Trustees' Annual Report and Financial Statements

For the year ended 31 December 2025

South Wales Miners' Welfare Trust Fund Scheme

Unincorporated Association and Registered Charity

Charity Registration Number: 507439

South Wales Miners' Welfare Trust Fund Scheme

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South Wales Miners' Welfare Trust Fund Scheme

Reference and Administrative Information

Charity Registration Number:	507439
Principal (Registered) Office:	Unit 2 Maritime Offices Woodland Terrace Maesycoed Pontypridd CF37 1DZ
Convalescent Home:	Court Royal Convalescent Home Southcliff Road Bournemouth Dorset BH2 5BE
Trustees:	Christopher Earland Kevin Thomas Williams Martin Roy Parsons Peter Lawrence Wayne Thomas
Secretary:	Danielle Edwards
Auditors:	R H Jeffs & Rowe Limited 27/28 Gelliwastad Road Pontypridd CF37 2BW
Bankers:	Unity Trust Bank PLC Nine Brindley Place Birmingham B1 2HB
Investment Advisors:	Sarasin & Partners LLP Juxon House 100 St Pauls Churchyard London EC4M 8BU

South Wales Miners' Welfare Trust Fund Scheme

Trustees' Annual Report
for the year ended 31 December 2025

The Trustees present their report and audited financial statements for the year ended 31 December 2025.

Objectives and Activities

The Trustees of the Charity hold the Trust monies upon trust to pay and apply the income arising there from in accordance with the provisions of the Trust Deed.

The Trust Fund retains its consolidated status following the transfer into the Trust Fund of four other South Wales mining related Convalescent and Trust Funds on their subsisting Trusts, these being the Convalescent Home for the South Wales Mining Industry, David Davies Memorial Trusts, Hafod Miners' Welfare Women's Convalescent Home & Girls Camp and the South Wales & Monmouthshire Convalescent Home Endowment Fund Scheme. The objects of the largest of these charities, being the Convalescent Home charity, previously registered under registration number 206608, remain that of a convalescent home for beneficiaries of the South Wales Mining Industry, to include mineworkers, former mineworkers and their dependants, all of whom are eligible upon having worked a minimum of 5 years in the South Wales mining industry.

Public Benefit

The Trustees have had due regard to the Charity Commission's guidance on public benefit when exercising their powers and planning the Charity's activities. The Trustees are satisfied that the Charity's activities, as described in this report, further its charitable purposes for the public benefit.

Governing Document

The unincorporated Charity is governed by a Declaration of Trust dated 20th March 1978, as amended by a Supplemental Trust Deed dated 4 November 2013, and registered as a Charity with the Charity Commission with the number 507439.

Recruitment and Appointment of Trustees

New Trustees of the Charity are selected by the Trustee board taking into account the skills and life experience of the effects of the mining industry and mining communities. Trustees are equally representative of employers and employees and all new appointments are endorsed by CISWO. Upon appointment, the Trustees serve in office indefinitely or until vacation of their particular employed office, or voluntary resignation.

Trustee Induction and Training

The Charity has a structured induction policy, whereby any new Trustees are invited and encouraged to attend a mini series of short training sessions to familiarise themselves with the Charity and the context within which it operates. These are jointly lead by a deputation of the Trustees and the Secretary of the Charity and cover :-

- The responsibilities of Charity Trustees.
- The governing documents which represent the cornerstone of the Charity and policy documents which set out the operational framework for the Charity.
- Resourcing and the current financial position as set out in the latest published accounts.
- Future plans and objectives.

A question & answer pack has also been prepared drawing information from the various Charity Commission publications signposted through the Commission's guide "the essential trustee" as a follow up to these sessions. This is distributed to all new Trustees along with the governing documents and the latest financial statements.

Risk Management

The Trustees have examined the major strategic, business and operational risks which the Charity faces and confirms that systems have been established to enable regular reports to be produced so that necessary steps can be taken to lessen these risks.

Organisational Structure

The Charity has a Trustee body of five members who meet quarterly and are responsible for the strategic direction and policy of the Charity.

The Convalescent Home Manager has responsibility for the day to day operational management of the Home, the supervision of the Home's general staff team and client care.

Achievements and Performance

The Consolidated charity's achievements and performance is best described under two headings, Coalfield Schemes of Benefit and Convalescence.

Coalfield Schemes of Benefit

The Trustees were pleased to offer support to the Welsh Open Brass Band Championships, enabling contestants to compete for the Welsh Miners Challenge Cup.

Grant assistance was awarded to Aber Valley Heritage Group to support a digital assistant in their journey towards museum accreditation.

