

CYMDEITHAS RHEILFFORDD ERYRI

England & Wales · Charity number 1094938

Details

Other names	WELSH HIGHLAND RAILWAY SOCIETY
Status	Registered
Legal form	Charitable company
Company number	03157171
Registered	2002-12-05
Register	View on the Charity Commission register

Contact

Address	Station View Dinas Caernarfon LL54 5UB
Phone	07904 618675
Website	www.whrsoc.org.uk

Activities

Objects: TO ENCOURAGE AND TO PROMOTE PUBLIC INTEREST IN THE CAERNARFON TO PORTHMADOG RAILWAY (INCLUDING THE FORMER WELSH HIGHLAND RAILWAY) ("THE RAILWAY") GENERALLY AND IN ITS HISTORY, RESTORATION, OPERATION, RAILWAY LOCOMOTIVES AND ROLLING STOCK, MACHINERY AND EQUIPMENT OF HISTORICAL AND GENERAL INTEREST RELATING THERETO.

Activities: To encourage and to promote public interest in the Caernarfon to Porthmadog Railway (including the former Welsh Highland Railway) generally and in its history, restoration, operation, railway locomotives and rolling stock, machinery and equipment of historical and general interest relating thereto

Classification

- **How:** Makes Grants To Organisations, Provides Human Resources, Provides Advocacy/advice/information
- **What:** Education/training, Environment/conservation/heritage
- **Who:** Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- **Area of benefit:** THE CAERNARFON TO PORTHMADOC RAILWAY GENERALLY.
- Gwynedd

Finances

Period end	Income	Expenditure	Assets	Employees
2025-12-31	£147,027	£172,596	-	-
2024-12-31	£177,487	£140,711	-	-
2023-12-31	£139,420	£155,509	-	-
2022-12-31	£211,871	£286,504	-	-
2021-12-31	£143,907	£267,487	-	-
2020-12-31	£216,532	£125,431	-	-

Trustees

Name	Role	Appointed
Adrian Martin Strachan		2021-09-18
Benjamin Emmanuel McCormick		2022-09-17
David Nathaniel Jones		2023-09-16
Graham Edward Rumbelow		2025-04-27
Ian Ronald King		2018-10-06
Joanna Mary Charles		2022-09-17
Mark William Gardner		2018-10-06
Roger David Bentley		2024-09-14

CYMDEITHAS RHEILFFORDD ERYRI

England & Wales - Charity number 1094938

Accounts

REGISTERED COMPANY NUMBER: 03157171 (England and Wales)
REGISTERED CHARITY NUMBER: 1094938

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025
FOR
CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

Williams Denton Cyf
Chartered Certified Accountants
Glaslyn
Ffordd y Parc
Parc Menai
Bangor
Gwynedd
LL57 4FE

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

	Page
Report of the Trustees	1 to 6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9 to 10
Notes to the Financial Statements	11 to 18
Detailed Statement of Financial Activities	19 to 20

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2025**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2025. The trustees have adopted the provisions of 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

Objectives and aims

The charitable company is established for the advancement of the education of the public by encouraging and promoting public interest in the Caernarfon to Porthmadog Railway including the former Welsh Highland Railway (the WHR) which closed in the 1930s. This includes its history, restoration, operation, railway locomotives and rolling stock, machinery and equipment of historical and general interest.

The WHR is owned and operated by the Festiniog Railway Company (the Company). The Society's members play a leading part in the maintenance, development and operation of the WHR.

The most significant proportion of the Society's work involves sponsoring and funding projects around the railway. These range from the more obvious things such as the restoration of locomotives such as NG15 No134 Kalahari, together with the maintenance and improvement of the track, through to less glamorous tasks such as the construction of station signs and other furniture.

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2025**

ACHIEVEMENTS AND PERFORMANCE

Charitable activities

2025 saw the Society continue to pursue its charitable objectives.

In conjunction with the Festiniog Railway Company the Society hosted a successful AGM weekend in September 2025. NG15 No134 Kalahari hauled a special train for supporters of the project.

In February we were sorry to receive Sharon Gregory's resignation as a Director. The board co-opted Graham Rumbelow in her place and that appointment was ratified by the membership at the AGM. We are grateful to Sharon for her hard work as a Director and are very pleased to welcome Graham.

We also received the resignation of our Company Secretary Andrew Yale. Ian Dunsire has been appointed in his stead and we very much appreciate his experience and hard work.

Towards the close of the 2025 season, Society directors again joined colleagues from the Ffestiniog Railway Society to support the Company's Bygones Weekend. Recognising the common aim of supporting the ongoing maintenance, development and running of the Welsh Highland and the Ffestiniog Railways, Directors from both societies meet regularly and share examples of good practice and innovation.

The Society was again pleased to work alongside the Company staff in the planning and running of Santa trains. After many years of successful operation we are now frequently welcoming the children of parents who themselves were passengers when they were children. In addition to the recruitment of volunteer elves, who collectively contributed many hours of volunteer time, teams of other volunteers were on hand to prepare and pack gifts, to welcome and entertain children and families and to clean the trains in preparation for afternoon trips. For many local families, trips on our bilingual Welsh and English language Santa trains are now an unmissable part of their Christmas, and, for the Society, an ideal opportunity to promote local interest in the Railway, its history and locomotives. Several members of the Society Board volunteered over the Santa weekends as footplate crew, guards, station hosts and "head Elf". Unfortunately a landslip near Waunfawr caused several trains to run only as far as Tryfan Junction.

These activities are only possible because of our volunteers and a vital aspect of the Society's purpose is to support and encourage volunteering. In addition to the many members who have supported the Company through individual volunteering as locomotive crew and Guards, in Permanent Way and customer service roles (such as hosts and stewards in stations and on trains), regular working parties have been co-ordinated. Groups such as the Black Hand Gang, Tuesday Gang and the Tuesday Engineering Gang provided vital input throughout the year into maintenance on and around the track and at Dinas works and locomotive shed. Often all too unsung are the volunteers who perform the Society's administration; the membership secretaries, the treasurer and editor. Their valuable work allows the Society to deliver its objectives without incurring significant expense. Excluding the cost of printing and circulating The Snowdon Ranger the Society's expenses amount just over 6% of our income. During the year our long serving treasurer Steve Cheeseman handed over to his replacement Dave Aston. We are immensely grateful to Steve for his commitment and diligence over the years and wish him well. We know he remains available to offer support, and look forward to working with Dave.

Restoration of NG15 No134 Kalahari has been a major focus of the Society's activities for over a decade and a half. This project has been carried out by a mixed team of volunteers and locally employed Festiniog Railway Company staff. Society funding now exceeds three quarters of a million pounds. After further testing the locomotive entered limited revenue service in 2025 and it is expected that the locomotive will take a full place in the railway's locomotive fleet during 2026.

The Society Board was delighted to see work continue on the long awaited third class carriage 2050. This project, estimated to cost something approaching £200,000, is fully funded by donations to the Society and should enter service in 2026. This will be the fourth new carriage paid for by the Society over a decade and a half at a total cost of over £650,000.

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2025**

The appeal to support refurbishment and modifications to the Combination Car number 1001 did not raise as much as hoped, including donations, Gift Aid and transfers from general funds £17,925 has been allocated to this project.

The money given for improved facilities for the Welsh Highland locomotive based at Boston Lodge is ring fenced and will only be used for WHR loco facilities at Boston Lodge as originally intended.

The Society has been able to provide continuing support to volunteers who travel from a distance through its "Station View" accommodation at Dinas, which incorporates single and twin rooms, a fully fitted kitchen and comfortable sitting room. Space is also provided for caravans or motorhomes with electrical hook-up points and water taps. Rates have been maintained at existing levels to ensure affordability for all. 399 bed night stays were logged in the course of 2025.

Four issues of the Society's journal, The Snowdon Ranger, were published during the year, continuing the aim of keeping members up to date with what is happening on and around the Railway. Occasional articles on the history of the Railway and other associated topics have also been included. Towards the end of the year it was announced that publication of The Snowdon Ranger would move towards electronic formats although paper copies would remain available to members who request it. This move will save a large proportion of the printing and distribution costs releasing funds to support the Society's charitable purpose.

Throughout 2025 work continued to update the Society's systems and processes. Work continued at an accelerated pace developing a new on-line membership system. Our thanks go to Society Director Mark Gardner for his many hours work designing and constructing the new system in conjunction with HOPS.

Fundraising activities

2025 saw the continued appeal to raise funds for the restoration of NG15 No134 Kalahari realise a further £11,966. This figure includes cash donations received through the highly successful on train envelopes and the leftover currency initiative as well as Gift Aid.

The appeal to raise funds for refurbishment and modifications to the Combination Car number 1001 to provide improved facilities for Permanent Way teams raised £10,555 including Gift Aid. This was less than anticipated and may reflect increasing financial pressure on our donors and supporters.

FINANCIAL REVIEW

Financial position

The main sources of funds since the Society's inception have been subscriptions, donations and bequests received from its members and other supporters.

During 2025 the Society donated £138,741 to the Company (2024: £105,380) as part of its objective to promote and support the WHR. The donations during 2025 related mostly to carriage 2050 with continued expenditure on locomotive 134 Kalahari.

At year end Society held Total Funds of £473,727 of which £33,348 represented Restricted Funds and £401,045 various Designated Funds leaving £39,334 in unallocated General Funds.

Reserves policy

The Society's policy is to maintain an adequate reserve so as to enable it to discharge its charitable objectives, meet its ongoing day to day requirements, and maintain general funds to meet its obligations for committed WHR projects. The Finance Director conducts regular reviews of current cash balances and projected cash flow for the forthcoming three years and reports accordingly to the board.

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2025**

FUTURE PLANS

The Society will continue its work supporting the development of the Welsh Highland Railway and be a sponsor for a variety of new projects and continuing to support long term aims and projects. In particular in 2026 the Society hopes to complete the project to restore NG15 No134 Kalahari and see the locomotive enter full revenue service and also see construction of carriage 2050 completed. We are working with the Company to further develop plans for improved locomotive facilities at Boston Lodge and also continue refurbishment of the Combination car 1001. We will be supporting the project to refurbish carriage 2090.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Society is controlled by its governing document, the Memorandum & Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006 and is a registered charity as defined by the Charities Act 2011.

Board meetings, recruitment and appointment

The Society trustees held regular meetings during the year which were attended by Society directors & officers, and on occasion, representatives of the Company and trustees of The Ffestiniog and Welsh Highland Railways Trust (The Trust).

All trustees are elected for a period of 3 years and may offer themselves for re-election every three years.

Wider network

No one person or body related to the Society (by this we refer to the Company, the Trust and associated companies) has the entitlement to appoint any of the Charity's trustees. The Society's trustees are only appointed by the members of the Society.

The Society's relationships with its related parties do not directly impact the operating policies adopted by it as no related party can impose a policy decision or change upon it. The Society's role is to support the WHR and it does this mainly by contributing financially to duly considered requests for funds from related parties in the furtherance of those activities and objectives.

Related parties, Remuneration and Expenses Policy

The trustees consider the Society's key management team to comprise of the board of trustees and the senior officers as they are tasked with directing and controlling the operations of the Society on a day-to-day basis. There were no directors' remuneration, expenses or related party transactions in the year, and this confirmation is also disclosed by way of a statutory note in the accounts.

Risk management

The trustees have a duty to identify and review the risks to which the Society is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03157171 (England and Wales)

Registered Charity number

1094938

Registered office

Station View
Dinas
Caernarfon
LL54 5UB

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2025**

Trustees

I R King
M W Gardner
A M Strachan
B E McCormick
Ms J M Charles
S Gregory (resigned 15.2.25)
D N Jones
R D Bentley
C M Lovegrove
G E Rumbelow (appointed 27.4.25)

Company Secretary

I M Dunsire

Independent Examiner

Williams Denton Cyf
Chartered Certified Accountants
Glaslyn
Ffordd y Parc
Parc Menai
Bangor
Gwynedd
LL57 4FE

Bankers

Barclays Bank plc
Leicester
LE87 2BB

Metro Bank
One Southampton Row
London
WC1B 5HA

Officers

Richard Watson - Membership Secretary.
Bob Zeepvat - Editor of The Snowdon Ranger.
Dave Russell - Archivist.
Dave Aston - Treasurer.
Dave Kent - President.
Cedric Lodge - Vice President.
Stuart McNair - Vice President.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2025**

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

Approved by order of the board of trustees on18/4/26..... and signed on its behalf by:


.....
I R King - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF CYMDEITHAS RHEILFFORDD ERYRI

Independent examiner's report to the trustees of Cymdeithas Rheilffordd Eryri ('the Company')

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

Responsibilities and basis of report

As the charity's 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

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:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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 accounts to be reached.



Mr Martin Barrett FCCA, CTA

Williams Denton Cyf
Chartered Certified Accountants
Glaslyn
Ffordd y Parc
Parc Menai
Bangor
Gwynedd
LL57 4FE

Date:

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2025

	Notes	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
INCOME FROM					
Donations and legacies		27,370	2,249	29,619	34,008
Charitable activities					
Accommodation		3,959	-	3,959	5,242
Subscriptions and Appeals		89,279	9,837	99,116	126,215
Other trading activities	2	1,133	1,117	2,250	740
Investment income	3	12,083	-	12,083	11,282
Total		133,824	13,203	147,027	177,487
EXPENDITURE ON					
Charitable activities					
General		-	1,207	1,207	-
Donations to the Festiniog Railway Company		120,838	17,903	138,741	105,380
Accommodation		3,943	-	3,943	4,674
Printing, stationery, postage etc		24,522	-	24,522	26,885
Governance and support		4,183	-	4,183	3,772
Total		153,486	19,110	172,596	140,711
NET INCOME/(EXPENDITURE)		(19,662)	(5,907)	(25,569)	36,776
Transfers between funds	12	(5,000)	5,000	-	-
Net movement in funds		(24,662)	(907)	(25,569)	36,776
RECONCILIATION OF FUNDS					
Total funds brought forward		465,041	34,255	499,296	462,520
TOTAL FUNDS CARRIED FORWARD		440,379	33,348	473,727	499,296

The notes form part of these financial statements

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

BALANCE SHEET
31 DECEMBER 2025

	Notes	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
FIXED ASSETS					
Tangible assets	7	230,700	-	230,700	230,700
Investments	8	1	-	1	1
		<u>230,701</u>	<u>-</u>	<u>230,701</u>	<u>230,701</u>
CURRENT ASSETS					
Debtors	9	9,050	1,103	10,153	14,874
Cash at bank		308,142	36,169	344,311	336,877
		<u>317,192</u>	<u>37,272</u>	<u>354,464</u>	<u>351,751</u>
CREDITORS					
Amounts falling due within one year	10	(76,154)	(3,924)	(80,078)	(56,878)
		<u>241,038</u>	<u>33,348</u>	<u>274,386</u>	<u>294,873</u>
NET CURRENT ASSETS					
		<u>241,038</u>	<u>33,348</u>	<u>274,386</u>	<u>294,873</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>471,739</u>	<u>33,348</u>	<u>505,087</u>	<u>525,574</u>
CREDITORS					
Amounts falling due after more than one year	11	(31,360)	-	(31,360)	(26,278)
		<u>440,379</u>	<u>33,348</u>	<u>473,727</u>	<u>499,296</u>
NET ASSETS		<u>440,379</u>	<u>33,348</u>	<u>473,727</u>	<u>499,296</u>
FUNDS	12				
Unrestricted funds				440,379	465,041
Restricted funds				33,348	34,255
TOTAL FUNDS				<u>473,727</u>	<u>499,296</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2025.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2025 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each 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 charitable company.

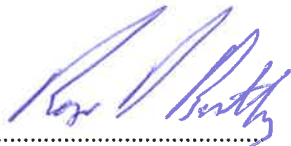
The notes form part of these financial statements

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

**BALANCE SHEET - continued
31 DECEMBER 2025**

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

The financial statements were approved by the Board of Trustees and authorised for issue on 18/4/26 and were signed on its behalf by:



.....
R D Bentley - Trustee



.....
I R King - Trustee

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, 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 financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Fixed assets are capitalised if they cost more than £1,000 and are deemed to have a useful life of more than five years. Once capitalised, qualifying assets are disclosed in line with the following policies, which the trustees have deemed appropriate in order for the financial statements to reflect a 'true and fair view'.

Freehold property

Station View, was acquired in 2017 for the purpose of providing low cost accommodation to railway volunteers, with this being one of the Society's primary objectives. The requirements are that a tangible fixed asset, less its residual value, must be depreciated on a systematic basis over its useful economic life, however the trustees are of the view that the property has a high residual value, which will remove the need for depreciation to be charged. Instead, an annual impairment review will be undertaken and a full revaluation will be carried out on a rolling 5 year basis, with the next revaluation being due to be reported in the 31 December 2026 financial statements.

The annual impairment review, coupled with a rolling 5 year revaluation policy is deemed to be sufficient to ensure that the departure from the Charities SORP (FRS 102), FRS 102 (effective 1 January 2019) and Companies Act 2006 requirements are not material in nature.

The historical railway assets

Those recognised at a cost are comprised of a signal box sign, a model locomotive and the Nantlle map. Although these might be considered as historically important to the railway, they are not currently considered to be heritage assets. No depreciation is provided with regards these assets, as its affect upon the financial statements is again deemed to be immaterial.

These departures from accounting standards, believed by the trustees to be necessary for a 'true and fair view' to be reported, are not deemed to be material with regard their affect upon the financial statements.

Taxation

The charity is exempt from corporation tax on its charitable activities.

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2025**

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. OTHER TRADING ACTIVITIES

	2025	2024
	£	£
Sales	1,117	192
Advertising revenue	1,133	548
	<u>2,250</u>	<u>740</u>

3. INVESTMENT INCOME

	2025	2024
	£	£
Interest	<u>12,083</u>	<u>11,282</u>

4. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2025	2024
	£	£
Accountancy fees	<u>2,490</u>	<u>2,435</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2025 nor for the year ended 31 December 2024.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2025 nor for the year ended 31 December 2024.

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2025

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME FROM			
Donations and legacies	28,845	5,163	34,008
Charitable activities			
Accommodation	5,242	-	5,242
Subscriptions and Appeals	104,036	22,179	126,215
Other trading activities	740	-	740
Investment income	11,282	-	11,282
Total	150,145	27,342	177,487
EXPENDITURE ON			
Charitable activities			
Donations to the Festiniog Railway Company	18,109	87,271	105,380
Accommodation	4,674	-	4,674
Printing, stationery, postage etc	26,885	-	26,885
Governance and support	3,772	-	3,772
Total	53,440	87,271	140,711
NET INCOME/(EXPENDITURE)	96,705	(59,929)	36,776
Transfers between funds	(60,673)	60,673	-
Net movement in funds	36,032	744	36,776
RECONCILIATION OF FUNDS			
Total funds brought forward	429,009	33,511	462,520
TOTAL FUNDS CARRIED FORWARD	465,041	34,255	499,296

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2025

7. TANGIBLE FIXED ASSETS

	Freehold property £	Dinas signal box sign £	Model Locomotive £	Nantlle map £	Totals £
COST					
At 1 January 2025 and 31 December 2025	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>
NET BOOK VALUE					
At 31 December 2025	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>
At 31 December 2024	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>

8. FIXED ASSET INVESTMENTS

	Unlisted investments £
MARKET VALUE	
At 1 January 2025 and 31 December 2025	<u>1</u>
NET BOOK VALUE	
At 31 December 2025	<u>1</u>
At 31 December 2024	<u>1</u>

There were no investment assets outside the UK.

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025 £	2024 £
Trade debtors	69	2,715
Gift aid claims	6,741	6,521
Bequests	-	1
Other debtors	3,343	5,637
	<u>10,153</u>	<u>14,874</u>

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2025

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Trade creditors	49,668	25,224
Accruals and deferred income	30,410	31,654
	80,078	56,878

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2025	2024
	£	£
Accruals and deferred income	31,360	26,278

12. MOVEMENT IN FUNDS

	At 1.1.25	Net movement in funds	Transfers between funds	At 31.12.25
	£	£	£	£
Unrestricted funds				
General fund	5,691	89,260	(55,617)	39,334
Historical railway assets fund	700	-	-	700
Station View property fund	247,479	16	-	247,495
Smaller project allocation fund	12,593	(16,172)	10,247	6,668
Third class saloon appeal fund	157,403	(103,416)	33,000	86,987
Boston Lodge Road 8 appeal fund	41,175	95	-	41,270
Infrastructure Car 1001 fund	-	10,555	7,370	17,925
	465,041	(19,662)	(5,000)	440,379
Restricted funds				
NG15 project	624	(5,028)	5,000	596
K1 project	33,631	(879)	-	32,752
	34,255	(5,907)	5,000	33,348
TOTAL FUNDS	499,296	(25,569)	-	473,727

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2025

12. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	117,965	(28,705)	89,260
Station View property fund	3,959	(3,943)	16
Smaller project allocation fund	-	(16,172)	(16,172)
Third class saloon appeal fund	1,250	(104,666)	(103,416)
Boston Lodge Road 8 appeal fund	95	-	95
Infrastructure Car 1001 fund	10,555	-	10,555
	<u>133,824</u>	<u>(153,486)</u>	<u>(19,662)</u>
Restricted funds			
NG15 project	13,082	(18,110)	(5,028)
K1 project	121	(1,000)	(879)
	<u>13,203</u>	<u>(19,110)</u>	<u>(5,907)</u>
TOTAL FUNDS	<u>147,027</u>	<u>(172,596)</u>	<u>(25,569)</u>

Comparatives for movement in funds

	At 1.1.24 £	Net movement in funds £	Transfers between funds £	At 31.12.24 £
Unrestricted funds				
General fund	6,902	83,070	(84,281)	5,691
Historical railway assets fund	700	-	-	700
Station View property fund	246,910	569	-	247,479
Smaller project allocation fund	13,820	(8,512)	7,285	12,593
Third class saloon appeal fund	150,025	(9,597)	16,975	157,403
Dinas facilities contingency fund	652	-	(652)	-
Boston Lodge Road 8 appeal fund	10,000	31,175	-	41,175
	<u>429,009</u>	<u>96,705</u>	<u>(60,673)</u>	<u>465,041</u>
Restricted funds				
NG15 project	-	(60,049)	60,673	624
K1 project	33,511	120	-	33,631
	<u>33,511</u>	<u>(59,929)</u>	<u>60,673</u>	<u>34,255</u>
TOTAL FUNDS	<u>462,520</u>	<u>36,776</u>	<u>-</u>	<u>499,296</u>

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2025

12. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	113,728	(30,658)	83,070
Station View property fund	5,242	(4,673)	569
Smaller project allocation fund	-	(8,512)	(8,512)
Third class saloon appeal fund	-	(9,597)	(9,597)
Boston Lodge Road 8 appeal fund	31,175	-	31,175
	<u>150,145</u>	<u>(53,440)</u>	<u>96,705</u>
Restricted funds			
NG15 project	27,222	(87,271)	(60,049)
K1 project	120	-	120
	<u>27,342</u>	<u>(87,271)</u>	<u>(59,929)</u>
TOTAL FUNDS	<u>177,487</u>	<u>(140,711)</u>	<u>36,776</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.24 £	Net movement in funds £	Transfers between funds £	At 31.12.25 £
Unrestricted funds				
General fund	6,902	172,330	(139,898)	39,334
Historical railway assets fund	700	-	-	700
Station View property fund	246,910	585	-	247,495
Smaller project allocation fund	13,820	(24,684)	17,532	6,668
Third class saloon appeal fund	150,025	(113,013)	49,975	86,987
Dinas facilities contingency fund	652	-	(652)	-
Boston Lodge Road 8 appeal fund	10,000	31,270	-	41,270
Infrastructure Car 1001 fund	-	10,555	7,370	17,925
	<u>429,009</u>	<u>77,043</u>	<u>(65,673)</u>	<u>440,379</u>
Restricted funds				
NG15 project	-	(65,077)	65,673	596
K1 project	33,511	(759)	-	32,752
	<u>33,511</u>	<u>(65,836)</u>	<u>65,673</u>	<u>33,348</u>
TOTAL FUNDS	<u>462,520</u>	<u>11,207</u>	<u>-</u>	<u>473,727</u>

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2025**

12. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	231,693	(59,363)	172,330
Station View property fund	9,201	(8,616)	585
Smaller project allocation fund	-	(24,684)	(24,684)
Third class saloon appeal fund	1,250	(114,263)	(113,013)
Boston Lodge Road 8 appeal fund	31,270	-	31,270
Infrastructure Car 1001 fund	10,555	-	10,555
	<u>283,969</u>	<u>(206,926)</u>	<u>77,043</u>
Restricted funds			
NG15 project	40,304	(105,381)	(65,077)
K1 project	241	(1,000)	(759)
	<u>40,545</u>	<u>(106,381)</u>	<u>(65,836)</u>
TOTAL FUNDS	<u><u>324,514</u></u>	<u><u>(313,307)</u></u>	<u><u>11,207</u></u>

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2025.

14. EVENTS SINCE THE END OF THE YEAR

There have been no events since the balance sheet date that require disclosure.

