Two Rhythms

England & Wales · Charity number 1078995

Details

Other names	TOUCH TRUST LTD, Two Rhythms
Status	Registered
Legal form	Charitable company
Company number	03681562
Registered	2000-01-18
Register	View on the Charity Commission register

Contact

Address	Two Rhythms The Wales Millennium Centre Bute Place Cardiff CF10 5AL
Phone	02920635660
Email	info@tworhythms.co.uk
Website	www.tworhythms.co.uk

Activities

Objects: To provide educational and therapeutic programmes for the benefit of people with profound physical and learning disabilities by nurturing creativity and self- confidence through participation in the creative arts and through the delivery of workshop training.

Activities: Two Rhythms delivers therapeutic arts activities for people with a variety of physical and mental health needs, including profound disabilities, learning difficulties and Autism Spectrum Condition. We work across all ages, from young children to seniors. We welcome participants to our two specialist delivery sites in Cardiff, and we license our unique programme to organisations around the UK.

Classification

- **How:** Provides Services, Sponsors Or Undertakes Research, Other Charitable Activities
- **What:** General Charitable Purposes, Education/training, Disability, Arts/culture/heritage/science
- **Who:** Children/young People, Elderly/old People, People With Disabilities

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Geography

- **Area of benefit:** NOT DEFINED. IN PRACTICE CARDIFF
- Throughout Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£217,623	£269,296	-	-
2024-03-31	£397,484	£204,192	-	-
2023-03-31	£178,351	£188,975	-	-
2022-03-31	£191,975	£208,455	-	-
2021-03-31	£321,110	£233,552	-	-

Trustees

Name	Role	Appointed
Alice Jones		2025-09-26
Jan-Uwe Michaelis		2022-01-11
Joanna Fashan		2025-09-26
Kathryn Seaward		2024-09-02
Victoria Jones		2024-09-02

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Two Rhythms

England & Wales - Charity number 1078995

Accounts

Company registration number: 03681562
Charity registration number: 1078995

TWO RHYTHMS LTD
TRUSTEES' REPORT AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Gordon Down Accountants Temple Court
13a Cathedral Road
Cardiff
CF11 9HA

Two Rhythms Ltd
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Detailed Statement of Financial Activities (including Income and Expenditure Account)	18—20

The trustees present their report and the financial statements for the year ended 31 March 2025.

Objectives and Activities

Aims and Objectives

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Public Benefit

To Provide educational and Therapeutic programmes for the benefit of people with profound physical and learning disabilities by nurturing creativity and self-confidence through partecipation in the creative arts and through the delivery of workshop training.

The trustees confirm that they have complied with the requirements of Section 17 of the Charities Act 2011 to have due regard to the Charity Commission's guidance on public benefit.

Achievements and Performance

Main Achievements

Overview of Financial Year 2024/25

This year has been one of transition, growth, and achievement for the Two Rhythms. We have navigated organisational changes, expanded our physical presence, and celebrated key milestones, all made possible by the dedication and passion of our staff, who ensure the charity operates smoothly every day. We enter the next phase with optimism for further growth and impact.

In April 2024, a new Chair, with a longstanding connection to the charity, was appointed. New trustees joined in Autumn 2024, supported by a succession plan to maintain governance continuity and bring in fresh perspectives as terms expire.

The charity formally rebranded in May 2024, changing its name from 'Touch Trust Limited' to 'Two Rhythms Ltd', registered with Companies House and the Charity Commission. In August 2024, the Touch Trust Foundation was closed, and its functions were fully integrated into Two Rhythms Ltd.

Our second site opened late in 2024, providing additional capacity, improved access for guests and carers, enhanced storage and administration space, and greater operational flexibility. The site has been well received by the community, complementing the original location and we look forward to driving its usage to capacity.

In March 2025, the charity celebrated its 25th anniversary with an event at the Senedd, attended by guests, families, carers, partners, stakeholders, and Julie Morgan MS. The event highlighted the charity's achievements and offers opportunities for greater political engagement to influence arts and health policy and further support the community we serve.

Staffing

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Main Achievements - continued

Resourcing levels have been consistent throughout this year, with only a reduction in casual contracts. All contracted staff remain in post. In September 2024, we recruited four new, part-time Creative Facilitators. Some of whom will provide the necessary capacity for our second site. As their training spanned several months, these new colleagues worked alongside the existing team, gaining valuable experience.

In the Autumn of 2024. Our 'Programme and Projects Manager' transitioned to a newly-created role, 'Head of Programme'. This change reflects our new priorities to broaden the programme and reach new families and participants. It also builds on our work with the University of South Wales, helping to articulate a clinical basis for our work. To assist this new role, a part-time 'Programme Assistant' was appointed on a six-month temporary contract.

Membership

The charity received £12,000 in income from membership fees during the year, representing a stable position following growth in the previous year. The revised membership model has successfully retained as many members as possible; however, providers continue to face financial and operational pressures due to the ongoing impact of the cost-of-living crisis on the health and social care sectors. Membership remains a key element of the Strategic Development Plan, and the charity is actively exploring opportunities to expand and develop this area further.

Partnerships

During the year, the charity collaborated with the University of South Wales on an independent research project evaluating the work of Two Rhythms. From late 2024 to early 2025, focus groups were conducted with families, caregivers, provider members, and Two Rhythms staff. Early findings are promising, and participant feedback will help inform the charity's future growth plans. The results of the study are due to be published in Summer 2025.

In Spring 2025, the Dementia Outreach Project, funded by the McCarthy & Stone Foundation, was completed. This initiative brought Two Rhythms' sessions to a senior care provider, benefiting 35 residents as well as their families and carers. Delivered over six months, the project included the creation of a 'sensory memory kit' to allow participants to continue engaging with the objects used during the sessions. Following universally positive feedback from the care provider, the charity plans to develop further targeted work in this area.

Financial Review

Financial Position

Forward look to Financial Year 2025/26

- Development of a comprehensive strategic plan for the coming years, setting out the charity's long-term goals and milestones.
- Review of the organisation's mission and vision with input from trustees and staff, ensuring they accurately reflect our purpose and future direction.
- Publication of the academic research as a first step to engaging new partners and stakeholders to broaden our reach and impact.
- Update of the governing document to reflect the charity's new name and ensure that the description of our activities and membership matches our current work and remains clear, current and fit for purpose.

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Financial Position - continued

• Management of held funds and reserves by placing them in a high-interest account, helping them to generate better returns and support future income needs.
• Recruitment of a Business Manager to lead planned growth and take responsibility for day-to-day financial matters.
• Recruitment of additional trustees in Autumn 2025 to strengthen governance and bring in new skills and experience.

Reserves Policy

The Board of Trustees has examined the charity's reserve requirements, considering the organisation's principal risks. The charity reserves three months of essential costs, and this is reviewed periodically.

The free reserves of the charity, as of 31st March 2024, represented funds freely available to spend, amounting to £218,162.

Structure, Governance and Management

Governing Document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management

The Management Committee conducted a review of the major risks to which the charity is exposed. A more comprehensive risk register is currently being established and will be updated annually. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. External financial risks will be addressed through the diversification of funding streams and a review of the types of activities offered in the future (in line with our mission and vision). Internal financial risk have been mitigated by the implementation of governance processes for all transactions. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the centre. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity

Organisational structure

Two Rhythms Ltd has a Board of Trustees, who meet bi-monthly and are responsible for the strategic direction of the charity. Board members are from a cross-section of society, all with relevant experience and skills to the work of the Two Rhythms. A skills audit has commenced to allow the board to identify the skills gaps and target upcoming Trustee recruitment to reach individuals with the required skills and experience. This will also allow the board to undertake succession planning.

Trustees are recruited via open recruitment with partner organisations and via social media campaigns. The recruitment consists of an application form which is sifted by the Chair/Vice chair and at least one other trustee, followed by an interview, after which successful candidates are recommended to the Board for appointment.

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Governing Document - continued

Day to day responsibility for operation of the charity rests with the Chief Executive Officer (CEO). The CEO is responsible for ensuring that the charity delivers the services specified and that key performance indicators are met. The CEO is also responsible for leadership and development of the executive in line with good practice and statutory requirements. Remuneration of all key personnel is reviewed annually by Trustees.

Reference and Administrative Details

Trustees

Miss Victoria Jones - Director (appointed 02/09/2024)
Mr Michaelis Jan-Uwe - Dirctor
Ms Seaward Kathryn - Director (appointed 02/09/2024)
Mrs Samar Small - Director
Mrs Fashan Joanne - Director (appointed 26/09/2025)
Mrs Alice Jones - Director (appointed 26/09/2025)

Other Personnel

Victoria Jones - Interim Chair

Charity Number

1078995

Company Number

03681562

Independent Examiner

Laurence Cohen FCA
Gordon Down Accountants Temple Court
13a Cathedral Road
Cardiff
CF11 9HA

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Two Rhythms Ltd for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statement unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing the financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgments and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Small Company Rules

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The trustees' report was approved by the board of trustees and signed on its behalf by:

Miss Victoria Jones

Trustee
Date 16/12/2025

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2025.

Responsibilities and Basis of Report

As the charity trustees of the Company (and also its directors for the purposes of company law), you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ("the 2006 Act").

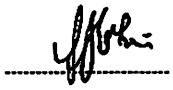
Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent Examiner's Statement

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of , which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:
1 except for the matter of concern noted above accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2 except for the matter of concern noted above the financial statements do not accord with those records; or
3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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



Laurence Cohen FCA
Date 17/12/2025.
Gordon Down Accountants Temple Court
13a Cathedral Road
Cardiff
CF11 9HA

Two Rhythms Ltd
Statement of Financial Activities (including Income and Expenditure Account)
For The Year Ended 31 March 2025

	Notes	Unrestricted funds	Restricted funds	2025 Total funds	2024 Total funds
		£	£	£	£
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	3	-	-	-	206,798
Charitable activities:	4				
Educational and Therapeutic Programmes for the benefict of people with profound physical and learning disabilitis		-	4,892	4,892	-
Charitable Activities		158,899	50,350	209,249	189,704
Investments	5	3,482	-	3,482	982
		162,381	55,242	217,623	397,484
EXPENDITURE ON:					
Raising funds	8	(2)	(1)	(3)	-
Charitable activities:	8				
Educational and Therapeutic Programmes for the benefict of people with profound physical and learning disabilitis		(81,075)	(49,149)	(130,224)	(185,221)
Support Costs		(5,651)	-	(5,651)	-
Charitable Activities		(133,313)	(105)	(133,418)	(18,971)
		(220,041)	(49,255)	(269,296)	(204,192)
NET (EXPENDITURE)/INCOME		(57,660)	5,987	(51,673)	193,292
Transfers between funds	17	(139,971)	139,971	-	-
NET MOVEMENT IN FUNDS		(197,631)	145,958	(51,673)	193,292
RECONCILIATION OF FUNDS:					
Total funds brought forward		218,162	51,180	269,342	76,050
TOTAL FUNDS CARRIED FORWARD	17	20,531	197,138	217,669	269,342

The notes on pages 11 to 17 form part of these financial statements.

Two Rhythms Ltd
Comparative Statement of Financial Activities (including Income and Expenditure Account)
For The Year Ended 31 March 2025

	Notes	Unrestricted funds	Restricted funds	2024 Total funds
		£	£	£
INCOME AND ENDOWMENTS FROM:				
Donations and legacies	3	206,798	-	206,798
Charitable activities:	4			
Charitable Activities		138,886	50,818	189,704
Investments	5	982	-	982
		346,666	50,818	397,484
EXPENDITURE ON:				
Charitable activities:	8			
Educational and Therapeutic Programmes for the benefict of people with profound physical and learning disabilitis		(159,804)	(25,417)	(185,221)
Charitable Activities		(18,971)	-	(18,971)
		(178,775)	(25,417)	(204,192)
NET INCOME		167,891	25,401	193,292
NET MOVEMENT IN FUNDS		167,891	25,401	193,292
RECONCILIATION OF FUNDS:				
Total funds brought forward		50,271	25,779	76,050
TOTAL FUNDS CARRIED FORWARD	17	218,162	51,180	269,342

The notes on pages 11 to 17 form part of these financial statements.

Two Rhythms Ltd
Statement of Financial Position
As At 31 March 2025

	Notes	Unrestricted funds	Restricted funds	2025 Total funds	2024 Total funds
		£	£	£	£
FIXED ASSETS					
CURRENT ASSETS					
Debtors	13	4,094	-	4,094	6,611
Cash at bank and in hand		44,150	197,138	241,288	281,382
		48,244	197,138	245,382	287,993
Creditors: Amounts Falling Due Within One Year	14	(27,713)	-	(27,713)	(18,651)
NET CURRENT ASSETS (LIABILITIES)		20,531	197,138	217,669	269,342
TOTAL ASSETS LESS CURRENT LIABILITIES		20,531	197,138	217,669	269,342
NET ASSETS		20,531	197,138	217,669	269,342
FUNDS OF THE CHARITY					
Restricted Funds				197,138	51,180
Unrestricted Funds				20,531	218,162
TOTAL FUNDS	17			217,669	269,342

For the year ending 31 March 2025 the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the charitable company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

On behalf of the board

Jones

Miss Victoria Jones

Trustee
Date 16/12/2025

The notes on pages 11 to 17 form part of these financial statements.

1. General Information

Two Rhythms Ltd is a company limited by guarantee, incorporated in England & Wales, registered number 03681562 and registered charity number 1078995. The registered office is .

2. Accounting Policies

2.1. Basis of Preparation of Financial Statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) "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) (effective 1 January 2019)", Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

The charitable company is a Public Benefit Entity as defined by FRS 102.

2.2. Resources Expended

- 31 March 2025

2.3. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold	20%
Plant & Machinery	33%
Fixtures & Fittings	20%

2.4. Cash and Cash Equivalents

Cash and cash equivalents are basic financial assets and include cash in hand and deposits held at call with banks, other short-term highly liquid investments that mature in no more than three months from the date of acquisition and are readily convertible to a known amount of cash with insignificant risk of change in value, and bank overdrafts.