The Trustees provided financial support to a select number of OAP groups to enable them to pursue their social activities.

Grant assistance was provided to the Arts Factory in support of building a shed in the community garden. This project was bringing local people together to carry out woodwork and grow vegetables for the community food bank.

The Trustees provided financial assistance for the 65th anniversary event of the Six Bells mining disaster.

The Trustees were pleased to support a number of colliery re-unions enabling ex colleagues to socialise together.

The Trustees continued to grant aid the approved studies of twenty six students meeting the eligibility criterion, utilising available unrestricted funds from the Hafod Miners' Welfare Womens' Convalescent Home and Girls Camp fund.

Convalescence

The trustees proceeded with the rolling refurbishment programme of the upstairs lounge, which provided a much needed upgrade.

During 2025 the number of convalescent weeks taken was 1,425 out of a maximum possible number of convalescent weeks of 2,310, equating to an overall capacity utilisation factor of 61.7% (2024 - 88%).

The following page gives an itemisation of the intake numbers on a weekly basis, along with comparatives for the previous year;

Week Commencing	TUES	2025	Week Commencing	TUES	2024
JANUARY	7	CLOSED	JANUARY	2	CLOSED
	14	CLOSED		9	30
	21	CLOSED		16	16
	28	29		23	16
FEBRUARY	4	17		30	14
	11	43	FEBRUARY	6	13
	18	30		13	46
	25	16		20	40
				27	33
MARCH	4	17	MARCH	5	31
	11	41		12	38
	18	12		19	40
	25	32		26	42
APRIL	1	CLOSED	APRIL	2	41
	8	17		9	38
	15	44		16	43
	22	28		23	45
	29	46		30	46
MAY	6	44	MAY	7	45
	13	41		14	48
	20	32		21	44
	27	39		28	46
JUNE	3	34	JUNE	4	48
	10	40		11	47
	17	45		18	45
	24	46		25	46
JULY	1	43	JULY	2	45
	8	47		9	46
	15	44		16	47
	22	44		23	48
	29	46		30	47
AUGUST	5	39	AUGUST	6	47
	12	38		13	47
	19	42		20	45
	26	44		27	46
SEPTEMBER	2	41	SEPTEMBER	3	45
	9	40		10	46
	16	34		17	45
	23	39		24	45
	30	33		24	45
OCTOBER	7	24	OCTOBER	1	43
	14	44		8	46
	21	43		15	45
	28	22		22	43

				29	43
NOVEMBER	4	38	NOVEMBER	5	42
	11	44		12	46
	18	40		19	47
	25	45		26	47
DECEMBER	2	45	DECEMBER	3	46
	9	34		10	47
	16	CLOSED		17	CLOSED
	23	CLOSED		24	CLOSED
	30	CLOSED		31	CLOSED
TOTALS		**1,425**	**TOTALS**		**2,035**

The cost of accommodating an individual at the Home during 2025 was £710 (2024 - £536). The following table gives a breakdown of component costs:-

	2025 Amount £	Rate Per Convalescent Week £	2024 Amount £	Rate Per Convalescent Week £
1. Provisions	132,406	93	149,198	73
2. Salaries and Wages	452,463	318	449,816	221
3. Establishment Costs	154,152	108	147,705	73
4. Administration Expenses*	39,064	27	39,454	19
	778,085	546	786,173	386
5. Convalescents Travel	126,303	89	134,560	66
6. Entertainment	23,829	17	23,143	11
7. Depreciation	37,995	27	37,995	19
	966,212	679	981,871	482
BUILDING FUND				
8. Refurbishment, Repairs and Maintenance	44,415	31	109,733	54
	1,010,627	710	1,091,604	536

* Adjusted for AGM Costs

South Wales Miners' Welfare Trust Fund Scheme

Trustees' Annual Report
for the year ended 31 December 2025

Financial Review

Incoming resources in the period amounted to £743,208 (2024 - £695,654) with all identified income streams identified on note 2 of the financial statements.

Total resources expended in the period amounted to £1,082,028 (2024 - £1,178,886), and which are best considered under the same two headings of Coalfield Schemes of Benefit and Convalescence.

Coalfield Schemes of Benefit

Grant assistance provided to Miners' Welfare Schemes amounted to £500 (2024 - £17,444).

Other Grants and Donations during the year totalled £34,540, enabling social, cultural and educational activities.

Administration and Governance costs amounted to £33,924 with the majority of these costs relating to Fund Manager's fees in administering five portfolios with a combined market valuation of £3.935 million at year end.