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2025**

	2025 £	2024 £
INCOME		
Donations and legacies		
Donations and legacies	7,559	9,140
Gift aid	22,060	24,868
	29,619	34,008
Other trading activities		
Sales	1,117	192
Advertising revenue	1,133	548
	2,250	740
Investment income		
Interest	12,083	11,282
Charitable activities		
Annual subscriptions	70,006	69,580
Life membership	7,088	6,990
Diamond appeal	2,492	2,150
Station view income	3,959	5,242
NG15 income	9,740	22,083
K1 income	97	96
Third class saloon	1,000	-
Boston Lodge Road 8 appeal	40	25,316
Infrastructure Car 1001 fund	8,653	-
	103,075	131,457
Total incoming resources	147,027	177,487
EXPENDITURE		
Charitable activities		
Postage and stationery	24,522	26,885
Sundries	1,540	426
K1	1,000	-
NG15	16,903	87,271
Third class saloon	104,666	9,597
Other projects	16,172	8,512
Property costs	3,943	4,674
	168,746	137,365

This page does not form part of the statutory financial statements

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2025

	2025 £	2024 £
Support costs		
Management		
AGM expenses	500	475
Finance		
Bank charges	860	436
Governance costs		
Accountants fees	2,490	2,435
Total resources expended	172,596	140,711
Net (expenditure)/income	(25,569)	36,776

This page does not form part of the statutory financial statements

CYMDEITHAS RHEILFFORDD ERYRI

England & Wales - Charity number 1094938

Accounts

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024
FOR
CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

Williams Denton Cyf
Chartered Certified Accountants
Glaslyn
Ffordd y Parc
Parc Menai
Bangor
Gwynedd
LL57 4FE

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

	Page
Report of the Trustees	1 to 6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9 to 10
Notes to the Financial Statements	11 to 18
Detailed Statement of Financial Activities	19 to 20

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2024. The trustees have adopted the provisions of 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

Objectives and aims

The charitable company is established for the advancement of the education of the public by encouraging and promoting public interest in the Caernarfon to Porthmadog Railway including the former Welsh Highland Railway (the WHR) which closed in the 1930s. This includes its history, restoration, operation, railway locomotives and rolling stock, machinery and equipment of historical and general interest.

The WHR is owned and operated by the Festiniog Railway Company (the Company). The Society's members play a leading part in the maintenance, development and operation of the WHR.

The most significant proportion of the Society's work involves sponsoring and funding projects around the railway. These range from the more obvious things such as the restoration of locomotives such as NG15 No134 Kalahari, together with the maintenance and improvement of the track, through to less glamorous tasks such as the construction of station signs and other furniture.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

ACHIEVEMENT AND PERFORMANCE

Charitable activities

2024 saw the Society continue to pursue its charitable objectives.

In conjunction with the Festiniog Railway Company the Society hosted a successful AGM weekend in September 2024 with NG15 No134 Kalahari on display in steam and available for footplate rides and a special train for members and guests hauled by the first Garratt locomotive K1.

The AGM saw the retirement of two long serving Directors, Dafydd Thomas and Elwyn Jones, both joined the Board as long ago as 2000 with Dafydd being Chairman for 14 years. Their commitment and experience will be much missed and the Board thanks them on behalf of the Society and the railway generally. Roger Bentley and Caleb Lovegrove were welcomed to the Board, both are experienced footplate volunteers and Roger is also a Director of the Ffestiniog Railway Society. These changes mean that seven of the nine directors have been elected in the last four years. We have lost experience but gained fresh perspectives.

Also during the year our Honorary Archivist, Gareth Haulfryn Williams, informed us he wanted to retire from office. The Society's Board thanks him for many years' hard work on our behalf. We were very fortunate that a volunteer quickly offered to fill the vacancy and Dave Russell, who many of our members will already know from his work as a platform host and Boston Lodge guide, was appointed. We very much look forward to working with Dave.

Towards the close of the 2024 season, Society Directors again joined colleagues from the Ffestiniog Railway Society to support the Company's Bygones Weekend. Recognising the common aim of supporting the ongoing maintenance, development and running of the Welsh Highland and the Ffestiniog Railways, Directors from both Societies now share examples of good practice and innovation.

The Society was again pleased to work alongside the Company staff in the planning and running of Santa trains. After many years of successful operation we are now frequently welcoming the children of parents who themselves were passengers when they were children. In addition to the recruitment of volunteer elves, who collectively contributed many hours of volunteer time, teams of other volunteers were on hand to prepare and pack gifts, to welcome and entertain children and families and to clean the trains in preparation for afternoon trips. For many local families, trips on our bilingual Welsh and English language Santa trains are now an unmissable part of their Christmas, and, for the Society, an ideal opportunity to promote local interest in the Railway, its history and locomotives. Unfortunately the first weekend of 2024's Santa trains was affected by Storm Darragh resulting in the cancellation of the Saturday trains. A herculean effort by the railway's staff and volunteers allowed the Sunday to proceed as planned.

These activities are only possible because of our volunteers and a vital aspect of the Society's purpose is to support and encourage volunteering. In addition to the many members who have supported the Company through individual volunteering as locomotive crew and Guards, in Permanent Way and customer service roles (such as hosts and stewards in stations and on trains), regular working parties have been co-ordinated. Groups such as the Black Hand Gang, Tuesday Gang and the Tuesday Engineering Gang provided vital input throughout the year into maintenance on and around the track and at Dinas works and locomotive shed. Often all too unsung are the volunteers who perform the Society's administration; the membership secretaries, the treasurer and editor. Their valuable work allows the Society to deliver its objectives without incurring significant expense. Excluding the cost of printing and circulating The Snowdon Ranger the Society's expenses amount just over 2% of our voluntary income.

A significant focus of volunteer activity for many years has been the ongoing restoration of NG15 No134 Kalahari. Significant volunteer hours were put in between January and December 2024. The skill base of the volunteer group continued to expand through a mix of training and on-the-job experience. As well as the volunteers, work was carried out by locally employed Festiniog Railway Company staff. This work was funded by the Society which has now spent over £747,000 on the project. Members, guests and visitors were able to see the locomotive in steam in September, and enjoy footplate rides, and a series of test trains were worked along the Welsh Highland Railway. It is anticipated that the locomotive will enter service in 2025.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

The Society Board was delighted to see work on the long awaited third class carriage, 2050, begin. This project, estimated to cost something approaching £200,000, is fully funded by donations to the Society and should enter service in 2026. This will be the fourth new carriage paid for by the Society over a decade and a half at a total cost of over £650,000.

The appeal for improved facilities for the Welsh Highland locomotive based at Boston Lodge went very well and we were able to allocate over £41,000 to this project. However the building adjacent to Road 8 has been found to be in better condition than expected and this results in a radical redesign of the proposed facilities. The money given for this project is ring fenced and will only be used for WHR loco facilities at Boston Lodge as originally intended.

The Society has been able to provide continuing support to volunteers who travel from a distance through its "Station View" accommodation at Dinas, which incorporates single or twin rooms, a fully fitted kitchen and comfortable sitting room. Space is also provided for caravans or motorhomes with electrical hook-up points and water taps. Rates have been maintained at existing levels to ensure affordability for all.

Four issues of the Society's journal, The Snowdon Ranger, were published during the year, continuing the aim of keeping members up to date with what is happening on and around the Railway. Occasional articles on the history of the Railway and other associated topics have also been included.

Throughout 2024 work continued to re-design and update the Society's communications. Regular posting of news and stories on social media has seen a significant increase in interest, and our vibrant new website was launched during 2024. Our thanks go to Society Directors Ben McCormick and Mark Gardner for their many hours work designing and constructing the new website. Thanks also go to our retiring webmasters Dave Tidy and Laurence Armstrong for their many years looking after our old website.

Fundraising activities

2024 saw the continued appeal to raise funds for the restoration of NG15 No134 Kalahari realise a further £27,222. This figure includes cash donations received through the highly successful on train envelopes and the leftover currency initiative as well as Gift Aid.

The appeal to raise funds for improved locomotive servicing facilities at Boston Lodge raised £31,175 including Gift Aid.

FINANCIAL REVIEW

Financial position

The main sources of funds since the Society's inception have been subscriptions, donations and bequests received from its members and other supporters.

During 2024 the Society donated £105,380 to the Company (2023: £116,566) as part of its objective to promote and support the WHR. The donations during 2024 related mostly to the NG15 refurbishment.

During the year to December 2020 the Society made short term, interest free loans totalling £400,000 to the Company. These were to assist it with the then usual need for cash in the winter months and also to assist it in dealing with the exceptional cash flow issues resulting from the coronavirus restrictions put in place by the Welsh Government. In 2024 the Society converted the remaining loan balance of £17,434 into donations to the Company.

Reserves policy

The Society's policy is to maintain an adequate reserve so as to enable it to discharge its charitable objectives, meet its ongoing day to day requirements, and maintain general funds to meet its obligations for committed WHR projects. The Society's Chair, Finance Director and Treasurer conduct regular reviews of current cash balances and projected cash flow for the forthcoming three years and report accordingly to the Board.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

FUTURE PLANS

The Society will continue its work supporting the development of the Welsh Highland Railway and be a sponsor for a variety of new projects and continuing to support long term aims and projects. In particular in 2025 the Society hopes to complete the project to restore NG15 No134 Kalahari, proceed with construction of carriage 2050 and will be supporting the projects to provide improved servicing facilities for Welsh Highland locomotives operating out of Boston Lodge and improved facilities and equipment for infrastructure staff and volunteers.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Society is controlled by its governing document, the Memorandum & Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006 and is a registered charity as defined by the Charities Act 2011.

Board meetings, recruitment and appointment

The Society trustees held regular meetings during the year which were attended by Society directors & officers, and on occasion, representatives of the Company and trustees of The Ffestiniog and Welsh Highland Railways Trust (The Trust).

All trustees are elected for a period of 3 years and may offer themselves for re-election every three years.

Wider network

No one person or body related to the Society (by this we refer to the Company, the Trust and associated companies) has the entitlement to appoint any of the Charity's trustees. The Society's trustees are only appointed by the members of the Society.

The Society's relationships with its related parties do not directly impact the operating policies adopted by it as no related party can impose a policy decision or change upon it. The Society's role is to support the WHR and it does this mainly by contributing financially to duly considered requests for funds from related parties in the furtherance of those activities and objectives.

Related parties, Remuneration and Expenses Policy

The trustees consider the Society's key management team to comprise of the board of trustees and the senior officers as they are tasked with directing and controlling the operations of the Society on a day-to-day basis. There were no directors' remuneration, expenses or related party transactions in the year, and this confirmation is also disclosed by way of a statutory note in the accounts.

Risk management

The trustees have a duty to identify and review the risks to which the Society is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03157171 (England and Wales)

Registered Charity number

1094938

Registered office

Station View
Dinas
Caernarfon
LL54 5UB

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

Trustees

D H Thomas (resigned 14.9.24)
I R King
E Jones (resigned 14.9.24)
M W Gardner
A M Strachan
B E McCormick
J M Charles
S Gregory
D N Jones
R D Bentley (appointed 14.9.24)
C M Lovegrove (appointed 14.9.24)

Company Secretary

A Yale

Independent Examiner

Williams Denton Cyf
Chartered Certified Accountants
Glaslyn
Ffordd y Parc
Parc Menai
Bangor
Gwynedd
LL57 4FE

Bankers

Barclays Bank plc
Leicester
LE87 2BB

Metro Bank
One Southampton Row
London
WC1B 5HA

Officers

Richard Watson - Membership Secretary.
Bob Zeepvat - Editor of The Snowdon Ranger.
Dave Russell - Archivist.
Stephen Cheeseman - Treasurer
Dave Kent - President.
Cedric Lodge - Vice President.
Stuart McNair - Vice President

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

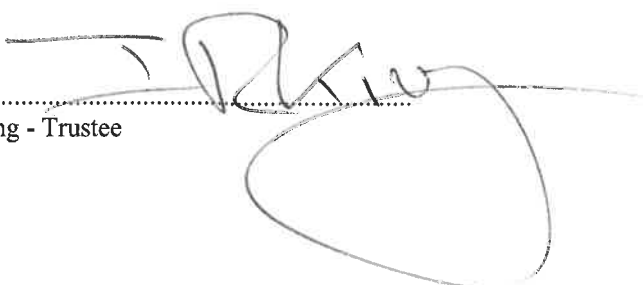
Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those 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 judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

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

Approved by order of the board of trustees on 27/4/25 and signed on its behalf by:


.....
I R King - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
CYMDEITHAS RHEILFFORDD ERYRI**

Independent examiner's report to the trustees of Cymdeithas Rheilffordd Eryri ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2024.

Responsibilities and basis of report

As the charity's 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

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:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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 accounts to be reached.



Mr Martin Barrett FCCA, CTA, MAAT

Williams Denton Cyf
Chartered Certified Accountants
Glaslyn
Ffordd y Parc
Parc Menai
Bangor
Gwynedd
LL57 4FE

Date:15/5/2025.....

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024

		Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
	Notes				
INCOME FROM					
Donations and legacies		28,845	5,163	34,008	28,189
Charitable activities					
Accommodation		5,242	-	5,242	3,336
Subscriptions and Appeals		104,036	22,179	126,215	102,819
Other trading activities	2	740	-	740	1,075
Investment income	3	11,282	-	11,282	4,001
Total		150,145	27,342	177,487	139,420
EXPENDITURE ON					
Charitable activities					
Donations to the Festiniog Railway Company		18,109	87,271	105,380	116,566
Accommodation		4,674	-	4,674	3,781
Printing, stationery, postage etc		26,885	-	26,885	25,545
Governance and support		3,772	-	3,772	9,617
Total		53,440	87,271	140,711	155,509
NET INCOME/(EXPENDITURE)		96,705	(59,929)	36,776	(16,089)
Transfers between funds	13	(60,673)	60,673	-	-
Net movement in funds		36,032	744	36,776	(16,089)
RECONCILIATION OF FUNDS					
Total funds brought forward		429,009	33,511	462,520	478,609
TOTAL FUNDS CARRIED FORWARD		465,041	34,255	499,296	462,520

The notes form part of these financial statements

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

BALANCE SHEET
31 DECEMBER 2024

	Notes	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
FIXED ASSETS					
Tangible assets	7	230,700	-	230,700	230,700
Investments	8	1	-	1	1
		230,701	-	230,701	230,701
CURRENT ASSETS					
Debtors	9	12,844	2,030	14,874	31,766
Cash at bank		298,275	38,602	336,877	295,821
		311,119	40,632	351,751	327,587
CREDITORS					
Amounts falling due within one year	10	(50,501)	(6,377)	(56,878)	(40,162)
NET CURRENT ASSETS		260,618	34,255	294,873	287,425
TOTAL ASSETS LESS CURRENT LIABILITIES		491,319	34,255	525,574	518,126
CREDITORS					
Amounts falling due after more than one year	11	(26,278)	-	(26,278)	(55,606)
NET ASSETS		465,041	34,255	499,296	462,520
FUNDS	13				
Unrestricted funds				465,041	429,009
Restricted funds				34,255	33,511
TOTAL FUNDS				499,296	462,520

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2024.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2024 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each 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 charitable company.

The notes form part of these financial statements

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY**

**BALANCE SHEET - continued
31 DECEMBER 2024**

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

The financial statements were approved by the Board of Trustees and authorised for issue on 27/4/25 and were signed on its behalf by:



.....
R D Bentley - Trustee



.....
I R King - Trustee

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, 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 financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Fixed assets are capitalised if they cost more than £1,000 and are deemed to have a useful life of more than five years. Once capitalised, qualifying assets are disclosed in line with the following policies, which the trustees have deemed appropriate in order for the financial statements to reflect a 'true and fair view'.

Freehold property

Station View, was acquired in 2017 for the purpose of providing low cost accommodation to railway volunteers, with this being one of the Society's primary objectives. The requirements are that a tangible fixed asset, less its residual value, must be depreciated on a systematic basis over its useful economic life, however the trustees are of the view that the property has a high residual value, which will remove the need for depreciation to be charged. Instead, an annual impairment review will be undertaken and a full revaluation will be carried out on a rolling 5 year basis, with the next revaluation being due to be reported in the 31 December 2026 financial statements.

The annual impairment review, coupled with a rolling 5 year revaluation policy is deemed to be sufficient to ensure that the departure from the Charities SORP (FRS 102), FRS 102 (effective 1 January 2019) and Companies Act 2006 requirements are not material in nature.

The historical railway assets

Those recognised at a cost are comprised of a signal box sign, a model locomotive and the Nantlle map. Although these might be considered as historically important to the railway, they are not currently considered to be heritage assets. No depreciation is provided with regards these assets, as its affect upon the financial statements is again deemed to be immaterial.

These departures from accounting standards, believed by the trustees to be necessary for a 'true and fair view' to be reported, are not deemed to be material with regard their affect upon the financial statements.

Taxation

The charity is exempt from corporation tax on its charitable activities.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024**

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. OTHER TRADING ACTIVITIES

	2024	2023
	£	£
Sales	192	112
Advertising revenue	548	963
	<u>740</u>	<u>1,075</u>

3. INVESTMENT INCOME

	2024	2023
	£	£
Interest	11,282	4,001
	<u>11,282</u>	<u>4,001</u>

4. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2024	2023
	£	£
Auditors' remuneration	-	2,936
Other non-audit services	2,435	1,260
	<u>2,435</u>	<u>1,260</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2024 nor for the year ended 31 December 2023.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2024 nor for the year ended 31 December 2023.

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME FROM			
Donations and legacies	24,794	3,395	28,189
Charitable activities			
Accommodation	3,336	-	3,336
Subscriptions and Appeals	86,858	15,961	102,819
Other trading activities	1,075	-	1,075
Investment income	4,001	-	4,001
Total	<u>120,064</u>	<u>19,356</u>	<u>139,420</u>
EXPENDITURE ON			
Charitable activities			
Donations to the Festiniog Railway Company	7,185	109,381	116,566
Accommodation	3,781	-	3,781
Printing, stationery, postage etc	25,545	-	25,545
Governance and support	8,130	1,487	9,617
Total	<u>44,641</u>	<u>110,868</u>	<u>155,509</u>
NET INCOME/(EXPENDITURE)	75,423	(91,512)	(16,089)
Transfers between funds	<u>(89,644)</u>	<u>89,644</u>	<u>-</u>
Net movement in funds	(14,221)	(1,868)	(16,089)
RECONCILIATION OF FUNDS			
Total funds brought forward	443,230	35,379	478,609
TOTAL FUNDS CARRIED FORWARD	<u><u>429,009</u></u>	<u><u>33,511</u></u>	<u><u>462,520</u></u>

7. TANGIBLE FIXED ASSETS

	Freehold property £	Dinas signal box sign £	Model Locomotive £	Nantlle map £	Totals £
COST					
At 1 January 2024 and 31 December 2024	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>
NET BOOK VALUE					
At 31 December 2024	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>
At 31 December 2023	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

8. FIXED ASSET INVESTMENTS

	Unlisted investments £
MARKET VALUE	
At 1 January 2024 and 31 December 2024	<u>1</u>
NET BOOK VALUE	
At 31 December 2024	<u>1</u>
At 31 December 2023	<u>1</u>

There were no investment assets outside the UK.

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Trade debtors	8,352	8,489
Gift aid claims	6,521	5,842
Bequests	1	1
Company Loans	-	17,434
	<u>14,874</u>	<u>31,766</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Bank loans and overdrafts (see note 12)	-	19,612
Trade creditors	25,224	9,622
Accruals and deferred income	31,654	10,928
	<u>56,878</u>	<u>40,162</u>

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2024	2023
	£	£
Accruals and deferred income	<u>26,278</u>	<u>55,606</u>

12. LOANS

An analysis of the maturity of loans is given below:

	2024	2023
	£	£
Amounts falling due within one year on demand:		
Bank overdrafts	<u>-</u>	<u>19,612</u>

13. MOVEMENT IN FUNDS

	At 1.1.24	Net movement	Transfers	At
	£	in funds	between	31.12.24
	£	£	funds	£
Unrestricted funds				
General fund	6,902	83,070	(84,281)	5,691
Historical railway assets fund	700	-	-	700
Station View property fund	246,910	569	-	247,479
Smaller project allocation fund	13,820	(8,512)	7,285	12,593
Third class saloon appeal fund	150,025	(9,597)	16,975	157,403
Dinas facilities contingency fund	652	-	(652)	-
Boston Lodge Road 8 appeal fund	10,000	31,175	-	41,175
	<u>429,009</u>	<u>96,705</u>	<u>(60,673)</u>	<u>465,041</u>
Restricted funds				
NG15 project	-	(60,049)	60,673	624
K1 project	33,511	120	-	33,631
	<u>33,511</u>	<u>(59,929)</u>	<u>60,673</u>	<u>34,255</u>
TOTAL FUNDS	<u>462,520</u>	<u>36,776</u>	<u>-</u>	<u>499,296</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

13. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	113,727	(30,657)	83,070
Station View property fund	5,243	(4,674)	569
Smaller project allocation fund	-	(8,512)	(8,512)
Third class saloon appeal fund	-	(9,597)	(9,597)
Boston Lodge Road 8 appeal fund	31,175	-	31,175
	<u>150,145</u>	<u>(53,440)</u>	<u>96,705</u>
Restricted funds			
NG15 project	27,222	(87,271)	(60,049)
K1 project	120	-	120
	<u>27,342</u>	<u>(87,271)</u>	<u>(59,929)</u>
TOTAL FUNDS	<u>177,487</u>	<u>(140,711)</u>	<u>36,776</u>

Comparatives for movement in funds

	At 1.1.23 £	Net movement in funds £	Transfers between funds £	At 31.12.23 £
Unrestricted funds				
General fund	10,598	68,790	(72,486)	6,902
Historical railway assets fund	700	-	-	700
Station View property fund	244,578	(444)	2,776	246,910
Smaller project allocation fund	25,236	(6,831)	(4,585)	13,820
NG15 appeal	86	14,263	(14,349)	-
Third class saloon appeal fund	150,025	-	-	150,025
Dinas facilities contingency fund	11,652	-	(11,000)	652
Coronavirus appeal fund	355	(355)	-	-
Boston Lodge Road 8 appeal fund	-	-	10,000	10,000
	<u>443,230</u>	<u>75,423</u>	<u>(89,644)</u>	<u>429,009</u>
Restricted funds				
NG15 project	2,061	(91,705)	89,644	-
K1 project	33,318	193	-	33,511
	<u>35,379</u>	<u>(91,512)</u>	<u>89,644</u>	<u>33,511</u>
TOTAL FUNDS	<u>478,609</u>	<u>(16,089)</u>	<u>-</u>	<u>462,520</u>

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

13. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	102,465	(33,675)	68,790
Station View property fund	3,336	(3,780)	(444)
Smaller project allocation fund	-	(6,831)	(6,831)
NG15 appeal	14,263	-	14,263
Coronavirus appeal fund	-	(355)	(355)
	<u>120,064</u>	<u>(44,641)</u>	<u>75,423</u>
Restricted funds			
NG15 project	19,163	(110,868)	(91,705)
K1 project	193	-	193
	<u>19,356</u>	<u>(110,868)</u>	<u>(91,512)</u>
TOTAL FUNDS	<u>139,420</u>	<u>(155,509)</u>	<u>(16,089)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.23 £	Net movement in funds £	Transfers between funds £	At 31.12.24 £
Unrestricted funds				
General fund	10,598	151,860	(156,767)	5,691
Historical railway assets fund	700	-	-	700
Station View property fund	244,578	125	2,776	247,479
Smaller project allocation fund	25,236	(15,343)	2,700	12,593
NG15 appeal	86	14,263	(14,349)	-
Third class saloon appeal fund	150,025	(9,597)	16,975	157,403
Dinas facilities contingency fund	11,652	-	(11,652)	-
Coronavirus appeal fund	355	(355)	-	-
Boston Lodge Road 8 appeal fund	-	31,175	10,000	41,175
	<u>443,230</u>	<u>172,128</u>	<u>(150,317)</u>	<u>465,041</u>
Restricted funds				
NG15 project	2,061	(151,754)	150,317	624
K1 project	33,318	313	-	33,631
	<u>35,379</u>	<u>(151,441)</u>	<u>150,317</u>	<u>34,255</u>
TOTAL FUNDS	<u>478,609</u>	<u>20,687</u>	<u>-</u>	<u>499,296</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	216,192	(64,332)	151,860
Station View property fund	8,579	(8,454)	125
Smaller project allocation fund	-	(15,343)	(15,343)
NG15 appeal	14,263	-	14,263
Third class saloon appeal fund	-	(9,597)	(9,597)
Coronavirus appeal fund	-	(355)	(355)
Boston Lodge Road 8 appeal fund	31,175	-	31,175
	<u>270,209</u>	<u>(98,081)</u>	<u>172,128</u>
Restricted funds			
NG15 project	46,385	(198,139)	(151,754)
K1 project	313	-	313
	<u>46,698</u>	<u>(198,139)</u>	<u>(151,441)</u>
TOTAL FUNDS	<u>316,907</u>	<u>(296,220)</u>	<u>20,687</u>

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2024.

15. EVENTS SINCE THE END OF THE YEAR

Information relating to any events since the end of the year is given in the notes to the financial statements.