3. Income from Donations and Legacies

	2025 Unrestricted funds £	2024 Unrestricted funds £
Donations and gifts:		
Donations and gifts	-	6,798
Donations from individuals	-	200,000
	-	206,798

4. Income from Charitable Activities

	2025 Unrestricted funds £	Restricted funds £	Total funds £
Educational and Therapeutic Programmes for the benefict of people with profound physical and learning disabilitis	-	4,892	4,892
Charitable Activities	158,899	50,350	209,249
	158,899	55,242	214,141

	2024 Unrestricted funds £	Restricted funds £	Total funds £
Educational and Therapeutic Programmes for the benefict of people with profound physical and learning disabilitis	-	-	-
Charitable Activities	138,886	50,818	189,704
	138,886	50,818	189,704

Grants, included above, are as follows:

	2025 Restricted funds £	2024 Restricted funds £
GVS	-	19,346
C3SC	-	1,000
Community Foundation Wales	-	19,588
YMCA	-	4,000
Blakemore	-	100
McCarthy Stone Foundation	-	6,784
NL Ty Halfan	6,886	-
	6,886	50,818

5. Investment Income

	2025 Unrestricted funds £	2024 Unrestricted funds £
Bank interest receivable	3,482	982

6. Other Income

7. Net Income/(Expenditure)

The net (expenditure)/income is stated after charging/(crediting):

	2025	2024
	£	£

8. Analysis of Expenditure

	Activities undertaken directly	Support costs	2025 Total
	£	£	£
Raising funds	-	3	3
Educational and Therapeutic Programmes for the benefict of people with profound physical and learning disabilitis	119,511	10,713	130,224
Support Costs	-	5,651	5,651
Charitable Activities	2,692	130,726	133,418
	122,203	147,093	269,296

	Activities undertaken directly	Support costs	2024 Total
	£	£	£
Educational and Therapeutic Programmes for the benefict of people with profound physical and learning disabilitis	185,221	-	185,221
Charitable Activities	-	18,971	18,971
	185,221	18,971	204,192

9. Independent Examiner's Remuneration

	2025	2024
	£	£
Independent examination of the financial statements	3,000	3,270

10. Staff Costs

Staff costs were as follows:

Key management personnel
The key management personnel of the charity received benefits (including gross salary, employers national insurance contributions and em ayers pension contributions) totalling £90,257 (2023: £87,742).

	2025	2024
	£	£
Wages and salaries	154,477	130,954
Social security costs	2,215	4,028
Other pension costs	2,981	2,503
	159,673	137,485

No employees received employee benefits (excluding employer pension costs) for the reporting period of more than £60,000.

11. Average Number of Employees

Average number of employees during the year was: 8 (2024: 8)

12. Tangible Assets

	Land & Property Leasehold	Plant & Machinery	Fixtures & Fittings	Total
	£	£	£	£
Cost				
As at 1 April 2024	90,657	21,119	40,163	151,939
As at 31 March 2025	90,657	21,119	40,163	151,939
Depreciation				
As at 1 April 2024	90,657	21,119	40,163	151,939
As at 31 March 2025	90,657	21,119	40,163	151,939
Net Book Value				
As at 31 March 2025	-	-	-	-
As at 1 April 2024	-	-	-	-

13. Debtors

	2025	2024
	£	£
Due within one year		
Trade debtors	4,094	6,611

14. Creditors: Amounts Falling Due Within One Year

	2025	2024
	£	£
Trade creditors	11,447	8,318
Other creditors	797	-
Taxation and social security	6,177	2,572
Accruals and deferred income	9,292	7,761
	27,713	18,651

15. Deferred Income

Deferred income movements in the year were as follows:

	2025	2024
	£	£
Balance at the start of the period	1,980	1,988
Income deferred in the current period	-	1,980
Amounts released in income from previous periods	(1,980)	(1,988)
Balance at the end of the period	-	1,980

16. Pension Commitments

The charitable company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund.

During the year the charge to the statement of financial activities in respect of defined contribution schemes was £2,981 (2024: £2,503).

At the statement of financial position date contributions of £NIL were due to the fund and are included in creditors.

17. Movement in Funds

	As at 1 April 2024	Income	Expenditure	Transfers	As at 31 March 2025
	£	£	£	£	£
Unrestricted funds					
General:					
General unrestricted fund	218,162	147,568	(220,041)	(125,158)	20,531
Education and Therapy	-	14,813	-	(14,813)	-
Total unrestricted funds	218,162	162,381	(220,041)	(139,971)	20,531
Restricted funds					
Restricted Funds	362	-	1	(363)	-

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GVS	19,347	16,944	(18,607)	(17,678)	6
POBL Trust Founding	1,000	-	-	(1,000)	-
Community Foundation Wales	19,587	19,687	(12,337)	(26,937)	-
YMCA	4,000	155	(155)	(4,000)	-
Blackemore	100	-	-	(100)	-
McCarthy Stone Foundation	6,784	6,677	(1,551)	(6,784)	5,126
NL Ty Hafan	-	6,887	(2,895)	-	3,992
CFW University Research	-	-	-	7,350	7,350
Cardiff Educational Endowment Fund	-	-	(8,828)	14,813	5,985
Location 2 CPC	-	3,902	(4,883)	981	-
WCVA Resiliance	-	990	-	(990)	-
Business Investment	-	-	-	85,190	85,190
Revenue Support	-	-	-	84,000	84,000
Contingency	-	-	-	5,489	5,489
Total restricted funds	51,180	55,242	(49,255)	139,971	197,138
Total funds	269,342	217,623	(269,296)	-	217,669

	As at 1 April 2023	Income	Expenditure	As at 31 March 2024
	£	£	£	£
Unrestricted funds				
General:				
General unrestricted fund	50,271	346,666	(178,775)	218,162
Restricted funds				
Restricted Funds	25,779	-	(25,417)	362
GVS	-	19,347	-	19,347
POBL Trust Founding	-	1,000	-	1,000
Community Foundation Wales	-	19,587	-	19,587
YMCA	-	4,000	-	4,000
Blackemore	-	100	-	100
McCarthy Stone Foundation	-	6,784	-	6,784
Total restricted funds	25,779	50,818	(25,417)	51,180
Total funds	76,050	397,484	(204,192)	269,342

18. Transactions with Trustees

During the year the expenses reimbursed to the trustees or paid directly to third parties were as follows:

	2025	2024
	£	£

19. Related Party Disclosures

20. Controlling Parties

The charitable company's ultimate controlling party is TouchTrust Foundation Limited.

As the income of the group falls below the relevant thresholds consolidated accounts have not been prepared.

Details of the charity's subsidiaries at 31 March 2024 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct	% Held Indirect
Touch Trust Foundation Limited	Wales	Trading Arm	Ordinary Shares	100.00	

Touch Trust Foundation Limited was dissolved on 12 November 2024.

Touch Trust Foundation's funds were donated to Two Rhythms Ltd in the current year.

21. Company limited by guarantee

The company is limited by guarantee and has no share capital.

Every member of the company undertakes to contribute to the assets of the company, in the event of a winding up, such an amount as may be required not exceeding £1.

	2025 Total funds £	2024 Total funds £
INCOME AND ENDOWMENTS FROM:		
Donations and legacies		
Donations and gifts	-	6,79
Donations from individuals	-	200,00
	-	206,79
Charitable Activities:		
Educational and Therapeutic Programmes for the benefict of people with profound physical and learning disabilitis		
Grants	4,892	
	4,892	
Charitable Activities		
Income from charitable activities	132,991	
Education	11,095	126,13
Grants	65,163	50,81
Income from charitable activities type A	-	12,74
	209,249	189,70
Investments		
Bank interest receivable	3,482	98
	3,482	98
	217,623	397,48
EXPENDITURE ON:		
Raising funds		
Sundry expenses	(3)	
	(3)	
Charitable Activities:		
Educational and Therapeutic Programmes for the benefict of people with profound physical and learning disabilitis		
Project costs	(3,405)	(17,86
Wages and salaries	(71,507)	(120,11
Employers NI	-	(4,02
Employers pensions - defined contribution schemes	(650)	(2,50
Other staff costs	-	(57
Consultancy fees	-	(2,97
Premises costs	-	(21,98
Repairs, renewals and maintenance	-	(62
Insurance	-	(2,05
Data and telecommunications costs	-	(7,70

...CONTINUED

Consumable items	(43,949)	-
Royalties and licence fees payable	-	(4,791)
Employers NI	(82)	-
Recruitment costs	(19)	-
Staff expenses	(2,439)	-
Travel and subsistence expenses	(35)	-
Rent	(4,116)	-
Repairs, renewals and maintenance	(1,129)	-
Insurance	(1,891)	-
Printing, postage and stationery	(19)	-
Photocopying	(786)	-
Postage	(197)	-
	(130,224)	(185,221)
Support Costs		
Employers NI	(2,133)	-
Computer and IT consumables	(518)	-
Independent examiner's fees	(3,000)	-
	(5,651)	-
Charitable Activities		
Royalties and licence fees payable	(2,692)	-
Wages and salaries	(82,970)	(10,269)
Employers pensions - defined contributions scheme	(2,331)	-
Recruitment costs	(3,205)	-
Travel and subsistence expenses	(1,271)	-
Travel expenses	(500)	-
Rent	(3,217)	-
Rates	(782)	-
Property management and service charges	(2,785)	-
Light and heat	(2,306)	-
Cleaning	(188)	-
Premises insurance	(953)	-
Other premises costs	(8,961)	-
Printing, postage and stationery	(6,053)	(542)
Postage	(893)	-
Advertising and marketing costs	(4,715)	-
Telecommunications	(3,409)	-
Professional fees	(750)	-
Consultancy fees	(628)	(2,986)
Subscriptions	(687)	(220)

...CONTINUED

Bank charges	(435)	(404)
Independent examiner's fees	-	(3,270)
Accountancy fees	(3,687)	(1,280)
	(133,418)	(18,971)
	(269,296)	(204,192)
NET (EXPENDITURE)/INCOME	(51,673)	193,292

Financial Position - continued

- Management of held funds and reserves by placing them in a high-interest account, helping them to generate better returns and support future income needs.
- Recruitment of a Business Manager to lead planned growth and take responsibility for day-to-day financial matters.
- Recruitment of additional trustees in Autumn 2025 to strengthen governance and bring in new skills and experience.

Reserves Policy

The Board of Trustees has examined the charity's reserve requirements, considering the organisation's principal risks. The charity reserves three months of essential costs, and this is reviewed periodically.

The free reserves of the charity, as of 31st March 2024, represented funds freely available to spend, amounting to £218,162.

Structure, Governance and Management

Governing Document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management

The Management Committee conducted a review of the major risks to which the charity is exposed. A more comprehensive risk register is currently being established and will be updated annually. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. External financial risks will be addressed through the diversification of funding streams and a review of the types of activities offered in the future (in line with our mission and vision). Internal financial risk have been mitigated by the implementation of governance processes for all transactions. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the centre. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity

Organisational structure

Two Rhythms Ltd has a Board of Trustees, who meet bi-monthly and are responsible for the strategic direction of the charity. Board members are from a cross-section of society, all with relevant experience and skills to the work of the Two Rhythms. A skills audit has commenced to allow the board to identify the skills gaps and target upcoming Trustee recruitment to reach individuals with the required skills and experience. This will also allow the board to undertake succession planning.

Trustees are recruited via open recruitment with partner organisations and via social media campaigns. The recruitment consists of an application form which is sifted by the Chair/Vice chair and at least one other trustee, followed by an interview, after which successful candidates are recommended to the Board for appointment.

...CONTINUED

Governing Document - continued

Day to day responsibility for operation of the charity rests with the Chief Executive Officer (CEO). The CEO is responsible for ensuring that the charity delivers the services specified and that key performance indicators are met. The CEO is also responsible for leadership and development of the executive in line with good practice and statutory requirements. Remuneration of all key personnel is reviewed annually by Trustees.

Reference and Administrative Details

Trustees

Miss Victoria Jones - Director (appointed 02/09/2024)
Mr Michaelis Jan-Uwe - Director
Ms Seaward Kathryn - Director (appointed 02/09/2024)
Mrs Samar Small - Director
Mrs Fashan Joanne - Director (appointed 26/09/2025)
Mrs Alice Jones - Director (appointed 26/09/2025)

Other Personnel

Victoria Jones - Interim Chair

Charity Number

1078995

Company Number

03681562

Independent Examiner

Laurence Cohen FCA
Gordon Down Accountants Temple Court
13a Cathedral Road
Cardiff
CF11 9HA

Two Rhythms

England & Wales - Charity number 1078995

Accounts

Charity registration number 1078995

Company registration number 3681562 (England and Wales)

TWO RHYTHMS LTD

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

TWO RHYTHMS LTD

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TWO RHYTHMS LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2024

The trustees present their annual report and financial statements for the year ended 31 March 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

Charitable purpose
TO PROVIDE EDUCATIONAL AND THERAPEUTIC PROGRAMMES FOR THE BENEFIT OF PEOPLE WITH PROFOUND PHYSICAL AND LEARNING DISABILITIES AND TO ESTABLISH AN EDUCATIONAL AND THERAPEUTIC CENTRE WHICH WILL PROVIDE A FOCAL POINT FOR THE DEVELOPMENT OF SUCH PROGRAMMES

Achievements and performance

Overview
The period April 2023 – March 2024 was a significant year for the charity, including a full rebrand and a change of name. In the Summer of 2023, we began a consultation with our community and stakeholders to find a name and identity that was more relevant, representative and accessible. After 25 years as ‘Touch Trust’ we began our transition to ‘Two Rhythms’ in December 2023 and completed our official rebrand in the Spring of 2024. The change of name was accepted by Companies House in May 2024. The new name and brand have been warmly received, leading to increased online and offline engagement. For example, the brand launch in December 2023 saw a 103% increase in our monthly Facebook page views. We will continue to explore the new opportunities that our rebrand, as well as our twenty-fifth anniversary, offer.

After the charity reduced its output after the pandemic, we took significant steps to scale up our services again this year. A second site in the North of Cardiff was developed for opening later in 2024, and the team began preparations to increase our output. We accessed funding to outfit the facilities and worked with our new landlord to design a visitor experience that would complement our existing service offer. A small office will provide the team with space for collaborative working and archival storage, restoring some of our administrative services lost in 2020. While the site would not open until later in 2024, this year allowed the team to fully evaluate the site, run test sessions and ensure it would meet the needs of our service users. Once operational, our second site will provide much-needed space to develop our services, regain capacity lost after the pandemic, and provide business continuity in the event of future disruption.

To mark the charity's twenty-fifth anniversary, we began a new collaboration with the University of South Wales, to research and analyse the Two Rhythms method. The hypothesis of the study is that sensory-dialogical interaction with people with profound and multiple and other learning disability (including those living with autistic spectrum conditions or dementia) through the medium of creative arts has a positive impact on their quality of life and fosters wider engagement. The project, funded by Community Foundation Wales, will conclude with the publication of an academic paper that will increase awareness of the charity. This will strengthen the charity's position when seeking funding and partnerships with Health and Social care providers. It could also build the foundations for further academic research to provide a greater clinical understanding of our work.

