

HANHAM COMMUNITY CENTRE

A Charitable Incorporated Organisation - Charity No. 1152575

Covenant
between
Hanham Community Centre
And
HCC (Bar and Trading Services Ltd)

2nd April 2016

V1.1

Approved by Board of Trustees – 2nd April 2016
Revalidated: NA

Approved on behalf of Board of Trustees

Signed:

Signed:

AMMENDMENTS

Version	Date	Author	Comments
0.1	Feb 16	FM	Drafted by Community Matters
1.0	Mar 16	KL	Approved by BOT
1.1	Apr 16	KL	Company number added

Covenant

We Hanham Community Centre (Bar and Trading Services) Ltd (the “Company”) company registration number 10098971 hereby covenant with the The Hanham Community Centre CIO (a registered charity) (the “Charity”) charity number 1152575.

Whereas the Charity is established for charitable purposes only and the Company has decided to make a covenanted donation to charity within the meaning of Section 248 of the Income and Corporation Taxes Act 1970 and to execute and carry out this covenant accordingly.

Now this deed witnesses as follows:

1. In each accounting period for the purposes of Corporation Tax the Company shall pay to the Charity in accordance with the provisions of this Deed an annual sum equal to the income of the Company of that period the sum to be paid less income tax, and for the purposes of this Deed ‘the income of the Company’ shall mean its distributable profits as defined in paragraph 10 of Schedule 16 of the Finance Act 1972 but without deducting:
 - (a) the amount of Corporation tax which but for the said section 248 would be payable in respect thereof; or
 - (b) the annual sum payable under these presents;
 - (c) for the avoidance of doubt it is hereby declared that the Company shall also pay to the Charity in accordance with the provisions of this Deed, an annual payment equal to such sums as shall be exempt from Corporation tax by virtue of the Income and Corporation Taxes Act 1970, the sum to be paid less income tax, notwithstanding that the said sums shall not fall within the definition of a covenanted donation to the Charity within the meaning of Section 248 of the Income & Corporation Taxes Act 1970.
2. The covenant hereinbefore contained shall commence within and include the accounting period during which the same is executed and shall continue until and including the account period ending on or after the 31st March being the end of the year accounting period of the Company.
3. Payments herein should be made annually in such manner and at such time as the Company thinks fit and subject thereto the Company shall at least 21 days before the end of each accounting period pay (less income tax) a sum equal to the income of the Company of that period as then estimated and in the event of any over-payment the excess shall be refunded at

or after the end of the said period and in the event of any underpayment the shortfall shall be made good (less income tax) before the end of the said period.

Signed and delivered on behalf of

Hanham Community Centre (Bar and Trading Services) Ltd

on 2016

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(Signature)

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(Signature)

Signed and delivered on behalf of the Charity

on 2016

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(Signature)

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(Signature)