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024

	2024 £	2023 £
INCOME		
Donations and legacies		
Donations and legacies	9,140	7,338
Gift aid	24,868	20,851
	34,008	28,189
Other trading activities		
Sales	192	112
Advertising revenue	548	963
	740	1,075
Investment income		
Interest	11,282	4,001
Charitable activities		
Annual subscriptions	69,580	65,506
Life membership	6,990	7,460
Diamond appeal	2,150	2,236
Station view income	5,242	3,336
NG15 income	22,083	15,807
K1 income	96	154
NG15 appeal	-	11,656
Boston Lodge Road 8 appeal	25,316	-
	131,457	106,155
Total incoming resources	177,487	139,420
EXPENDITURE		
Charitable activities		
Postage and stationery	26,885	25,545
Sundries	426	3,474
NG15	87,271	109,380
Third class saloon	9,597	-
Other projects	8,512	7,186
Insurance	455	477
Heat & light	978	912
Rates & water	269	293
Cleaning & clearance	1,654	1,462
Repairs & renewals	1,148	478
Carried forward	137,195	149,207

This page does not form part of the statutory financial statements

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN AS
WELSH HIGHLAND RAILWAY SOCIETY

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024

	2024 £	2023 £
Charitable activities		
Brought forward	137,195	149,207
Licences	170	159
	137,365	149,366
Support costs		
Management		
AGM expenses	475	1,520
Finance		
Bank charges	436	-
Discounts	-	427
	436	427
Governance costs		
Auditors' remuneration	-	2,936
Auditors' remuneration for non audit work	2,435	1,260
	2,435	4,196
Total resources expended	140,711	155,509
Net income/(expenditure)	36,776	(16,089)

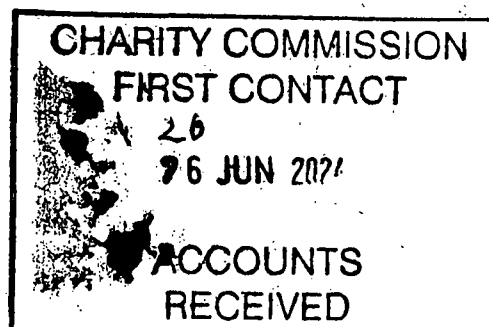
This page does not form part of the statutory financial statements

CYMDEITHAS RHEILFFORDD ERYRI

England & Wales - Charity number 1094938

Accounts

REGISTERED COMPANY NUMBER: 03157171 (England and Wales)
REGISTERED CHARITY NUMBER: 1094938



REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023
FOR
CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY

Williams Denton Cyf
Chartered Certified Accountants
Statutory Auditors
Glaslyn
Ffordd y Parc
Parc Menai
Bangor
Gwynedd
LL57 4FE

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY**

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Page
Report of the Trustees	1 to 7
Report of the Independent Auditors	8 to 10
Statement of Financial Activities	11
Balance Sheet	12 to 13
Notes to the Financial Statements	14 to 21
Detailed Statement of Financial Activities	22 to 23

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2023. The trustees have adopted the provisions of 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

Objectives and aims

The charitable company is established for the advancement of the education of the public by encouraging and promoting public interest in the Caernarfon to Porthmadog Railway including the former Welsh Highland Railway (the WHR) which closed in the 1930s. This includes its history, restoration, operation, railway locomotives and rolling stock, machinery and equipment of historical and general interest.

The WHR is owned and operated by the Festiniog Railway Company (the Company). The Society's members play a leading part in the maintenance, development and operation of the WHR.

The most significant proportion of the Society's work involves sponsoring and funding projects around the railway. These range from the more obvious things such as the restoration of locomotives such as NG15 No134 Kalahari, together with the maintenance and improvement of the track, through to less glamorous tasks such as the construction of station signs and other furniture.

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

ACHIEVEMENT AND PERFORMANCE

Charitable activities

2023 was a momentous year in the life of the Society in that it saw the second year of events commemorating the Centenary of the opening of the original Welsh Highland Railway in June 1923. The Society was pleased to support the planning and delivery of the WHR 100 celebration in June, when the historic weekend was marked by a number of special events put on in partnership with the Company, the Welsh Highland Heritage Railway and the Welsh Highland Heritage Group.

The Society hosted a successful AGM weekend in September 2023 with a number of special events and trains running throughout the weekend.

Towards the close of the 2023 season, Society Directors joined colleagues from the Ffestiniog Railway Society to support the Company's Bygones Weekend. Recognising the common aim of supporting the ongoing maintenance, development and running of the Welsh Highland and the Ffestiniog Railways, Directors from both societies now share examples of good practice and innovation.

The Society was again pleased to work alongside the Company staff in the planning and running of Santa trains. Celebrating three decades of operation means that we are now frequently welcoming the children of parents who themselves were passengers when they were children. In addition to the recruitment of volunteer Elves - who collectively contributed over 230 hours of volunteer time - teams of other volunteers were on hand to prepare and pack gifts, to welcome and entertain children and families, and to clean the trains in preparation for afternoon trips. For many local families, trips on our bilingual Welsh and English language Santa trains are now an unmissable part of their Christmas preparations, and, for the Society, an ideal opportunity to promote interest in the Railway and its history and locomotives.

These activities are only possible because of our volunteers and a vital aspect of the society's purpose is to support and encourage volunteering. In addition to the many members who have supported the Company through individual volunteering as locomotive crew and Guards, in Permanent Way and customer service roles (such as hosts and stewards in stations and on trains), regular working parties have been co-ordinated. Groups such as the Black Hand Gang, Tuesday Gang and the Tuesday Engineering Gang provided vital input throughout the year into maintenance on and around the track and at Dinas works and locomotive shed.

A significant focus of volunteer activity in the year has been the ongoing restoration of NG15 No134 Kalahari 'Kalahari'. Around 2800 volunteer hours were put in between January and December 2023. During the year the skill base of the volunteer group was expanded through a mix of training and on-the-job experience, enabling them to undertake a broader scope in the return of this magnificent locomotive to steam. As well as the volunteers work was carried out by locally employed Festiniog Railway Company staff. This work was funded by the Society.

The Society has been able to provide continuing support to volunteers who travel from a distance through its "Station View" accommodation at Dinas, which incorporates single or twin rooms, a fully fitted kitchen and comfortable sitting room. Space is also provided for caravans or motorhomes with electrical hook-up points and water taps. Rates have been maintained at existing levels to ensure affordability for all. 294 bed night stays were logged in the course of 2023.

Four issues of the Society's journal, The Snowdon Ranger, were published during the year, continuing the aim of keeping members up to date with what is happening on and around the Railway. Occasional articles on the history of the Railway and other associated topics have also been included.

Throughout 2023 work was ongoing to re-design and update the Society's approach to communication of its activities. Regular posting of news and stories on social media has seen a significant increase in interest, and a new website is in preparation for launch during 2024.

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

ACHIEVEMENT AND PERFORMANCE

Fundraising activities

2023 saw the continued appeal to raise funds for the restoration of NG15 No134 Kalahari realise £17,462. This figure includes cash donations received through the highly successful on train envelopes and the Leftover Currency initiative which commenced towards the end of the year.

FINANCIAL REVIEW

Financial position

The main sources of funds are subscriptions, donations and bequests received from its members and other supporters.

During 2023 the Society donated £116,566 to the Company (2022: £252,408) as part of its objective to promote and support the WHR. The donations during 2023 related mostly to the NG15 refurbishment, but contributions were also made to gardening costs and the project to install running in boards at the "lost halts" as part of the WHR100 event.

During the year to December 2020 the Society made short term, interest free loans totalling £400,000 to the Company. These were to assist it with the then usual need for cash in the winter months and also to assist it in dealing with the exceptional cash flow issues resulting from the coronavirus restrictions put in place by the Welsh Government.

In the current year the Society converted £104,417 of the loan balance into grants which reduced the total indebtedness to £17,434. It is anticipated that this balance will be discharged by continuing conversion into grants in the course of 2024.

Principal funding sources

As in previous years, the majority of the Society's income came from the continued support of its much-valued members. The classification and breakdown of fee-paying memberships was as follows:

	2023	2022
Adults	920	969
Families	849	956
Juniors	3	5
Young Persons	4	8
Life Members	418	422
Associate Life Members	34	34
Total	2,228	2,394

As can be seen membership numbers have not recovered from the sharp fall experienced during the COVID years and indeed continue to decline albeit at a slower rate.

Reserves policy

The Society's policy is to maintain an adequate reserve so as to enable it to discharge its charitable objectives, meet its ongoing day to day requirements, and maintain general funds to meet its obligations for committed WHR projects. The Society's Finance Director and Treasurer conduct regular reviews of current cash balances and projected cash flow for the forthcoming three years and report accordingly to the board.

FUTURE PLANS

The Society will continue its work supporting the development of the Welsh Highland Railway and be a sponsor for a variety of new projects and continuing to support long term aims and projects. In particular in 2024 the Society hopes to see completion of the project to restore NG15 No134 Kalahari, commence construction of carriage 2050 and will be supporting the project to provide improved servicing facilities for Welsh Highland locomotives operating out of Boston Lodge.

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Society is controlled by its governing document, the Memorandum & Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006 and is a registered charity as defined by the Charities Act 2011.

Board meetings, recruitment and appointment

The Society trustees held regular meetings during the year which were attended by Society directors & officers, and on occasion, representatives of the Company and trustees of The Ffestiniog and Welsh Highland Railways Trust (The Trust).

During 2023 the Society reviewed and updated its business plan and also re-defined roles and responsibilities for individual Directors and Officers. A review of the Society's Risk Management was also undertaken and updating of its Risk Register is ongoing. At the first Board meeting following the AGM in September, to support the induction of new Board members, our responsibilities as directors and trustees were reviewed, with particular reference to the Charity Commission's guidance, The Essential Trustee (CG3).

All trustees are elected for a period of 3 years and may offer themselves for re-election every three years.

Wider network

No one person or body related to the Society (by this we refer to the Company, the Trust and associated companies) has the entitlement to appoint any of the charity's trustees. The Society's trustees are only appointed by the members of the Society.

The Society's relationships with its related parties do not directly impact the operating policies adopted by it as no related party can impose a policy decision or change upon it. The Society's role is to support the WHR and it does this mainly by contributing financially to duly considered requests for funds from related parties in the furtherance of those activities and objectives.

Related parties, Remuneration and Expenses Policy

The trustees consider the Society's key management team to comprise of the board of trustees and the senior officers as they are tasked with directing and controlling the operations of the Society on a day-to-day basis. There were no directors' remuneration, expenses or related party transactions in the year, and this confirmation is also disclosed by way of a statutory note in the accounts.

Risk management

The trustees have a duty to identify and review the risks to which the Society is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03157171 (England and Wales)

Registered Charity number

1094938

Registered office

Station View
Dinas
Caernarfon
LL54 5UB

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

Trustees

D H Thomas
I R King
E Jones
N S McMaster (resigned 16.9.23)
S R Harris (resigned 16.9.23)
M W Gardner
A M Strachan
B E McCormick
J M Charles
S Gregory (appointed 16.9.23)
D N Jones (appointed 16.9.23)

Company Secretary

J M Charles

Auditors

Williams Denton Cyf
Chartered Certified Accountants
Statutory Auditors
Glaslyn
Ffordd y Parc
Parc Menai
Bangor
Gwynedd
LL57 4FE

Bankers

Barclays Bank plc
Leicester
LE87 2BB

Metro Bank
One Southampton Row
London
WC1B 5HA

Officers

Richard Watson - Membership Secretary.
Bob Zeepvat - Editor of The Snowdon Ranger.
Gareth Haulfryn Williams - Archivist.
Stephen Cheeseman - Treasurer
Dave Kent - President.
Cedric Lodge - Vice President.
Stuart McNair - Vice President

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

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 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 those 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 judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The trustees (who are also the directors of Cymdeithas Rheilffordd Eryri also known as Welsh Highland Railway Society for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 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 those 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 judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

In addition to the above, the trustees confirm that they have complied with their duties as set out in Section 17(5) of the 2011 Charities Act to have due regard to the public benefit guidance published by the Charity Commission.

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

AUDITORS

The auditors, Williams Denton Statutory Auditors, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on 12th June 2024 and signed on its behalf by:

J M Charles.

J M Charles - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF CYMDEITHAS RHEILFFORDD ERYRI

Opinion

We have audited the financial statements of Cymdeithas Rheilffordd Eryri (the 'charitable company') for the year ended 31 December 2023 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF CYMDEITHAS RHEILFFORDD ERYRI

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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

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

We gained an understanding of the legal and regulatory framework applicable to the company and the industry in which it operates, and considered the risk of acts by the company that were contrary to applicable laws and regulations, including fraud.

We designed audit procedures to respond to the risk, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

We focussed on laws and regulations which could give rise to a material misstatement in the financial statements, including, but not limited to, the Companies Act 2006 and UK tax legislation. Our tests included agreeing the financial statement disclosures to underlying supporting documentation, enquiries with management and enquiries of legal counsel. There are inherent limitations in the audit procedures described above and, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

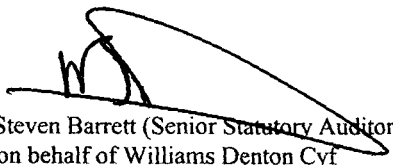
We did not identify any key audit matters relating to irregularities, including fraud. As in all our audits, we also addressed the risk of management override of internal controls, including testing journals and evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
CYMDEITHAS RHEILFFORDD ERYRI**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Martin Steven Barrett (Senior Statutory Auditor)
for and on behalf of Williams Denton Cyf
Chartered Certified Accountants
Statutory Auditors
Glaslyn
Ffordd y Parc
Parc Menai
Bangor
Gwynedd
LL57 4FE

Date: 12/6/2024

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023

		Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
	Notes				
INCOME AND ENDOWMENTS FROM					
Donations and legacies		24,794	3,395	28,189	87,131
Charitable activities					
Accommodation		3,336	-	3,336	2,989
Appeals		86,858	15,961	102,819	120,140
Other trading activities	2	1,075	-	1,075	1,352
Investment income	3	4,001	-	4,001	259
Total		120,064	19,356	139,420	211,871
EXPENDITURE ON					
Raising funds		66	1,487	1,553	206
Charitable activities					
General		1,921	-	1,921	-
Donations to the Ffestiniog Railway company		7,185	109,381	116,566	252,408
Accommodation		3,781	-	3,781	5,937
Printing, stationery, postage etc		25,545	-	25,545	21,963
Governance and support		6,143	-	6,143	5,990
Total		44,641	110,868	155,509	286,504
NET INCOME/(EXPENDITURE)		75,423	(91,512)	(16,089)	(74,633)
Transfers between funds	13	(89,644)	89,644	-	-
Net movement in funds		(14,221)	(1,868)	(16,089)	(74,633)
RECONCILIATION OF FUNDS					
Total funds brought forward		443,230	35,379	478,609	553,242
TOTAL FUNDS CARRIED FORWARD		429,009	33,511	462,520	478,609

The notes form part of these financial statements

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY

BALANCE SHEET
31 DECEMBER 2023

	Notes	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	7	230,700	-	230,700	230,700
Investments	8	1	-	1	1
		<u>230,701</u>	<u>-</u>	<u>230,701</u>	<u>230,701</u>
CURRENT ASSETS					
Debtors	9	12,148	19,618	31,766	142,268
Cash at bank		262,316	33,505	295,821	184,831
		<u>274,464</u>	<u>53,123</u>	<u>327,587</u>	<u>327,099</u>
CREDITORS					
Amounts falling due within one year	10	(20,550)	(19,612)	(40,162)	(44,792)
		<u>253,914</u>	<u>33,511</u>	<u>287,425</u>	<u>282,307</u>
NET CURRENT ASSETS					
		<u>253,914</u>	<u>33,511</u>	<u>287,425</u>	<u>282,307</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>484,615</u>	<u>33,511</u>	<u>518,126</u>	<u>513,008</u>
CREDITORS					
Amounts falling due after more than one year	11	(55,606)	-	(55,606)	(34,399)
		<u>429,009</u>	<u>33,511</u>	<u>462,520</u>	<u>478,609</u>
NET ASSETS		<u>429,009</u>	<u>33,511</u>	<u>462,520</u>	<u>478,609</u>
FUNDS	13				
Unrestricted funds				429,009	443,230
Restricted funds				33,511	35,379
TOTAL FUNDS				<u>462,520</u>	<u>478,609</u>

The notes form part of these financial statements

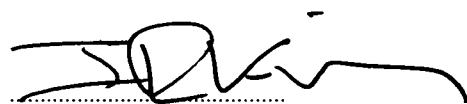
CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY

BALANCE SHEET - continued
31 DECEMBER 2023

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

The financial statements were approved by the Board of Trustees and authorised for issue on 12 June 2024 and were signed on its behalf by:


.....
D H Thomas - Trustee


.....
I R King - Trustee

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, 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 financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Fixed assets are capitalised if they cost more than £1,000 and are deemed to have a useful life of more than five years. Once capitalised, qualifying assets are disclosed in line with the following policies, which the trustees have deemed appropriate in order for the financial statements to reflect a 'true and fair view'.

Freehold property

Station View, was acquired in 2017 for the purpose of providing low cost accommodation to railway volunteers, with this being one of the Society's primary objectives. The requirements are that a tangible fixed asset, less its residual value, must be depreciated on a systematic basis over its useful economic life, however the trustees are of the view that the property has a high residual value, which will remove the need for depreciation to be charged. Instead, an annual impairment review will be undertaken and a full revaluation will be carried out on a rolling 5 year basis, with the next revaluation being due to be reported in the 31 December 2026 financial statements.

The annual impairment review, coupled with a rolling 5 year revaluation policy is deemed to be sufficient to ensure that the departure from the Charities SORP (FRS 102), FRS 102 (effective 1 January 2019) and Companies Act 2006 requirements are not material in nature.

The historical railway assets

Those recognised at a cost are comprised of a signal box sign, a model locomotive and the Nantlle map. Although these might be considered as historically important to the railway, they are not currently considered to be heritage assets. No depreciation is provided with regards these assets, as its affect upon the financial statements is again deemed to be immaterial.

These departures from accounting standards, believed by the trustees to be necessary for a 'true and fair view' to be reported, are not deemed to be material with regard their affect upon the financial statements.

Taxation

The charity is exempt from corporation tax on its charitable activities.

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. OTHER TRADING ACTIVITIES

	2023	2022
	£	£
Sales	112	379
Advertising revenue	963	973
	<u>1,075</u>	<u>1,352</u>

3. INVESTMENT INCOME

	2023	2022
	£	£
Deposit account interest	4,001	259
	<u>4,001</u>	<u>259</u>

4. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2023	2022
	£	£
Auditors' remuneration	2,936	2,775
Other non-audit services	1,260	1,330
	<u>4,196</u>	<u>4,105</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2023 nor for the year ended 31 December 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2023 nor for the year ended 31 December 2022.

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023**

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	80,159	6,972	87,131
Charitable activities			
Accommodation	2,989	-	2,989
Appeals	94,160	25,980	120,140
Other trading activities	1,352	-	1,352
Investment income	259	-	259
Total	<u>178,919</u>	<u>32,952</u>	<u>211,871</u>
EXPENDITURE ON			
Raising funds	171	35	206
Charitable activities			
Donations to the Ffestiniog Railway company	4,829	247,579	252,408
Accommodation	5,937	-	5,937
Printing, stationery, postage etc	21,963	-	21,963
Governance and support	5,990	-	5,990
Total	<u>38,890</u>	<u>247,614</u>	<u>286,504</u>
NET INCOME/(EXPENDITURE)	140,029	(214,662)	(74,633)
Transfers between funds	<u>(208,562)</u>	<u>208,562</u>	<u>-</u>
Net movement in funds	(68,533)	(6,100)	(74,633)
RECONCILIATION OF FUNDS			
Total funds brought forward	511,763	41,479	553,242
TOTAL FUNDS CARRIED FORWARD	<u>443,230</u>	<u>35,379</u>	<u>478,609</u>

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

7. TANGIBLE FIXED ASSETS

	Freehold property £	Dinas signal box sign £	Model Locomotive £	Nantlle map £	Totals £
COST					
At 1 January 2023 and 31 December 2023	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>
NET BOOK VALUE					
At 31 December 2023	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>
At 31 December 2022	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>

8. FIXED ASSET INVESTMENTS

	Unlisted investments £
MARKET VALUE	
At 1 January 2023 and 31 December 2023	<u>1</u>
NET BOOK VALUE	
At 31 December 2023	<u>1</u>
At 31 December 2022	<u>1</u>

There were no investment assets outside the UK.

9. DEBTORS

	2023 £	2022 £
Amounts falling due within one year:		
Trade debtors	8,489	3,130
Gift aid claims	5,842	8,286
Bequests	1	9,001
Company Loans	17,434	-
	<u>31,766</u>	<u>20,417</u>
Amounts falling due after more than one year:		
Company Loans	-	121,851
	<u>-</u>	<u>121,851</u>
Aggregate amounts	<u>31,766</u>	<u>142,268</u>

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Bank loans and overdrafts (see note 12)	19,612	-
Trade creditors	9,622	800
Other creditors	-	4,412
Accruals and deferred income	10,928	39,580
	<u>40,162</u>	<u>44,792</u>

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2023	2022
	£	£
Accruals and deferred income	<u>55,606</u>	<u>34,399</u>

12. LOANS

An analysis of the maturity of loans is given below:

	2023	2022
	£	£
Amounts falling due within one year on demand:		
Bank overdrafts	<u>19,612</u>	<u>-</u>

13. MOVEMENT IN FUNDS

	At 1.1.23	Net movement in funds	Transfers between funds	At 31.12.23
	£	£	£	£
Unrestricted funds				
General fund	10,598	68,790	(72,486)	6,902
Historical railway assets fund	700	-	-	700
Station View property fund	244,578	(444)	2,776	246,910
Smaller project allocation fund	25,236	(6,831)	(4,585)	13,820
NG15 appeal	86	14,263	(14,349)	-
Third class saloon appeal fund	150,025	-	-	150,025
Dinas facilities contingency fund	11,652	-	(11,000)	652
Coronavirus appeal fund	355	(355)	-	-
Boston Lodge	-	-	10,000	10,000
	<u>443,230</u>	<u>75,423</u>	<u>(89,644)</u>	<u>429,009</u>
Restricted funds				
NG15 project	2,061	(91,705)	89,644	-
K1 project	33,318	193	-	33,511
	<u>35,379</u>	<u>(91,512)</u>	<u>89,644</u>	<u>33,511</u>
TOTAL FUNDS	<u>478,609</u>	<u>(16,089)</u>	<u>-</u>	<u>462,520</u>

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

13. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	102,465	(33,675)	68,790
Station View property fund	3,336	(3,780)	(444)
Smaller project allocation fund	-	(6,831)	(6,831)
NG15 appeal	14,263	-	14,263
Coronavirus appeal fund	-	(355)	(355)
	<u>120,064</u>	<u>(44,641)</u>	<u>75,423</u>
Restricted funds			
NG15 project	19,163	(110,868)	(91,705)
K1 project	193	-	193
	<u>19,356</u>	<u>(110,868)</u>	<u>(91,512)</u>
TOTAL FUNDS	<u>139,420</u>	<u>(155,509)</u>	<u>(16,089)</u>

Comparatives for movement in funds

	At 1.1.22 £	Net movement in funds £	Transfers between funds £	At 31.12.22 £
Unrestricted funds				
General fund	44,572	125,965	(159,939)	10,598
Historical railway assets fund	700	-	-	700
Station View property fund	230,000	-	-	230,000
Station View maintenance fund	11,410	(2,948)	6,116	14,578
NG15 project contingency fund	22,256	-	(22,256)	-
Smaller project allocation fund	29,746	(4,829)	319	25,236
NG15 appeal	11,310	21,578	(32,802)	86
Third class saloon appeal fund	150,000	25	-	150,025
Dinas facilities contingency fund	11,652	-	-	11,652
Coronavirus appeal fund	117	238	-	355
	<u>511,763</u>	<u>140,029</u>	<u>(208,562)</u>	<u>443,230</u>
Restricted funds				
NG15 project	8,742	(215,243)	208,562	2,061
K1 project	32,737	581	-	33,318
	<u>41,479</u>	<u>(214,662)</u>	<u>208,562</u>	<u>35,379</u>
TOTAL FUNDS	<u>553,242</u>	<u>(74,633)</u>	<u>-</u>	<u>478,609</u>

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

13. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	154,086	(28,121)	125,965
Station View maintenance fund	2,989	(5,937)	(2,948)
Smaller project allocation fund	-	(4,829)	(4,829)
NG15 appeal	21,578	-	21,578
Third class saloon appeal fund	25	-	25
Coronavirus appeal fund	241	(3)	238
	<u>178,919</u>	<u>(38,890)</u>	<u>140,029</u>
Restricted funds			
NG15 project	32,371	(247,614)	(215,243)
K1 project	581	-	581
	<u>32,952</u>	<u>(247,614)</u>	<u>(214,662)</u>
TOTAL FUNDS	<u>211,871</u>	<u>(286,504)</u>	<u>(74,633)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.22 £	Net movement in funds £	Transfers between funds £	At 31.12.23 £
Unrestricted funds				
General fund	44,572	194,755	(232,425)	6,902
Historical railway assets fund	700	-	-	700
Station View property fund	230,000	(444)	2,776	232,332
Station View maintenance fund	11,410	(2,948)	6,116	14,578
NG15 project contingency fund	22,256	-	(22,256)	-
Smaller project allocation fund	29,746	(11,660)	(4,266)	13,820
NG15 appeal	11,310	35,841	(47,151)	-
Third class saloon appeal fund	150,000	25	-	150,025
Dinas facilities contingency fund	11,652	-	(11,000)	652
Coronavirus appeal fund	117	(117)	-	-
Boston Lodge	-	-	10,000	10,000
	<u>511,763</u>	<u>215,452</u>	<u>(298,206)</u>	<u>429,009</u>
Restricted funds				
NG15 project	8,742	(306,948)	298,206	-
K1 project	32,737	774	-	33,511
	<u>41,479</u>	<u>(306,174)</u>	<u>298,206</u>	<u>33,511</u>
TOTAL FUNDS	<u>553,242</u>	<u>(90,722)</u>	<u>-</u>	<u>462,520</u>

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023**

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	256,551	(61,796)	194,755
Station View property fund	3,336	(3,780)	(444)
Station View maintenance fund	2,989	(5,937)	(2,948)
Smaller project allocation fund	-	(11,660)	(11,660)
NG15 appeal	35,841	-	35,841
Third class saloon appeal fund	25	-	25
Coronavirus appeal fund	241	(358)	(117)
	<u>298,983</u>	<u>(83,531)</u>	<u>215,452</u>
Restricted funds			
NG15 project	51,534	(358,482)	(306,948)
K1 project	774	-	774
	<u>52,308</u>	<u>(358,482)</u>	<u>(306,174)</u>
TOTAL FUNDS	<u>351,291</u>	<u>(442,013)</u>	<u>(90,722)</u>

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2023.