We began recruiting a new Chair of Trustees in late 2023. An Acting Chair oversaw the charity until the new Chair was formally appointed in March 2024.

Partnerships
This year, a successful music project with the music charity Tŷ Cerdd was extended, and a further project was undertaken with the hospice Ty Hafan, its residents, and their families. The Ty Hafan programme delivers Two Rhythms to our outreach locations. This small project, funded by the National Lottery Awards for All, has served as a pilot for future projects.

A pilot project targeting older people living with dementia has been expanded after funding was secured from the McCarthy Stone Foundation. The charity received positive feedback from participants in the pilot and requests for further work in the area. In particular, the sensory 'memory books' created gave participants a physical memento that could be used after the sessions had concluded. The specialised nature of the project also provided the team with insight and understanding into how our programme could be applied to this target group.

The project provides much-needed arts therapies for people experiencing symptoms of dementia who may also live with pre-existing disabilities or learning difficulties.

Membership
In early 2024, we redesigned our Membership offer to organisations that license the Two Rhythms programme for their own use. This revised service offer provides members from across the UK with a range of benefits tailored to the needs of their organisation on a scalable pricing structure.

In the financial year ending March 24, Memberships brought in £12,748 vs £10,925 in the previous year. Organisations are billed throughout the year, and there may be some fluctuations as new Members take time to train and existing organisations turnover their delivery staff.

The new structure is more sustainable for the charity whilst continuing to be accessible to a range of organisations, including schools, hospices, care providers and arts charities.

Training
A successful promotion recognising the charity's anniversary has led to more Two Rhythms Certification training than in any year since the pandemic. Despite the savings offered to participants, this has increased our training income and the number of qualified session leaders. This further embeds Two Rhythms in their respective organisations. We provided training to seven learners in 2023 and increased to 33 learners in 2024.

In 2024, the charity will also deliver 'on-site' training to organisations outside Cardiff. We are currently negotiating this with the participating members, and we will continue to offer this going forward.

Staffing
Our staffing has been consistent throughout this year, with only a reduction in casual contracts. All other staff have been retained. Should the proposed second site move forward, additional service delivery staff will be recruited to meet the demand.

In September 2024, we recruited four new, part-time Creative Facilitators. Some of these hours are 'back-filling' but the recruitment is also to provide the necessary capacity for the opening of our second site. As their training takes several months, these new colleagues are working alongside the existing team and will be ready to work alone early this year.

Two other changes that took place in the Autumn of 2024. Our 'Programme and Projects Manager' transitioned to a new role, 'Head of Programme'. This change reflects our new priorities to broaden the programme and reach new families and participants. It also builds on our work with the University of South Wales, helping to articulate a clinical basis for our work. To assist in this new role, we have also appointed a part-time 'Programme Assistant' on a six-month temporary contract. All these changes are an effort to increase our earned income through more 'face-to-face' sessions.

Financial review

The charity made an unrestricted surplus of £167,891 (2023: £26,252) before transfers for the 2024 financial year.

In January 2024, the charity received a bequest of £200,000. The board of Trustees is working with the senior management on the best utilisation of these funds.

The charity continued benefiting from various grants that supported outreach and engagement projects, as well as several small capital grants. This allowed the charity to improve our service delivery, the experience of our beneficiaries as well as improved facilities for staff.

After the pandemic required us to reduce the physical space available at our main site and our face-to-face activity potential, the team has worked to overcome this with scheduling efficiencies. In addition, we are considering our options for alternative sites to help rebuild our capacity, grow our earned income and improve our long-term sustainability.

As of 31 March 2024, we held £281,382 in bank accounts.

Reserves Policy
The Board of Trustees has examined the charity's reserve requirements, considering the organisation's principal risks. The charity reserves three months of essential costs and this is reviewed periodically.

The free reserves of the charity represent the funds that are freely available to spend as of 31st March 2024 were £218,162.

Future plans

The charity is entering a new phase of recovery. Two Rhythms will expand its capacity, increase the number of guests served, and become more financially independent and resilient. While significant challenges exist, such as a diminished staff team and limited physical space, a complete evaluation of our income generation and a revised Strategic Plan will provide the necessary guidance to overcome such challenges.

Structure, governance and management

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management

The Management Committee has conducted a review of the major risks to which the charity is exposed. A more comprehensive risk register is currently being established and will be updated annually. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Significant threat to external risks to funding in past years have led to the development of a strategic plan which will allow for the diversification of funding streams and a review of the types of activities offered in the future. Internal control risks have been minimised by the implementation of procedures for authorisation of all transactions. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the centre. The continuing implementation of Health and Safety Standards ensure a consistent quality of delivery for all operational aspects of the charity. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity.

Organisational structure

Two Rhythms Ltd has a Board of Trustees, who meet quarterly and are responsible for the strategic direction and policy of the charity. All board members are from a variety of backgrounds, all relevant to the work of the charity. The Secretary also sits on the board but has no voting rights.

Trustees are recruited by the current trustee board, new trustees are selected by meeting of the trustees, where nominees are discussed and appointed accordingly.

A scheme of delegation is in place and day to day responsibility for the provision of activities rest with the Chief Executive Officer (CEO). The CEO is responsible for ensuring that the charity delivers the services specified and that key performance indicators are met. The CEO is also responsible for the day to day operational management of the centre, individual supervision of the staff team and also ensuring that the team continue to develop their skills and working practices in line with good practice. The level of payment made to all key personnel is reviewed annually by Trustees.

Reference and administrative details

Charity name	Touch Trust Limited
Charity number	1078995
Company number	3681562
Registered office	Wales Millenium Centre Bute Place Cardiff Bay Cardiff CF10 5AL
Trustees	A Burmeister - appointed 26/6/23, resigned 26/02/24 Mr N Hollett Mr J Michaelis Mr A Milburn Ms R Whittington Ms E Willis Ms A Woodward Ms J Mcallister - resigned 12/6/23 Mrs S Small - appointed 26/03/24
Key management personnel	Gray Hill - CEO Sian Jordan Hiroko Uenishi Liberty-May Rees-Jones
Independent examiners	Azets Audit Services Ty Derw Lime Tree Court Cardiff Gate Business Park Cardiff CF23 8AB

The trustees' report was approved by the Board of Trustees.

Samar Small

S Small - Chair of Trustees
Dated: 31 January 2025

TWO RHYTHMS LTD

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF TWO RHYTHMS LTD

I report to the trustees on my examination of the financial statements of Two Rhythms Ltd (the charity) for the year ended 31 March 2024.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

1 except for the matter of concern noted above accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or

2 except for the matter of concern noted above the financial statements do not accord with those records; or

3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or

4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Andrew Howells
Azets Audit Services
Ty Derw, Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB
United Kingdom

Dated: .....

TWO RHYTHMS LTD

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2024

	Notes	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Income from:							
Donations and legacies	**3**	206,798	-	206,798	4,816	-	4,816
Charitable activities	**4**	138,886	50,818	189,704	136,847	36,662	173,509
Investments	**5**	982	-	982	26	-	26
Total income		346,666	50,818	397,484	141,689	36,662	178,351
Expenditure on:							
Charitable activities	**6**	178,775	25,417	204,192	115,437	73,538	188,975
Gross transfers between funds		-	-	-	3,692	(3,692)	-
Net income/(expenditure) for the year/ Net movement in funds		167,891	25,401	193,292	29,944	(40,568)	(10,624)
Fund balances at 1 April 2023		50,271	25,779	76,050	20,327	66,347	86,674
Fund balances at 31 March 2024		218,162	51,180	269,342	50,271	25,779	76,050

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

TWO RHYTHMS LTD

BALANCE SHEET

AS AT 31 MARCH 2024

	Notes	2024 £	£	2023 £	£
Current assets					
Debtors	**10**	6,611		4,588	
Cash at bank and in hand		281,382		85,668	
		287,993		90,256	
Creditors: amounts falling due within one year	**11**	(18,651)		(14,206)	
Net current assets			269,342		76,050
Income funds					
Restricted funds	**13**		51,180		25,779
Unrestricted funds			218,162		50,271
			269,342		76,050

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2024.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 31 January 2025

Samar Small

S Small - Chair of Trustees

Company Registration No. 3681562

1 Accounting policies

Charity information

Two Rhythms Ltd is a private company limited by guarantee incorporated in England and Wales. The registered office is Wales Millennium Centre, Bute Place, Cardiff Bay, Cardiff, CF10 5AL, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

The charity currently has free reserves of £218,162. The trustees report details the charity's current financial position.

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

1.3 Charitable funds

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

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

1.4 Income

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

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

1 Accounting policies **(Continued)**

Income from government grants, whether 'capital' or 'revenue' is recognised when the the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and not deferred.

Grants receivable for the specific purpose of purchasing fixed assets for the continued use of the charity are treated as restricted funds. The restricted fund is then reduced by amounts equivalent to the depreciation charges on the assets concerned and will continue to do so over the expected useful lives of the assets concerned.

Grants receivable for specific purposes are also treated as restricted funds so that any unused funds can be separately identified.

Grants receivable to facilitate the general running of the project i.e. where the directors/trustees can choose how the funds are expended, are treated as unrestricted funds.

Education and therapy income is recognised in the period in which the service is provided. Any amounts received in advance are deferred and released in future periods.

Management charges from its trading subsidiary are invoiced quarterly for services provided.

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.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure on charitable activities includes all costs relating to the furtherance of the charity's objectives as stated in the trustees report and their associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold land and buildings	20% straight line
Plant and equipment	33% straight line
Fixtures and fittings	20% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1 Accounting policies **(Continued)**

1.7 Cash and cash equivalents

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

1.8 Financial instruments

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

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

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

Basic financial assets

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

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity’s contractual obligations expire or are discharged or cancelled.

1 Accounting policies **(Continued)**

1.9 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.11 Leases

Rentals payable under operating leases are charged to the income and expenditure account on a straight line basis over the term of the relevant lease.

1.12 Taxation

As a registered charity, Touch Trust Limited is entitled to the exemption from taxation in respect of income and capital gains received with sections 478-489 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects purposes only.

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2024	**2023**
	£	**£**
Donations and gifts	6,798	4,816
Legacies receivable	200,000	-
	206,798	4,816

4 Charitable activities

	2024	2023
	£	£
Education and therapy	126,138	125,634
Memberships and other income	12,748	10,925
Grants	50,818	36,950
	189,704	173,509
Analysis by fund		
Unrestricted funds	138,886	136,847
Restricted funds	50,818	36,662
	189,704	173,509
Grants		
WCVA	-	9,896
Arts Council of Wales	-	2,859
GVS	19,346	-
Community Fund Awards for All	-	9,990
Ty Cerdd	-	1,030
POBL Trust Funding	1,000	-
C3SC	-	2,200
Community Foundation Wales	19,588	2,000
Wales Millenium Centre	-	8,686
CAF	-	289
YMCA	4,000	-
Blakemore	100	-
McCarthy Stone Foundation	6,784	-
	50,818	36,950

5 Investments

	Unrestricted funds	Unrestricted funds
	2024	2023
	£	£
Interest receivable	982	26

6 Charitable activities

	2024	2023
	£	£
Staff costs	126,646	92,685
Depreciation and impairment	-	140
Bad debt	-	5,763
Other staff costs	570	1,206
Insurance	2,059	3,024
Consultancy and professional fees	2,972	47,010
Premises expenses	21,987	7,447
Project costs	17,868	6,624
Repairs and maintenance	625	620
Royalties	4,791	1,844
Telephone and IT	7,703	5,468
	185,221	171,831
Share of support costs (see note 7)	14,421	13,158
Share of governance costs (see note 7)	4,550	3,986
	204,192	188,975
Analysis by fund		
Unrestricted funds	178,775	115,437
Restricted funds	25,417	73,538
	204,192	188,975

7 Support costs

	Support costs	Governance costs	2024	Support costs	Governance costs	2023
	£	£	£	£	£	£
Staff costs	10,269	-	10,269	7,515	-	7,515
Bank charges	404	-	404	517	-	517
HR, legal and consultancy fees	2,986	-	2,986	4,251	-	4,251
Subscriptions	220	-	220	449	-	449
Printing, post and stationery	542	-	542	426	-	426
Accountancy fees	-	4,550	4,550	-	3,986	3,986
	14,421	4,550	18,971	13,158	3,986	17,144
Analysed between						
Charitable activities	14,421	4,550	18,971	13,158	3,986	17,144

Governance costs includes payments to the independent examiners of £3,270 (2023: £3,000) for independent examination fees and £1,280 for accountancy services (2023: £986).

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the current or previous year.

No trustees were reimbursed for expenses during the current or previous year.

9 Employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
	8	8

Employment costs	2024 £	2023 £
Wages and salaries	130,384	98,123
Social security costs	4,028	479
Other pension costs	2,503	1,598
	136,915	100,200

Key management personnel
The key management personnel of the charity received benefits (including gross salary, employers national insurance contributions and employers pension contributions) totalling £90,257 (2023: £87,742).

9 Employees **(Continued)**

There were no employees whose annual remuneration was more than £60,000.