Convalescence

Total resources expended in the period amounted to £1,010,627 (2024 - £1,096,104), representing the third year where costs topped £1m. The cost per week therefore of operating the Convalescent Home during 2025 was £19,435, a reduction of 7.8% in comparison to the previous year (£21,079).

Statement of Net Investment Gains/(Losses)

The consolidated Charity recorded net investment gains of £106,804 which when combined with the operational deficit of £340,320, resulted in an overall reduction in asset value of £233,516, reducing the Trust Fund's asset value from £8,126,917 to £7,894,901.

Statement of Investment Principles

The Funds' discretionary management agreement with Sarasin & Partners LLP provides for obtaining "reasonable long-term overall return at modest risk within specific restrictions on investment".

1.1 Investment Principles

1) The Trustees have appointed an investment manager, Sarasin & Partners LLP, to manage the assets of the Funds in accordance with the principles set out in this Statement and within the guidelines set down from time to time by the Trustees.

2) The Trustees will monitor the performance of the investment manager against stated Performance Objective. Performance reports and valuations will be obtained quarterly. Attendance by the manager at client meetings is by client request.

3) The Trustees do not impose any restrictions whether in respect of ethical, social or environmental matters, or voting policy, or otherwise, with the exception of the points listed in the "Current Investment Arrangements" below, believing that this course is in the best interests of the objectives of the Funds.

1.2 Investment Objectives

4) The primary objective of the Trustees is to ensure that the Funds are invested so as to provide as high an annual income as possible within the parameters of agreed asset allocation. Income targets may be set by the Trustees from time to time. The current income target of the Fund (after managements fees deducted at source from the 3 main funds) is £130,000.

5) All Funds are to be managed on a discretionary basis.

6) The object of the Funds is to support charitable causes.

7) The assets will be invested in diverse portfolios of investments, consistent with a medium risk profile.

8) A further objective (the Performance Objective) of the Trustees is for the manager to achieve, over rolling three-year periods, a total return on investments which is above average when compared to the specific benchmarks of the Fund.

1.3 Current Investment Arrangements

9) Sarasin & Partners LLP have been appointed the discretionary investment manager of the Fund. The Investments are held in the name of a nominee vehicle.

10) The investment in the Funds are restricted to the following ranges: 90% Alpha Common Investment Fund for Endowments & 10% Alpha Common Investment Fund for Income and Reserves.

Reserves Policy

The Trustees recognise that maintaining appropriate reserves is essential to ensure the continued delivery of the Charity's charitable objectives whilst managing financial uncertainty and protecting the long-term sustainability of its activities.

The Charity's reserves comprise unrestricted, restricted and permanent endowment funds. The majority of the Charity's assets are held within restricted funds and are therefore only available for the purposes specified by the relevant trust deeds. The unrestricted General Fund provides the Trustees with financial flexibility to meet unforeseen expenditure, manage fluctuations in investment income and support the ongoing administration and charitable activities of the Trust.

The Trustees have reviewed the Charity's financial position, taking into account:

- The forecast operating costs of the Court Royal Convalescent Home;
- Anticipated future demand for convalescent services and other charitable grants;
- Expected income from investments and trading subsidiaries;
- The liquidity of the investment portfolio; and
- The Charity's long-term objective of supporting beneficiaries of the South Wales mining community over the remaining period of anticipated demand.

The Trustees do not seek to maintain reserves at a fixed monetary level. Instead, they have adopted a planned and controlled use of reserves, recognising that the Charity exists to apply its resources for the benefit of current and future beneficiaries. The Trustees currently anticipate that significant demand for the Charity's services will continue for approximately the next ten to fifteen years and have therefore adopted a strategy of gradually drawing upon reserves, alongside investment income, to fund charitable activities over that period.

At 31 December 2025, total funds amounted to £7.895 million, of which £1.552 million represented unrestricted funds and £6.343 million represented restricted funds. The Trustees are satisfied that the level of unrestricted reserves, together with the Charity's investment portfolio and available liquid resources, provides sufficient financial resilience to enable the Charity to continue its activities and meet its obligations as they fall due.

The reserves position is reviewed by the Trustees at least annually as part of the budgeting and financial planning process and more frequently where significant changes in operating costs, investment performance or beneficiary demand occur.

Plans for Future Periods

The Trustees are evaluating current spending policy and striving to reconcile longevity of demand.