15. EVENTS SINCE THE END OF THE YEAR

Information relating to any events since the end of the year is given in the notes to the financial statements.

**CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023**

	2023 £	2022 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations and legacies	7,338	59,677
Gift aid	20,851	27,454
	<u>28,189</u>	<u>87,131</u>
Other trading activities		
Sales	112	379
Advertising revenue	963	973
	<u>1,075</u>	<u>1,352</u>
Investment income		
Deposit account interest	4,001	259
Charitable activities		
Annual subscriptions	65,506	63,315
Life membership	7,460	8,065
Diamond appeal	2,236	2,210
Station view income	3,336	2,989
Coronavirus app	-	235
NG15 income	15,807	25,515
K1 income	154	465
Third class saloon	-	20
NG15 appeal	11,656	20,315
	<u>106,155</u>	<u>123,129</u>
Total incoming resources	139,420	211,871
EXPENDITURE		
Other trading activities		
Purchases	1,553	206
Charitable activities		
Postage and stationery	25,545	21,895
Sundries	1,921	68
NG15	109,380	247,579
Other projects	7,186	4,829
Property repairs	-	2,933
Carried forward	144,032	277,304

This page does not form part of the statutory financial statements

CYMDEITHAS RHEILFFORDD ERYRI
ALSO KNOWN
AS WELSH HIGHLAND RAILWAY SOCIETY

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023

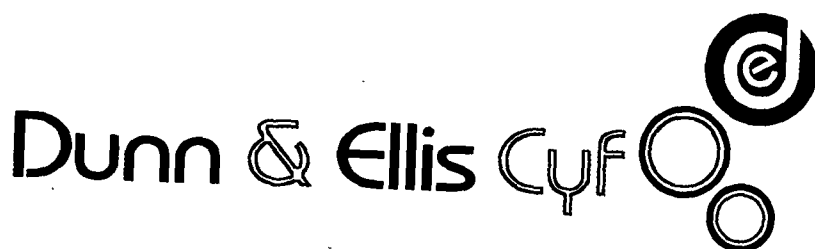
	2023 £	2022 £
Charitable activities		
Brought forward	144,032	277,304
Insurance	477	459
Heat & light	912	857
Rates & water	293	233
Cleaning & clearance	1,462	400
Repairs & renewals	478	896
Licences	159	159
	<u>147,813</u>	<u>280,308</u>
Support costs		
Management		
AGM expenses	1,520	1,194
Finance		
Bank charges	-	597
Discounts	427	-
	<u>427</u>	<u>597</u>
Governance costs		
Auditors' remuneration	2,936	2,775
Auditors' remuneration for non audit work	1,260	1,330
Legal fees	-	94
	<u>4,196</u>	<u>4,199</u>
Total resources expended	<u>155,509</u>	<u>286,504</u>
Net expenditure	<u>(16,089)</u>	<u>(74,633)</u>

This page does not form part of the statutory financial statements

CYMDEITHAS RHEILFFORDD ERYRI

England & Wales - Charity number 1094938

Accounts



CYFRIFWYR SIARTREDIG A CHYNGHORWYR TRETH SIARTREDIG
CHARTERED ACCOUNTANTS & CHARTERED TAX ADVISERS

Adeilad St. David's Building
Stryd Lombard Street
Porthmadog
Gwynedd
LL49 9AP

2 Stryd Fawr
Porthaethwy
Ynys Môn
LL59 5EE

Officer in Charge
Charity Commission
PO Box 211
Bootle
L20 7YX

Ffôn/Tel - 01766 512 361 / 01248 716 258
Ffacs/Fax - 01766 514 373
Eboest/Email - mail@dunnandellis.co.uk
Gwefan/Web - www.dunnandellis.co.uk

Your Ref:

Eich Cyf: 1094938

Our Ref:

Ein Cyf: ILLW/GLI/W0299-1

Date:

Dyddiad: 27th May 2023

CHARITY COMMISSION
FIRST CONTACT

08 JUN 2023

ACCOUNTS
RECEIVED

Dear Sir/Madam,

Re: Cymdeithas Rheilffordd Eryri accounts.

We enclose herewith copy of the abovementioned company's accounts for the year ended 31st December 2022 for your records.

Yours faithfully,

Dunn & Ellis Cyf

Dunn & Ellis Cyf

Encl.

Cofrestrwyd i ymgymryd â gwaith archwilio yn y DU a rheolwyd i
rediad o weithgareddau busnes buddsoddi gan y Sefydliad Cyfrifwyr
Siartredig yn Lloegr a Chymru. Cofrestrwyd gyda'r Sefydliad Trethiant
Siartredig fel Ffyrn o Ymgynghorwyr Treth Siartredig.

Registered to carry on audit work in the UK and regulated for a
range of investment business activities by the Institute of Chartered
Accountants in England and Wales. Registered with the Chartered
Institute of Taxation as a firm of Chartered Tax Advisers

Registered office - Adeilad St David's Building, Stryd Lombard
Street, Porthmadog, Gwynedd, LL49 9AP
Registered in England and Wales - 09971721



ICAEW
CHARTERED
ACCOUNTANTS

Cyfarwyddwyr/Directors:

Sion E. Roberts CTA ATT
Iorwerth Ll. Williams B.Sc(Econ) FCA
Gareth Ll. Jones DChA FCCA ACA
Nia F. Lane FCCA
Lois G. Parry B.Sc(Hons) ACA

Cyfrifwyr Cynorthwyl/Associates:

Clive T. Brown B.Sc(Econ) FCA
Paul C. Jones B.Sc FCCA
Ffion Ll. Morris B.Sc FCCA ATT
Guto M. Davies B.Sc(Hons) ATT CTA
Huw Wilcox B.Sc(Hons) ACCA
Alaw Ff. Hughes B.Sc(Hons) ATT CTA ACCA
Angharad M. Morgan ACA MAAT

REGISTERED COMPANY NUMBER: 03157171 (England and Wales)
REGISTERED CHARITY NUMBER: 1094938

Report of the Trustees and
Financial Statements for the Year Ended 31 December 2022

for

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Dunn & Ellis Cyf
Statutory Auditors
St David's Building
Lombard Street
Porthmadog
Gwynedd
LL49 9AP

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Contents of the Financial Statements
for the Year Ended 31 December 2022

	Page
Report of the Trustees	1 to 10
Report of the Independent Auditors	11 to 14
Statement of Financial Activities	15
Balance Sheet	16 to 17
Notes to the Financial Statements	18 to 29

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2022

The trustees of Cymdeithas Rheilffordd Eryri (the Society), who are also directors of the Society for the purposes of the Companies Act 2006, present their report with the financial statements for the year ended 31 December 2022. The trustees have adopted the provisions of 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 Society's board of trustees continues to work earnestly in providing broad based support for the maintenance, development and operation of the narrow-gauge railway from Caernarfon to Porthmadog, this being the principal objective of the Society.

The Society continues to support acquisition of assets to understand the historical context of the original railway operation and its relation and relevance to its environment and community. The acquisition of the Nantlle map in 2016 is an example of this policy.

The Society provides a wide range of opportunities for volunteers, encouraging their involvement, providing training and development opportunities as well as a forum for a sharing of skills and experience. Activities are designed to engage with volunteers across the age spectrum.

The activities of the Society are funded by financial contributions of the membership. The use of funds raised contributes to the ability of the railway's operating company to develop at a faster rate and provide wider services without incurring financial liabilities.

The Society also supports activities that provide opportunities for the local community and local business to participate in and benefit from.

Report of the Trustees
for the Year Ended 31 December 2022

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Society is established for the following purposes for the advancement of the education of the public:

To encourage and to promote public interest in the Caernarfon to Porthmadog Railway (including the former Welsh Highland Railway) (the WHR) generally and in its history, restoration, operation, railway locomotives and rolling stock, machinery and equipment of historical and general interest relating thereto.

And in furtherance of the above-mentioned objects, but not otherwise:

- (a) To support and promote the activities of the WHR by providing practical and financial support in all aspects of the ~~construction, maintenance, and operation of the WHR including the acquisition and holding of shares, debentures and other securities therein.~~
- (b) To purchase, hire, take on loan or otherwise acquire railway engines, rolling stock and railway equipment generally and to undertake or assist in the maintenance, repair, renovation, restoration and operation of any such vehicles and equipment, and to promote and encourage the retention, preservation and operation of any such vehicles and equipment as aforesaid and to provide facilities for the public to observe such vehicles and equipment and to assist in their preservation and operation where feasible.
- (c) To purchase, lease or otherwise acquire real or personal property for any estate or interest or any rights, privileges, or easements in respect of any property or rights whatsoever.
- (d) To construct, maintain, work, and manage railways, permanent way, overhead lines, cables, power supplies, railway infrastructure, signal equipment, signals, markings, associated road furniture and ancillary equipment, to establish and maintain workshops and plant and to erect, alter and maintain any buildings, bridges, and other structures.
- (e) To work in conjunction with, or join or affiliate to other institutions, societies, and bodies in any part of the world whose aims are not inconsistent with the objects of the Society.
- (f) To promote and further the study of and research into the WHR and associated railways, railway engines and rolling stock, undertakings and other forms of transport and the historical, scientific, social, and other aspects thereof, and to catalogue, collect, collate, publish and sell material and information of service or interest to the public in general calculated to promote the objects of the Society.
- ~~(g) To take any gift of property, whether or not subject to any special trust, for one or more of the objects of the Society.~~
- (h) To receive money on deposit or loan or by grant, donation, or subscription, or to take steps by personal or written appeals, public meetings or otherwise to procure contributions to the funds of the Society.
- (i) To print and publish any newspapers, periodicals, books or leaflets and to operate car parks, book stalls, sales kiosks and refreshment rooms for the use and convenience of persons visiting any such vehicles and equipment as aforesaid and to sell or merchant any goods.
- (j) To purchase, lease or otherwise acquire, build, equip, maintain, and manage hostels, hotels or railway sleeping carriages to provide accommodation for persons engaged in the preservation of such vehicles and equipment or in promoting any of the objects of the Society and to provide facilities incidental to such accommodation.
- (k) To hold or arrange or join in holding or arranging exhibitions, shows, displays, competitions or other functions or events for the purposes of the Society.
- (l) To effect and keep up any insurance against any risk, loss or liability to which the Society may be subject.

Cymdeithas Rheilffordd Eryri

also known as

Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees

for the Year Ended 31 December 2022

- (m) To invest the moneys of the Society not immediately required for its purposes in or at interest upon such investments, securities or property as may be thought fit, subject nevertheless to such conditions (if any) and such consents (if any) as may for the time being be imposed or required by law and subject also as hereinafter provided.
 - (n) To borrow and raise money and accept money on deposit and to secure or discharge any debt or obligation of or binding on the Society in any manner and in particular (without prejudice to the generality of the foregoing) by mortgages of or charges upon all or any part of the undertaking, property and assets (present and future) and uncalled capital of the Society by the creation and issue of securities.
 - (o) To draw, make, accept, endorse, negotiate, discount and execute promissory notes, bills of exchange and other negotiable instruments.
-
- (p) Subject to such consents as may be required by law to sell, let, lend, mortgage, dispose of or turn to account all or any of the property or assets of the Society with a view to the furtherance of its objects.
 - (q) To establish and support or to aid (by way of gift, loan or otherwise) in the establishment and support of any associations or institutions and to subscribe or guarantee money for purposes calculated to further the objects of the Society.
 - (r) To apply for and take all necessary steps to obtain statutory or other powers or privileges required or deemed to be expedient for the furtherance of the objects and work of the Society and to defray the costs and expenses involved.
 - (s) To do all such other lawful things as will further the attainment of the above objects or any of them.

Significant activities

The Society is the official supporters' body for the project to rebuild, maintain, and operate the WHR, a narrow-gauge railway between Caernarfon and Porthmadog which closed in the 1930s. The operating company for the WHR is the Festiniog Railway Company (the Company). The Society members are playing a leading part in the maintenance, development and operation of the WHR.

The Society's work involves supporting projects around the railway. These range from the more obvious things such as the restoration of the locomotives such as NG15 No134, together with the maintenance and improvement of the track, through to the less glamorous tasks such as the construction of station signs and other furniture.

Volunteers

~~The Society continued to make a significant volunteer contribution across all aspects of the WHR, through regular weekday and weekend working groups or directly with the Company's departments subject to the restrictions imposed by coronavirus and associated regulations.~~

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Society donated £252,408 to the Company in 2022 (2021: £121,741) as part of its objective to promote and support the WHR. The donations during 2022 related mostly to the NG15 refurbishment, but contributions towards a number of smaller projects were made also.

During the coronavirus restriction period, the Society made short term, interest free loans to the Company. In the current year the Society did not convert any converted of the loan balance into grants. In the year to December 2021 a total of £117,405 was converted in this manner.

Fundraising activities

The main sources of funds are subscriptions, donations and bequests received from its members and other supporters.

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2022

FINANCIAL REVIEW

Principal funding sources

The Society's total fund balance at the end of 2022 was £478,609 (2021: £553,242).

As in previous years, the majority of the Society's income came from the continued support of its much-valued members. The classification and breakdown of fee-paying memberships is as follows:

	<u>2022</u>	<u>2021</u>
Adults	880	920
Families	806	849
Juniors	3	3
Young persons	7	4
Life members	418	418
Associate Life members	34	34
Total	<u>2,148</u>	<u>2,228</u>

As can be seen, the overall fee-paying membership decreased slightly in 2022 as compared with 2021.

The Society's membership year runs from the 1 March to the end of February, which differs from its accounting year by two months. As a result, the Society accrues two twelfths of its annual membership income so as to carry it over to the relevant accounting period.

Some members have prepaid their membership by a varying number of years, and again, these identified amounts are now accrued over to the relevant accounting periods. The same approach is also undertaken for Diamond Jubilee Appeal donors who are granted Society membership.

Life and Associate Life membership fees represent one off contributions by these members for continued lifelong membership. In order that the Society's continuing relationship with these members is adequately reflected in its financial statements, life membership income received is now accrued and released over a 10-year period, which is considered by the Trustees to produce a reasonable approximation of expected accrued benefit and matches the approach undertaken by two similar organisations.

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2022

FINANCIAL REVIEW

Reserves policy

The Society's policy is to maintain an adequate reserve so as to enable it to discharge its charitable objectives, meet its ongoing day to day requirements, and maintain general funds to meet its obligations for committed WHR projects. In addition, the Society receives and holds restricted funds in support of the NG15 and K1 projects.

The Society allocates monies into one of three types of fund:

Unrestricted funds

These are available to spend on activities that further any of the purposes & objects of the charity and are allocated at the discretion of the trustees.

Designated funds

These are unrestricted funds that the trustees have decided, at their discretion, to set aside to use for specific purposes.

However, should circumstances dictate that the specific project cannot be pursued, or should there be funds in excess of the required amount for its achievement, then the funds retained therein will be used to further the general aims of the Society and will be reallocated at the discretion of the trustees.

Restricted funds

These funds, which arise from grants or donations made for a specific purpose, can only be used for that particular purpose within the objects of the charity. Restrictions arise when stipulated by the donor or grantor or where funds are raised for a specified purpose. The balances of the funds represent the unspent amounts.

As at the end of 2022 the Society's main funds stood at:

Restricted funds

	<u>2022</u>	<u>2021</u>
NG15 project	£ 2,061	£ 8,742
K1 project	£ 33,318	£ 32,737

Designated funds

	<u>2022</u>	<u>2021</u>
Historical railway assets fund	£ 700	£ 700
Station View property fund	£230,000	£230,000
Station View maintenance fund	£ 14,578	£ 11,410
NG15 project contingency fund	£ -	£ 22,256
Smaller project allocation fund;	£ 25,236	£ 29,746
NG15 appeal	£ 86	£ 11,310
Third class saloon appeal fund	£150,025	£150,000
Dinas facilities contingency fund	£ 11,652	£ 11,652
Coronavirus appeal fund	£ 355	£ 117

Uncommitted funds

	<u>2022</u>	<u>2021</u>
Uncommitted funds (free reserve)	£ 10,598	£ 44,752

The Society's free reserve for the year is the Society's available and unallocated funds, and should include sufficient moneys to cover the following two aspects:

- The Society's current year's running costs, and to provision for cover of unforeseen issues.
- Such sum as the board sees fit to cover maintenance of the Society's property Station View.

Cymdeithas Rheilffordd Eryri

also known as

Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees

for the Year Ended 31 December 2022

FUTURE PLANS

The Society will be continuing its work in supporting the development of the WHR and to be a sponsor for a variety of exciting new projects as well as continuing to support the WHR's long term aims and projects.

The Society has prepared and adopted a business plan which is designed to last until the end of 2024. The Board has also appointed a Vision Group, which carried out a wide-ranging review of the Society's affairs, and the current business plan incorporates their conclusions and recommendations.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Society is controlled by its governing document, the Memorandum & Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006 and is a registered charity as defined by the Charities Act 2011.

Board meetings, recruitment and appointments

The Society trustees held regular meetings during the year which were attended by Society officers & directors, and on occasions representatives of the Company and trustees of The Ffestiniog and Welsh Highland Railways Trust (The Trust).

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT
Organisational structure

TRUSTEES (DIRECTORS)

Dafydd Thomas

- Chairman, appointed for 12 months
- Liaison with the Company, the Trust, subsidiary companies, and the Ffestiniog Railway Society
- Society representative at the Company management meetings
- Archives: Overall responsibility for conservation, in conjunction with Gareth H Williams, the Archivist
- The Snowdon Ranger: Overall responsibility for compilation & printing, in conjunction with Bob Zeepvat, the Editor

Ian King

- Deputy Chairman
- Liaison with the Company, the Trust, subsidiary companies, and the FRS
- NG15 project oversight & joint liaison
- 2050 Carriage project oversight
- Gift Aid claims
- Society representative on the Trust's Diamond Jubilee Appeal committee
- Finance Director & Treasury oversight
- Superpower committee chair

Elwyn Jones

- The Snowdon Ranger advertising
- Rail Ale Festival committee chair
- Press & local community relations
- Volunteer accommodation co-ordinator

Neil McMaster

- Area & Special Interest Groups: liaison with groups' chairs
- Platform benches
- Asset co-ordinator
- Risk Management Policy

David Firth

- resigned 17 September 2022

- Events coordinator

Mark Gardner

- Social media & web query allocations
- Website administrators David Tidy & Laurence Armstrong
- Vision Group chair
- Joint data protection obligations

Steven Harris

- Membership: membership committee chairman, Membership Secretary Richard Watson
- The Snowdon Ranger: Proof-reader
- Joint data protection obligations

Megan Smith

- resigned 31 July 2022

- Volunteers

Adrian Strachan

- NG15 project

Joanna Charles

- appointed 17 September 2022

- Assistant Company Secretary

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT - continued

Benjamin McCormick - appointed 17 September 2022
- Communications, website & social media

OFFICERS

Charles McKenzie
- Company secretary
- Legacy administration
- Statutory obligations of registered company and charity, including annual return
- Administration from registered office

Richard Watson
- Membership Secretary

Bob Zeepvat
- Editor of The Snowdon Ranger

Gareth Haulfryn Williams
- Archivist

Stephen Cheeseman
- Treasurer
- Finance, accounts, tax returns & liaison with auditors

Alec Hughes
- Volunteer Co-ordinator

Dave Kent
- President

Cedric Lodge
- Vice President

Stuart McNair
- Vice President

Wider network

No one person or body related to the Society (by this we refer to the Company, the Trust and associated companies) has the entitlement to appoint any of the charity's trustees. The Society's trustees are only appointed by the members of the Society.

The Society's relationships with its related parties do not directly impact the operating policies adopted by it as no related party can impose a policy decision or change upon it. The Society's role is to support the WHR and it does this mainly by contributing financially to duly considered requests for funds from related parties in the furtherance of those activities and objectives.

RELATED PARTY, REMUNERATION AND EXPENSES POLICY

The trustees consider the Society's key management team to comprise of the board of trustees and the senior officers as they are tasked with directing and controlling the operations of the Society on a day-to-day basis. There were no directors' remuneration, expenses or related party transactions in the year, and this confirmation is also disclosed by way of a statutory note in the accounts.

Risk management

The trustees have a duty to identify and review the risks to which the Society is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Cymdeithas Rheilffordd Eryri

also known as

Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees

for the Year Ended 31 December 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03157171 (England and Wales)

Registered Charity number

1094938

Registered office

Station View

Dinas

Caernarfon

Gwynedd

LL54 5UB

Auditors

Dunn & Ellis Cyf

Statutory Auditors

St David's Building

Lombard Street

Porthmadog

Gwynedd

LL49 9AP

Bankers

Barclays Bank plc

Leicester

LE87 2BB

CAF Bank Limited

25 Kings Hill Avenue

Kings Hill

West Malling

Kent

ME19 4JQ

Metro Bank Plc

One Southampton Row

London

WC1B 5HA

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Cymdeithas Rheilffordd Eryri also known as Welsh Highland Railway Society for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

Cymdeithas Rheilffordd Eryri

also known as

Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees

for the Year Ended 31 December 2022

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

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 Society and of the incoming resources and application of resources, including the income and expenditure, of the Society for that period. In preparing those 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 judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Society will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the Society's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

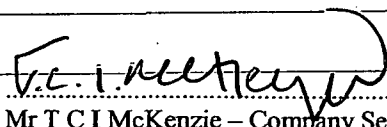
In addition to the above, the trustees confirm that they have complied with their duties as set out in Section 17(5) of the 2011 Charities Act to have due regard to the public benefit guidance published by the Charity Commission.

AUDITORS

The auditors, Dunn & Ellis Cyf Statutory Auditors, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on 22nd April 2023 and signed on its behalf by:



Mr T C I McKenzie – Company Secretary

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Opinion

We have audited the financial statements of Cymdeithas Rheilffordd Eryri also known as Welsh Highland Railway Society (the Society') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- Give a true and fair view of the state of the Society's affairs as at 31 December 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- ~~Have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and~~
- Have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- The information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Society and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- Adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- The financial statements are not in agreement with the accounting records and returns; or
- Certain disclosures of trustees' remuneration specified by law are not made; or
- We have not received all the information and explanations we require for our audit; or
- The trustees were not entitled to take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the Society for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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

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

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Identifying and assessing potential risks related to irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

Identifying and assessing potential risks:

- The nature of the industry and sector, control environment and charity sector performance.
- Results of our enquiries of management, and those charged with governance about their own identification and assessment of the risks of irregularities.
- Any matters we identified, having obtained and reviewed the Society's information of its policies and procedures relating to:
 - Identifying, evaluating, and complying with laws and regulations and whether it was aware of any instances of non-compliance.
 - Detecting and responding to the risks of fraud and whether it had knowledge of any actual, suspected, or alleged fraud.
 - The internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; and
 - Any matters discussed among the audit engagement team including, if relevant, external specialists, any tax or other valuations of note etc.

As a result of these procedures, we considered the opportunities and incentives that may exist within the Society for fraud and identified the greatest potential for fraud to be in relation to revenue recognition, with specific procedures being performed here. Additionally, and in common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the Society operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the Companies Act 2006, UK GAAP and any other laws and regulations that although might not have a direct effect on the financial statements, compliance with which may be fundamental to the Society's ability to operate or to avoid a material penalty.