10 Debtors

	2024	2023
Amounts falling due within one year:	**£**	**£**
Trade debtors	6,611	4,588

11 Creditors: amounts falling due within one year

	Notes	2024	2023
		£	**£**
Other taxation and social security		2,100	-
Deferred income	**12**	1,980	1,988
Trade creditors		8,790	1,634
Amounts owed to subsidiary undertakings		-	4,440
Accruals		5,781	6,144
		18,651	14,206

12 Deferred income

	2024	2023
	£	**£**
Arising from membership income	1,980	1,988

Deferred income is included in the financial statements as follows:

Movements in the year:		
Balance brought forward	1,988	1,613
Released from previous periods	(1,988)	(1,613)
Resources deferred in the year	1,980	1,988
Deferred income at 31 March 2024	1,980	1,988

13 Restricted funds

	Movement in funds				Movement in funds				
	Balance at 1 April 2022	Incoming resources	Resources expended	Transfers	Balance at 1 April 2023	Incoming resources	Resources expended	Transfers	Balance at 31 March 2024
	£	£	£	£	£	£	£	£	£
Connected Families	639	-	-	(639)	-	-	-	-	-
Community Foundation Wales	165	-	-	(165)	-	-	-	-	-
Moondance Foundation	18	-	(68)	50	-	-	-	-	-
Arts Council of Wales - 20	104	2,859	(2,858)	(105)	-	-	-	-	-
The National Lottery People and Places	175	-	-	(175)	-	-	-	-	-
Admiral	19	-	-	(19)	-	-	-	-	-
The Persimmon Charitable Trust	1,334	-	-	(1,334)	-	-	-	-	-
People's Postcode Trust	1,367	-	-	(1,367)	-	-	-	-	-
Community Fund Awards For All	-	9,990	(1,160)	-	8,830	-	(1,531)	(7,299)	-
Ty Cerdd	2,242	1,030	(3,626)	354	-	-	-	-	-
Monmouthshire B Soc	300	-	-	(300)	-	-	-	-	-
C3SC	4,567	-	(4,575)	8	-	-	-	-	-
WCVA	29,689	9,897	(24,056)	-	15,530	-	(15,530)	-	-
37 - CRF3	25,728	-	(25,728)	-	-	-	-	-	-
C3SC - HAU Older People Grant	-	2,200	(2,200)	-	-	-	-	-	-
Community Foundation Wales	-	2,000	(581)	-	1,419	-	(1,419)	-	-
WMC	-	8,686	(8,686)	-	-	-	-	-	-
Blakemore Bubble Tube	-	-	-	-	-	100	(100)	-	-
Pobl Trust Bubble Tube	-	-	-	-	-	1,000	(1,000)	-	-
YMCA Equipment Upgrades	-	-	-	-	-	4,000	(2,770)	-	1,230
Dementia Project	-	-	-	-	-	6,784	(83)	-	6,701
GVS 1	-	-	-	-	-	9,927	(2,402)	-	7,525
GVS 2	-	-	-	-	-	9,419	(112)	-	9,307
NL Ty Hafan Awards for All	-	-	-	-	-	-	(470)	7,299	6,829
CFW Uni Research	-	-	-	-	-	19,588	-	-	19,588

13 Restricted funds **(Continued)**

66,347	36,662	(73,538)	(3,692)	25,779	50,818	(25,417)	-	51,180

Connected Families
The project is funded by the Big Lottery and is in partnership with Glamorgan Voluntary Services and the Parents Federation. It is all free of charge to the carers. The aim is to give family carers time to themselves. Touch Trust put on Time for Me Days where they bring the person they care for to a Touch Trust session while they have complimentary therapy or a workshop in the college room.

Community Foundation Wales
Funding was received in relation to the children and young people's project.

Moondance Foundation
Funding was received to cover the core costs of the charity.

Arts Council of Wales
Funding was received to cover the core costs of the charity and bid writing.

The National Lottery People and Places
Funding was received to cover the core costs of the charity and the development of a new model.

Admiral
Funding was received to purchase sensory boxes.

The Persimmon Charitable Foundation
Funding was received for light wall removal and various building work.

People's Postcode Trust
Funding was received for the development of a new model, training and to cover the core costs of the charity.

Community Funds for All
Funding was received for a Poetry project.

Ty Cerdd
Funding was received for a music project.

13 Restricted funds **(Continued)**

Monmouthshire B Soc
Funding received towards the purchase of a Voyager Portable Ceiling Hoist.

C3SC
Funding received for an online programme of wellbeing actvities.

WCVA
Funding received for a Resilience Fund.

37 - CRF3
Funding received for a Cultural Recovery Fund.

C3SC - HAU Older People Grant
Funding received for memory books for older guests.

Community Foundation Wales
Funding received for monthly (Saturday) family events.

WMC
Funding received towards utility costs.

Blakemore Bubble Tube
Funding received to pay for a sensory bubble tube. One is used at Site 1, the other at the new Site 2.

Pobl Trust Bubble Tube
Funding received to pay for a sensory bubble tube. One is used at Site 1, the other at the new Site 2.

YMCA Equipment Upgrades
Funding received for furniture and equipment used in sessions, but also helped to equip staff areas.

Dementia Project
Funding received for a project targeting disabled, older people living with Dementia funded by the McCarthy Stone Foundation. This project is still ongoing.

13 Restricted funds **(Continued)**

GVS 1
Funding was received for capital funding to upgrade Facilities at Site 1 - WMC

GVS 2
Funding was received for capital funding to install new Facilities at Site 2, to create the 2R rooms

NL Ty Hafan Awards for All
Funding was received as continued funding of an ongoing outreach project at Ty Hafen hospice, funded by National Lottery Community Fund.

CFW Uni Research
Funding was received as £19k for the University Research Agreement. £11k of which will be paid to the University, the rest is for 2R's costs inc staff time. This project is still ongoing.

14 Analysis of net assets between funds

	Unrestricted 2024	Restricted 2024	Total 2024	Unrestricted 2023	Restricted 2023	Total 2023
	£	£	£	£	£	£
Fund balances at 31 March 2024 are represented by:						
Current assets/(liabilities)	218,162	51,180	269,342	50,271	25,779	76,050
	218,162	51,180	269,342	50,271	25,779	76,050

15 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2024	2023
	£	£
Within one year	6,932	26,773

16 Related party transactions

Transactions with related parties
During the year the charity entered into the following transactions with related parties:

During the year the charity received donations from Touch Trust Foundation Limited totalling £4,785 (2023: £4,080). At the year end the charity owed Touch Trust Foundation Limited £nil (2023: £4,440).

17 Subsidiaries

These financial statements are separate charity financial statements for Touch Trust Limited.

As the income of the group falls below the relevant thresholds consolidated accounts have not been prepared.

Details of the charity's subsidiaries at 31 March 2024 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct	% Held Indirect
Touch Trust Foundation Limited	Wales	Trading Arm	Ordinary Shares	100.00	

Touch Trust Foundation Limited was dissolved on 12 November 2024.

Touch Trust Foundation's funds were donated to Two Rhythms Ltd in the current year.

Two Rhythms

England & Wales - Charity number 1078995

Accounts

Charity registration number 1078995

Company registration number 3681562 (England and Wales)

TOUCH TRUST LIMITED

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

TOUCH TRUST LIMITED

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TOUCH TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2023

The trustees present their annual report and financial statements for the year ended 31 March 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

Charitable purpose
TO PROVIDE EDUCATIONAL AND THERAPEUTIC PROGRAMMES FOR THE BENEFIT OF PEOPLE WITH PROFOUND PHYSICAL AND LEARNING DISABILITIES AND TO ESTABLISH AN EDUCATIONAL AND THERAPEUTIC CENTRE WHICH WILL PROVIDE A FOCAL POINT FOR THE DEVELOPMENT OF SUCH PROGRAMMES.

Achievements and performance

Overview
The period April 2022 - March 2023 saw the charity return to normal operations, building on and consolidating the changes made since the pandemic. In addition, we looked to the future, recruiting a new Chief Executive Officer, re-engaging with our communities, and reestablishing the charity as a leading force in Wales' accessible arts sector.

This year was transitional, gradually moving on from the challenges faced in recent years and exploring new partnerships and opportunities.

We utilised the smaller footprint created in response to previous challenges. We maximised the delivery potential of our two delivery spaces, the large group room and our one-to-one space. The admin and Senior Management Team completed the transition to hybrid work and are successfully working from home. Despite the operational changes since the pandemic, the Touch Trust team has proven effective and resilient, prioritising our guest's needs and ensuring the charity continues its vital work.

The demand for online sessions has dramatically reduced, though it remains a viable option for guests outside Cardiff. We will continue to utilise online for future projects and are considering ways it can increase our reach.
We began 2023 by negotiating a new lease, keeping Touch Trust operating from the Wales Millennium Centre (WMC). In addition, historical debt to the landlord has been written off, further securing our financial viability. We are now working alongside the team at WMC to make the most of the upcoming anniversary years of both charities.

In addition to recruiting a new CEO, in 2023, the Trust recruited a new Chair of Trustees. An Acting Chair oversaw the charity before the new Chair was formally appointed in June 2023.

Partnerships
This year saw the delivery of a music project with Tŷ Cerdd and the commencement of a lottery-funded project with Ty Hafan and their families.

The Ty Hafan programme delivers Touch Trust to our outreach locations, and this small project, funded by Awards for All, would act as a pilot for further projects.

A pilot project targeting older people living with dementia was run thanks to the support of the Glamorgan Voluntary Service. The hybrid project worked with guests both online and in person and was highly successful. The Trust is now pursuing funding to expand the project in the near future.

Rebrand
As identified in the Trust's Strategic Plan, the charity is beginning to rebrand and engage with design agencies. Touch Trust has not updated its visual identity since it was created in 1998, and we believe this will help the charity reach new audiences and better articulate our services.

The CEO is leading the process, which begins in early 2023 and is expected to conclude in the Autumn.

Membership
Our revised Membership Officer has continued growing, and the Trust has partnered successfully with new and returning member organisations. For the first time since the pandemic, this period also saw us return to regular in-person meetings with Members, and we are planning further networking and engagement events.

Training
The Training and Membership Officer has significantly increased the take up of training, supported by the Programme and Project manager. This again offers a significantly increased level of income through training.
We have increased the offer of Accredited Training, which provides an externally recognised qualification alongside the Touch Trust training.

Future developments include a range of CPD training in Touch Trust methodology, which can be offered to people operating in care and unique education settings. Stakeholders are being approached to provide this through social media.

Staffing
Our staffing has stabilised after significantly reducing in the previous year. The team is efficient but, with reduced depth, there is an increased risk of gaps. The management is keen to strengthen our Creative Facilitator and administrative roles.

A salary benchmarking exercise took place in the Summer of 2022, and there was a modest pay increase. Further adjustments will be considered where possible, and the cost of living increasingly impacts the team.

A Marketing Apprentice joined the team in the Summer of 2022 in partnership with Arts & Business Cymru. They will focus on increasing the charity's visibility online and growing our social media audiences. They will be in post until the Summer of 2023.

The new CEO, Gray Hill, joined the charity in January 2023 and successfully bedded into the organisation, supported by the board and the other Senior Managers.

Financial review

The charity made an unrestricted surplus of £26,252 (2022: £8,251) before transfers for the 2023 financial year.

The charity continued benefiting from various grants while slowly rebuilding our traded income. This was critical to protecting the charity during the pandemic as life slowly returned to normal.

The reduced physical space available at the Centre has diminished our face-to-face activity potential, and the team has worked to overcome this with scheduling efficiencies. In addition, we are considering our options for alternative sites to help rebuild our capacity.

As of 31 March 2023, we are holding £85,668 in the bank accounts, of which £50,271 are unrestricted funds.

The restrictive funding, however, covers a lot of the core costs as well as project costs.

Reserves Policy
The Board of Trustees has examined the charity's reserve requirements, considering the organisation's principal risks. A strategy has been established to build free reserves enough to cover temporary shortfalls in income.

The free reserves of the charity represent the funds that are freely available to spend; as of 31st March 2023 this was £50,271.

Future plans

The charity is moving into a new phase of its recovery. Under new senior leadership, Touch Trust will grow its capacity, increase the number of guests served, and become more financially independent and resilient. While significant challenges exist, such as a diminished staff team and limited physical space, a complete evaluation of our income generation and a revised Strategic Plan will provide the necessary guidance to overcome such challenges.

A new brand will revitalise the charity and allow us to engage with a broader audience as we build up to our 25th anniversary year at the end of 2023.

Structure, governance and management

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management
The Management Committee has conducted a review of the major risks to which the charity is exposed. A more comprehensive risk register is currently being established and will be updated annually. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Significant threat to external risks to funding in past years have led to the development of a strategic plan which will allow for the diversification of funding streams and a review of the types of activities offered in the future. Internal control risks have been minimised by the implementation of procedures for authorisation of all transactions. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the centre. The continuing implementation of Health and Safety Standards ensure a consistent quality of delivery for all operational aspects of the charity. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity.

Organisational structure
The Touch Trust Ltd has a Board of Trustees, who meet quarterly and are responsible for the strategic direction and policy of the charity. All board members are from a variety of backgrounds, all relevant to the work of the charity. The Secretary also sits on the board but has no voting rights.

Trustees are recruited by the current trustee board, new trustees are selected by meeting of the trustees, where nominees are discussed and appointed accordingly.

A scheme of delegation is in place and day to day responsibility for the provision of activities rest with the Chief Executive Officer (CEO). The CEO is responsible for ensuring that the charity delivers the services specified and that key performance indicators are met. The CEO is also responsible for the day to day operational management of the centre, individual supervision of the staff team and also ensuring that the team continue to develop their skills and working practices in line with good practice. The level of payment made to all key personnel is reviewed annually by Trustees.

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Reference and administrative details

Charity name	Touch Trust Limited
Charity number	1078995
Company number	3681562
Registered office	Wales Millenium Centre Bute Place Cardiff Bay Cardiff CF10 5AL
Trustees	A Burmeister - appointed 26/6/23 Mr N Hollett Mr J Michaelis Mr A Milburn - Apponted 08/11/22 Ms R Whittington Ms E Willis Ms A Woodward Ms J Mcallister - Appointed 08/11/22, resigned 12/6/23 Ms K Williams - resigned 01/11/22
Key management personnel	Gray Hill - CEO Sian Jordan Hiroko Uenishi Liberty-May Rees-Jones
Independent examiners	Azets Audit Services Ty Derw Lime Tree Court Cardiff Gate Business Park Cardiff CF23 8AB

The trustees' report was approved by the Board of Trustees.

J Michaelis - Trustee
Dated: 14/12/23

TOUCH TRUST LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2023

The trustees, who are also the directors of Touch Trust Limited for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;

- observe the methods and principles in the Charities SORP;

- make judgements and estimates that are reasonable and prudent;

- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

TOUCH TRUST LIMITED

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF TOUCH TRUST LIMITED

I report to the trustees on my examination of the financial statements of Touch Trust Limited (the charity) for the year ended 31 March 2023.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

1 except for the matter of concern noted above accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or

2 except for the matter of concern noted above the financial statements do not accord with those records; or

3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or

4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Claire Thompson

Claire Thompson FCCA DChA
Azets Audit Services
Ty Derw, Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB
United Kingdom

Dated: 21-12-2023

TOUCH TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Income from:							
Donations and legacies	3	4,816	-	4,816	2,503	-	2,503
Charitable activities	4	136,847	36,662	173,509	105,055	84,396	189,451
Investments	5	26	-	26	21	-	21
Total income		141,689	36,662	178,351	107,579	84,396	191,975
Expenditure on:							
Charitable activities	6	115,437	73,538	188,975	99,328	109,127	208,455
Net incoming/(outgoing) resources before transfers		26,252	(36,876)	(10,624)	8,251	(24,731)	(16,480)
Gross transfers between funds		3,692	(3,692)	-	(2,113)	2,113	-
Net income/(expenditure) for the year/ Net movement in funds		29,944	(40,568)	(10,624)	6,138	(22,618)	(16,480)
Fund balances at 1 April 2022		20,327	66,347	86,674	14,189	88,965	103,154
Fund balances at 31 March 2023		50,271	25,779	76,050	20,327	66,347	86,674

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

TOUCH TRUST LIMITED

BALANCE SHEET

AS AT 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	10		-		140
Current assets					
Debtors	11	4,588		40,235	
Cash at bank and in hand		85,668		90,526	
		90,256		130,761	
Creditors: amounts falling due within one year	12	(14,206)		(44,227)	
Net current assets			76,050		86,534
Total assets less current liabilities			76,050		86,674
Income funds					
Restricted funds	14		25,779		66,347
Unrestricted funds			50,271		20,327
			76,050		86,674

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2023.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 19-12-2023

J Michaelis -Trustee

Company Registration No. 3681562

1 Accounting policies

Charity information

Touch Trust Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Wales Millennium Centre, Bute Place, Cardiff Bay, Cardiff, CF10 5AL, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

The charity currently has free reserves of £50,271. The trustees report details the charity's current financial position.