South Wales Miners' Welfare Trust Fund Scheme

Trustees' Annual Report
for the year ended 31 December 2025

Statement of Trustees' Responsibilities

The Charities Act requires the Trustees to ensure that financial statements are prepared for each financial year which give a true and fair view of the state of affairs of the Charity and of the financial activities of the Charity for that period. In the preparation of those financial statements the Trustees are required to ensure that:-

1. Suitable accounting policies are selected and applied consistently;
2. Judgements and estimates are reasonable and prudent;
3. Preparation of the financial statements is on the going concern basis unless it is inappropriate.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity. 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 Trustees confirm that as far as they are aware, there is no relevant audit information of which the Charity's auditors are unaware. They have taken all the steps that ought to have been taken in order to make themselves aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

Approved by the Trustees on 23.09.26 and signed on their behalf by:

Independent Auditors' Report to the Trustees of South Wales Miners' Welfare Trust Fund Scheme Unincorporated Association and Registered Charity

Opinion

We have audited the financial statements of South Wales Miners' Welfare Trust Fund Scheme (the 'charity') for the year ended 31 December 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2025 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 requirements of 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other Information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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 South Wales Miners' Welfare Trust Fund Scheme Unincorporated Association and Registered Charity

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 trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory framework applicable to the charity and the sector in which it operates, to identify laws and regulations that could reasonably be expected to have a direct effect on the financial statements. These included the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008, and the Charities SORP (FRS 102). We also considered the provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the charity's ability to operate, including employment legislation and health and safety legislation relevant to the operation of a convalescent home.

We assessed the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur, by considering the risk of management override of controls and the potential for fraud in revenue and grant recognition. Audit procedures performed included enquiries of trustees and management, review of correspondence with regulatory bodies, and testing of journal entries.

Owing to the inherent limitations of an audit, there is an unavoidable risk that some material misstatements of the financial statements may not be detected, even though the audit is properly planned and performed in accordance with ISAs (UK).

A further description of our responsibilities is located on the Financial Reporting Council's website at: https://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Independent Auditors' Report to the Trustees of South Wales Miners' Welfare Trust Fund Scheme Unincorporated Association and Registered Charity

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.

R. H. Jeffs & Rowe Ltd

R H Jeffs & Rowe Limited
Chartered Accountants and Statutory Auditor
27/28 Gelliwastad Road
Pontypridd
CF37 2BW
Date: 23. September 2026.

R H Jeffs & Rowe Limited 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.

South Wales Miners' Welfare Trust Fund Scheme

Statement of Financial Activities
for the year ended 31 December 2025

	Notes	Unrestricted & Endowment £	Restricted £	Total 2025 £	Total 2024 £
Income & Endowments					
Charitable Activities:					
Grants & Donations	2	-	6,474	6,474	19,855
Investment Income	2	46,407	89,206	135,613	166,118
Convalescence Scheme Income	2	-	599,568	599,568	509,628
Employees Contributions	2	53	-	53	53
Rent receivable	2	1,500	-	1,500	-
Total Incoming Resources		47,960	695,248	743,208	695,654
Expenditure					
Costs of Raising Funds:					
Investment Management Costs	3	10,594	20,772	31,366	32,062
Expenditure on Charitable Activities	3	12,918	1,033,257	1,046,175	1,137,402
Governance Costs	3	1,952	2,535	4,487	9,422
Total Resources Expended		25,464	1,056,564	1,082,028	1,178,886
Net Income/(Expenditure)		22,496	(361,316)	(338,820)	(483,232)
Net Gains/(Losses) on Investments	2	137,909	(31,105)	106,804	378,139
Net Movement in Funds Before Transfers		160,405	(392,421)	(232,016)	(105,093)
Transfers Between Funds		(91,544)	91,544	-	-
Fund Balances Brought Forward		1,483,480	6,643,437	8,126,917	8,232,010
Fund Balances Carried Forward		1,552,341	6,342,560	7,894,901	8,126,917

The Statement of Financial Activities includes all gains and losses during the year. All Income & Endowments and Expenditure derive from continuing activities.

South Wales Miners' Welfare Trust Fund Scheme
Charity Registration Number: 507439

Balance Sheet
as at 31 December 2025

	Notes	2025		2024	
		£	£	£	£
Fixed Assets					
Tangible Assets	**8**		1,179,872		1,217,867
Investments	**9**		6,282,807		6,633,606
			7,462,679		7,851,473
Current Assets					
Stocks		1,080		1,690	
Debtors	**10**	365,991		225,863	
Short-term Investment Deposits		13,195		6,065	
Cash at Bank and in Hand		107,602		130,473	
		487,868		364,091	
Creditors: Amounts Falling Due Within One Year	**11**	55,646		88,647	
Net Current Assets			432,222		275,444
Total Assets Less Current Liabilities			7,894,901		8,126,917
Net Assets			7,894,901		8,126,917
Funds					
Unrestricted Funds	**13**		1,552,341		1,483,480
Restricted Funds	**13**		6,342,560		6,643,437
Total Funds			7,894,901		8,126,917

The notes on pages 17 - 30 form part of these accounts.