Audit response to risks identified

Our procedures to respond to risks identified included the following:

- Reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements.
- Enquiring of management and those charged with governance concerning actual and potential litigation and claims.
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- Read the minutes of meetings of those charged with governance and enquire about any correspondence or issues raised with relevant regulatory bodies.

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

- Obtained an understanding, through discussions with management, of the basis of recognising income; and
- In addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the Society's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Society's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Society and the Society's members as a body, for our audit work, for this report, or for the opinions we have formed.



Gareth Lloyd Jones ACA FCCA DChA
(Statutory Auditor)

for and on behalf of

Dunn & Ellis Cyf
Statutory Auditors
St David's Building
Lombard Street
Porthmadog
Gwynedd
LL49 9AP

Date: 25/04/2023

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 December 2022

				31.12.22	31.12.21
	Notes	Unrestricted fund £	Unrestricted designated funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM					
Donations, legacies & gift aid		78,885	1,274	6,972	87,131
Charitable activities					
Subscriptions & diamond appeal		73,590	-	-	73,590
Accommodation income		-	2,989	-	2,989
Coronavirus appeal		-	235	-	235
General appeals		-	20,335	25,980	46,315
Other trading activities	3	1,352	-	-	1,352
Investment income	4	259	-	-	259
Total		154,086	24,833	32,952	211,871
EXPENDITURE ON					
Raising funds		171	-	35	206
Charitable activities					
Donations to the Festiniog Railway Company		-	4,829	247,579	252,408
Printing, stationary, postage etc.		21,963	-	-	21,963
Accommodation costs		-	5,937	-	5,937
Governance and support		5,987	3	-	5,990
Total		28,121	10,769	247,614	286,504
NET					
INCOME/(EXPENDITURE)		125,965	14,064	(214,662)	(74,633)
Transfers between funds	13	(159,939)	(48,623)	208,562	-
Other recognised gains/(losses)					
Gains on revaluation of fixed assets		-	-	-	4,626
Net movement in funds		(33,974)	(34,559)	(6,100)	(74,633)
RECONCILIATION OF FUNDS					
Total funds brought forward		44,572	467,191	41,479	553,242
TOTAL FUNDS CARRIED FORWARD		10,598	432,632	35,379	553,242

The notes form part of these financial statements

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Balance Sheet
31 December 2022

					31.12.22	31.12.21
	Notes	Unrestricted fund £	Unrestricted designated funds £	Restricted funds £	Total funds £	Total funds £
FIXED ASSETS						
Tangible assets	8	-	230,700	-	230,700	230,700
Investments	9	<u>1</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
		1	230,700	-	230,701	230,701
CURRENT ASSETS						
Debtors	10	18,336	121,851	2,081	142,268	133,513
Cash at bank		<u>71,430</u>	<u>80,081</u>	<u>33,320</u>	<u>184,831</u>	<u>319,331</u>
		89,766	201,932	35,401	327,099	452,844
CREDITORS						
Amounts falling due within one year	11	(44,770)	-	(22)	(44,792)	(93,505)
NET CURRENT ASSETS		<u>44,996</u>	<u>201,932</u>	<u>35,379</u>	<u>282,307</u>	<u>359,339</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		44,997	432,632	35,379	513,008	590,040
CREDITORS						
Amounts falling due after more than one year	12	(34,399)	-	-	(34,399)	(36,798)
NET ASSETS		<u>10,598</u>	<u>432,632</u>	<u>35,379</u>	<u>478,609</u>	<u>553,242</u>

The notes form part of these financial statements

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Balance Sheet - continued
31 December 2022

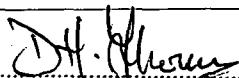
		31.12.22	31.12.21
		Total funds £	Total funds £
FUNDS	Notes 13		
Unrestricted funds:			
Uncommitted fund		10,598	44,572
Historical railway assets fund		700	700
Station View property fund		230,000	230,000
Station View maintenance fund		14,578	11,410
NG15 contingency fund		-	22,256
Small project allocations fund		25,236	29,746
NG15 Appeal		86	11,310
Third class saloon fund		150,025	150,000
Dinas facilities contingency fund		11,652	11,652
Coronavirus appeal fund		355	117
		<u>443,230</u>	<u>511,763</u>
Restricted funds:			
NG15 project fund		2,061	8,742
K1 project fund		33,318	32,737
		<u>35,379</u>	<u>41,479</u>
TOTAL FUNDS		<u>478,609</u>	<u>553,242</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on

22nd April 2023

and were signed on its behalf by:


 Mr D H Thomas - Trustee


 Mr I R King - Trustee

The notes form part of these financial statements

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements
for the Year Ended 31 December 2022

1. STATUTORY INFORMATION

Cymdeithas Rheilffordd Eryri (the Society) is a limited company, limited by guarantee as defined by the Companies Act 2006 and is registered in England and Wales. The Society is also registered as a charity with the Charity Commission. The Society's registration numbers, and registered office address can be found in the Report of the Trustees.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the Society, which is a public benefit entity under FRS 102, 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 financial statements have been prepared under the historical cost convention.

The trustees have reviewed all available information, examined the current business plan and are as certain that it is appropriate for the financial statements to be prepared on the going concern basis.

Income

Income is generally recognised in the Statement of Financial Activities once the Society has entitlement to the funds; it is probable that the income will be received, and the amount can be measured reliably.

Subscription and Society membership income are recognised according to the above criteria with the exception of amounts received and deemed to be received in advance, which are deferred until the income recognition criteria are met:

- Annual membership relating to two twelfth of the membership income is deferred until the subsequent period.
- Advanced membership receipts are deferred and released in the period to which they relate.
- Diamond Jubilee Appeal income is received for a 5-year membership period and is amortised accordingly. The Diamond Jubilee Appeal of course being a project conceived and operated by the Trust.
- Life and Associate Life membership income is deferred and amortised over a 10-year period, which is commensurate to the policy adopted by two other similar organisations.

For legacies, entitlement is taken as the earlier of the date on which either:

- the Society is notified, before probate, of a gift in a will; or
- the Society becomes aware of a gift once probate has been granted; or
- the estate has been finalised and notification has been made by the executor(s) to the Society that a distribution will be made; or
- when a distribution is received from the estate.

Where legacies have been notified to the Society and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Interest on funds held on deposit is included when receivable, which is usually on a quarterly basis and the amount, can be measured reliably by the Society; this is normally upon notification of the interest paid or payable by the bank.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

2. ACCOUNTING POLICIES - continued

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

Charitable activities

One of the Society's main aims is to "support and promote the activities of the WHR by providing practical and financial support in all aspects of the construction, maintenance and operation of the Railway".

It does this through the allocation of its incoming resources to specific projects currently being undertaken for the WHR and when the funds are required on a specified project, the Society makes a donation from the relevant fund.

Support costs

Support costs are those functions that assist the work of the Society but do not directly undertake charitable activities. Support costs include regulatory costs, finance, publication of the periodical, postage and governance costs which support the Society's charitable programmes and activities.

Tangible fixed assets

Fixed assets are capitalised if they cost more than £1,000 and are deemed to have a useful life of more than five years. Once capitalised, qualifying assets are disclosed in line with the following policies, which the trustees have deemed appropriate in order for the financial statements to reflect a 'true and fair view'.

Freehold property

Station View was acquired in 2017 for the purpose of providing low-cost accommodation to railway volunteers, with this being one of the Society's primary objectives.

The requirements are that a tangible fixed asset, less its residual value, must be depreciated on a systematic basis over its useful economic life, however the trustees are of the view that the property has a high residual value, which will remove the need for depreciation to be charged. Instead, an annual impairment review will be undertaken, and a full revaluation will be carried out on a rolling 5-year basis, with the next revaluation being due to be reported in the 31-December-2026 financial statements.

The annual impairment review, coupled with a rolling 5-year revaluation policy is deemed to be sufficient to ensure that the departure from the Charities SORP (FRS 102), FRS 102 (effective 1 January 2019) and Companies Act 2006 requirements are not material in nature.

The historical railway assets

Those recognised at a cost are comprised of a signal box sign, a model locomotive and the Nantlle map. Although these might be considered as historically important to the railway, they are not currently considered to be heritage assets. No depreciation is provided with regards these assets, as its affect upon the financial statements is again deemed to be immaterial.

These departures from accounting standards, believed by the trustees to be necessary for a 'true and fair view' to be reported, are not deemed to be material with regard their affect upon the financial statements.

Taxation

The Society is not registered for value added tax and all transactions during the period shown are deemed to be exempt from corporation tax.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

2. ACCOUNTING POLICIES - continued

Fund accounting

Funds held by the Society are either:

Unrestricted funds

These are available to spend on activities that further any of the purposes & objects of the Society and are allocated at the discretion of the trustees.

Designated funds

These are unrestricted funds that the trustees have decided, at their discretion, to set aside to use for specific purposes.

However, should circumstances dictate that the specific project cannot be pursued, or should there be funds in excess of the required amount for its achievement, then the funds retained therein will be used to further the general aims of the Society and will be reallocated at the discretion of the trustees.

Restricted funds

These funds, which arise from grants or donations made for a specific purpose, can only be used for that particular purpose within the objects of the Society. Restrictions arise when stipulated by the donor or grantor or where funds are raised for a specified purpose. The balances of the funds represent the unspent amounts.

Concessionary loans to the company

In 2020, as part of its response to the Coronavirus outbreak, the Society lent a total of £400,000 to the Company. During the intervening period, through a combination of conversion to grants and repayments being made, the outstanding balance has been reduced to £121,851.

These loans are deemed to be repayable upon demand and are interest free.

In line with the public benefit entity provision in section 34 of FRS 102, these loans are recognised initially at cost, with repayments or conversions to grants being recognised in the applicable periods.

Voluntary assistance

The Society has no employees and many of its members give freely of their time to carry out all of the activities of the Society. These voluntary contributions are not included in the accounts.

3. OTHER TRADING ACTIVITIES

	Unrestricted	Restricted	31.12.22	31.12.21
	funds	funds	Total	Total
	£	£	£	£
Sales	379	-	379	240
Advertising revenue	973	-	973	-
	<u>1,352</u>	<u>-</u>	<u>1,352</u>	<u>240</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

4. INVESTMENT INCOME

	Unrestricted funds	Restricted funds	31.12.22 Total funds	31.12.21 Total funds
	£	£	£	£
Deposit account interest	<u>259</u>	<u>-</u>	<u>259</u>	<u>13</u>

5. AUDITORS' REMUNERATION

	31.12.22 £	31.12.21 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	2,775	2,552
Fees payable to the charity's auditors for other services:		
Preparation of accounts	<u>1,330</u>	<u>1,210</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

The trustees all give their time freely and there were no trustees' remuneration or other benefits received neither for the year ended 31 December 2021 nor for the year ended 31 December 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES – 2021 SoFA

(Breakdown of 2021 activity from Page15)

	Unrestricted fund £	Unrestricted designated funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations, legacies & gift aid	<u>24,987</u>	<u>4,758</u>	<u>1,677</u>	<u>31,422</u>
Charitable activities				
Subscriptions & diamond appeal	79,257	-	-	79,257
Accommodation income	-	2,366	-	2,366
Coronavirus appeal	-	1,856	-	1,856
General appeals	-	19,189	9,564	28,753
Other trading activities	240	-	-	240
Investment income	<u>13</u>	<u>-</u>	<u>-</u>	<u>13</u>
Total	<u>104,497</u>	<u>28,169</u>	<u>11,241</u>	<u>143,907</u>
EXPENDITURE ON				
Raising funds	171	-	536	707
Charitable activities				
Donations to the Festiniog Railway Company	117,405	30,284	91,457	239,146
Printing, stationary, postage etc.	18,371	-	-	18,371
Accommodation costs	-	4,865	-	4,865
Governance and support	4,382	16	-	4,398

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES – 2021 SoFA cont/.

	Unrestricted fund £	Unrestricted designated funds £	Restricted funds £	Total funds £
Total	<u>140,329</u>	<u>35,165</u>	<u>91,993</u>	<u>267,487</u>
NET INCOME/(EXPENDITURE)	(35,832)	(6,996)	(80,752)	(123,580)
Transfers between funds	(65,729)	(2,015)	67,744	-
Other recognised gains/(losses)				
Gains on revaluation of fixed assets	-	4,626	-	4,626
Net movement in funds	(101,561)	(4,385)	(13,008)	(118,954)
RECONCILIATION OF FUNDS				
Total funds brought forward	146,133	471,576	54,487	672,196
TOTAL FUNDS CARRIED FORWARD	<u>44,572</u>	<u>467,191</u>	<u>41,479</u>	<u>553,242</u>

8. TANGIBLE FIXED ASSETS

	Freehold property £	Dinas signal box sign £	Model Locomotive £	Nantlle map £	Totals £
COST OR VALUATION					
At 1 January 2022 and 31 December 2022	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>
NET BOOK VALUE					
At 31 December 2022	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>
At 31 December 2021	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>

Cost or valuation at 31 December 2022 is represented by:

	Freehold property £	Dinas signal box sign £	Model Locomotive £	Nantlle map £	Totals £
Valuation in 2021	4,626	-	-	-	4,626
Cost	<u>225,374</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>226,074</u>
	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

8. TANGIBLE FIXED ASSETS - continued

If Station View had not been revalued it would have been included at the following historical cost:

	31.12.22	31.12.21
	£	£
Cost	<u>225,374</u>	<u>225,374</u>

Station View was valued on an open market basis as at 31 December 2021 by Dafydd Hardy (Chartered Surveyor).

~~The freehold property figure relates to the costs associated with the purchase of Station View in February 2017 and the subsequent improvements thereto and revaluation thereof.~~

In 2010, the model locomotive was given to the National Rail Museum in York on a long-term loan but is now back in Porthmadog and kept at the Harbour Station.

The signal box sign is currently being stored at a secure location in Dinas and may be put on display at Caernarfon Station.

The Nantlle map, which depicts the line between Caernarfon and Nantlle, is believed to be dated from around the mid-19th Century and is currently being kept safe by one of the trustees.

9. FIXED ASSET INVESTMENTS

	Unlisted investments £
MARKET VALUE	
At 1 January 2022 and 31 December 2022	<u>1</u>
NET BOOK VALUE	
At 31 December 2022	<u>1</u>
At 31 December 2021	<u>1</u>

~~There were no investment assets outside the UK.~~

~~The above figure consists of one £1 ordinary share in the Ffestiniog Railway Company, and the opinion of the trustees is that the market value of the share is similar to their cost.~~

10. DEBTORS

	31.12.22	31.12.21
	£	£
Amounts falling due within one year:		
Other debtors	3,130	5,024
Annual gift aid claims	8,286	6,636
Bequests	<u>9,001</u>	<u>2</u>
	<u>20,417</u>	<u>11,662</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

10. DEBTORS - continued

	31.12.22	31.12.21
	£	£
Amounts falling due after more than one year:		
Company loans	<u>121,851</u>	<u>121,851</u>
Aggregate amounts	<u>142,268</u>	<u>133,513</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.22	31.12.21
	£	£
Accrued Festiniog Railway Company donations	800	56,857
Other creditors	4,412	4,379
Deferred income	<u>39,580</u>	<u>32,269</u>
	<u>44,792</u>	<u>93,505</u>

12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.12.22	31.12.21
	£	£
Accruals and deferred income	<u>34,399</u>	<u>36,798</u>

13. MOVEMENT IN FUNDS

	At 1.1.22	Net movement in funds	Transfers between funds	At 31.12.22
	£	£	£	£
Unrestricted funds				
Uncommitted fund	44,572	125,965	(159,939)	10,598
Historical railway assets fund	700	-	-	700
Station View property fund	230,000	-	-	230,000
Station View maintenance fund	11,410	(2,948)	6,116	14,578
NG15 contingency fund	22,256	-	(22,256)	-
Small-project allocations fund	29,746	(4,829)	319	25,236
NG15 Appeal	11,310	21,578	(32,802)	86
Third-class saloon fund	150,000	25	-	150,025
Dinas facilities contingency fund	11,652	-	-	11,652
Coronavirus appeal fund	117	238	-	355
	511,763	140,029	(208,562)	443,230
Restricted funds				
NG15 project fund	8,742	(215,243)	208,562	2,061
K1 project fund	32,737	581	-	33,318
	41,479	(214,662)	208,562	35,379
TOTAL FUNDS	<u>553,242</u>	<u>(74,633)</u>	<u>-</u>	<u>478,609</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

13. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Uncommitted fund	154,086	(28,121)	125,965
Station View maintenance fund	2,989	(5,937)	(2,948)
Small project allocations fund	-	(4,829)	(4,829)
NG15 Appeal	21,578	-	21,578
Third class saloon fund	25	-	25
Coronavirus appeal fund	241	(3)	238
	178,919	(38,890)	140,029
Restricted funds			
NG15 project fund	32,371	(247,614)	(215,243)
K1 project fund	581	-	581
	32,952	(247,614)	(214,662)
TOTAL FUNDS	<u>211,871</u>	<u>(286,504)</u>	<u>(74,633)</u>

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted funds				
Uncommitted fund	146,133	(35,832)	(65,729)	44,572
Historical railway assets fund	700	-	-	700
Station View property fund	225,374	4,626	-	230,000
Station View maintenance fund	7,910	(2,500)	6,000	11,410
NG15 contingency fund	90,000	-	(67,744)	22,256
Small project allocations fund	41,779	(16,176)	4,143	29,746
NG15 Appeal	-	11,310	-	11,310
NGG16 boiler appeal fund	8,710	(8,710)	-	-
Third class saloon fund	88,619	12,223	49,158	150,000
Dinas facilities contingency fund	5,225	(1)	6,428	11,652
Coronavirus appeal fund	3,259	(3,142)	-	117
	617,709	(38,202)	(67,744)	511,763
Restricted funds				
NG15 project fund	22,496	(81,498)	67,744	8,742
K1 project fund	31,991	746	-	32,737
	54,487	(80,752)	67,744	41,479
TOTAL FUNDS	<u>672,196</u>	<u>(118,954)</u>	<u>-</u>	<u>553,242</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

13. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Uncommitted fund	104,496	(140,329)	-	(35,833)
Station View property fund	-	-	4,626	4,626
Station View maintenance fund	2,365	(4,865)	-	(2,500)
Small project allocations fund	19	(16,195)	-	(16,176)
NG15 Appeal	11,310	-	-	11,310
NGG16 boiler appeal fund	-	(8,710)	-	(8,710)
Third class saloon fund	12,223	-	-	12,223
Dinas facilities contingency fund	-	-	-	-
Coronavirus appeal fund	2,253	(5,395)	-	(3,142)
	132,666	(175,494)	4,626	(38,202)
Restricted funds				
NG15 project fund	10,495	(91,993)	-	(81,498)
K1 project fund	746	-	-	746
	11,241	(91,993)	-	(80,752)
TOTAL FUNDS	<u>143,907</u>	<u>(267,487)</u>	<u>4,626</u>	<u>(118,954)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.22 £
Unrestricted funds				
Uncommitted fund	146,133	90,133	(225,668)	10,598
Historical railway assets fund	700	-	-	700
Station View property fund	225,374	4,626	-	230,000
Station View maintenance fund	7,910	(5,448)	12,116	14,578
NG15 contingency fund	90,000	-	(90,000)	-
Small project allocations fund	41,779	(21,005)	4,462	25,236
NG15 Appeal	-	32,888	(32,802)	86
NGG16 boiler appeal fund	8,710	(8,710)	-	-
Third class saloon fund	88,619	12,248	49,158	150,025
Dinas facilities contingency fund	5,225	(1)	6,428	11,652
Coronavirus appeal fund	3,259	(2,904)	-	355
	617,709	101,827	(276,306)	443,230
Restricted funds				
NG15 project fund	22,496	(296,741)	276,306	2,061
K1 project fund	31,991	1,327	-	33,318
	54,487	(295,414)	276,306	35,379
TOTAL FUNDS	<u>672,196</u>	<u>(193,587)</u>	<u>-</u>	<u>478,609</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Uncommitted fund				
Station View property fund	258,582	(168,450)	-	90,132
Station View maintenance fund	-	-	-	4,626
Small project allocations fund	5,354	(10,802)	4,626	(5,448)
NG15 Appeal	19	(21,024)	-	(21,005)
NGG16 boiler appeal fund	32,888	-	-	32,888
Third class saloon fund	-	(8,710)	-	(8,710)
Dinas facilities contingency fund	12,248	-	-	12,248
Coronavirus appeal fund	-	-	-	-
	<u>2,494</u>	<u>(5,398)</u>	-	<u>(2,904)</u>
Restricted funds				
NG15 project fund	311,585	(214,384)	4,626	101,827
K1 project fund	42,866	(339,607)	-	(296,741)
	<u>1,327</u>	-	-	<u>1,327</u>
	<u>44,193</u>	<u>(339,607)</u>	-	<u>(295,414)</u>
TOTAL FUNDS	<u>355,778</u>	<u>(553,991)</u>	<u>4,626</u>	<u>(193,587)</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

13. **MOVEMENT IN FUNDS - continued**

Unrestricted Funds

See the Reserves Policy for full details - maintained at a higher level this year to allow greater flexibility for the trustees to respond to the challenges posed by Covid-19.

Designated Funds

Designated Funds generally are funds which have been allocated by the trustees for particular purposes within the scope of the charitable objectives, but which can, if appropriate be reallocated at the trustees' discretion.

Station View Capital Fund

This represents the historical acquisition cost of Station View and its capital value is subject to periodical revaluations.

Historical Railway Assets

The historical valuation of a small collection of railway heritage items donated or purchased by the Charity over the years.

NG15 appeal

This being the 2021 annual appeal, held to support the restoration of NG15 locomotive number 134.

NGG16 boiler

The residue of the proceeds of the 2018 annual appeal together with funds additionally allocated to this project by the trustees, the money will be paid over to the FRCo as and when work on 143's boiler is completed, and the cost claimed by the FRCo.

Third class saloon

Proceeds of the 2019 and 2020 annual appeal together with funds additionally allocated to this project by the Trustees. Funds continue to accumulate during 2022. The money will be paid over to the FRCo as and when work on the carriage, provisionally numbered 2050, commences and the cost claimed by the FRCo.

Smaller Projects Allocation

Allocated by the trustees to provide for small scale projects and purchases within the scope of the charitable objectives.

Station View Property Fund

Net income and expenditure relating to use of Station View as volunteer accommodation.

NG15 Project Contingency

Funds allocated by the trustees to support restoration of NG15 locomotive number 134. This fund is separate from the NG15 Restricted Fund but has the same purpose.

Dinas Facilities Contingency

Funds allocated by the trustees to support provision of workshop space at Dinas for the use of volunteers. This fund was accumulated from legacies left to the Society.

Coronavirus Appeal

Society worked with the railways' two other supporting charities, the Ffestiniog & Welsh Highland Railways Trust and the Ffestiniog Railway Society, to manage an emergency appeal on to support the railways through the Covid-19 pandemic. Funds were donated through each of the three charities.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

13. MOVEMENT IN FUNDS - continued

Restricted Funds

Restricted Funds are funds held by the Trustees and which can only be used for that specific purpose, they cannot be reallocated.

NG15

Funds held to support restoration of NG15 locomotive number 134. This fund is separate from the NG15 Designated Fund but has the same purpose.

K1

Funds held to support restoration and maintenance of the prototype Beyer Garratt locomotive K1. The locomotive is presently at Statfold Barn and no call has been made on this fund for the work done there. No immediate call on this fund is anticipated.

14. RELATED PARTY DISCLOSURES

Other than donations made in line with the objectives of the charity, there were no related party transactions for the year ended 31 December 2021 or December 2022.

15. POST BALANCE SHEET EVENTS

There are no post balance sheet events.

16. ULTIMATE CONTROLLING PARTY

The Society is a private company, limited by guarantee and consequently does not have any share capital. The ultimate control of the Society therefore resides in its members who are liable to contribute an amount not exceeding £1 towards the assets of the Society in the event of liquidation.

17. EXEMPTION FROM NAME ENDING WITH 'LIMITED' OR 'CYFYNGEDIG'

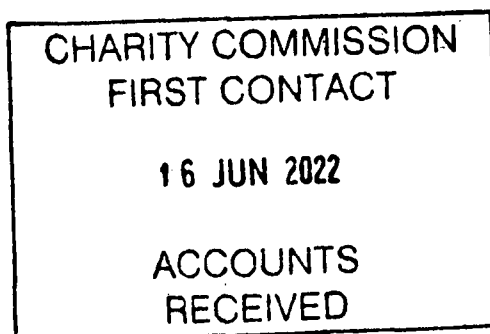
The trustees also confirm that because the Society is limited by guarantee, it is exempt, under S60 of the Companies Act 2006, from the requirement to have their registered name ending with 'Limited', 'Cyfyngedig' or any other permitted alternative.

