

THE BAYLIGHT FOUNDATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

THE BAYLIGHT FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	C N B Kelly N Khattar
Charity number	1088950
Principal address	3 Stukeley Street London WC2B 5LB
Independent examiner	Gravita II LLP 30 City Road London EC1Y 2AB

THE BAYLIGHT FOUNDATION

CONTENTS

	Page
Trustees report	1
Independent examiner's report	2
Statement of financial activities	3
Statement of financial position	4
Notes to the financial statements	5 - 11

THE BAYLIGHT FOUNDATION

TRUSTEES 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 Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The Charity's object of the Foundation is to provide funds for the benefit of research relating to education, procurement, aesthetics and environmental issues.

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

Financial review

As at 31 March 2023, the charity has net assets of £734.

It is the policy of the Charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the Charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The Trustees have assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity is governed by a declaration of trust. The charity number is 1088950.

The Charity is administrated by the trustees throughout the year who have confirmed that they will remain in the office for the ensuing year.

The Trustees who served during the year and up to the date of signature of the financial statements were:

C N B Kelly

N Khattar

Trustees are appointed by a resolution of the trustees passed at a special meeting.

The Trustees report was approved by the Board of Trustees.


ck (Jan 15, 2024 16:51 GMT)

C N B Kelly

Trustee

Dated: Jan 15, 2024

THE BAYLIGHT FOUNDATION

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE BAYLIGHT FOUNDATION

I report to the charity trustees on my examination of the financial statements of The Baylight Foundation (the Charity) for the year ended 31 March 2023 which are set out on pages 3 to 11.

Responsibilities and basis of report

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

I report in respect of my examination of your charity's financial statements carried out under section 145 of the Act and in carrying out my examination I have followed the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

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

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



Gravita II LLP
Chartered accountants

Filiz Zekia FCCA
30 City Road
London
EC1Y 2AB

Dated: 16/01/2024.....

THE BAYLIGHT FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

		Unrestricted funds 2023 £	Unrestricted funds 2022 £
	Notes		
<u>Income and endowments from:</u>			
Donations and legacies	2	160,000	173,000
Charitable activities	3	38,513	31,191
Other income	4	2,934	990
Total income		201,447	205,181
<u>Expenditure on:</u>			
Charitable activities	5	343,978	295,216
Net expenditure for the year/ Net movement in funds		(142,531)	(90,035)
Fund balances at 1 April 2022		143,265	233,300
Fund balances at 31 March 2023		734	143,265

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

All income and expenditure derive from continuing activities.


THE BAYLIGHT FOUNDATION

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	8		-		897
Current assets					
Stocks	9	-		35,488	
Debtors	10	53,940		50,925	
Cash at bank and in hand		8,050		77,999	
		61,990		164,412	
Creditors: amounts falling due within one year	11	(61,256)		(22,044)	
Net current assets			734		142,368
Total assets less current liabilities			734		143,265
Income funds					
Unrestricted funds			734		143,265
			734		143,265

The financial statements were approved by the Trustees on 15/01/2024


 C N B Kelly
 Trustee

THE BAYLIGHT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Charity information

The Baylight Foundation is a registered charity established under a Deed of Trust dated 2 July 2001.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 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 accounts have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the 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 unless the funds have been designated for other purposes.

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 Incoming resources

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Rental income from operating leases is recognised on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight line basis over the lease term.

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

THE BAYLIGHT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.5 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:

Fixtures, fittings & equipment	20% straight line
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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.

The assets' residual values and useful lives are reviewed, and adjusted, if appropriate, at the end of each reporting period. The effect of any change is accounted for prospectively.

1.6 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).

1.7 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Stock relates to purchase of books, art work, photos etc held for sale and are recorded at cost less impairment..

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand.

1.9 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' 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.

THE BAYLIGHT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

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 trade loan balances from connected entities 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.

2 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2023 £	2022 £
Donations and gifts	160,000	173,000

THE BAYLIGHT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

3 Charitable activities	Student tours 2023 £	Event Income 2023 £	Bank Interest 2023 £	Total 2023 £	Student tours 2022 £	Event Income 2022 £	Bank Interest 2022 £	Total 2022 £
Sales within charitable activities	-	940	8	948	-	527	6	533
Services provided under contract	1,220	-	-	1,220	995	-	-	995
Charitable rental income	36,345	-	-	36,345	29,663	-	-	29,663
	37,565	940	8	38,513	30,658	527	6	31,191

THE BAYLIGHT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

4 Other income

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Other income	2,934	990

Other income relates to cleaning services.

5 Charitable activities

	Charitable Expenditure	Charitable Expenditure
	2023	2022
	£	£
Charitable donations	60,636	-
Rent payable	219,065	219,065
Media expenses	373	2,176
Event costs	100	-
Cleaning costs	5,939	2,835
Insurance	503	-
Marketing and exhibition costs	814	47,000
Motor, travel and entertaining	32	12
Printing, postage and stationery	34	54
Depreciation	897	897
Maintenance expenses	6,849	2,533
Sundry expenses	117	58
Light & Heat	6,039	1,001
Rates	5,302	5,578
Bad Debts	-	1,750
Bank charges	1,790	427
Stock write off	35,488	-
	343,978	295,216
	343,978	295,216

Accountancy fees were paid by Baylight Properties Limited.

6 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year.

THE BAYLIGHT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

7 Employees

There were no employees during the year.

8 Tangible fixed assets

	Fixtures, fittings & equipment £
Cost	
At 1 April 2022	4,485
At 31 March 2023	4,485
Depreciation and impairment	
At 1 April 2022	3,588
Depreciation charged in the year	897
At 31 March 2023	4,485
Carrying amount	
At 31 March 2023	-
At 31 March 2022	897

9 Stocks

	2023 £	2022 £
Stock	-	35,488

Stock is stated after provisions for impairment of nil (2022: £11,830).

10 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Trade debtors	3,015	-
Other debtors	360	360
Prepayments and accrued income	50,565	50,565
	53,940	50,925

Trade debtors disclosed above are classified as loans and receivables and are therefore measured at amortised cost.

Trade debtors are stated after provisions for impairment of £3,746 (2022: £3,746)

THE BAYLIGHT FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

11 Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	60,256	19,987
Other creditors	1,000	1,000
Accruals and deferred income	-	1,057
	<u>61,256</u>	<u>22,044</u>

12 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	69,020	219,065
Between two and five years	-	69,020
	<u>69,020</u>	<u>288,085</u>

13 Related party transactions

Transactions with related parties

During the year the Charity entered into the following transactions with related parties:

	Sale of goods		Donations payable	
	2023 £	2022 £	2023 £	2022 £
Other related parties	-	-	54,636	47,000
	<u>-</u>	<u>-</u>	<u>54,636</u>	<u>47,000</u>
	<u>-</u>	<u>-</u>	<u>54,636</u>	<u>47,000</u>
	Donations receivable		Rent payable	
	2023 £	2022 £	2023 £	2022 £
Other related parties	160,000	173,000	219,065	219,065
	<u>160,000</u>	<u>173,000</u>	<u>219,065</u>	<u>219,065</u>
	<u>160,000</u>	<u>173,000</u>	<u>219,065</u>	<u>219,065</u>

Donations payable include £54,636 (2022: £47,000) made to charities where a trustee of this charity is also a trustee or chair of the receiving charity.