The financial statements were approved by the Trustees on 23.09.26 and signed on its behalf by:

Wayne Thomas
Trustee

South Wales Miners' Welfare Trust Fund Scheme

Cash Flow Statement
for the year ended 31 December 2025

	Notes	2025	2024
		£	£
Cash Flows from Operating Activities:			
Net Movement in Funds for the Year		(233,518)	(105,093)
Depreciation	**3**	37,995	37,995
(Gains)/Losses on Investments	**2**	(106,804)	(378,139)
(Increase)/Decrease in Stocks		611	(277)
(Increase)/Decrease in Investments	**9**	350,799	216,370
(Increase)/Decrease in Debtors	**10**	(140,128)	(79,400)
Increase/(Decrease) in Creditors	**11**	(33,001)	8,743
Net Cash Flows from Operating Activities		(124,046)	(299,801)
Cash Flows from Financing Activities:			
Gains/(Losses) on Investments	**2**	106,804	378,139
Net Cash Flows from Financing Activities		106,804	378,139
Cash Flow Statement			
Net Cash Flows from Operating Activities		(124,046)	(299,801)
Net Cash Flows from Financing Activities		106,804	378,139
Increase/(Decrease) in Cash in the Year		(17,242)	78,338
Cash & Cash Equivalents at Start of the Year		136,538	58,198
Cash & Cash Equivalents at End of the Year		120,797	136,538

Notes to the Financial Statements for the year ended 31 December 2025

Statutory Information

South Wales Miners' Welfare Trust Fund Scheme is an Unincorporated Association and Registered Charity, registration number 507439, operating in Wales in the United Kingdom. The principal office is Unit 2 Marintine Offices, Woodland Terrace, Maesycoed, Pontypridd, CF37 1DZ. The nature of the charity's operations and principal activities is disclosed within the Trustees Report.

The financial statements are presented in Sterling (£), the charities functional currency, and rounded to the nearest pound.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

1. Accounting Policies

1.1. Basis of Preparation and Assessment of Going Concern

The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom (FRS 102) issued October 2019 and the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102.

The Trustees have reviewed the Charity's financial position, including its cash flow requirements, investment portfolio, forecast investment income and expected levels of charitable expenditure. The Charity continues to hold substantial net assets, together with adequate liquid resources to meet its operational commitments as they fall due. The Trustees are satisfied that the Charity has sufficient financial resources to continue its activities for the foreseeable future and, accordingly, continue to adopt the going concern basis in preparing these financial statements. The Trustees are not aware of any material uncertainties that may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least twelve months from the date on which these financial statements are approved.

1.2. Funds Structure

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed.

The Charity has a single permanent endowment fund.

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose.

Further details of each fund are disclosed in note 13.

1.3. Income Recognition

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

Donations, are recognised when the Trust has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the Charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the Charity and it is probable that those conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case by case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the Charity.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor of the dividend yield of the investment portfolio.

1.4. Expenditure Recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings. For more information on this attribution refer to the note below.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Trust.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable.

The provision for a multi-year grant is recognised at its present value where settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the Trust that would permit the Trust to avoid making the future payment(s), settlement is probable and the effect of discounting is material. The discount rate used is the average rate of investment yield in the year in which the grant award is made. This discount rate is regarded by the Trustees as providing the most current available estimate of the opportunity cost of money reflecting the time value of money to the Trust.

1.5. Allocation of Support and Governance Costs

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the Charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

Governance costs and support costs relating to charitable activities have been apportioned based on the number of individual grant awards made in recognition that the administrative costs of awarding, monitoring and assessing research grants, salary support grants and postgraduate scholarships are broadly equivalent. The allocation of support and governance costs is analysed in note 3.

1.6. Costs of Raising Funds

The costs of generating funds consist of investment management costs.

1.7. Charitable Activities

Costs of charitable activities include grants made, governance costs and an apportionment of support costs as shown in note 3.

1.8. Tangible Fixed Assets and Depreciation

Depreciation is provided on a basis to write off the cost or valuation less residual value of fixed assets over their expected useful economic life at the following rates:-

Freehold Land & Buildings - 2% straight line basis excluding the value of the land. No depreciaiton is provided on freehold land.