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

1.3 Charitable funds

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

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

1.4 Income

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

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

1 Accounting policies **(Continued)**

Income from government grants, whether 'capital' or 'revenue' is recognised when the the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and not deferred.

Grants receivable for the specific purpose of purchasing fixed assets for the continued use of the charity are treated as restricted funds. The restricted fund is then reduced by amounts equivalent to the depreciation charges on the assets concerned and will continue to do so over the expected useful lives of the assets concerned.

Grants receivable for specific purposes are also treated as restricted funds so that any unused funds can be separately identified.

Grants receivable to facilitate the general running of the project i.e. where the directors/trustees can choose how the funds are expended, are treated as unrestricted funds.

Education and therapy income is recognised in the period in which the service is provided. Any amounts received in advance are deferred and released in future periods.

Management charges from its trading subsidiary are invoiced quarterly for services provided.

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.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure on charitable activities includes all costs relating to the furtherance of the charity's objectives as stated in the trustees report and their associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold land and buildings	20% straight line
Plant and equipment	33% straight line
Fixtures and fittings	20% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1 Accounting policies **(Continued)**

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

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

1.9 Financial instruments

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

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

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

Basic financial assets

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

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1 Accounting policies **(Continued)**

1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.12 Leases

Rentals payable under operating leases are charged to the income and expenditure account on a straight line basis over the term of the relevant lease.

1.13 Taxation

As a registered charity, Touch Trust Limited is entitled to the exemption from taxation in respect of income and capital gains received with sections 478-489 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects purposes only.

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2023	**2022**
	£	**£**
Donations and gifts	4,816	2,503

4 Charitable activities

	2023	2022
	£	£
Education and therapy	125,634	95,413
Memberships and other income	10,925	9,642
Grants	36,950	84,396
	173,509	189,451
Analysis by fund		
Unrestricted funds	136,847	105,055
Restricted funds	36,662	84,396
	173,509	189,451
Grants		
WCVA	9,896	29,689
Arts Council of Wales	2,859	25,728
GVS	-	800
Community Fund Awards for All	9,990	9,088
Ty Cerdd	1,030	3,091
POBL Trust Funding	-	990
Monmouthshire Building Society	-	1,600
C3SC	2,200	4,660
37 - CRF3	-	3,480
Coronavirus Job Retention Scheme	-	5,270
Community Foundation Wales	2,000	-
Wales Millenium Centre	8,686	-
CAF	289	-
	36,950	84,396

5 Investments

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Interest receivable	26	21

6 Charitable activities

	2023 £	2022 £
Staff costs	92,685	84,227
Depreciation and impairment	140	429
Bad debt	5,763	12,287
Other staff costs	1,206	-
Insurance	3,024	850
Consultancy and professional fees	47,010	40,752
Premises expenses	7,447	22,272
Project costs	6,624	11,413
Repairs and maintenance	620	5,158
Royalties	1,844	1,045
Telephone and IT	5,468	4,780
	171,831	183,213
Share of support costs (see note 7)	13,158	21,942
Share of governance costs (see note 7)	3,986	3,300
	188,975	208,455
Analysis by fund		
Unrestricted funds	115,437	99,328
Restricted funds	73,538	109,127
	188,975	208,455

7 Support costs

	Support costs	Governance costs	2023	Support costs	Governance costs	2022
	£	£	£	£	£	£
Staff costs	7,515	-	7,515	6,829	-	6,829
Bank charges	517	-	517	314	-	314
HR, legal and consultancy fees	4,251	-	4,251	14,270	-	14,270
Subscriptions	449	-	449	79	-	79
Printing, post and stationery	426	-	426	450	-	450
Accountancy fees	-	3,986	3,986	-	3,300	3,300
	13,158	3,986	17,144	21,942	3,300	25,242
Analysed between						
Charitable activities	13,158	3,986	17,144	21,942	3,300	25,242

Governance costs includes payments to the independent examiners of £3,000 (2022: £2,550) for independent examination fees and £986 for accountancy services (2022: £750).

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the current or previous year.

No trustees were reimbursed for expenses during the current or previous year.

9 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
	8	7

Employment costs	2023 £	2022 £
Wages and salaries	98,123	85,260
Social security costs	479	4,534
Other pension costs	1,598	1,262
	100,200	91,056

Key management personnel
The key management personnel of the charity received benefits (including gross salary, employers national insurance contributions and employers pension contributions) totalling £87,742 (2022: £89,086).

9 Employees (Continued)

There were no employees whose annual remuneration was more than £60,000.

10 Tangible fixed assets

	Leasehold land and buildings	Plant and equipment	Fixtures and fittings	Total
	£	£	£	£
Cost				
At 1 April 2022	29,375	21,119	40,163	90,657
At 31 March 2023	29,375	21,119	40,163	90,657
Depreciation and impairment				
At 1 April 2022	29,375	20,979	40,163	90,517
Depreciation charged in the year	-	140	-	140
At 31 March 2023	29,375	21,119	40,163	90,657
Carrying amount				
At 31 March 2023	-	-	-	-
At 31 March 2022	-	140	-	140

11 Debtors

	2023	2022
Amounts falling due within one year:	£	£
Trade debtors	4,588	35,982
Prepayments and accrued income	-	4,253
	4,588	40,235

12 Creditors: amounts falling due within one year

	Notes	2023	2022
		£	£
Deferred income	13	1,988	1,613
Trade creditors		1,634	33,574
Amounts owed to subsidiary undertakings		4,440	4,440
Accruals		6,144	4,600
		14,206	44,227

13 Deferred income

	2023 £	2022 £
Arising from membership income	1,988	1,613

Deferred income is included in the financial statements as follows:

Movements in the year:		
Balance brought forward	1,613	-
Released from previous periods	11,300	11,255
Resources deferred in the year	(10,925)	(9,642)
Deferred income at 31 March 2023	1,988	1,613

14 Restricted funds

	Balance at 1 April 2021	Movement in funds: Incoming resources	Movement in funds: Resources expended	Movement in funds: Transfers	Balance at 1 April 2022	Movement in funds: Incoming resources	Movement in funds: Resources expended	Movement in funds: Transfers	Balance at 31 March 2023
	£	£	£	£	£	£	£	£	£
Connected Families	1,135	-	(496)	-	639	-	-	(639)	-
Community Foundation Wales	9,996	-	(9,831)	-	165	-	-	(165)	-
Moondance Foundation	24,616	-	(24,598)	-	18	-	(68)	50	-
Arts Council of Wales - 20	-	3,481	(3,377)	-	104	2,859	(2,858)	(105)	-
Economic Resilience Fund	4	-	(1,850)	1,846	-	-	-	-	-
The National Lottery People and Places	28,635	-	(28,460)	-	175	-	-	(175)	-
GVS	-	800	(800)	-	-	-	-	-	-
Admiral	19	-	-	-	19	-	-	(19)	-
The Percy Bilton Charity	500	-	(507)	7	-	-	-	-	-
The Persimmon Charitable Trust	5,000	-	(3,666)	-	1,334	-	-	(1,334)	-
People's Postcode Trust	19,060	-	(17,693)	-	1,367	-	-	(1,367)	-
Coronavirus Job Retention Scheme	-	5,270	(5,270)	-	-	-	-	-	-
Community Fund Awards For All	-	9,088	(9,088)	-	-	9,990	(1,160)	-	8,830
Ty Cerdd	-	3,091	(849)	-	2,242	1,030	(3,626)	354	-
POBL Trust Funding	-	990	(1,250)	260	-	-	-	-	-
Monmouthshire B Soc	-	1,600	(1,300)	-	300	-	-	(300)	-
C3SC	-	4,660	(93)	-	4,567	-	(4,575)	8	-
WCVA	-	29,689	-	-	29,689	9,897	(24,056)	-	15,530
37 - CRF3	-	25,728	-	-	25,728	-	(25,728)	-	-
C3SC - HAU Older People Grant	-	-	-	-	-	2,200	(2,200)	-	-
Community Foundation Wales	-	-	-	-	-	2,000	(581)	-	1,419
WMC	-	-	-	-	-	8,686	(8,686)	-	-
	88,965	84,397	(109,128)	2,113	66,347	36,662	73,538	(3,692)	25,779

14 Restricted funds **(Continued)**

Connected Families
The project is funded by the Big Lottery and is in partnership with Glamorgan Voluntary Services and the Parents Federation. It is all free of charge to the carers. The aim is to give family carers time to themselves. Touch Trust put on Time for Me Days where they bring the person they care for to a Touch Trust session while they have complimentary therapy or a workshop in the college room.

Community Foundation Wales
Funding was received in relation to the children and young people's project.

Moondance Foundation
Funding was received to cover the core costs of the charity.

Arts Council of Wales
Funding was received to cover the core costs of the charity and bid writing.

Economic Resilience Fund
Funding was received to cover the core costs of the charity.

The National Lottery People and Places
Funding was received to cover the core costs of the charity and the development of a new model.

GVS
Funding was received to cover various hardware costs of the charity.

Admiral
Funding was received to purchase sensory boxes.

The Percy Bilton Charity
Funding was received to purchase sensory boxes.

The Persimmon Charitable Foundation
Funding was received for light wall removal and various building work.

14 Restricted funds **(Continued)**

People's Postcode Trust
Funding was received for the development of a new model, training and to cover the core costs of the charity.

Coronavirus Job Retention Scheme
Claims made to HMRC to cover the staff costs of the organisation

Community Funds for All
Funding was received for a Poetry project.

Ty Cerdd
Funding was received for a music project.

POBL Trust Funding
Funding was received for a sensory room mobile hoist.

Monmouthshire B Soc
Funding received towards the purchase of a Voyager Portable Ceiling Hoist.

C3SC
Funding received for an online programme of wellbeing actvities.

WCVA
Funding received for a Resilience Fund.

37 - CRF3
Funding received for a Cultural Recovery Fund.

14 Restricted funds **(Continued)**

C3SC - HAU Older People Grant
Funding received for memory books for older guests.

Community Foundation Wales
Funding received for monthly (Saturday) family events.

WMC
Funding received towards utility costs.

15 Analysis of net assets between funds

	Unrestricted 2023	Restricted 2023	Total 2023	Unrestricted 2022	Restricted 2022	Total 2022
	£	£	£	£	£	£
Fund balances at 31 March 2023 are represented by:						
Tangible assets	-	-	-	140	-	140
Current assets/(liabilities)	50,271	25,779	76,050	20,187	66,347	86,534
	50,271	25,779	76,050	20,327	66,347	86,674

16 Contingent asset

As at the year end, the charity had been notified of a residuary legacy where the value of these estate was uncertain as the executors had not yet compiled the estate accounts as the date of signing these accounts because the executors are waiting for information on any claims to be made on these estates. Therefore no amount has been accrued in respect of these legacies. The estimated value of the estate is approximately £2,000,000 of which the charity will recieve a 10% share minus and costs and associated tax.

17 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2023	2022
	£	£
Within one year	13,386	26,773

18 Related party transactions

Transactions with related parties
During the year the charity entered into the following transactions with related parties:

During the year the charity received donations from Touch Trust Foundation Limited totalling £4,080 (2022: £nil). At the year end the charity owed Touch Trust Foundation Limited £4,440 (2022: £4,440).

19 Subsidiaries

These financial statements are separate charity financial statements for Touch Trust Limited.

As the income of the group falls below the relevant thresholds consolidated accounts have not been prepared.

Details of the charity's subsidiaries at 31 March 2023 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct	% Held Indirect
Touch Trust Foundation Limited	Wales	Trading Arm	Ordinary Shares	100.00	

The aggregate capital and reserves and the result for the year of subsidiaries was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Touch Trust Foundation Limited	2	5,228

Two Rhythms

England & Wales - Charity number 1078995

Accounts

Charity registration number 1078995

Company registration number 3681562 (England and Wales)

TOUCH TRUST LIMITED

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

TOUCH TRUST LIMITED

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TOUCH TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

The trustees present their annual report and financial statements for the year ended 31 March 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

Charitable purpose
TO PROVIDE EDUCATIONAL AND THERAPEUTIC PROGRAMMES FOR THE BENEFIT OF PEOPLE WITH PROFOUND PHYSICAL AND LEARNING DISABILITIES AND TO ESTABLISH AN EDUCATIONAL AND THERAPEUTIC CENTRE WHICH WILL PROVIDE A FOCAL POINT FOR THE DEVELOPMENT OF SUCH PROGRAMMES.

Achievements and performance

Overview
The period April 2021 – March 2022 saw the charity continue with online delivery but slowly returning to face to face delivery but under extremely rigorous conditions.

We further reduced our space to reduce our liability in terms of monthly rent and service level agreement but now only have one large room for groups and a smaller room for one to ones.

Our office space is now a small reception area and the senior management team work largely from home.

Our previous business model saw groups of up to 8 guests and their carers be reduced to around four guests in a room. This has significantly reduced our capacity to generate income, but the staff have maximised the space and we are seeking a range of outreach and off-side opportunities.

Virtual delivery has trailed off and this is unfortunate because it enables us to access more guests and is not limited by our physical space. However, we are securing the current guests' regular slot by offering guests utilise the option of mixed delivery of both online and face to face depending on their support workers' availability and guests' variable health conditions.

Partnerships
This year saw delivery of a music project with Tŷ Cerdd, and commencement of a Lottery funded project with Ty Hafan and their families.

The Ty Hafan programme delivers Touch Trust outreach locations and this small project, funded by Awards for All, would act as a pilot for further projects.

