	25,000	1,000	(21,374)	-	20,374	25,000
General funds	42,587	54,068	(27,152)	-	(25,374)	44,129
Total funds	1,303,820	55,068	(60,429)	(30,834)	-	1,267,625

Comparative figures

	At 1 April 2016 £	Income £	Expenditure £	Gains/ (losses) £	Transfers £	At 31 March 2017 £
Endowment funds						
Central Midwives Board Fund	1,094,647	-	(10,135)	170,141	(48,420)	1,206,233
Designated funds:						
Elizabeth Duff Award	-	5,000	-	-	-	5,000
Midwifery Research Fellowship (was Tricia Anderson)	1,580	-	-	-	23,420	25,000
Annual Midwife Awards	-	-	-	-	25,000	25,000
General funds	46,234	57,425	(61,072)	-	-	42,587
Total funds	1,142,461	62,425	(71,207)	170,141	-	1,303,820

The endowment fund is an expendable fund which may be converted into income, in whole or in part, at the discretion of the Trustees. The fund represents the founding endowment of the Charity, together with investment portfolio gains and losses, and subsequent contributions and withdrawals of capital.

The Elizabeth Duff Award was funded by a donation and will be awarded to midwives or student midwives developing practice or knowledge that focuses on the implementation of relationship-based midwifery care. This award will be £1,000 annually for 5 years.

The Royal College of Midwives contributed £1,000 towards the Jean Davies Award.

Grant to midwives and student midwives were paid out of the Annual Midwife Awards designated fund. A decision was made by the Trustees to transfer an equivalent amount from the General Fund to the Annual Midwife Awards fund to ensure the availability of funds for future awards.

15. Analysis of net assets between funds

	General Funds £	Designated Funds £	Endowment Funds £	Total 2018 £	Total 2017 £
Tangible fixed assets	8,288	-	-	8,288	1,252
Investments	16,203	58,000	1,164,496	1,238,699	1,280,395
Current assets	31,205	1,000	-	32,205	43,981
Current liabilities	(11,567)	-	-	(11,567)	(21,808)
	<u>44,129</u>	<u>59,000</u>	<u>1,164,496</u>	<u>1,267,625</u>	<u>1,303,820</u>
Comparative figures					
	General Funds £	Designated Funds £	Endowment Funds £	Total 2017 £	Total 2016 £
Tangible fixed assets	1,252	-	-	1,252	2,502
Investments	20,162	54,000	1,206,233	1,280,395	1,120,389
Current assets	42,981	1,000	-	43,981	28,297
Current liabilities	(21,808)	-	-	(21,808)	(8,727)
	<u>42,587</u>	<u>55,000</u>	<u>1,206,233</u>	<u>1,303,820</u>	<u>1,142,461</u>