Equipment, Furniture & Fittings - Charged to Revenue as incurred on a renewals basis.

1.9. Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date. When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

1.10. Fixed Asset Investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

The Trust does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the Charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

1.11. Realised Gains and Losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

1.12. Pensions

The Convalescent Home for the South Wales Mining Industry operates one Defined Contributions pension scheme administered by Friends Provident. Contributions to the scheme are charged to the SOFA in respect of the period to which the contributions relate.

1.13. Contingent Liabilities

A contingent liability is identified and disclosed for those grants resulting from:

- a possible obligation which will only be confirmed by the occurrence of one or more uncertain future events not wholly within the Trustees' control; or
- a present obligation following a grant offer where settlement is either not considered probable; or
- the amount has not been communicated in the grant offer and that amount cannot be estimated reliably.

1.14. Stock

Stock consists of purchased goods for future consumption. Stock is valued at the lower of cost and net realisable value.

1.15. Income tax refunds

90% of Income Tax refunded from covenanted contributions are passed over to the Convalescent Home for the South Wales Mining Industry. Such liabilities are included in the financial statements on the assumption that the refunds will continue to be paid over.

1.16. Taxation

As a registered Charity, South Wales Miners' Welfare Trust Fund Scheme is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of the Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

1.17. Restricted Funds

The Trustees of four mining related Trusts, these being Hafod Miners' Welfare Womens Convalescent Home and Girls Camp, David Davies Memorial Trusts, South Wales & Monmouthshire Convalescent Home Endowment Fund Scheme and Convalescent Home for the South Wales Mining Industry, resolved on 4 November 2013 to transfer their residual assets as at 31 December 2013 to the Area Trust Fund on their respective subsisting Trusts.

The motivation for transfer was to generate synergistic benefits in the administration of an amalgamated Charity where the governance rested in the same group of individual Trustees.

The four mining related Trusts have since been removed from the Register of Charities on the basis that the funds have been transferred.

2. Income & Endowments

	Notes	Unrestricted Funds £	Hafod MWW CH & GC £	David Davies £	South Wales & Monmouthshire £	Court Royal £	Total 2025 £	Total 2024 £
Charitable Activities								
Grants & Donations		-	-	-	-	6,474	6,474	19,855
Investment income		46,407	12,604	7,106	69,496	-	135,613	166,118
Convalescence Scheme income		-	-	-	-	599,568	599,568	509,628
Employees Contributions		53	-	-	-	-	53	53
Rent receivable		1,500	-	-	-	-	1,500	-
Total Income & Endowments		47,960	12,604	7,106	69,496	606,042	743,208	695,654
Other Income								
Net Investment Gains/(Losses)		137,909	10,304	5,618	(47,027)	-	106,804	378,139

3. Expenditure

	Notes	Unrestricted Funds £	Hafod CH & GC £	David Davies £	South Wales & Monmouthshire £	Court Royal £	Total 2025 £	Total 2024 £
Cost of Raising Funds								
Investment Management Costs		10,594	2,877	1,582	16,313	-	31,366	32,062
Expenditure on Charitable Activities								
Catering & Provisions		-	-	-	-	132,406	132,406	149,198
Wages & Salaries	5	-	-	-	-	452,463	452,463	449,816
Establishment Costs		2,439	-	-	-	150,059	152,498	150,144
Administration Expenses		439	72	-	92	36,530	37,133	36,706
MWS and Community Projects		-	-	-	-	-	-	17,444
Convalescents Travelling		-	-	-	-	126,303	126,303	134,560
Refurbishment, Repairs & Maintenance		-	-	-	-	48,508	48,508	109,733
Entertainment		-	-	-	-	23,829	23,829	23,143
Depreciation	8	-	-	-	-	37,995	37,995	37,995
Hardship Assistance		-	-	-	-	-	-	-
Donations		8,040	25,000	-	-	-	33,040	27,163
Cultural Events		2,000	-	-	-	-	2,000	-
Governance Costs	4	1,952	-	-	-	2,535	4,487	9,422
Total Expenditure		25,464	27,949	1,582	16,405	1,010,628	1,082,028	1,177,386

Notes to the Financial Statements for the year ended 31 December 2025

4. Details of Expenses

Included within Governance and Support Costs

	2025 £	2024 £
Audit Fees	3,820	3,720
Trustees Expenses Claims	647	1,202
AGM Costs	-	4,500

5. Staff Costs

Staff costs during the year comprised of the following:

	2025 £	2024 £
Staff Salaries (Including Social Security Costs)	423,846	426,904
Pension Costs	28,617	22,912
	452,463	449,816

The average number of employees during the year, calculated on the basis of full time equivalents, was as follows:

	2025 Number	2024 Number
Managerial and Administration	2	2
Ancillary	16	15
	18	17

No employees received emolements of £60,000 or more during the year (2024 - Nil).