Widening Arts Access

Tŷ Cerdd Lottery Fund: CREATE, INSPIRE and Engage
A Touch of Colour project was held over a 6-week period between February and March 2022 offering a series of in-person music workshops for children and young people under the age of 26 who have profound and multiple learning disabilities, ASD and other multi-sensory needs. The workshops have been led by our young artist in residence, Emma Shield, who has been supported musically by three other young jazz artists from the RWCMD. During the project, we have commissioned the artist in residence to create a shared learning resource and collaborative piece of music following the workshops.

All sessions took place in Touch Trust and the musicians and young artist in residence have been assisted by experienced Touch Trust facilitators. During the workshops, we have provided a multi-sensory space for all of the participants to work with musicians to explore different colours and create sound worlds and improvisations together.

The sensory explorations of the different colours have enabled our guests to experience how music can capture and influence different moods and evoke different feelings and atmospheres, empowering each participant to make their own creative choices and connection with others through the shared music making and creative participation. The workshops have provided with a high-quality arts experience to a total of 28 participants in total.

Overall, the three strands of Touch of Colour project have made a positive impact on the young people we support, who are often excluded from the opportunity to participate in high quality arts experiences. Allowing our participants the opportunity to work with young musicians in an inclusive and accessible way, the project has enabled them to empower their creative voice, encourage individual choice and explore authentic self-expression through music. Exciting participatory arts projects such as this truly enrich the lives of our guests and their families, demonstrated through evaluation and feedback.

The project has also provided a welcomed experience for our young artist in residence and the jazz musicians who are currently studying at the RWCMD. At the RWCMD, young musicians are given plenty of opportunities to develop outreach facilitation skills within mainstream primary schools but have limited opportunities to explore working with people with disabilities. Working with our guests have provided the young artists engaged with a range of skills that enhance their professional experience and encourage them to explore more inclusive music making further in their future careers as artists, giving them the confidence to create future works and workshops with inclusivity and accessibility at its core.

It was our pleasure to provide the young artists with a short Touch Trust training prior to the start of the project to ensure they feel confident in working with our guests and further professional development opportunities. This will be followed by their future involvement, through volunteering opportunities, training, and the opportunity to participate in similar projects in the future.

The legacy of this project will further benefit our wider community at Touch Trust. The commissioned work that our artist in residence will create will be a resource that can be used by our practitioners in special schools and day centres to provide a similar set of music workshops to the people they support, through the medium of Touch Trust. Due to the pandemic, outreach to our providers has been impossible, and through this resource and set of bespoke and sharable musical stimuli created by artist in residence, we will be able to share the benefits and legacy of this project to those who need it the most across the UK.

Governing document
We are still progressing a review of the Governing document which should allow us to fold our trading arm Touch Trust Foundation which would save accountancy fees and simplify our finances. Touch Trust Foundation was created to manage income that was subject to Intellectual Property in respect of the late founder Dilys Price.

The Intellectual Property liability has now substantially reduced and can be managed within the single account.

Membership
Our new Membership Officer has had a significant impact on our Membership engagement, and we have seen record attendance at CPD, old members returning and new members joining.

This provides a potential regular stream of unrestricted funds and leads to the additional income through training of staff. More importantly it is not limited by the physical space within the WMC.

Training
The Training and Membership Officer has significantly increased the take up of training, supported by the Programme and Project manager and this again offers a significantly increased level of income through training.

We have increased the offer of Accredited Training which provides an externally recognised qualification alongside the Touch Trust training.

Future developments include a range of CPD trainings in Touch Trust methodology which can be offered to a range of people operating in a care and special education settings and stake holders are being approached to offer this through social media.

Staffing
We lost a number of Creative Facilitators when furlough ended and we did not have sufficient work to maintain them.

Whilst we have been able to increase salaries by a small amount, this still presents a significant risk to the charity and one which the board are prioritising. Currently pay is below other similar roles in the sector and the fact that Creative Facilitators must be trained means that growth is limited by capacity.

Staff are encouraged to participate in CPD and where compulsory, they are paid for their attendance. Many have other roles and again relying on sessional staff presents a risk to the charity.

Financial review

The charity continued to benefit from a range of grants whilst slowly rebuilding our traded income and this was critical to protecting the charity during the pandemic and then as life slowly returned to normal.

Given the vulnerability of our guests, returning to the centre required additional safeguards, which impacted both our costs and our ability to generate income.

GiftAid will be collected on donations via Just Giving – very small amount at present. We have secured an Apprentice through Arts and Business for 10 months to increase social media and this is really raising the profile of the charity among our supporters. We are hoping that this will increase donations and are looking to refine the process of claiming Gift Aid on donations.

As of 31 May 2022 we are holding £90,526 in the bank accounts, of which £20,327 are unrestricted funds.
The restrictive funding, however, covers a lot of the core costs as well as project costs.

Reserves Policy
The Board of Trustees has examined the charity's requirements for reserves considering the main risks to the organisation. A policy has been established to build free reserves enough to cover temporary shortfalls in income.

The free reserves of the charity which represent the funds that are freely available to spend as at 31st March 2022 were £20,187.

Future plans

The board have agreed to commence recruitment of a full time permanent CEO and this will commence September 2022.

A full time CEO will enable the charity to build on its successes and move to the next level. Fundraising is a key priority particularly the development of the Post 19 provision.

Structure, governance and management

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management

The Management Committee has conducted a review of the major risks to which the charity is exposed. A more comprehensive risk register is currently being established and will be updated annually. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Significant threat to external risks to funding in past years have led to the development of a strategic plan which will allow for the diversification of funding streams and a review of the types of activities offered in the future. Internal control risks have been minimised by the implementation of procedures for authorisation of all transactions. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the centre. The continuing implementation of Health and Safety Standards ensure a consistent quality of delivery for all operational aspects of the charity. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity.

Organisational structure

The Touch Trust Ltd has a Board of Trustees, who meet quarterly and are responsible for the strategic direction and policy of the charity. All board members are from a variety of backgrounds, all relevant to the work of the charity. The Secretary also sits on the board but has no voting rights.

Trustees are recruited by the current trustee board, new trustees are selected by meeting of the trustees, where nominees are discussed and appointed accordingly.

A scheme of delegation is in place and day to day responsibility for the provision of activities rest with the Chief Executive Officer (CEO). The CEO is responsible for ensuring that the charity delivers the services specified and that key performance indicators are met. The CEO is also responsible for the day to day operational management of the centre, individual supervision of the staff team and also ensuring that the team continue to develop their skills and working practices in line with good practice. The level of payment made to all key personnel is reviewed annually by Trustees.

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Reference and administrative details

Charity name	Touch Trust Limited
Charity number	1078995
Company number	3681562
Registered office	Wales Millenium Centre Bute Place Cardiff Bay Cardiff CF10 5AL
Trustees	Ms J Osman - resigned 14/09/21 Ms K Williams Ms H Hughes - resigned 31/03/22 Mr N Hollett Ms R Whittington Ms E Willis Alison Woodward - appointed 11/01/22 Jan-Uwe Michaelis - appointed 11/01/22 Josephine McAllister - appointed 08/11/22 Alastair Milburn - appointed 08/11/22
Key management personnel	Bev Garside - CEO
Independent examiners	Azets Audit Services Ty Derw Lime Tree Court Cardiff Gate Business Park Cardiff CF23 8AB

The trustees' report was approved by the Board of Trustees.

J Michaelis - Trustee
Dated: 27/1/23

TOUCH TRUST LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2022

The trustees, who are also the directors of Touch Trust Limited for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;

- observe the methods and principles in the Charities SORP;

- make judgements and estimates that are reasonable and prudent;

- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

TOUCH TRUST LIMITED

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF TOUCH TRUST LIMITED

I report to the trustees on my examination of the financial statements of Touch Trust Limited (the charity) for the year ended 31 March 2022.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

1 except for the matter of concern noted above accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or

2 except for the matter of concern noted above the financial statements do not accord with those records;

3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or

4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Claire Thompson

Claire Thompson FCCA DChA
Azets Audit Services
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB
United Kingdom

Dated: 31-01-2023

TOUCH TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Income from:							
Donations and legacies	3	2,503	-	2,503	8,054	-	8,054
Charitable activities	4	95,413	84,396	179,809	57,336	233,031	290,367
Other trading activities	5	9,642	-	9,642	22,645	-	22,645
Investments	6	21	-	21	44	-	44
Total income		107,579	84,396	191,975	88,079	233,031	321,110
Expenditure on:							
Charitable activities	7	99,328	109,127	208,455	67,082	166,470	233,552
Net incoming/(outgoing) resources before transfers		8,251	(24,731)	(16,480)	20,997	66,561	87,558
Gross transfers between funds		(2,113)	2,113	-	(2,408)	2,408	-
Net income/(expenditure) for the year/ Net movement in funds		6,138	(22,618)	(16,480)	18,589	68,969	87,558
Fund balances at 1 April 2021		14,189	88,965	103,154	(4,400)	19,996	15,596
Fund balances at 31 March 2022		20,327	66,347	86,674	14,189	88,965	103,154

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

TOUCH TRUST LIMITED

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	2022 £	2021 £	2021 £
Fixed assets					
Tangible assets	11		140		570
Current assets					
Debtors	12	40,235		29,663	
Cash at bank and in hand		90,526		121,287	
		130,761		150,950	
Creditors: amounts falling due within one year	13	(44,227)		(48,366)	
Net current assets			86,534		102,584
Total assets less current liabilities			86,674		103,154
Income funds					
Restricted funds	14		66,347		88,965
Unrestricted funds			20,327		14,189
			86,674		103,154

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2022.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 25/11/23

.....

J Michaelis -Trustee

Company Registration No. 3681562

1 Accounting policies

Charity information

Touch Trust Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Wales Millennium Centre, Bute Place, Cardiff Bay, Cardiff, CF10 5AL, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

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

1.2 Going concern

The charity currently has free reserves of £20,187. The trustees report details the charity's current financial position.

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

1.3 Charitable funds

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

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

1.4 Income

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

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

1 Accounting policies **(Continued)**

Income from government grants, whether 'capital' or 'revenue' is recognised when the the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and not deferred.

Grants receivable for the specific purpose of purchasing fixed assets for the continued use of the charity are treated as restricted funds. The restricted fund is then reduced by amounts equivalent to the depreciation charges on the assets concerned and will continue to do so over the expected useful lives of the assets concerned.

Grants receivable for specific purposes are also treated as restricted funds so that any unused funds can be separately identified.

Grants receivable to facilitate the general running of the project i.e. where the directors/trustees can choose how the funds are expended, are treated as unrestricted funds.

Education and therapy income is recognised in the period in which the service is provided. Any amounts received in advance are deferred and released in future periods.

Management charges from its trading subsidiary are invoiced quarterly for services provided.

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.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure on charitable activities includes all costs relating to the furtherance of the charity's objectives as stated in the trustees report and their associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold land and buildings	20% straight line
Plant and equipment	33% straight line
Fixtures and fittings	20% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1 Accounting policies **(Continued)**

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

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

1.9 Financial instruments

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

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

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

Basic financial assets

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

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1 Accounting policies **(Continued)**

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.12 Leases

Rentals payable under operating leases are charged to the income and expenditure account on a straight line basis over the term of the relevant lease.

1.13 Taxation

As a registered charity, Touch Trust Limited is entitled to the exemption from taxation in respect of income and capital gains received with sections 478-489 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects purposes only.

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	2,503	8,054

4 Charitable activities

	2022 £	2021 £
Education and therapy	95,413	32,220
Grants	84,396	258,147
	179,809	290,367
Analysis by fund		
Unrestricted funds	95,413	57,336
Restricted funds	84,396	233,031
	179,809	290,367
Grants		
Wales Council for Voluntary Action	29,689	-
Wooden Spoon	-	5,000
The Edward Gostling Foundation	-	5,000
Wales Coronavirus Resilience Fund	-	5,000
Virgin Money Fund	-	1,166
Moondance Foundation	-	33,566
Arts Council of Wales	25,728	31,321
Economic Resilience Fund	-	22,500
The National Lottery People and Places	-	82,212
GVS	800	200
Admiral	-	500
The Percy Bilton Charity	-	500
The Persimmon Charitable Foundation	-	5,000
People's Postcode Trust	-	19,060
Community Fund Awards for All	9,088	-
Ty Cerdd	3,091	-
POBL Trust Funding	990	-
Monmouthshire B Soc	1,600	-
C3SC	4,660	-
37 - CRF3	3,481	-
Coronavirus Job Retention Scheme	5,270	47,122
	84,396	258,147

5 Other trading activities

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Management Charges	-	22,000
Other income	9,642	218
Fundraising events	-	427
Other trading activities	9,642	22,645

6 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Interest receivable	21	44

7 Charitable activities

	2022 £	2021 £
Staff costs	84,227	103,028
Depreciation and impairment	429	450
Bad debt	12,287	16,766
Insurance	850	1,938
Consultancy and professional fees	40,752	33,057
Premises expenses	22,272	12,774
Project costs	11,413	3,954
Repairs and maintenance	5,158	14,156
Royalties	1,045	255
Telephone and IT	4,780	10,081
	183,213	196,459
Share of support costs (see note 8)	21,942	35,043
Share of governance costs (see note 8)	3,300	2,050
	208,455	233,552
Analysis by fund		
Unrestricted funds	99,328	67,082
Restricted funds	109,127	166,470
	208,455	233,552

8 Support costs

	Support costs	Governance costs	2022	Support costs	Governance costs	2021
	£	£	£	£	£	£
Staff costs	6,829	-	6,829	8,354	-	8,354
Bank charges	314	-	314	451	-	451
HR, legal and consultancy fees	14,270	-	14,270	25,606	-	25,606
Subscriptions	79	-	79	130	-	130
Printing, post and stationery	450	-	450	502	-	502
Accountancy fees	-	3,300	3,300	-	2,050	2,050
	21,942	3,300	25,242	35,043	2,050	37,093
Analysed between						
Charitable activities	21,942	3,300	25,242	35,043	2,050	37,093

Governance costs includes payments to the independent examiners of £3,300 (2021: £1,800).

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the current or previous year.

No trustees were reimbursed for expenses during the current or previous year.

10 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
	7	11

Employment costs	2022 £	2021 £
Wages and salaries	85,260	108,576
Social security costs	4,534	1,551
Other pension costs	1,262	1,255
	91,056	111,382

10 Employees (Continued)

Key management personnel
The key management personnel of the charity received benefits (including gross salary, employers national insurance contributions and employers pension contributions) totalling £89,086 (2021: £90,255).

Redundancy payments
Included in staff costs above are redundancy payments totalling £nil (2021: £2,437). There were no amounts outstanding at the current year end.

There were no employees whose annual remuneration was more than £60,000.