CYMDEITHAS RHEILFFORDD ERYRI

England & Wales - Charity number 1094938

Accounts

Report of the Trustees and
Financial Statements for the Year Ended 31 December 2021
for
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society



Should you require a larger print version of this document a copy can be found in the Members Area of the CRhE website: <https://www.whrsoc.org.uk>

Dunn & Ellis Cyf Statutory Auditors
St David's Building
Lombard Street
Porthmadog
Gwynedd
LL49 9AP

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Contents of the Financial Statements
for the Year Ended 31 December 2021

	Page
Report of the Trustees	1 to 10
Report of the Independent Auditors	11 to 14
Statement of Financial Activities	15 to 16
Balance Sheet	17 to 18
Notes to the Financial Statements	19 to 31

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2021

The trustees of Cymdeithas Rheilffordd Eryri (the Society), who are also directors of the Society for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of 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 Society's board of trustees continues to work earnestly in providing broad based support for the maintenance, development and operation of the narrow-gauge railway from Caernarfon to Porthmadog, this being the principal objective of the Society.

The Society continues to support acquisition of assets to understand the historical context of the original railway operation and its relation and relevance to its environment and community.

The Society provides a wide range of opportunities for volunteers, encouraging their involvement, providing training and development opportunities as well as a forum for a sharing of skills and experience. Activities are designed to engage with volunteers across the age spectrum.

The activities of the Society are funded by financial contributions and legacies from the membership and supporters. The use of funds raised contributes to the ability of the railway's operating company to develop at a faster rate and provide wider services without incurring financial liabilities.

The Society also supports activities that provide opportunities for the local community and local business to participate in and benefit from.

Cymdeithas Rheilffordd Eryri

also known as

Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees

for the Year Ended 31 December 2021

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charitable company is established for the following purposes for the advancement of the education of the public: -

To encourage and to promote public interest in the Caernarfon to Porthmadog Railway (including the former Welsh Highland Railway) (the WHR) generally and in its history, restoration, operation, railway locomotives and rolling stock, machinery and equipment of historical and general interest relating thereto.

And in furtherance of the above-mentioned objects, but not otherwise:

- (a) To support and promote the activities of the WHR by providing practical and financial support in all aspects of the construction, maintenance and operation of the WHR including the acquisition and holding of shares, debentures and other securities therein,
- (b) To purchase, hire, take on loan or otherwise acquire railway engines, rolling stock and railway equipment generally and to undertake or assist in the maintenance, repair, renovation, restoration and operation of any such vehicles and equipment, and to promote and encourage the retention, preservation and operation of any such vehicles and equipment as aforesaid and to provide facilities for the public to observe such vehicles and equipment and to assist in their preservation and operation where feasible,
- (c) To purchase, lease or otherwise acquire real or personal property for any estate or interest or any rights, privileges or easements in respect of any property or rights whatsoever,
- (d) To construct, maintain, work and manage railways, permanent way, overhead lines, cables, power supplies, railway infrastructure, signal equipment, signals, markings, associated road furniture and ancillary equipment, to establish and maintain workshops and plant and to erect, alter and maintain any buildings, bridges and other structures,
- (e) To work in conjunction with, or join or affiliate to other institutions, societies and bodies in any part of the world whose aims are not inconsistent with the objects of the Society,
- (f) To promote and further the study of and research into the WHR and associated railways, railway engines and rolling stock, undertakings and other forms of transport and the historical, scientific, social and other aspects thereof, and to catalogue, collect, collate, publish and sell material and information of service or interest to the public in general calculated to promote the objects of the Society,
- (g) To take any gift of property, whether or not subject to any special trust, for one or more of the objects of the Society,
- (h) To receive money on deposit or loan or by grant, donation, or subscription, or to take steps by personal or written appeals, public meetings or otherwise to procure contributions to the funds of the Society,
- (i) To print and publish any newspapers, periodicals, books or leaflets and to operate car parks, book stalls, sales kiosks and refreshment rooms for the use and convenience of persons visiting any such vehicles and equipment as aforesaid and to sell or merchant any goods,
- (j) To purchase, lease or otherwise acquire, build, equip, maintain and manage hostels, hotels or railway sleeping carriages to provide accommodation for persons engaged in the preservation of such vehicles and equipment or in promoting any of the objects of the Society and to provide facilities incidental to such accommodation,
- (k) To hold or arrange or join in holding or arranging exhibitions, shows, displays, competitions or other functions or events for the purposes of the Society,
- (l) To effect and keep up any insurance against any risk, loss or liability to which the Society may be subject,
- (m) To invest the moneys of the Society not immediately required for its purposes in or at interest upon such investments, securities or property as may be thought fit, subject nevertheless to such conditions (if any) and such consents (if any) as may for the time being be imposed or required by law and subject also as hereinafter provided,

Cymdeithas Rheilffordd Eryri

also known as

Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees

for the Year Ended 31 December 2021

- (n) To borrow and raise money and accept money on deposit and to secure or discharge any debt or obligation of or binding on the Society in any manner and in particular (without prejudice to the generality of the foregoing) by mortgages of or charges upon all or any part of the undertaking, property and assets (present and future) and uncalled capital of the Society by the creation and issue of securities,
- (o) To draw, make, accept, endorse, negotiate, discount and execute promissory notes, bills of exchange and other negotiable instruments,
- (p) Subject to such consents as may be required by law to sell, let, lend, mortgage, dispose of or turn to account all or any of the property or assets of the Society with a view to the furtherance of its objects,
- (q) To establish and support or to aid (by way of gift, loan or otherwise) in the establishment and support of any associations or institutions and to subscribe or guarantee money for purposes calculated to further the objects of the Society,
- (r) To apply for and take all necessary steps to obtain statutory or other powers or privileges required or deemed to be expedient for the furtherance of the objects and work of the Society and to defray the costs and expenses involved,
- (s) To do all such other lawful things as will further the attainment of the above objects or any of them.

Significant activities

The Society is the official supporters' body for the project to rebuild, maintain, and operate the WHR, a narrow-gauge railway between Caernarfon and Porthmadog which closed in the 1930s. The operating company for the WHR is the Festiniog Railway Company (the Company). The Society members are playing a leading part in the maintenance, development and operation of the WHR.

The most significant proportion of the Society's work involves sponsoring projects around the railway. These range from the more obvious things such as the restoration of the locomotives such as NG15 No134, together with the maintenance and improvement of the track, through to the less glamorous tasks such as the construction of station signs and other furniture.

Volunteers

The Society continued to make a significant volunteer contribution across all aspects of the WHR, through regular weekday and weekend working groups or directly with the Company's departments subject to the restrictions imposed by coronavirus and associated regulations.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

With the exclusion of the exceptional coronavirus related support provided, the Society donated £121,741 to the Company in 2021 (2020: £61,343) as part of its objective to promote and support the WHR, and this included £5,379 from the coronavirus appeal. The donations during 2021 related mostly to the NG15 refurbishment, but contributions towards the NGG 16 boiler and a number of smaller projects were also made.

During the year to December 2020 the Society made short term, interest free loans totalling £400,000 to the Company. These were to assist it with the usual need for cash in the winter months and also to assist it in dealing with the costs relating to the coronavirus restrictions put in place by the Welsh Government.

In the current year the Society converted £117,405 (2020: £35,744) of the loan balance into grants. These were to reimburse costs incurred by the Company in connection with specified projects. The Society also received a repayment of £125,000 from the Company in December 2021, which reduced the total indebtedness to £121,851.

Fundraising activities

The main sources of funds are subscriptions, donations and bequests received from its members and other supporters.

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2021

FINANCIAL REVIEW

Principal funding sources

The Society's total fund balance at the end of 2021 was £553,242 (2020: £672,196).

As in previous years, the majority of the Society's income came from the continued support of its much-valued members. The classification and breakdown of fee-paying memberships was as follows:

	<u>2021</u>	<u>2020</u>
Adults	920	969
Families	849	956
Juniors	3	5
Young persons	4	8
Life members	418	422
Associate Life members	34	34
Total	<u>2,228</u>	<u>2,394</u>

As can be seen, the overall fee-paying membership decreased slightly in 2021 as compared with 2020, and this is believed to be attributable to the coronavirus pandemic.

The Society's membership year runs from the 1 March to the end of February, which differs from its accounting year by two months. As a result, the Society accrues two twelfths of its annual membership income so as to carry it over to the relevant accounting period.

Some members have prepaid their membership by a varying number of years, and again, these identified amounts are now accrued over to the relevant accounting periods. The same approach is also undertaken for Diamond Jubilee Appeal donors who are granted Society membership for five years.

Life and Associate Life membership fees represent one off contributions by these members for continued lifelong membership. In order that the Society's continuing relationship with these members is adequately reflected in its financial statements, life membership income received is now accrued and released over a 10-year period, which is considered by the trustees to produce a reasonable approximation of expected accrued benefit and matches the approach undertaken by two similar organisations.

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2021

FINANCIAL REVIEW

Reserves policy

The Society's policy is to maintain an adequate reserve so as to enable it to discharge its charitable objectives, meet its ongoing day to day requirements, and maintain general funds to meet its obligations for committed WHR projects. In addition, the Society receives and holds restricted funds in support of the NG15 and K1 projects.

The Society allocates monies into one of three types of fund:

Unrestricted funds

These are available to spend on activities that further any of the purposes & objects of the charity and are allocated at the discretion of the trustees.

Designated funds

These are unrestricted funds that the trustees have decided, at their discretion, to set aside to use for specific purposes.

However, should circumstances dictate that the specific project cannot be pursued, or should there be funds in excess of the required amount for its achievement, then the funds retained therein will be used to further the general aims of the Society and will be reallocated at the discretion of the trustees.

Restricted funds

These funds, which arise from grants or donations made for a specific purpose, can only be used for that particular purpose within the objects of the charity. Restrictions arise when stipulated by the donor or grantor or where funds are raised for a specified purpose. The balances of the funds represent the unspent amounts.

As at the end of 2021 the Society's main funds stood at:

Restricted funds

	<u>2021</u>	<u>2020</u>
NG15 project	£ 8,742	£ 22,496
K1 project	£ 32,737	£ 31,991

Designated funds

	<u>2021</u>	<u>2020</u>
Historical railway assets fund	£ 700	£ 700
Station View property fund	£230,000	£225,374
Station View maintenance fund	£ 11,410	£ 7,910
NG15 project contingency fund	£ 22,256	£ 90,000
Smaller project allocation fund;	£ 29,746	£ 41,779
NG15 appeal	£ 11,310	£ -
NGG16 boiler appeal	£ -	£ 8,710
Third class saloon appeal fund	£150,000	£ 88,619
Dinas facilities contingency fund	£ 11,652	£ 5,225
Coronavirus appeal fund	£ 117	£ 3,259

Unrestricted funds

	<u>2021</u>	<u>2020</u>
Unrestricted funds (free reserve)	£ 44,572	£146,133

The Society's free reserve for the year is the Society's available and unallocated funds, with this being available to respond to unexpected events, such as an unplanned request for urgent support from the railway or a sudden but sustained fall in income.

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2021

FUTURE PLANS

The Society will be continuing its work in supporting the development of the WHR and to be a sponsor for a variety of exciting new projects as well as continuing to support the WHR's long term aims and projects.

The Society has prepared and adopted a business plan which is designed to last until the end of 2024. The Board also appointed a Vision Group, which carried out a wide-ranging review of the Society's affairs, and the current business plan incorporates their conclusions and recommendations.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Society is controlled by its governing document, the Memorandum & Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006 and is a registered charity as defined by the Charities Act 2011.

The financial statements of the charitable company, which is a public benefit entity under FRS 102, 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.

Board meetings, recruitment and appointments

The Society trustees held regular meetings during the year which were attended by Society officers & directors, and on occasions representatives of the Company and trustees of The Ffestiniog and Welsh Highland Railways Trust (The Trust).

Publication of the financial statements

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the Society's website, and as noted on the front cover of this document, a larger print version of the financial statements can be accessed via the Members Area of the Society's website: <https://www.whrsoc.org.uk>.

Cymdeithas Rheilffordd Eryri

also known as

Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees

for the Year Ended 31 December 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT
TRUSTEES (DIRECTORS)

Dafydd H Thomas

- Chairman, appointed for 12 months
- Liaison with the Company, the Trust, subsidiary companies, and the Ffestiniog Railway Society (FRS).
- Society representative at the Company management meetings
- Archives: Archivist Gareth H Williams
- The Snowdon Ranger: Editor Bob Zeepvat
- Centenary Committee

Ian R King

- Deputy chairman
- Liaison with the Company, the Trust, subsidiary companies, and the FRS
- NG15 project finance
- Centenary Committee
- Society representative on the Trust's Diamond Jubilee Appeal committee
- Finance Director inc. Gift Aid claims / cash flow / budget

Elwyn Jones

- The Snowdon Ranger advertising
- Rail Ale Festival committee chairman
- Press & local community relations

Nell S McMaster

- Area & Special Interest Groups: liaison with Groups' chairmen
- Platform benches
- Adopt a station scheme
- Risk Management policy document

David E Firth

- Events
- Centenary Committee

Mark W Gardner

- IT
- Communications (Website & social media): website administrators David Tidy & Laurence Armstrong
- Vision Group – chairman

Steven R Harris

- Membership: membership committee chairman, Membership Secretary Richard Watson
- Vision Group

Megan Smith

- Volunteers
- Vision Group

Adrian M Strachan - Appointed 18 September 2021

- NG15 project and engineering lead
- Vision Group

OFFICERS

Charles McKenzie

- Company secretary
- Legacy administration
- Statutory obligations of registered company and charity, including annual return
- Administration from registered office

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

- Data protection registration

Richard Watson

- Membership Secretary.

Bob Zeepvat

- Editor of The Snowdon Ranger.

Gareth Haulfryn Williams

- Archivist.

Stephen Cheeseman

- Treasurer

- Financial reporting, maintaining accounts, and liaison with auditors.

Dave Kent

- President.

Cedric Lodge

- Vice President.

Stuart McNair

- Vice President.

Wider network

No one person or body related to the Society (by this we refer to the Company, the Trust and associated companies) has the entitlement to appoint any of the charity's trustees. The Society's trustees are only appointed by the members of the Society.

The Society's relationships with its related parties do not directly impact the operating policies adopted by it as no related party can impose a policy decision or change upon it. The Society's role is to support the WHR and it does this mainly by contributing financially to duly considered requests for funds from related parties in the furtherance of those activities and objectives.

RELATED PARTY, REMUNERATION AND EXPENSES POLICY

The trustees consider the Society's key management team to comprise of the board of trustees and the senior officers as they are tasked with directing and controlling the operations of the Society on a day-to-day basis. There were no directors' remuneration, expenses or related party transactions in the year, and this confirmation is also disclosed by way of a statutory note in the accounts.

Risk management

The trustees have a duty to identify and review the risks to which the Society is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03157171 (England and Wales)

Registered Charity number

1094938

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2021

Registered office

Station View
Dinas
Caernarfon
Gwynedd
LL54 5UB

Company Secretary

Mr T C I McKenzie

Senior Statutory Auditor

Mr. G. Lloyd Jones

Auditors

Dunn & Ellis Cyf Statutory Auditors
St David's Building
Lombard Street
Porthmadog
Gwynedd
LL49 9AP

Bankers

Barclays Bank plc
Leicester
LE87 2BB

CAF Bank Limited
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

EVENTS SINCE THE END OF THE YEAR

Information relating to any events since the end of the year is given in the notes to the financial statements.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Cymdeithas Rheilffordd Eryri also known as Welsh Highland Railway Society for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 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 those 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 judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

Cymdeithas Rheilffordd Eryri

also known as

Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees

for the Year Ended 31 December 2021

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

In addition to the above, the trustees confirm that they have complied with their duties as set out in Section 17(5) of the 2011 Charities Act to have due regard to the public benefit guidance published by the Charity Commission.

AUDITORS

The auditors, Dunn & Ellis Cyf Statutory Auditors, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on 23rd April 2022 and signed on its behalf by:

Mr T C I McKenzie - Secretary

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Opinion

We have audited the financial statements of Cymdeithas Rheilffordd Eryri also known as Welsh Highland Railway Society (the 'charitable company') for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Identifying and assessing potential risks related to irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Audit response to risks identified

- the nature of the industry and sector, control environment and business performance.
- results of our enquiries of management, and those charged with governance about their own identification and assessment of the risks of irregularities.
- any matters we identified having obtained and reviewed the Charitable Company's information of their policies and procedures relating to:
 - a. identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance.
 - b. detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud.
 - c. the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations.
 - d. any matters discussed among the audit engagement team including significant directions from relevant external specialists, any tax valuations of note etc.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud to be in relation to revenue recognition. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the Charitable Company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the Companies Act 2006, UK GAAP and any other laws and regulations that although might not have a direct effect on the financial statements, compliance with which may be fundamental to the Company's ability to operate or to avoid a material penalty.

Audit response to risks identified

As a result of performing the above, we identified revenue recognition as a key audit matter related to the potential risk of fraud. The key audit matters section of our report explains the matter in more detail and also describes the specific procedures we performed in response to that key audit matter.

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements.
- enquiring of management and those charged with governance concerning actual and potential litigation and claims.
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- reading any minutes of meetings of those charged with governance, should they exist, and enquire about any correspondence with relevant regulatory bodies.
- obtained an understanding of, through discussions with management to understand the basis of recognition income; and

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

- in addressing the risk of fraud through management override of controls, our approach included the evaluation of the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Mr. G. Lloyd Jones
(Statutory Auditor)

for and on behalf of

Dunn & Ellis Cyf Statutory Auditors
St David's Building
Lombard Street
Porthmadog
Gwynedd
LL49 9AP

Date: 26/04/2022

Note:

The maintenance and integrity of the Cymdeithas Rheilffordd Eryri also known as Welsh Highland Railway Society website is the responsibility of the trustees; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 December 2021

				31.12.21	31.12.20
	Notes	Unrestricted fund £	Designated funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM					
Donations, legacies & gift aid	3	24,987	4,758	1,677	31,422
Charitable activities	6				
Subscriptions & Diamond appeal		79,257	-	-	79,257
Accommodation income		-	2,366	-	2,366
Coronavirus appeal		-	1,856	-	1,856
General appeals		-	19,189	9,564	28,753
Other trading activities	4	240	-	-	240
Investment income	5	13	-	-	13
Total		104,497	28,169	11,241	143,907
EXPENDITURE ON					
Raising funds	7	171	-	536	707
Charitable activities	8				
Donations to the Festiniog Railway Company		117,405	30,284	91,457	239,146
Printing, stationery, postage etc.		18,371	-	-	18,371
Coronavirus appeal		-	-	-	-
Accommodation costs		-	4,865	-	4,865
Governance and support		4,382	16	-	4,398
Total		140,329	35,165	91,993	267,487
NET INCOME/(EXPENDITURE)		(35,832)	(6,996)	(80,752)	(123,580)
Transfers between funds	17	(65,729)	(2,015)	67,744	-
Other recognised gains/(losses)					
Gains on revaluation of fixed assets		-	4,626	-	4,626
Net movement in funds		(101,561)	(4,385)	(13,008)	91,101
RECONCILIATION OF FUNDS					
Total funds brought forward		146,133	471,576	54,487	581,095

The notes form part of these financial statements

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 December 2021

				31.12.21	31.12.20
	Notes	Unrestricted fund £	Designated funds £	Restricted funds £	Total funds £
TOTAL FUNDS CARRIED FORWARD		<u>44,572</u>	<u>467,191</u>	<u>41,479</u>	<u>553,242</u>
					<u>672,196</u>

The notes form part of these financial statements

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Balance Sheet
31 December 2021

					31.12.21	31.12.20
	Notes	Unrestricted fund £	Designated funds £	Restricted funds £	Total funds £	Total funds £
FIXED ASSETS						
Tangible assets	12	-	230,700	-	230,700	226,074
CURRENT ASSETS						
Debtors	13	7,193	123,851	2,469	133,513	374,856
Investments	14	1	-	-	1	1
Cash at bank		<u>110,872</u>	<u>112,640</u>	<u>95,819</u>	<u>319,331</u>	<u>142,629</u>
		118,066	236,491	98,288	452,845	517,486
CREDITORS						
Amounts falling due within one year	15	(36,696)	-	(56,809)	(93,505)	(36,365)
NET CURRENT ASSETS		<u>81,370</u>	<u>236,491</u>	<u>41,479</u>	<u>359,340</u>	<u>481,121</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		81,370	467,191	41,479	590,040	707,195
CREDITORS						
Amounts falling due after more than one year	16	(36,798)	-	-	(36,798)	(34,999)
NET ASSETS		<u>44,572</u>	<u>467,191</u>	<u>41,479</u>	<u>553,242</u>	<u>672,196</u>

The notes form part of these financial statements

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Balance Sheet - continued
31 December 2021

		31.12.21	31.12.20
		Total funds £	Total funds £
FUNDS	Notes 17		
Unrestricted and designated funds:			
Unrestricted fund		44,572	146,133
Historical railway assets fund		700	700
Station View property fund		230,000	225,374
Station View maintenance fund		11,410	7,910
NG15 contingency fund		22,256	90,000
Small project allocations fund		29,746	41,779
NG15 Appeal		11,310	-
NGG16 boiler appeal fund		-	8,710
Third class saloon fund		150,000	88,619
Dinas facilities contingency fund		11,652	5,225
Coronavirus appeal fund		117	3,259
		<u>511,763</u>	<u>617,709</u>
Restricted funds:			
NG15 project fund		8,742	22,496
K1 project fund		<u>32,737</u>	<u>31,991</u>
		<u>41,479</u>	<u>54,487</u>
TOTAL FUNDS		<u>553,242</u>	<u>672,196</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 23/04/2022 and were signed on its behalf by:

.....
Mr D H Thomas - Trustee

Mr I R King - Trustee

Notes to the Financial Statements
for the Year Ended 31 December 2021

1. STATUTORY INFORMATION

Cymdeithas Rheilffordd Eryri (the Society) is a limited company, limited by guarantee as defined by the Companies Act 2006 and is registered in England and Wales. The Society is also registered as a charity with the Charity Commission. The Society's registration numbers, and registered office address can be found in the Report of the Trustees.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the Society, which is a public benefit entity under FRS 102, 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 financial statements have been prepared under the historical cost convention.

The trustees have reviewed all available information, examined the current business plan and are certain that it is appropriate for the financial statements to be prepared on the going concern basis.

Income

Income is generally recognised in the Statement of Financial Activities once the Society has entitlement to the funds; it is probable that the income will be received and the amount can be measured reliably.

Subscription and Society membership income are recognised according to the above criteria with the exception of amounts received and deemed to be received in advance, which are deferred until the income recognition criteria are met:

- Annual membership relating to two twelfth of the membership income is deferred until the subsequent period.
- Advanced membership receipts are deferred and released in the period to which they relate.
- Diamond Jubilee Appeal income is received for a 5-year membership period and is amortised accordingly. The Diamond Jubilee Appeal is a project conceived and operated by the Trust.
- Life and Associate Life membership income is deferred and amortised over a 10-year period, which is commensurate to the policy adopted by two other similar organisations.

For legacies, entitlement is taken as the earlier of the date on which either:

- the Society is notified, before probate, of a gift in a will; or
- the Society becomes aware of a gift once probate has been granted; or
- the estate has been finalised and notification has been made by the executor(s) to the Society that a distribution will be made; or
- when a distribution is received from the estate.

Where legacies have been notified to the Society and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Interest on funds held on deposit is included when receivable, which is usually on a quarterly basis and the amount, can be measured reliably by the Society; this is normally upon notification of the interest paid or payable by the Bank.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

2. ACCOUNTING POLICIES - continued

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

Charitable activities

One of the Society's main aims is to "support and promote the activities of the WHR by providing practical and financial support in all aspects of the construction, maintenance and operation of the Railway".

It does this through the allocation of its incoming resources to specific projects currently being undertaken for the WHR and when the funds are required on a specified project, the Society makes a donation from the relevant fund.

Support costs

Support costs are those functions that assist the work of the Society but do not directly undertake charitable activities. Support costs include regulatory costs, finance, publication of the periodical, postage and governance costs which support the Society's charitable programmes and activities.

Tangible fixed assets

Fixed assets are capitalised if they cost more than £1,000 and are deemed to have a useful life of more than five years. Once capitalised, qualifying assets are disclosed in line with the following policies, which the trustees have deemed appropriate in order for the financial statements to reflect a 'true and fair view'.

Freehold property

Station View was acquired in 2017 for the purpose of providing low-cost accommodation to railway volunteers, with this being one of the Society's primary objectives.

The requirements are that a tangible fixed asset, less its residual value, must be depreciated on a systematic basis over its useful economic life, however the trustees are of the view that the property has a high residual value, which will remove the need for depreciation to be charged. Instead, an annual impairment review will be undertaken, and a full revaluation will be carried out on a rolling 5 year basis, with the next revaluation being due to be reported in the 31 December 2026 financial statements.

The annual impairment review, coupled with a rolling 5-year revaluation policy is deemed to be sufficient to ensure that the departure from the Charities SORP (FRS 102), FRS 102 (effective 1 January 2019) and Companies Act 2006 requirements are not material in nature.

The historical railway assets

Those recognised at a cost are comprised of a signal box sign, a model locomotive and the Nantlle map. Although these might be considered as historically important to the railway, they are not currently considered to be heritage assets. No depreciation is provided with regards to these assets, as its affect upon the financial statements is again deemed to be immaterial.

These departures from accounting standards, believed by the trustees to be necessary for a 'true and fair view' to be reported, are not deemed to be material with regard their affect upon the financial statements.