The Trustees were reimbursed for legitimate expenses incured during the year totalling £647 (2024 - £1,202).

The Trustees did not receive any remuneration or benefits in connection with the performance of their duties.

6. Related Party Transactions

The Court Royal Convalescent Home Limited, company registration number 03533202, is supported by the Charity. The company and Charity share Trustees with the Charity which owns the building from which the company operates. A deed of covenant is in place whereby the company has agreed to make a donation to the Charity of all its taxable profits.

The Charity purchased the Atlantic Hotel Tenby in March 2022 which is structured as The Atlantic (South Beach) Tenby Limited, company registration number 13737497, with Trustees Christopher Earland and Wayne Thomas being the two Directors of this company. Investment in the company is detailed in note 9 to the accounts. A deed of covenant is in place whereby the company has agreed to make a donation to the Charity of all its taxable profits.

The Charity receives covenanted donations from The Court Royal Convalescent Home Limited and from The Atlantic (South Beach) Tenby Limited.

7. Comparatives for the Statement of Financial Activities

	Notes	Unrestricted & Endowment £	Restricted £	Total 2024 £
Income & Endowments				
Charitable Activities:				
Grants & Donations	2	13,065	6,790	19,855
Investment Income	2	49,282	116,836	166,118
Convalescence Scheme Income	2	-	509,628	509,628
Employees Contributions	2	53	-	53
Total Incoming Resources	2	62,400	633,254	695,654
Expenditure				
Costs of Raising Funds:				
Investment Management Costs	3	9,654	22,408	32,062
Expenditure on Charitable Activities	3	24,162	1,113,240	1,137,402
Governance Costs	3	1,949	7,473	9,422
Total Resources Expended		35,765	1,143,121	1,178,886
Net Income/(Expenditure)		26,635	(509,867)	(483,232)
Net Gains/(Losses) on Investments	2	113,601	264,538	378,139
Net Movement in Funds Before Transfers		140,236	(245,329)	(105,093)
Transfers Between Funds		71,211	(71,211)	-
Fund Balances Brought Forward		1,343,244	6,888,766	8,232,010
Fund Balances Carried Forward		1,554,691	6,572,226	8,126,917

8. Tangible Fixed Assets

	Freehold Land and Buildings £	Total 2025 £
Cost		
At 1 January 2025 & At 31 December 2025	1,899,764	1,899,764
Depreciation		
At 1 January 2025	681,897	681,897
Charge for the year	37,995	37,995
At 31 December 2025	719,892	719,892
Net book values		
At 31 December 2025	1,179,872	1,179,872
At 31 December 2024	1,217,867	1,217,867

The freehold property, known as Court Royal Convalescent Home, was last revalued during 2015 by Messrs Goadsby, who valued the property at £990,000 on a current use basis. This is felt to be well below the true value of the property if it was to be sold and, in accordance with FRS102, the previous valuation continues to be used.

The Building was initially valued in 1993 when the estimated market value of the Property was £600,000 at which time the Net Book Value was £4,602. As a result of subsequent revaluations the Revaluation Surplus as at 1 January 2009, before depreciation, was the difference of £1,445,398.

The original permanent endowment was in the form of a grant of £20,000 in 1923, which was allocated by the Central Committee of the Miners' Welfare Fund which had been established under Section 20 of the Mining Industry Act 1920. These funds were used to acquire the Talygarn Mansion House, the original Convalescent Home. Subsequent events resulted in the disposal of Talygarn, and the purchase of Court Royal.

Due to the amalgamation of all South Wales mining related charitable funds, the Trustees agreed, by Deed, that as at 31 December 2013, all property of the Charity, ie the Court Royal Convalescent Home, be transferred to special trusts for future administration and management by the trustees of the South Wales Miners' Welfare Trust Fund, whilst the Trustees remain one and the same. The property registered at Land Registry under title number DT372460, and vested in the Official Custodian for Charities shall now be managed by the Trustees in their capacity as trustees of the South Wales Miners' Welfare Trust Fund, representing a transfer falling within section 117(3)(c)(ii) of the Charities Act 2011.