11 Tangible fixed assets

	Leasehold land and buildings	Plant and equipment	Fixtures and fittings	Total
	£	£	£	£
Cost				
At 1 April 2021	29,375	21,119	40,163	90,657
At 31 March 2022	29,375	21,119	40,163	90,657
Depreciation and impairment				
At 1 April 2021	29,375	20,559	40,153	90,087
Depreciation charged in the year	-	420	10	430
At 31 March 2022	29,375	20,979	40,163	90,517
Carrying amount				
At 31 March 2022	-	140	-	140
At 31 March 2021	-	560	10	570

12 Debtors

	2022	2021
Amounts falling due within one year:	£	£
Trade debtors	35,982	29,663
Prepayments and accrued income	4,253	-
	40,235	29,663

13 Creditors: amounts falling due within one year

	2022	2021
	£	£
Payments received on account	1,613	-
Trade creditors	33,574	39,632
Amount owed to parent undertaking	4,440	4,890
Accruals and deferred income	4,600	3,844
	44,227	48,366

14 Restricted funds

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

	Movement in funds					Movement in funds			
	Balance at 1 April 2020	Incoming resources	Resources expended	Transfers	Balance at 1 April 2021	Incoming resources	Resources expended	Transfers	Balance at 31 March 2022
	£	£	£	£	£	£	£	£	£
Connected Families	10,000	-	(8,865)	-	1,135	-	(496)	-	639
Community Foundation Wales	9,996	-	-	-	9,996	-	(9,831)	-	165
Moondance Foundation	-	24,616	-	-	24,616	-	(24,598)	-	18
Arts Council of Wales - 20	-	31,321	(33,729)	2,408	-	3,481	(3,377)	-	104
Economic Resilience Fund	-	22,500	(22,496)	-	4	-	(1,850)	1,846	-
The National Lottery People and Places	-	82,212	(53,577)	-	28,635	-	(28,460)	-	175
GVS	-	200	(200)	-	-	800	(800)	-	-
Admiral	-	500	(481)	-	19	-	-	-	19
The Percy Bilton Charity	-	500	-	-	500	-	(507)	7	-
The Persimmon Charitable Trust	-	5,000	-	-	5,000	-	(3,666)	-	1,334
People's Postcode Trust	-	19,060	-	-	19,060	-	(17,693)	-	1,367
Coronavirus Job Retention Scheme	-	47,122	(47,122)	-	-	5,270	(5,270)	-	-
Community Fund Awards For All	-	-	-	-	-	9,088	(9,088)	-	-
Ty Cerdd	-	-	-	-	-	3,091	(849)	-	2,242
POBL Trust Funding	-	-	-	-	-	990	(1,250)	260	-
Monmouthshire B Soc	-	-	-	-	-	1,600	(1,300)	-	300
C3SC	-	-	-	-	-	4,660	(93)	-	4,567
WCVA	-	-	-	-	-	29,689	-	-	29,689
37 - CRF3	-	-	-	-	-	25,728	-	-	25,728
	19,996	233,031	(166,470)	2,408	88,965	84,397	(109,128)	2,113	66,347

14 Restricted funds **(Continued)**

Connected Families
The project is funded by the Big Lottery and is in partnership with Glamorgan Voluntary Services and the Parents Federation. It is all free of charge to the carers. The aim is to give family carers time to themselves. Touch Trust put on Time for Me Days where they bring the person they care for to a Touch Trust session while they have complimentary therapy or a workshop in the college room.

Community Foundation Wales
Funding was received in relation to the children and young people's project.

Moondance Foundation
Funding was received to cover the core costs of the charity.

Arts Council of Wales
Funding was received to cover the core costs of the charity and bid writing.

Economic Resilience Fund
Funding was received to cover the core costs of the charity.

The National Lottery People and Places
Funding was received to cover the core costs of the charity and the development of a new model.

GVS
Funding was received to cover various hardware costs of the charity.

Admiral
Funding was received to purchase sensory boxes.

The Percy Bilton Charity
Funding was received to purchase sensory boxes.

The Persimmon Charitable Foundation
Funding was received for light wall removal and various building work.

14 Restricted funds **(Continued)**

People's Postcode Trust
Funding was received for the development of a new model, training and to cover the core costs of the charity.

Coronavirus Job Retention Scheme
Claims made to HMRC to cover the staff costs of the organisation

Community Funds for All
Funding was received for a Poetry project.

Ty Cerdd
Funding was received for a music project.

POBL Trust Funding
Funding was received for a sensory room mobile hoist.

Monmouthshire B Soc
Funding received towards the purchase of a Voyager Portable Ceiling Hoist.

C3SC
Funding received for an online programme of wellbeing actvities.

WCVA
Funding received for a Resilience Fund.

37 - CRF3
Funding received for a Cultural Recovery Fund.

15 Analysis of net assets between funds

	Unrestricted 2022	**Restricted 2022**	**Total 2022**	Unrestricted 2021	Restricted 2021	Total 2021
	£	**£**	**£**	£	£	£
Fund balances at 31 March 2022 are represented by:						
Tangible assets	140	-	140	570	-	570
Current assets/(liabilities)	20,187	66,347	86,534	13,619	88,965	102,584
	20,327	66,347	86,674	14,189	88,965	103,154

16 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022	2021
	£	£
Within one year	-	20,646

17 Related party transactions

Transactions with related parties
During the year the charity entered into the following transactions with related parties:

During the year the charity received donations from Touch Trust Foundation Limited totalling £nil (2021: £2,000). The charity also received management charges from Touch Trust Foundation Limited totalling £nil (2021: £22,000) At the year end the charity owed Touch Trust Foundation Limited £4,440 (2021: £4,890).

18 Subsidiaries

These financial statements are separate charity financial statements for Touch Trust Limited.

As the income of the group falls below the relevant thresholds consolidated accounts have not been prepared.

Details of the charity's subsidiaries at 31 March 2022 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct	% Held Indirect
Touch Trust Foundation Limited	Wales	Trading Arm	Ordinary Shares	100.00	

The aggregate capital and reserves and the result for the year of subsidiaries was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Touch Trust Foundation Limited	(1,530)	9,306

Two Rhythms

England & Wales - Charity number 1078995

Accounts

Charity Registration No. 1078995

Company Registration No. 3681562 (England and Wales)

TOUCH TRUST LIMITED

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

TOUCH TRUST LIMITED

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TOUCH TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2021

The trustees present their report and financial statements for the year ended 31 March 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

TO PROVIDE EDUCATIONAL AND THERAPEUTIC PROGRAMMES FOR THE BENEFIT OF PEOPLE WITH PROFOUND PHYSICAL AND LEARNING DISABILITIES AND TO ESTABLISH AN EDUCATIONAL AND THERAPEUTIC CENTRE WHICH WILL PROVIDE A FOCAL POINT FOR THE DEVELOPMENT OF SUCH PROGRAMMES

COVID-19 has presented a "watershed" moment for Touch Trust, as it has for many charities.

We have relied on the furlough scheme and grants to meet our outgoings during the initial lockdown, when our income dropped to zero.

We have embraced technology to provide online sessions which have generated an income through the provision of paid for sessions, and funded projects delivered both in partnership with other Arts Organisations, or independently.

The use of ZOOM has provided a significant contribution to the wellbeing of individuals and families. It has enabled us to reach new guests, as well as existing guests, and has provided an opportunity to raise awareness of the charity and develop new customer bases.

Having said that, we accept that our level of activity remains significantly below pre COVID-19 levels.

We also recognise that we will not be able to host the numbers we had previously, and that the pre COVID-19 business model presents significant risks that must be recognised and mitigated against.

Prior to COVID-19 we reduced our space within the Wales Millennium Centre, which has substantially reduced our overheads. We have lost staff as a result of reduced delivery and recognise that we may face a skills gap as we grow again.

The reduced space means that, as we return to the Centre, we do not have the capacity to deliver the same numbers, and therefore a mixed delivery model must be advanced.

Partnerships

We have explored several interesting partnerships with other arts organisations which have been important both in terms of raising our profile as an arts organisation, but also enabling other organisations to deliver on widening arts access.

Not all our funding for further partnership working has been successful. Having secured a small grant from the Arts Council Wales, we had a further two declined.

We believe that an important aspect of our future direction involves a review of our governing document.

Governing Document

With support from Social Business Wales, we have worked with a specialist consultant to renew the structure of the charity considering our new focus, and this will include an aligning of governing document and potential dissolution of the Touch Trust Foundation, which was initially created as a trading arm. We are seeking guidance on this alongside a renew of the charitable objectives.

Dilys Price OBE and Intellectual Property
Sadly, we lost our founder Dilys Price in April 2021, which was a great loss to the organisation. Many families old and new paid their respects to Dilys and shared their thoughts and recollections of her life and impact.

In consultation with our members, we have developed a new Provider Membership Agreement better reflects the current role of the Touch Trust model within the charity, whilst also honouring and protecting the legacy of Dilys Price OBE.

Membership
We recognised that with the loss of core funding from the Arts Council, we cannot deliver the membership model which was previously delivered. We have restructured the membership offer and are in the process of restructuring the membership fees, offering better value for money.

We have also consulted extensively with members to identify what support they require and will continue to do so. Our priorities for the current year will be to re-engage with members who have lapsed, or left, and to ensure our offer is relevant and valuable.

Training
We have restructured our organisation and sadly lost our dedicated training officer role. Whilst we will continue to deliver training and CPD on demand it is at a much reduced provision. However, despite the pandemic, we have been able to successfully deliver the Touch Trust programme to a provider member in Jersey.

Whilst much of our training is being delivered online there is still a requirement for trainees to be assessed through face to face engagement with guests.

We are committed to providing an attractive, relevant and high quality CPD offer to members and others within our capacity.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

We worked hard to move swiftly and respond to the pandemic. We were the first residents of the WMC to put up warning notices, add sanitiser and contact carers about our plans. Once lockdown started we immediately looked at how we could support our guests.

We engaged families who we knew were struggling when they have children and young people at home during lockdown and have had to care for their children unsupported. We were fortunate to utilise our Awards for All to launch a small online club, but we realise that to survive we need to totally change the way we work and launch a new business model in the most challenging of circumstances.

In order to launch this new online model, we communicated with all participants throughout this time, to support them and their carers in understanding and accepting the changes we made during pandemic. We also ensured that we used accessible ways to engage with our participants in preparation for all the sessions and did our best to enable them to feel safe and comfortable accessing our services. Staff training, and additional online safeguarding and Health and Safety protocols have been developed so that we are delivering the new safe practise both online and in-person.

We have engaged with our guests and carers through social media and we made contact via telephone and emails with all participants and their care providers to identify how we can support them through this period. We also consulted with care providers about outreach, found out which would be their preferred methods of delivery. Speaking to care providers, many of our guests are living in anxious environments given the specific threats to guests in care homes and are getting limited stimulation. Many have grown up coming to Touch Trust and families rely on it.

We provided training for all staff on delivering sessions using Zoom, and assisted Care Providers and family carers on how to access these online sessions. Feedback from our participants on our online sessions has been overwhelmingly positive, and they were surprised how the sessions felt authentic and similar to our face-to-face sessions they received previously.

The beauty of our online sessions was that it can be delivered across Wales through ZOOM, and outreach can be delivered throughout South Wales, extending the reach of our service which previously had been reliant on access to our premises.

Feedback for our Online Sessions:

"We have been lucky to keep in touch with you and have loved them. Thank you so much, you really are all stars and have kept my daughter smiling this year"

"We were still able to feel the essence of a Touch Trust session in our own home. My son was finding it difficult to get to sleep, but he placed his own hands on his chest and focused on this breathing without being promoted just like in the face-to-face sessions he used to have at the centre."

Financial review

The charity made a surplus for the year ended 31 March 2021 of £87,558, consisting of an unrestricted surplus of £18,589 and a restricted surplus of £68,969. This is compared to a deficit in the year to 31 March 2020 of £50,327.

We have been managing to meet our monthly outgoings this year thanks to some core restricted funding. We have been continuing to develop our funding strategy so that we can offer activities to our clients/guests at a reduced or zero cost. This will be in addition to our paid services. We have continued with constant funding applications and secured new grant income.

In February 2021 we restructured the senior management team and made the training and membership coordinator post redundant. This area of the business was not paying for itself and the training and membership can continue to be administered from within the rest of the team.

We have reduced our space within the Wales Millennium Centre, utilising the space better and reducing Rent and Service Level Agreement Costs, and are continuing to clear the remaining old debts.

The interim CEO is still in place within Touch Trust until we can recruit a full time CEO, who will focus on fund raising and the charity's strategic direction.

Gift Aid is being collected on donations via Just Giving.

The new license agreement has been put in place to streamline the Licence agreement with the charity's future direction, and any royalties relating to the old license were all brought up to date.

COVID-19

In 2020 we had seen the onset of the Coronavirus pandemic. This halted our income almost immediately, and the management team had to think outside of the long running strategy to change the way the charity operated, and to enable Touch Trust to survive.

Last year we focussed on fund raising and changing the strategic vision to gain income via different methods. We set up a new virtual model of providing Touch Trust Sessions for those who could participate online, alongside a future model of Outreach and Face to Face Sessions when the charity is able to return to the Wales Millennium Centre.

We have now started providing virtual outreach group sessions, alongside being able to provide one to one sessions back in the Wales Millennium Centre again. The virtual groups and one to one sessions are still taking place also, so the new model of income streams is up and running, and we are up to an average of 100 participations per month and still growing.

The funding raised to date has enabled Touch Trust to diversify into other areas of Expressive Arts and Subsidised Sessions, meaning that we could honour some working hours for creative facilitators and start building our guest list up again. The creative Facilitators are now being requested to return to their full contracted hours to cover the demand. However, the restrictions still inhibit Touch Trust from providing face to face group sessions, which reduces the numbers of participants that we can accommodate.

As of 31 May 2021 we are holding £89,856 in the bank accounts, of which £36,566 are unrestricted funds. The restrictive funding, however, covers a lot of the core costs as well as project costs.

Reserves Policy
The Board of Trustees has examined the charity's requirements for reserves considering the main risks to the organisation. A policy has been established to build free reserves enough to cover temporary shortfalls in income.

The free reserves of the charity represent the funds that are freely available to spend as at 31st March 2021 were £13,619 (2020: negative £5,420).

Plans for future periods

We have completed a strategic plan which will inform the growth and progression of the charity post COVID-19. this is based on a model of delivery which reduces the risk by increasing the breadth of the income streams. We are still navigating unchartered territories with our emergence from COVID-19, and whilst we see the importance of having a strategic plan, we also recognise that it may be necessary to depart from the plan to respond to emerging issues, opportunities or challenges. We recognise the stress this year has placed on the staff team, and in response to this we have created a people plan which informs how staff can expect to be supported by the charity.