Taxation

The Society is not registered for value added tax and all transactions during the period shown are deemed to be exempt from corporation tax.

Fund accounting

Funds held by the Society are either:

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

2. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds

These are available to spend on activities that further any of the purposes & objects of the Society and are allocated at the discretion of the trustees.

Designated funds

These are unrestricted funds that the trustees have decided, at their discretion, to set aside to use for specific purposes.

However, should circumstances dictate that the specific project cannot be pursued, or should there be funds in excess of the required amount for its achievement, then the funds retained therein will be used to further the general aims of the Society and will be reallocated at the discretion of the trustees.

Restricted funds

These funds, which arise from grants or donations made for a specific purpose, can only be used for that particular purpose within the objects of the Society. Restrictions arise when stipulated by the donor or grantor or where funds are raised for a specified purpose. The balances of the funds represent the unspent amounts.

Concessionary loans to the company

In 2020, as part of its response to the Coronavirus outbreak, the Society lent a total of £400,000 to the Company. During the current year, through a combination of conversion to grants and repayments being made, the outstanding balance was reduced to £121,851.

These loans are deemed to be repayable upon demand and are interest free.

In line with the public benefit entity provision in section 34 of FRS 102, these loans are recognised initially at cost, with repayments or conversions to grants being recognised in the relevant periods.

Voluntary assistance

The Society has no employees and many of its members give freely of their time to carry out all of the activities of the Society. These voluntary contributions are not included in the accounts.

3. DONATIONS, LEGACIES & GIFT AID

	31.12.21	31.12.20
	£	£
Donations and legacies	8,045	54,437
Annual gift aid claims	<u>23,377</u>	<u>28,658</u>
	<u>31,422</u>	<u>83,095</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

4. OTHER TRADING ACTIVITIES

	31.12.21	31.12.20
	£	£
Sales	240	848
Advertising revenue	-	180
	<u>240</u>	<u>1,028</u>

5. INVESTMENT INCOME

	31.12.21	31.12.20
	£	£
Deposit account interest	<u>13</u>	<u>119</u>

6. INCOME FROM CHARITABLE ACTIVITIES

	<u>Activity</u>	31.12.21	31.12.20
		£	£
Annual subscriptions	Subscriptions & Diamond appeal	68,851	76,520
Life membership	Subscriptions & Diamond appeal	7,936	8,650
Diamond appeal	Subscriptions & Diamond appeal	2,470	3,432
Station View income	Accommodation income	2,366	370
Coronavirus appeal	Coronavirus appeal	1,856	24,508
NG15 income	General appeals	8,969	4,210
K1 income	General appeals	595	512
Third class saloon	General appeals	10,058	14,088
NG15 appeal	General appeals	<u>9,131</u>	-
		<u>112,232</u>	<u>132,290</u>

7. RAISING FUNDS

Other trading activities

	31.12.21	31.12.20
	£	£
Purchases	<u>707</u>	<u>423</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

8. CHARITABLE ACTIVITIES COSTS

	Direct Costs £
Donations to the Festiniog Railway Company	239,146
Printing, stationary, postage etc.	18,371
Accommodation costs	<u>4,865</u>
	<u>262,382</u>

9. AUDITORS' REMUNERATION

	31.12.21 £	31.12.20 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	2,552	2,320
Fees payable to the charity's auditors for other services: Preparation of accounts	<u>1,210</u>	<u>1,100</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

The trustees all give their time freely and there were no trustees' remuneration or other benefits received neither for the year ended 31 December 2021 nor for the year ended 31 December 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES – 2020 SoFA

(Breakdown of 2020 activity from Page15)

	Unrestricted fund £	Designated funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations, legacies & gift aid	74,688	7,097	1,310	83,095
Charitable activities				
Subscriptions & Diamond appeal	88,602	-	-	88,602
Accommodation income	-	370	-	370
Coronavirus appeal	-	24,508	-	24,508
General appeals	-	14,088	4,722	18,810
Other trading activities	1,028	-	-	1,028
Investment income	<u>52</u>	<u>26</u>	<u>41</u>	<u>119</u>
Total	164,370	46,089	6,073	216,532
EXPENDITURE ON				
Raising funds	423	-	-	423

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES – 2020 SoFA cont/.

	Unrestricted fund £	Designated funds £	Restricted funds £	Total funds £
Charitable activities				
Donations to the Festiniog Railway Company	35,744	29,925	6,418	72,087
Printing, stationary, postage etc.	21,187	-	-	21,187
Coronavirus appeal	-	25,000	-	25,000
Accommodation costs	-	2,329	-	2,329
Governance and support	<u>4,186</u>	<u>219</u>	<u>-</u>	<u>4,405</u>
Total	<u>61,540</u>	<u>57,473</u>	<u>6,418</u>	<u>125,431</u>
NET INCOME/(EXPENDITURE)	102,830	(11,384)	(345)	91,101
Transfers between funds	<u>42,133</u>	<u>(43,343)</u>	<u>1,210</u>	<u>-</u>
Net movement in funds	144,963	(54,727)	865	91,101
RECONCILIATION OF FUNDS				
Total funds brought forward	<u>1,170</u>	<u>526,303</u>	<u>53,622</u>	<u>581,095</u>
TOTAL FUNDS CARRIED FORWARD	<u>146,133</u>	<u>471,576</u>	<u>54,487</u>	<u>672,196</u>

12. TANGIBLE FIXED ASSETS

	Freehold property £	Dinas signal box sign £	Model Locomotive £	Nantlle map £	Totals £
COST OR VALUATION					
At 1 January 2021	225,374	375	100	225	226,074
Revaluations	<u>4,626</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,626</u>
At 31 December 2021	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>
NET BOOK VALUE					
At 31 December 2021	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>
At 31 December 2020	<u>225,374</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>226,074</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

12. TANGIBLE FIXED ASSETS - continued

Cost or valuation at 31 December 2021 is represented by:

	Freehold property £	Dinas signal box sign £	Model Locomotive £	Nantlle map £	Totals £
Valuation in 2021	4,626	-	-	-	4,626
Cost	<u>225,374</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>226,074</u>
	<u>230,000</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>230,700</u>

If Station View had not been revalued it would have been included at the following historical cost:

	31.12.21 £	31.12.20 £
Cost	<u>225,374</u>	<u>-</u>

Station View was valued as at 31 December 2021 by Dafydd Hardy Chartered Surveyors.

The freehold property figure relates to the costs associated with the purchase of Station View in February 2017 and the subsequent improvements thereto and revaluation thereof.

In 2010, the model locomotive was given to the National Rail Museum in York on a long term loan, but is now back in Porthmadog and kept at the Harbour Station.

The signal box sign is currently being stored at a secure location in Dinas and may be put on display at Caernarfon Station.

The Nantlle map, which depicts the line between Caernarfon and Nantlle, is believed to be dated from around the mid 19th Century and is currently being safely kept by one of the trustees.

13. DEBTORS

	31.12.21 £	31.12.20 £
Amounts falling due within one year:		
Other debtors	5,024	371
Annual gift aid claims	6,636	7,227
Bequests	2	3,002
Company loans	<u>121,851</u>	<u>123,140</u>
	<u>133,513</u>	<u>133,740</u>
Amounts falling due after more than one year:		
Company loans	<u>-</u>	<u>241,116</u>
Aggregate amounts	<u>133,513</u>	<u>374,856</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

14. CURRENT ASSET INVESTMENTS

	31.12.21 £	31.12.20 £
Festiniog Railway Company share	<u>1</u>	<u>1</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21 £	31.12.20 £
Accrued Festiniog Railway Company donations	56,857	-
Other creditors	4,379	4,052
Deferred income	<u>32,269</u>	<u>32,313</u>
	<u>93,505</u>	<u>36,365</u>

16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.12.21 £	31.12.20 £
Accruals and deferred income	<u>36,798</u>	<u>34,999</u>

17. MOVEMENT IN FUNDS

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted and designated funds				
Unrestricted fund	146,133	(35,832)	(65,729)	44,572
Historical railway assets fund	700	-	-	700
Station View property fund	225,374	4,626	-	230,000
Station View maintenance fund	7,910	(2,500)	6,000	11,410
NG15 contingency fund	90,000	-	(67,744)	22,256
Small project allocations fund	41,779	(16,176)	4,143	29,746
NG15 Appeal	-	11,310	-	11,310
NGG16 boiler appeal fund	8,710	(8,710)	-	-
Third class saloon fund	88,619	12,223	49,158	150,000
Dinas facilities contingency fund	5,225	(1)	6,428	11,652
Coronavirus appeal fund	<u>3,259</u>	<u>(3,142)</u>	<u>-</u>	<u>117</u>
	617,709	(38,202)	(67,744)	511,763
Restricted funds				
NG15 project fund	22,496	(81,498)	67,744	8,742
K1 project fund	<u>31,991</u>	<u>746</u>	<u>-</u>	<u>32,737</u>
	<u>54,487</u>	<u>(80,752)</u>	<u>67,744</u>	<u>41,479</u>
TOTAL FUNDS	<u>672,196</u>	<u>(118,954)</u>	<u>-</u>	<u>553,242</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

17. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted and designated funds				
Unrestricted fund	104,497	(140,329)	-	(35,832)
Station View property fund	-	-	4,626	4,626
Station View maintenance fund	2,365	(4,865)	-	(2,500)
Small project allocations fund	19	(16,195)	-	(16,176)
NG15 Appeal	11,310	-	-	11,310
NGG16 boiler appeal fund	-	(8,710)	-	(8,710)
Third class saloon fund	12,223	-	-	12,223
Dinas facilities contingency fund	(1)	-	-	(1)
Coronavirus appeal fund	2,253	(5,395)	-	(3,142)
	132,666	(175,494)	4,626	(38,202)
Restricted funds				
NG15 project fund	10,495	(91,993)	-	(81,498)
K1 project fund	746	-	-	746
	11,241	(91,993)	-	(80,752)
TOTAL FUNDS	143,907	(267,487)	4,626	(118,954)

Comparatives for movement in funds

	At 1.1.20 £	Net movement in funds £	Transfers between funds £	At 31.12.20 £
Unrestricted and designated funds				
Unrestricted fund	1,170	102,830	42,133	146,133
Historical railway assets fund	700	-	-	700
Station View property fund	225,374	-	-	225,374
Station View maintenance fund	3,868	(1,958)	6,000	7,910
NG15 contingency fund	90,000	-	-	90,000
Small project allocations fund	29,412	(29,823)	42,190	41,779
NGG16 boiler appeal fund	8,701	9	-	8,710
Third class saloon fund	49,139	17,129	22,351	88,619
Dinas facilities contingency fund	119,109	-	(113,884)	5,225
Coronavirus appeal fund	-	3,259	-	3,259
	527,473	91,446	(1,210)	617,709
Restricted funds				
NG15 project fund	22,298	(1,012)	1,210	22,496
K1 project fund	31,324	667	-	31,991
	53,622	(345)	1,210	54,487
TOTAL FUNDS	581,095	91,101	-	672,196

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

17. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted and designated funds			
Unrestricted fund	164,370	(61,540)	102,830
Station View maintenance fund	371	(2,329)	(1,958)
Small project allocations fund	102	(29,925)	(29,823)
NGG16 boiler appeal fund	9	-	9
Third class saloon fund	17,129	-	17,129
Coronavirus appeal fund	<u>28,478</u>	<u>(25,219)</u>	<u>3,259</u>
	210,459	(119,013)	91,446
Restricted funds			
NG15 project fund	5,406	(6,418)	(1,012)
K1 project fund	<u>667</u>	<u>-</u>	<u>667</u>
	<u>6,073</u>	<u>(6,418)</u>	<u>(345)</u>
TOTAL FUNDS	<u>216,532</u>	<u>(125,431)</u>	<u>91,101</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.20 £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted and designated funds				
Unrestricted fund	1,170	66,998	(23,596)	44,572
Historical railway assets fund	700	-	-	700
Station View property fund	225,374	4,626	-	230,000
Station View maintenance fund	3,868	(4,458)	12,000	11,410
NG15 contingency fund	90,000	-	(67,744)	22,256
Small project allocations fund	29,412	(45,999)	46,333	29,746
NG15 Appeal	-	11,310	-	11,310
NGG16 boiler appeal fund	8,701	(8,701)	-	-
Third class saloon fund	49,139	29,352	71,509	150,000
Dinas facilities contingency fund	119,109	(1)	(107,456)	11,652
Coronavirus appeal fund	<u>-</u>	<u>117</u>	<u>-</u>	<u>117</u>
	527,473	53,244	(68,954)	511,763
Restricted funds				
NG15 project fund	22,298	(82,510)	68,954	8,742
K1 project fund	<u>31,324</u>	<u>1,413</u>	<u>-</u>	<u>32,737</u>
	<u>53,622</u>	<u>(81,097)</u>	<u>68,954</u>	<u>41,479</u>
TOTAL FUNDS	<u>581,095</u>	<u>(27,853)</u>	<u>-</u>	<u>553,242</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

17. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted and designated funds				
Unrestricted fund	268,867	(201,869)	-	66,998
Station View property fund	-	-	4,626	4,626
Station View maintenance fund	2,736	(7,194)	-	(4,458)
Small project allocations fund	121	(46,120)	-	(45,999)
NG15 Appeal	11,310	-	-	11,310
NGG16 boiler appeal fund	9	(8,710)	-	(8,701)
Third class saloon fund	29,352	-	-	29,352
Dinas facilities contingency fund	(1)	-	-	(1)
Coronavirus appeal fund	<u>30,731</u>	<u>(30,614)</u>	<u>-</u>	<u>117</u>
	343,125	(294,507)	4,626	53,244
Restricted funds				
NG15 project fund	15,901	(98,411)	-	(82,510)
K1 project fund	<u>1,413</u>	<u>-</u>	<u>-</u>	<u>1,413</u>
	<u>17,314</u>	<u>(98,411)</u>	<u>-</u>	<u>(81,097)</u>
TOTAL FUNDS	<u>360,439</u>	<u>(392,918)</u>	<u>4,626</u>	<u>(27,853)</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

17. MOVEMENT IN FUNDS - continued

Unrestricted Funds

See the Reserves Policy for full details - maintained at a higher level this year to allow greater flexibility for the trustees to respond to the challenges posed by Covid-19.

Designated Funds

Designated Funds generally are funds which have been allocated by the trustees for particular purposes within the scope of the charitable objectives but which can, if appropriate be reallocated at the trustees' discretion.

Station View Capital Fund This represents the valuation as at 31 December 2021 referred to above.

Historical Railway Assets The historical valuation of a small collection of railway heritage items donated or purchased by the Charity over the years.

NG15 appeal This being the 2022 annual appeal which was launched in the last quarter of 2021, held to support the restoration of NG15 locomotive number 134. This is one of three funds held for the Project all of which have the same purpose.

NGG16 boiler The residue of the proceeds of the 2018 annual appeal together with funds additionally allocated to this project by the trustees, the money will be paid over to the FRCo as and when work on 143's boiler is completed, and the cost claimed by the FRCo.

Third class saloon Proceeds of the 2019 and 2020 annual appeal together with funds additionally allocated to this project by the Trustees. Funds continue to accumulate during 2021. The money will be paid over to the FRCo as and when work on the carriage, provisionally numbered 2050, commences and the cost claimed by the FRCo.

Smaller Projects Allocation Allocated by the trustees to provide for small scale projects and purchases within the scope of the charitable objectives.

Station View Property Fund Net income and expenditure relating to use of Station View as volunteer accommodation. In addition, the trustees allocate a subsidy of £6,000pa to this fund.

NG15 Project Contingency Funds allocated by the trustees to support restoration of NG15 locomotive number 134. This is another of three funds held for the Project all of which have the same purpose.

Dinas Facilities Contingency Funds allocated by the trustees to support provision of workshop space at Dinas for the use of volunteers. This fund was accumulated from legacies left to the Society. A substantial part of the fund was reallocated by the trustees in the course of 2020 to provide continuing emergency support to the FRCo.

Coronavirus Appeal Society has worked with the railways' two other supporting charities, the Ffestiniog & Welsh Highland Railways Trust and the Ffestiniog Railway Society, to manage an emergency appeal on to support the railways through the Covid-19 pandemic. Funds were donated through each of the three charities.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

17. MOVEMENT IN FUNDS - continued

Restricted Funds

Restricted Funds are funds held by the Trustees and which can only be used for that specific purpose, they cannot be reallocated.

NG15

Funds held to support restoration of NG15 locomotive number 134. This is the third of three funds held for the Project all of which have the same purpose.

K1

Funds held to support restoration and maintenance of the prototype Beyer Garratt locomotive K1. The locomotive is presently at Statfold Barn and no call has been made on this fund for the work done there. No immediate call on this fund is anticipated.

18. RELATED PARTY DISCLOSURES

Other than donations made in line with the objectives of the charity, there were no related party transactions for the year ended 31 December 2021 or 31 December 2020.

19. POST BALANCE SHEET EVENTS

There are no post balance sheet events.

20. ULTIMATE CONTROLLING PARTY

The Society is a private company, limited by guarantee and consequently does not have any share capital. The ultimate control of the Society therefore resides in its members who are liable to contribute an amount not exceeding £1 towards the assets of the Society in the event of liquidation.

21. EXEMPTION FROM NAME ENDING WITH 'LIMITED' OR 'CYFYNGEDIG'

The trustees also confirm that because the Society is limited by guarantee, it is exempt, under S60 of the Companies Act 2006, from the requirement to have their registered name ending with 'Limited', 'Cyfyngedig' or any other permitted alternative.

CYMDEITHAS RHEILFFORDD ERYRI

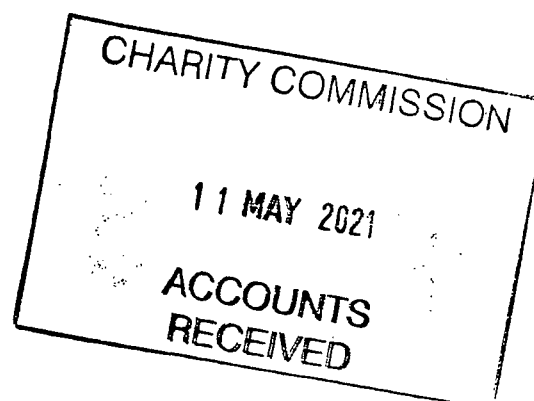
England & Wales - Charity number 1094938

Accounts

Charity Commission
PO Box 211
Bootle
L20 7YX



Cymdeithas Rheilffordd Eryri accounts.



Report of the Trustees and
Financial Statements for the Year Ended 31 December 2020
for
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Dunn & Ellis Cyf Statutory Auditors
St David's Building
Lombard Street
Porthmadog
Gwynedd
LL49 9AP

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Contents of the Financial Statements
for the Year Ended 31 December 2020

	Page
Report of the Trustees	1 to 10
Report of the Independent Auditors	11 to 13
Statement of Financial Activities	14
Balance Sheet	15 to 16
Notes to the Financial Statements	17 to 28

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2020

The trustees of Cymdeithas Rheilffordd Eryri (the Society), who are also directors of the Society for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2020. The trustees have adopted the provisions of 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 Society's board of trustees continues to work earnestly in providing broad based support for the maintenance, development and operation of the narrow gauge railway from Caernarfon to Porthmadog, this being the principal objective of the Society.

The Society continues to support acquisition of assets to understand the historical context of the original railway operation and its relation and relevance to its environment and community. The acquisition of the Nantlle map in 2016 is an example of this policy.

The Society provides a wide range of opportunities for volunteers, encouraging their involvement, providing training and development opportunities as well as a forum for a sharing of skills and experience. Activities are designed to engage with volunteers across the age spectrum.

The activities of the Society are funded by financial contributions of the membership. The use of funds raised contributes to the ability of the railway's operating company to develop at a faster rate and provide wider services without incurring financial liabilities.

The Society also supports activities that provide opportunities for the local community and local business to participate in and benefit from.

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2020

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charitable company is established for the following purposes for the advancement of the education of the public:-

To encourage and to promote public interest in the Caernarfon to Porthmadog Railway (including the former Welsh Highland Railway) (the WHR) generally and in its history, restoration, operation, railway locomotives and rolling stock, machinery and equipment of historical and general interest relating thereto.

And in furtherance of the above-mentioned objects, but not otherwise:

- (a) To support and promote the activities of the WHR by providing practical and financial support in all aspects of the construction, maintenance and operation of the WHR including the acquisition and holding of shares, debentures and other securities therein,
- (b) To purchase, hire, take on loan or otherwise acquire railway engines, rolling stock and railway equipment generally and to undertake or assist in the maintenance, repair, renovation, restoration and operation of any such vehicles and equipment, and to promote and encourage the retention, preservation and operation of any such vehicles and equipment as aforesaid and to provide facilities for the public to observe such vehicles and equipment and to assist in their preservation and operation where feasible,
- (c) To purchase, lease or otherwise acquire real or personal property for any estate or interest or any rights, privileges or easements in respect of any property or rights whatsoever,
- (d) To construct, maintain, work and manage railways, permanent way, overhead lines, cables, power supplies, railway infrastructure, signal equipment, signals, markings, associated road furniture and ancillary equipment, to establish and maintain workshops and plant and to erect, alter and maintain any buildings, bridges and other structures,
- (e) To work in conjunction with, or join or affiliate to other institutions, societies and bodies in any part of the world whose aims are not inconsistent with the objects of the Society,
- (f) To promote and further the study of and research into the WHR and associated railways, railway engines and rolling stock, undertakings and other forms of transport and the historical, scientific, social and other aspects thereof, and to catalogue, collect, collate, publish and sell material and information of service or interest to the public in general calculated to promote the objects of the Society,
- (g) To take any gift of property, whether or not subject to any special trust, for one or more of the objects of the Society,
- (h) To receive money on deposit or loan or by grant, donation, or subscription, or to take steps by personal or written appeals, public meetings or otherwise to procure contributions to the funds of the Society,
- (i) To print and publish any newspapers, periodicals, books or leaflets and to operate car parks, book stalls, sales kiosks and refreshment rooms for the use and convenience of persons visiting any such vehicles and equipment as aforesaid and to sell or merchant any goods,
- (j) To purchase, lease or otherwise acquire, build, equip, maintain and manage hostels, hotels or railway sleeping carriages to provide accommodation for persons engaged in the preservation of such vehicles and equipment or in promoting any of the objects of the Society and to provide facilities incidental to such accommodation,
- (k) To hold or arrange or join in holding or arranging exhibitions, shows, displays, competitions or other functions or events for the purposes of the Society,
- (l) To effect and keep up any insurance against any risk, loss or liability to which the Society may be subject,
- (m) To invest the moneys of the Society not immediately required for its purposes in or at interest upon such investments, securities or property as may be thought fit, subject nevertheless to such conditions (if any) and such consents (if any) as may for the time being be imposed or required by law and subject also as hereinafter provided,

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2020

- (n) To borrow and raise money and accept money on deposit and to secure or discharge any debt or obligation of or binding on the Society in any manner and in particular (without prejudice to the generality of the foregoing) by mortgages of or charges upon all or any part of the undertaking, property and assets (present and future) and uncalled capital of the Society by the creation and issue of securities,
- (o) To draw, make, accept, endorse, negotiate, discount and execute promissory notes, bills of exchange and other negotiable instruments,
- (p) Subject to such consents as may be required by law to sell, let, lend, mortgage, dispose of or turn to account all or any of the property or assets of the Society with a view to the furtherance of its objects,
- (q) To establish and support or to aid (by way of gift, loan or otherwise) in the establishment and support of any associations or institutions and to subscribe or guarantee money for purposes calculated to further the objects of the Society,
- (r) To apply for and take all necessary steps to obtain statutory or other powers or privileges required or deemed to be expedient for the furtherance of the objects and work of the Society and to defray the costs and expenses involved,
- (s) To do all such other lawful things as will further the attainment of the above objects or any of them.

Significant activities

The Society is the official supporters' body for the project to rebuild, maintain, and operate the WHR, a narrow gauge railway between Caernarfon and Porthmadog which closed in the 1930s. The operating company for the WHR is the Festiniog Railway Company (the Company). The Society members are playing a leading part in the maintenance, development and operation of the WHR.

The most significant proportion of the Society's work involves sponsoring projects around the railway. These range from the more obvious things such as the restoration of the locomotives such as NG15 No134, together with the maintenance and improvement of the track, through to the less glamorous tasks such as the construction of station signs and other furniture.

Volunteers

The Society continued to make a significant volunteer contribution across all aspects of the WHR, through regular weekday and weekend working groups or directly with the Company's departments subject to the restrictions imposed by coronavirus and associated regulations.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

With the exclusion of the exceptional coronavirus related support provided, the Society donated £61,343 to the Company in 2020 (2019: £159,443) as part of its objective to promote and support the WHR, and this included £25,000 from the coronavirus appeal. The donations during 2020 of course mostly relating to smaller projects that were able to proceed and to the specific coronavirus appeal.

In January 2020 the Society lent £150,000 to the Company to assist with the Company's usual need for cash in the winter months. In April, after lockdown, and when it was apparent that the Company would not be able to trade normally in 2020 due to coronavirus, a further £250,000 was lent. These loans are interest free.