9. Investments

	2025 £	2024 £
Restricted Funds:		
David Davies Memorial Trusts - Investment Portfolio	217,308	212,095
South Wales & Monmouthshire Convalescent Home Endowment Fund - Investment Portfolio	1,853,225	2,254,087
Court Royal Convalescent Home for the South Wales Mining Industry - Investment Portfolio	-	-
Total Restricted Funds	2,070,533	2,466,182
Unrestricted Funds:		
Area Trust Fund - Investment Portfolio	1,466,589	1,431,327
Hafod Miners' Welfare Womens' Convalescent Home & Girls Camp - Investment Portfolio	244,632	238,749
The Atlantic Hotel Tenby*	2,347,008	2,347,008
Total Restricted Funds	4,058,229	4,017,084
Endowment Funds:		
Hafod Miners' Welfare Womens' Convalescent Home & Girls Camp (Endowment) - Investment Portfolio	154,045	150,340
Total Endowment Funds	154,045	150,340
Total Investments	6,282,807	6,633,606

Investment portfolios are managed by Sarasin & Partners LLP. The investment in the Funds are restricted to the following ranges: 90% Alpha Common Investment Fund for Endowments & 10% Alpha Common Investment Fund for Income and Reserves.

*The Atlantic Hotel Tenby was purchased in March 2022 to provide income for the charity and contingency for the future. Profits from the hotel will be redirected to the charity.

Notes to the Financial Statements for the year ended 31 December 2025

10. Debtors

	2025 £	2024 £
The Atlantic (South Beach) Tenby Limited	314,895	184,395
The Court Royal Convalescent Home Limited	9,471	-
Loan to Abertillery Miners' Institute	26,700	27,200
Prepayments	3,539	2,882
Other Debtors	11,386	11,386
	365,991	225,863

11. Creditors: Amounts Falling Due Within One Year

	2025 £	2024 £
The Court Royal Convalescent Home Limited	-	4,861
Accruals and Deferred Income	55,646	83,786
	55,646	88,647

12. Analysis of Net Assets Between Funds

	Unrestricted £	Restricted £	Total 2025 £
Fixed Assets	3,272,461	4,190,218	7,462,679
Net Current Assets/(Liabilities)	(1,720,120)	2,152,342	432,222
NetAassets at 31 December 2025	1,552,341	6,342,560	7,894,901

13. Movement in Funds

	At 01/01/25 £	Incoming Resources £	Outgoing Resources £	Investment Gains/(Losses) £	Transfers £	At 31/12/25 £
Restricted Funds:						
Hafod Miners' Welfare Womens' Convalescent Home & Girls Camp	378,438	12,604	(27,949)	10,304	28,000	401,397
David Davies Memorial Trusts	218,056	7,106	(1,582)	5,618	(2)	229,196
S Wales & Monmouthshire Convalescent Home Endowment Fund Scheme	3,081,686	69,496	(16,405)	(47,027)	(1,024,183)	2,063,567
Court Royal Convalescent Home for the South Wales Mining Industry	2,965,257	606,042	(1,010,628)	-	1,087,729	3,648,400
Total Restricted Funds	6,643,437	695,248	(1,056,564)	(31,105)	91,544	6,342,560
Unrestricted Funds:						
General Fund	1,427,083	47,960	(25,464)	137,909	(91,544)	1,495,944
Permanent Endowment Fund	56,397	-	-	-	-	56,397
Total Unrestricted Funds	1,483,480	47,960	(25,464)	137,909	(91,544)	1,552,341
Total Funds	8,126,917	743,208	(1,082,028)	106,804	-	7,894,901

Purposes of Restricted Funds

Hafod Miners' Welfare Womens' Convalescent Home & Girls Camp

The funds are restricted to such purposes connected with the social well being, recreation and living conditions of dependants of workers in or about coal mines in the districts of South Wales.

David Davies Memorial Trusts

The fund was set up with the intention of providing educational grants to qualified persons to enable them to persue educational courses, whether whole or part time, or other approved studies which they could not afford to persue without such grants.

S Wales & Monmouthshire Convalescent Home Endowment Fund Scheme

The fund was set up to provide grants to cover outgoings for the Court Royal Convalescent Home or towards the expenses of other social welfare activities for the benefit of the mining community in South Wales and Monmouthshire.

Court Royal Convalescent Home for the South Wales Mining Industry

The fund's objects and principal activities are that of a convalescent home for beneficiaries of the South Wales Mining Industry, to include mineworkers, former mineworkers and their dependants. The funds are restricted to enabling as many qualifying beneficiaries, with a minimum service requirement of 5 years, to benefit from the facility.

Permanent Endowment Fund

Historic fund relating to two former Miners' Welfare Scheme wind ups, and which was contained within the old style accounts for the Area Trust Fund before it took consolidated form.