We are hoping to secure funding to create a customer engagement manager to increase our reach to care providers, special schools, and potential provider members.

In order to respond to the potential growth in demand, we hope to develop our online provision, outreach and maximise our reduced space, to ensure we meet the needs of guests in the most appropriate method for them.

Having gone through a period of significant change, we hope to solidify our growth by recruiting a full time CEO whose role will be to further stabilise the charity, increase its reach, and lead on implementation of the strategic plan.

Structure, governance and management

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management

The Management Committee has conducted a review of the major risks to which the charity is exposed. A more comprehensive risk register is currently being established and will be updated annually. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Significant threat to external risks to funding in past years have led to the development of a strategic plan which will allow for the diversification of funding streams and a review of the types of activities offered in the future. Internal control risks have been minimised by the implementation of procedures for authorisation of all transactions. Procedures are in place to ensure compliance with health and safety of staff, volunteers, clients and visitors to the centre. The continuing implementation of Health and Safety Standards ensure a consistent quality of delivery for all operational aspects of the charity. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity.

Organisational structure

The Touch Trust Ltd has a Board of Trustees, who meet quarterly and are responsible for the strategic direction and policy of the charity. All board members are from a variety of backgrounds, all relevant to the work of the charity. The Secretary also sits on the board but has no voting rights.

Trustees are recruited by the current trustee board, new trustees are selected by meeting of the trustees, where nominees are discussed and appointed accordingly.

A scheme of delegation is in place and day to day responsibility for the provision of activities rest with the Chief Executive Officer (CEO). The CEO is responsible for ensuring that the charity delivers the services specified and that key performance indicators are met. The CEO is also responsible for the day to day operational management of the centre, individual supervision of the staff team and also ensuring that the team continue to develop their skills and working practices in line with good practice. The level of payment made to all key personnel is reviewed annually by Trustees.

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Reference and administrative details

Charity name	Touch Trust Limited
Charity number	1078995
Company number	3681562
Registered office	Wales Millenium Centre Bute Place Cardiff Bay Cardiff CF10 5AL
Trustees	Ms J Osman Ms K Williams Ms H Hughes Mr N Hollett Ms R Whittington Ms E Willis
Key management personnel	Bev Garside - CEO
Independent examiners	Azets Audit Services Ty Derw Lime Tree Court Cardiff Gate Business Park Cardiff CF23 8AB

The trustees' report was approved by the Board of Trustees.

K Williams - Trustee
Dated: 23-11-2021

TOUCH TRUST LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2021

The trustees, who are also the directors of Touch Trust Limited for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;

- observe the methods and principles in the Charities SORP;

- make judgements and estimates that are reasonable and prudent; and

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

TOUCH TRUST LIMITED

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF TOUCH TRUST LIMITED

I report to the trustees on my examination of the financial statements of Touch Trust Limited (the charity) for the year ended 31 March 2021.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Institute of Chartered Accounts in England and Wales, which is one of the listed bodies.

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

1 except for the matter of concern noted above accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or

2 except for the matter of concern noted above the financial statements do not accord with those records; or

3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or

4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Sarah Case

Sarah Case FCA DChA
Azets Audit Services
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB
United Kingdom

Dated: 23-11-2021

TOUCH TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Income from:							
Donations and legacies	3	8,054	-	8,054	35,524	-	35,524
Charitable activities	4	57,336	233,031	290,367	158,263	48,541	206,804
Other trading activities	5	22,645	-	22,645	21,799	-	21,799
Investments	6	44	-	44	16	-	16
Total income		88,079	233,031	321,110	215,602	48,541	264,143
Expenditure on:							
Charitable activities	7	67,082	166,470	233,552	285,925	28,545	314,470
Net incoming/ (outgoing) resources before transfers		20,997	66,561	87,558	(70,323)	19,996	(50,327)
Gross transfers between funds		(2,408)	2,408	-	-	-	-
Net income/(expenditure) for the year/ Net movement in funds		18,589	68,969	87,558	(70,323)	19,996	(50,327)
Fund balances at 1 April 2020		(4,400)	19,996	15,596	65,923	-	65,923
Fund balances at 31 March 2021		14,189	88,965	103,154	(4,400)	19,996	15,596

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

TOUCH TRUST LIMITED

BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021 £	2021 £	2020 £	2020 £
Fixed assets					
Tangible assets	11		570		1,020
Current assets					
Debtors	12	29,663		78,441	
Cash at bank and in hand		121,287		13,185	
		150,950		91,626	
Creditors: amounts falling due within one year	13	(48,366)		(77,050)	
Net current assets			102,584		14,576
Total assets less current liabilities			103,154		15,596
Income funds					
Restricted funds	14		88,965		19,996
Unrestricted funds			14,189		(4,400)
			103,154		15,596

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2021.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 23-11-2021

Katherine Williams

K Williams -Trustee

Company Registration No. 3681562

1 Accounting policies

Charity information

Touch Trust Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Wales Millennium Centre, Bute Place, Cardiff Bay, Cardiff, CF10 5AL, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

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

1.2 Going concern

The charity currently has free reserves of £13,619. The trustees report details the charity's current financial position.

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

1.3 Charitable funds

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

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

1.4 Income

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

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

1 Accounting policies **(Continued)**

Income from government grants, whether 'capital' or 'revenue' is recognised when the the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and not deferred.

Grants receivable for the specific purpose of purchasing fixed assets for the continued use of the charity are treated as restricted funds. The restricted fund is then reduced by amounts equivalent to the depreciation charges on the assets concerned and will continue to do so over the expected useful lives of the assets concerned.

Grants receivable for specific purposes are also treated as restricted funds so that any unused funds can be separately identified.

Grants receivable to facilitate the general running of the project i.e. where the directors/trustees can choose how the funds are expended, are treated as unrestricted funds.

Education and therapy income is recognised in the period in which the service is provided. Any amounts received in advance are deferred and released in future periods.

Management charges from its trading subsidiary are invoiced quarterly for services provided.

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.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure on charitable activities includes all costs relating to the furtherance of the charity's objectives as stated in the trustees report and their associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold land and buildings	20% straight line
Plant and equipment	33% straight line
Fixtures and fittings	20% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1 Accounting policies **(Continued)**

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

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

1.9 Financial instruments

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

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

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

Basic financial assets

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

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1 Accounting policies **(Continued)**

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.12 Leases

Rentals payable under operating leases are charged to the income and expenditure account on a straight line basis over the term of the relevant lease.

1.13 Taxation

As a registered charity, Touch Trust Limited is entitled to the exemption from taxation in respect of income and capital gains received with sections 478-489 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects purposes only.

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	8,054	35,524

4 Charitable activities

	2021	2020
	£	£
Education and therapy	32,220	158,263
Grants	258,147	48,541
	290,367	206,804
Analysis by fund		
Unrestricted funds	57,336	158,263
Restricted funds	233,031	48,541
	290,367	206,804

Grants

Big Lottery Fund	-	28,545
BBC Children in Need	-	10,000
Wales Council for Voluntary Action	-	9,996
Wooden Spoon	5,000	-
The Edward Gostling Foundation	5,000	-
Wales Coronavirus Resilience Fund	5,000	-
Virgin Money Fund	1,166	-
Moondance Foundation	33,566	-
Arts Counil of Wales	31,321	-
Economic Resilience Fund	22,500	-
The National Lottery People and Places	82,212	
GVS	200	
Admiral	500	
The Percy Bilton Charity	500	
The Persimmon Charitable Foundation	5,000	
People's Postcode Trust	19,060	
Coronavirus Job Retention Scheme	47,122	-
	258,147	48,541

5 Other trading activities

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Management charges	22,000	18,000
Other income	218	2,213
Fundraising events	427	1,586
Other trading activities	22,645	21,799

6 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Interest receivable	44	16

7 Charitable activities

	2021 £	2020 £
Staff costs	103,028	139,032
Depreciation and impairment	450	340
Bad debt	16,766	13,048
Insurance	1,938	3,355
Consultancy and professional fees	33,057	59,776
Premises expenses	12,774	22,333
Project costs	3,954	6,333
Repairs and maintenance	14,156	34,401
Royalties	255	2,402
Telephone and IT	10,081	5,006
	196,459	286,026
Share of support costs (see note 8)	35,043	25,144
Share of governance costs (see note 8)	2,050	3,300
	233,552	314,470
Analysis by fund		
Unrestricted funds	67,082	285,925
Restricted funds	166,470	28,545
	233,552	314,470

8 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Staff costs	8,354	-	8,354	11,273	-	11,273
Bank charges	451	-	451	835	-	835
HR, legal and consultancy fees	25,606	-	25,606	12,117	-	12,117
Subscriptions	130	-	130	217	-	217
Printing, post and stationery	502	-	502	702	-	702
Accountancy fees	-	2,050	2,050	-	3,300	3,300
	35,043	2,050	37,093	25,144	3,300	28,444
Analysed between						
Charitable activities	35,043	2,050	37,093	25,144	3,300	28,444

Governance costs includes payments to the independent examiners of £1,800 (2020: £1,800).

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the current or previous year.

No trustees were reimbursed for expenses during the current or previous year.

10 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
	11	17

Employment costs	2021 £	2020 £
Wages and salaries	108,576	146,405
Social security costs	1,551	2,458
Other pension costs	1,255	1,442
	111,382	150,305

10 Employees (Continued)

Key management personnel
The key management personnel of the charity received benefits (including gross salary, employers national insurance contributions and employers pension contributions) totalling £90,255 (2020: £87,490).

Redundancy payments
Included in staff costs above are redundancy payments totalling £2,437 (2020: £nil). There were no amounts outstanding at the current year end.

11 Tangible fixed assets

	Leasehold land and buildings	Plant and equipment	Fixtures and fittings	Total
	£	£	£	£
Cost				
At 1 April 2020	29,375	21,119	40,163	90,657
At 31 March 2021	29,375	21,119	40,163	90,657
Depreciation and impairment				
At 1 April 2020	29,375	20,139	40,123	89,637
Depreciation charged in the year	-	420	30	450
At 31 March 2021	29,375	20,559	40,153	90,087
Carrying amount				
At 31 March 2021	-	560	10	570
At 31 March 2020	-	980	40	1,020

12 Debtors

	2021	2020
Amounts falling due within one year:	£	£
Trade debtors	29,663	78,441

13 Creditors: amounts falling due within one year

	2021	2020
	£	£
Other taxation and social security	-	2,383
Trade creditors	39,632	72,267
Amount owed to parent undertaking	4,890	-
Accruals and deferred income	3,844	2,400
	48,366	77,050

14 Restricted funds

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

	Movement in funds			Movement in funds			
	Incoming resources	Resources expended	Balance at 1 April 2020	Incoming resources	Resources expended	Transfers	Balance at 31 March 2021
	£	£	£	£	£	£	£
BBC Childen in Need	28,545	(28,545)	-	-	-	-	-
Connected Families	10,000	-	10,000	-	(8,865)	-	1,135
Community Foundation Wales	9,996	-	9,996	-	-	-	9,996
Moondance Foundation	-	-	-	24,616	-	-	24,616
Arts Council of Wales	-	-	-	31,321	(33,729)	2,408	-
Economic Resilience Fund	-	-	-	22,500	(22,496)	-	4
The National Lottert People and Places	-	-	-	82,212	(53,577)	-	28,635
GVS	-	-	-	200	(200)	-	-
Admiral	-	-	-	500	(481)	-	19
The Percy Bilton Charity	-	-	-	500	-	-	500
The Persimmon Charitable Trust	-	-	-	5,000	-	-	5,000
People's Postcode Trust	-	-	-	19,060	-	-	19,060
Coronavirus Job Retention Scheme	-	-	-	47,122	(47,122)	-	-
	48,541	(28,545)	19,996	233,031	(166,470)	2,408	88,965

14 Restricted funds **(Continued)**

BBC Children in Need
Funding was received for an after school club for Children with profound multiple disabilities.

Connected Families
The project is funded by the Big Lottery and is in partnership with Glamorgan Voluntary Services and the Parents Federation. It is all free of charge to the carers. The aim is to give family carers time to themselves. Touch Trust put on Time for Me Days where they bring the person they care for to a Touch Trust session while they have complimentary therapy or a workshop in the college room.

Community Foundation Wales
Funding was received in relation to the children and young people's project.

Moondance Foundation
Funding was received to cover the core costs of the charity.

Arts Council of Wales
Funding was received to cover the core costs of the charity and bid writing.

Economic Resilience Fund
Funding was received to cover the core costs of the charity.

The National Lottery People and Places
Funding was received to cover the core costs of the charity and the development of a new model.

14 Restricted funds **(Continued)**

GVS
Funding was received to cover various hardware costs of the charity.

Admiral
Funding was received to purchase sensory boxes.

The Percy Bilton Charity
Funding was received to purchase sensory boxes.

The Persimmon Charitable Foundation
Funding was received for light wall removal and various building work.

People's Postcode Trust
Funding was received for the development of a new model, training and to cover the core costs of the charity.

Coronavirus Job Retention Scheme
Claims made to HMRC to cover the staff costs of the organisation

15 Analysis of net assets between funds

	Unrestricted 2021	**Restricted 2021**	**Total 2021**	Unrestricted 2020	Restricted 2020	Total 2020
	£	**£**	**£**	£	£	£
Fund balances at 31 March 2021 are represented by:						
Tangible assets	570	-	570	1,020	-	1,020
Current assets/ (liabilities)	13,619	88,965	102,584	(5,420)	19,996	14,576
	14,189	88,965	103,154	(4,400)	19,996	15,596

16 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021	2020
	£	£
Within one year	20,646	14,537

17 Related party transactions

Transactions with related parties
During the year the charity entered into the following transactions with related parties:

During the year the charity received donations from Touch Trust Foundation Limited totalling £2,000 (2020: £29,280). The charity also received management charges from Touch Trust Foundation Limited totalling £22,000 (2020: £18,000) At the year end the charity owed Touch Trust Foundation Limited £4,890 (2020: £nil).

18 Subsidiaries

These financial statements are separate charity financial statements for Touch Trust Limited.

As the income of the group falls below the relevant thresholds consolidated accounts have not been prepared.

Details of the charity's subsidiaries at 31 March 2021 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct	% Held Indirect
Touch Trust Foundation Limited	Wales	Trading Arm	Ordinary Shares	100.00	

The aggregate capital and reserves and the result for the year of subsidiaries was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Touch Trust Foundation Limited	2,661	10,836