Later in the year the Society agreed to convert £35,744 of this support to grants, this being so as to reimburse costs incurred by the Company in connection with essential maintenance the Society anticipates conversion of a further £123,140 into grants in respect of locomotive and tamper maintenance in the course of 2021, reducing the total indebtedness to £241,116.

Fundraising activities

The main sources of funds are subscriptions, donations and bequests received from its members and other supporters.

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2020

FINANCIAL REVIEW

Principal funding sources

The Society's total fund balance at the end of 2020 was £672,196 (2019: £581,095).

As in previous years, the majority of the Society's income came from the continued support of its much-valued members. The classification and breakdown of fee paying memberships is as follows:

	<u>2020</u>	<u>2019</u>
Adults	969	1,065
Families	956	1,249
Juniors	5	5
Students	8	11
Life members	422	422
Associate Life members	34	34
Total	2,394	2,786

As can be seen, the overall fee paying membership decreased slightly in 2020 as compared with 2019, and this is believed to be attributable to the coronavirus pandemic.

The Society's membership year runs from the 1 March to the end of February, which differs from its accounting year by two months. As a result, the Society accrues two twelfths of its annual membership income so as to carry it over to the relevant accounting period.

Some members have prepaid their membership by a varying number of years, and again, these identified amounts are now accrued over to the relevant accounting periods. The same approach is also undertaken for Diamond Jubilee Appeal donors who are granted Society membership.

Life and Associate Life membership fees represent one off contributions by these members for continued lifelong membership. In order that the Society's continuing relationship with these members is adequately reflected in its financial statements, life membership income received is now accrued and released over a 10 year period, which is considered by the Trustees to produce a reasonable approximation of expected accrued benefit and matches the approach undertaken by two similar organisations.

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2020

FINANCIAL REVIEW

Reserves policy

The Society's policy is to maintain an adequate reserve so as to enable it to discharge its charitable objectives, meet its ongoing day to day requirements, and maintain general funds to meet its obligations for committed WHR projects. In addition the Society receives and holds restricted funds in support of the NG15 and K1 projects.

The Society allocates monies into one of three types of fund:

Unrestricted funds

These are available to spend on activities that further any of the purposes & objects of the charity and are allocated at the discretion of the trustees.

Designated funds

These are unrestricted funds that the trustees have decided, at their discretion, to set aside to use for specific purposes.

However, should circumstances dictate that the specific project cannot be pursued or should there be funds in excess of the required amount for its achievement, then the funds retained therein will be used to further the general aims of the Society and will be reallocated at the discretion of the trustees.

Restricted funds

These funds, which arise from grants or donations made for a specific purpose, can only be used for that particular purpose within the objects of the charity. Restrictions arise when stipulated by the donor or grantor or where funds are raised for a specified purpose. The balances of the funds represent the unspent amounts.

As at the end of 2020 the Society's main funds stood at:

Restricted funds

	<u>2020</u>	<u>2019</u>
NG15 project	£22,496	£22,298
K1 project	£31,991	31,324

Designated funds

	<u>2020</u>	<u>2019</u>
Historical railway assets fund	£700	£700
Station View property fund	£225,374	225,374
Station View maintenance fund	£7,910	£3,868
NG15 project contingency fund	£90,000	£90,000
Smaller project allocation fund;	£41,779	£29,412
NGG16 boiler appeal	£8,710	£8,701
Third class saloon appeal fund	£88,619	£49,139
Dinas facilities contingency fund	£5,225	£119,109
Coronavirus appeal fund	£3,259	£-

Uncommitted funds

	<u>2020</u>	<u>2019</u>
Uncommitted funds (free reserve)	£146,133	£1,170

The Society's free reserve for the year is the Society's available and unallocated funds. Before the 31 December 2020, the Society had contingently agreed to commit £123,140 as detailed under charitable activities, page 3, with any remaining excess being available to respond to cope with unexpected events such as an unplanned request for urgent support from the railway or a sudden but sustained fall in income.

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2020

FUTURE PLANS

The Society will be continuing its work in supporting the development of the WHR and to be a sponsor for a variety of exciting new projects as well as continuing to support the WHR's long term aims and projects.

The Society has prepared and adopted a business plan which was designed to last until the end of 2020. The Board has since appointed a Vision Group, which is conducting, but at this time, has not completed, a wide ranging review of the Society's affairs; therefore the current business plan has been extended until the conclusion of this review.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Society is controlled by its governing document, the Memorandum & Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006 and is a registered charity as defined by the Charities Act 2011.

The financial statements of the charitable company, which is a public benefit entity under FRS 102, 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.

Board meetings, recruitment and appointments

The Society trustees held regular meetings during the year which were attended by Society officers & directors, and on occasions representatives of the Company and trustees of The Ffestiniog and Welsh Highland Railways Trust (The Trust).

Cymdeithas Rheilffordd Eryri

also known as

Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees

for the Year Ended 31 December 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

TRUSTEES (DIRECTORS)

Dafydd Thomas

- Chairman, appointed for 12 months
- Liaison with the Company, the Trust, subsidiary companies and the Ffestiniog Railway Society.
- Society representative at the Company management meetings
- Archives: Archivist Gareth H Williams
- The Snowdon Ranger: Editor Bob Zeepvat

Ian King

- Deputy Chairman
- Liaison with the Company, the Trust, subsidiary companies and the FRS
- NG15 project
- Gift Aid claims
- Society representative on the Trust's Diamond Jubilee Appeal committee
- Treasurer until 12 September 2020 finance, accounts, tax returns & liaison with auditors
- Finance Director from 13 September 2020

Charles McKenzie - Resigned 12 September 2020

- Finance Director
- Statutory obligations of registered charity
- Society business plans
- Membership: membership committee chairman, Membership Secretary Richard Watson

Elwyn Jones

- The Snowdon Ranger advertising
- Rail Ale Festival committee chairman
- Press & local community relations

Neil McMaster

- Area & Special Interest Groups: liaison with Groups' chairmen
- Platform benches
- NG15 project expenditure regulator until 12 September 2020
- Adopt a station scheme
- Risk Management

Peter Randall - Deceased 19 October 2020

- NG15 project management
- Liaison with the Company for NG15, K1 & other rolling stock projects

David Firth

- Events

Alun Tomlinson - Resigned 13 March 2020

- Liaison with the Company's volunteer manager
- Training

Mark Gardner

- IT
- Communications (Website & social media): website administrators David Tidy & Laurence Armstrong;
- Vision Group

Steven Harris - Appointed 12 September 2020

- Membership: membership committee chairman, Membership Secretary Richard Watson
- Vision Group

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees-
for the Year Ended 31 December 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

Megan Smith - Appointed 12 September 2020

- Volunteers
- Vision Group

OFFICERS

Alastair Wilkinson - to 12 September 2020

Charles McKenzie - from 12 September 2020

- Company secretary
- Legacy administration
- Statutory obligations of registered company and charity, including annual return
- Administration from registered office
- Data protection obligations

Richard Watson

- Membership Secretary.

Bob Zeepvat

- Editor of The Snowdon Ranger.

Gareth Haulfryn-Williams

- Archivist.

Stephen Cheeseman

- Assistant Treasurer to 12 September 2020
- Treasurer from 12 September 2020
- Finance, accounts, tax returns & liaison with auditors

Dave Kent

- President.

Cedric Lodge

- Vice President.

Stuart McNair

- Vice President.

Wider network

No one person or body related to the Society (by this we refer to the Company, the Trust and associated companies) has the entitlement to appoint any of the charity's trustees. The Society's trustees are only appointed by the members of the Society.

The Society's relationships with its related parties do not directly impact the operating policies adopted by it as no related party can impose a policy decision or change upon it. The Society's role is to support the WHR and it does this mainly by contributing financially to duly considered requests for funds from related parties in the furtherance of those activities and objectives.

RELATED PARTY, REMUNERATION AND EXPENSES POLICY

The trustees consider the Society's key management team to comprise of the board of trustees and the senior officers as they are tasked with directing and controlling the operations of the Society on a day to day basis. There were no directors' remuneration, expenses or related party transactions in the year, and this confirmation is also disclosed by way of a statutory note in the accounts.

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The trustees have a duty to identify and review the risks to which the Society is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03157171 (England and Wales)

Registered Charity number

1094938

Registered office

Station View

Dinas

Caernarfon

Gwynedd

LL54 5UB

Society Secretary

Mr T C I McKenzie

Senior Statutory Auditor

Mr. I. Williams

Auditors

Dunn & Ellis Cyf Statutory Auditors

St David's Building

Lombard Street

Porthmadog

Gwynedd

LL49 9AP

Bankers

Barclays Bank plc

Leicester

LE87 2BB

CAF Bank Limited

25 Kings Hill Avenue

Kings Hill

West Malling

Kent

ME19 4JQ

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Report of the Trustees
for the Year Ended 31 December 2020

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Cymdeithas Rheilffordd Eryri also known as Welsh Highland Railway Society for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

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 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 those 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 judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

In addition to the above, the trustees confirm that they have complied with their duties as set out in Section 17(5) of the 2011 Charities Act to have due regard to the public benefit guidance published by the Charity Commission.

AUDITORS

The auditors, Dunn & Ellis Cyf Statutory Auditors, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on 28th March 2021 and signed on its behalf by:

T.C. I McKenzie
Mr T C I McKenzie – Society Secretary

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Opinion

We have audited the financial statements of Cymdeithas Rheilffordd Eryri also known as Welsh Highland Railway Society (the 'charitable company') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We conduct the audit in line with ISAs (UK), which include procedures to consider (based on the control environment, governance structure and circumstances encountered during the audit), the potential likelihood of fraud, illegal acts and non-compliance occurring.

Our auditing procedures, including tests of the accounting records, will be limited to those considered necessary in the circumstances and will not by necessity uncover illegal acts, fraud, non-compliance with laws and regulations, intentional misstatements or errors, should any exist. The procedures used are not designed to test directly for fraudulent or illegal acts etc, nor will they necessarily detect such acts or recognise them as such, even if the effect of its consequences on the financial statements is material.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Report of the Independent Auditors to the Members of
Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Mr. I. Williams (Statutory Auditor)

for and on behalf of
Dunn & Ellis Cyf Statutory Auditors
St David's Building
Lombard Street
Porthmadog
Gwynedd
LL49 9AP

Date: 12/04/2021

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 December 2020

					31.12.20	31.12.19
	Notes	Unrestricted fund £	Unrestricted designated funds £	Restricted funds £	Total funds £	Total funds £
INCOME AND						
ENDOWMENTS FROM						
Donations, legacies & gift aid	3	74,688	7,096	1,310	83,094	138,687
Charitable activities						
Subscriptions & diamond appeal	6	88,602	-	-	88,602	88,817
Station View income		-	370	-	370	3,054
Coronavirus appeal		-	24,508	-	24,508	-
General appeals		-	14,088	4,722	18,810	27,541
Other trading activities	4	1,028	1	-	1,029	2,626
Investment income	5	52	26	41	119	345
Total		164,370	46,089	6,073	216,532	261,070
EXPENDITURE ON						
Raising funds	7	423	-	-	423	216
Charitable activities						
Donations to the Festiniog	8					
Railway Company		35,744	29,925	6,418	72,087	159,443
Printing, stationary, postage etc.		21,187	-	-	21,187	22,852
Coronavirus appeal		-	25,000	-	25,000	-
Station View costs		-	2,329	-	2,329	12,856
Governance and support		4,186	219	-	4,405	4,018
Total		61,540	57,473	6,418	125,431	199,385
NET						
INCOME/(EXPENDITURE)						
		102,830	(11,384)	(345)	91,101	61,685
Transfers between funds	17	42,133	(43,343)	1,210	-	-
Net movement in funds		144,963	(54,727)	865	91,101	61,685
RECONCILIATION OF FUNDS						
Total funds brought forward		1,170	526,303	53,622	581,095	519,410
TOTAL FUNDS CARRIED FORWARD		146,133	471,576	54,487	672,196	581,095

The notes form part of these financial statements

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Balance Sheet
31 December 2020

					31.12.20	31.12.19
	Notes	Unrestricted fund £	Unrestricted designated funds £	Restricted funds £	Total funds £	Total funds £
FIXED ASSETS						
Tangible assets	12	-	226,074	-	226,074	226,074
CURRENT ASSETS						
Debtors	13	215,771	157,935	1,150	374,856	58,136
Investments	14	1	-	-	1	1
Cash at bank		<u>1,724</u>	<u>87,567</u>	<u>53,337</u>	<u>142,628</u>	<u>413,029</u>
		217,496	245,502	54,487	517,485	471,166
CREDITORS						
Amounts falling due within one year	15	(36,364)	-	-	(36,364)	(86,154)
NET CURRENT ASSETS		<u>181,132</u>	<u>245,502</u>	<u>54,487</u>	<u>481,121</u>	<u>385,012</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		181,132	471,576	54,487	707,195	611,086
CREDITORS						
Amounts falling due after more than one year	16	(34,999)	-	-	(34,999)	(29,991)
NET ASSETS		<u>146,133</u>	<u>471,576</u>	<u>54,487</u>	<u>672,196</u>	<u>581,095</u>

The notes form part of these financial statements

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society (Registered number: 03157171)

Balance Sheet - continued
31 December 2020

FUNDS

17

Unrestricted funds:

Uncommitted fund	146,133	1,170
------------------	---------	-------

Designated funds:

Historical railway assets fund	700	700
Station View property fund	225,374	225,374
Station View maintenance fund	7,910	3,868
NG15 contingency fund	90,000	90,000
Small project allocations fund	41,779	29,412
NGG16 boiler appeal fund	8,710	8,701
Third class saloon fund	88,619	49,139
Dinas facilities contingency fund	5,225	119,109
Coronavirus appeal fund	3,259	-

	617,709	527,473
--	---------	---------

Restricted funds:

NG15 project fund	22,496	22,298
K1 project fund	31,991	31,324

	54,487	53,622
--	--------	--------

TOTAL FUNDS

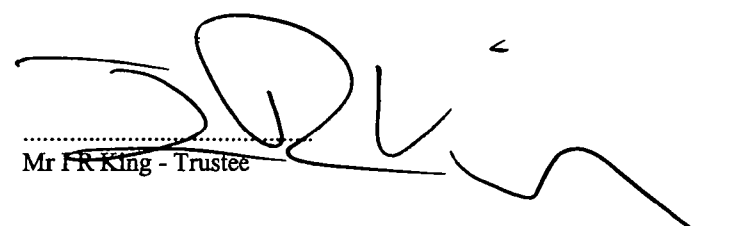
	672,196	581,095
--	---------	---------

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

The financial statements were approved by the Board of Trustees and authorised for issue on 28-03-21 and were signed on its behalf by:



 Mr D H Thomas - Trustee



 Mr R King - Trustee

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements
for the Year Ended 31 December 2020

1. STATUTORY INFORMATION

Cymdeithas Rheilffordd Eryri (the Society) is a limited company, limited by guarantee as defined by the Companies Act 2006 and is registered in England and Wales. The Society is also registered as a charity with the Charity Commission. The Society's registration numbers and registered office address can be found in the Report of the Trustees.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the Society, which is a public benefit entity under FRS 102, 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 financial statements have been prepared under the historical cost convention.

The trustees have reviewed all available information, examined the current business plan and are as certain that it is appropriate for the financial statements to be prepared on the going concern basis.

Income

Income is generally recognised in the Statement of Financial Activities once the Society has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Subscription and Society membership income are recognised according to the above criteria with the exception of amounts received and deemed to be received in advance, which are deferred until the income recognition criteria are met:

- Annual membership relating to two twelfth of the membership income is deferred until the subsequent period.
- Advanced membership receipts are deferred and released in the period to which they relate.
- Diamond Jubilee Appeal income is received for a 5 year membership period and is amortised accordingly. The Diamond Jubilee Appeal of course being a project conceived and operated by the Trust.
- Life and Associate Life membership income is deferred and amortised over a 10 year period, which is commensurate to the policy adopted by two other similar organisations.

For legacies, entitlement is taken as the earlier of the date on which either:

- the Society is notified, before probate, of a gift in a will; or
- the Society becomes aware of a gift once probate has been granted; or
- the estate has been finalised and notification has been made by the executor(s) to the Society that a distribution will be made; or
- when a distribution is received from the estate.

Where legacies have been notified to the Society and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Interest on funds held on deposit is included when receivable, which is usually on a quarterly basis and the amount, can be measured reliably by the Society; this is normally upon notification of the interest paid or payable by the Bank.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

2. ACCOUNTING POLICIES - continued

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Charitable activities

One of the Society's main aims is to "support and promote the activities of the WHR by providing practical and financial support in all aspects of the construction, maintenance and operation of the Railway".

It does this through the allocation of its incoming resources to specific projects currently being undertaken for the WHR and when the funds are required on a specified project, the Society makes a donation from the relevant fund.

Support costs

Support costs are those functions that assist the work of the Society but do not directly undertake charitable activities. Support costs include regulatory costs, finance, publication of the periodical, postage and governance costs which support the Society's charitable programmes and activities.

Tangible fixed assets

Fixed assets are capitalised if they cost more than £1,000 and are deemed to have a useful life of more than five years. Once capitalised, qualifying assets are disclosed in line with the following policies, which the trustees have deemed appropriate in order for the financial statements to reflect a 'true and fair view'.

Freehold property

Station View, was acquired in 2017 for the purpose of providing low cost accommodation to railway volunteers, with this being one of the Society's primary objectives.

The requirements are that a tangible fixed asset, less its residual value, must be depreciated on a systematic basis over its useful economic life; however the trustees are of the view that the property has a high residual value, which will remove the need for depreciation to be charged. Instead, an annual impairment review will be undertaken and a full revaluation will be carried out on a rolling 5 year basis, with the next revaluation being due to be reported in the 31 December 2022 financial statements.

The annual impairment review, coupled with a rolling 5 year revaluation policy is deemed to be sufficient to ensure that the departure from the Charities SORP (FRS 102), FRS 102 (effective 1 January 2019) and Companies Act 2006 requirements are not material in nature.

The historical railway assets

Those recognised at a cost are comprised of a signal box sign, a model locomotive and the Nantlle map. Although these might be considered as historically important to the railway, they are not currently considered to be heritage assets. No depreciation is provided with regards these assets, as its affect upon the financial statements is again deemed to be immaterial.

These departures from accounting standards, believed by the trustees to be necessary for a 'true and fair view' to be reported, are not deemed to be material with regard their affect upon the financial statements.

Taxation

The Society is not registered for value added tax and all transactions during the period shown are deemed to be exempt from corporation tax.

Fund accounting

Funds held by the Society are either:

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

2. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds

These are available to spend on activities that further any of the purposes & objects of the Society and are allocated at the discretion of the trustees.

Designated funds

These are unrestricted funds that the trustees have decided, at their discretion, to set aside to use for specific purposes.

However, should circumstances dictate that the specific project cannot be pursued or should there be funds in excess of the required amount for its achievement, then the funds retained therein will be used to further the general aims of the Society and will be reallocated at the discretion of the trustees.

Restricted funds

These funds, which arise from grants or donations made for a specific purpose, can only be used for that particular purpose within the objects of the Society. Restrictions arise when stipulated by the donor or grantor or where funds are raised for a specified purpose. The balances of the funds represent the unspent amounts.

Concessionary loans to the company

In 2020, as part of its response to the Coronavirus outbreak, the Society lent £250,000 to the Company. This being in addition to the £150,000 lent to the Company at the beginning of 2020.

Both these loans are repayable on 30 September 2023 and are interest free.

In line with the provisions within the accounting standards, these loans are recognised initially at cost, with repayments or conversions to grants being recognised in the relevant periods.

Voluntary assistance

The Society has no employees and many of its members give freely of their time to carry out all of the activities of the Society. These voluntary contributions are not included in the accounts.

3. DONATIONS, LEGACIES & GIFT AID

	31.12.20	31.12.19
	£	£
Donations and legacies	54,436	113,518
Annual gift aid claims	24,688	25,169
Gift aid - coronavirus appeal	3,970	-
	<u>83,094</u>	<u>138,687</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

4. OTHER TRADING ACTIVITIES

	31.12.20	31.12.19
	£	£
Sales	848	361
Advertising revenue	180	1,285
Miscellaneous income	1	980
	<u>1,029</u>	<u>2,626</u>

5. INVESTMENT INCOME

	31.12.20	31.12.19
	£	£
Deposit account interest	<u>119</u>	<u>345</u>

6. INCOME FROM CHARITABLE ACTIVITIES

	31.12.20	31.12.19
	£	£
Annual subscriptions	76,520	77,155
Life membership	8,650	8,178
Diamond appeal	3,432	3,484
Station View income	370	3,054
Coronavirus appeal	24,508	-
NG15 income	4,210	3,936
K1 income	512	619
Third class saloon	<u>14,088</u>	<u>22,986</u>
	<u>132,290</u>	<u>119,412</u>

7. RAISING FUNDS

Other trading activities

	31.12.20	31.12.19
	£	£
Purchases	<u>423</u>	<u>216</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

8. CHARITABLE ACTIVITIES COSTS

	Direct Costs £
Donations to the Festiniog Railway Company	72,087
Printing, stationary, postage etc.	21,187
Coronavirus appeal	25,000
Station View costs	<u>2,329</u>
	<u><u>120,603</u></u>

9. AUDITORS' REMUNERATION

	31.12.20 £	31.12.19 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	2,320	2,110
Fees payable to the charity's auditors for other services:		
Preparation of accounts	<u>1,100</u>	<u>1,000</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

The trustees all give their time freely and there were no trustees' remuneration or other benefits received neither for the year ended 31 December 2020 nor for the year ended 31 December 2019.

Trustees' expenses

There were no trustees' expenses paid neither for the year ended 31 December 2020 nor for the year ended 31 December 2019.

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES – 2019 SoFA
 (Breakdown of the 2019 column from page 15)

	Unrestricted fund £	Unrestricted designated funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations, legacies & gift aid	132,103	5,533	1,051	138,687
Charitable activities				
Subscriptions & diamond appeal	88,817	-	-	88,817
Station View income	-	3,054	-	3,054
General appeals	-	22,986	4,555	27,541
Other trading activities	2,626	-	-	2,626
Investment income	<u>126</u>	<u>99</u>	<u>120</u>	<u>345</u>
Total	223,672	31,672	5,726	261,070
EXPENDITURE ON				
Raising funds	216	-	-	216
Charitable activities				

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Unrestricted designated funds £	Restricted funds £	Total funds £
Donations to the Festiniog Railway Company	-	118,263	41,180	159,443
Printing, stationary, postage etc.	22,852	-	-	22,852
Station View costs	-	12,856	-	12,856
Governance and support	<u>4,018</u>	<u>-</u>	<u>-</u>	<u>4,018</u>
Total	<u>27,086</u>	<u>131,119</u>	<u>41,180</u>	<u>199,385</u>
NET INCOME/(EXPENDITURE)	196,586	(99,447)	(35,454)	61,685
Transfers between funds	<u>(212,701)</u>	<u>212,701</u>	<u>-</u>	<u>-</u>
Net movement in funds	(16,115)	113,254	(35,454)	61,685
RECONCILIATION OF FUNDS				
Total funds brought forward	<u>17,285</u>	<u>413,049</u>	<u>89,076</u>	<u>519,410</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>1,170</u></u>	<u><u>526,303</u></u>	<u><u>53,622</u></u>	<u><u>581,095</u></u>

12. TANGIBLE FIXED ASSETS

	Freehold property £	Dinas signal box sign £	Model Locomotive £	Nantlle map £	Totals £
COST					
At 1 January 2020 and 31 December 2020	<u>225,374</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>226,074</u>
NET BOOK VALUE					
At 31 December 2020	<u>225,374</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>226,074</u>
At 31 December 2019	<u>225,374</u>	<u>375</u>	<u>100</u>	<u>225</u>	<u>226,074</u>

The freehold property figure relates to the costs associated with the purchase of Station View in February 2017 and the subsequent improvements thereto.

In 2010, the model locomotive was given to the National Rail Museum in York on a long term loan, but is now back in Porthmadog and kept at the Harbour Station.

The signal box sign is currently being stored at a secure location in Dinas and may be put on display at Caernarfon Station.

The Nantlle map, which depicts the line between Caernarfon and Nantlle, is believed to be dated from around the mid-19th Century and is currently being kept safe by one of the trustees.

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

13. DEBTORS

	31.12.20	31.12.19
	£	£
Amounts falling due within one year:		
Other debtors	371	3,242
Annual gift aid claims	5,860	25,131
Bequests	3,002	29,763
Coronavirus appeal (gift aid)	1,367	-
Company loans *	<u>123,140</u>	<u>-</u>
	<u>133,740</u>	<u>58,136</u>
Amounts falling due after more than one year:		
Company loans	<u>241,116</u>	<u>-</u>
Aggregate amounts	<u>374,856</u>	<u>58,136</u>

* The Society has contingently agreed to convert this £123,140 of the Company loan to a grant during 2021.

14. CURRENT ASSET INVESTMENTS

	31.12.20	31.12.19
	£	£
Festiniog Railway Company share	<u>1</u>	<u>1</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20	31.12.19
	£	£
Accrued Festiniog Railway Company donations	-	53,622
Other creditors	4,051	3,726
Deferred income	<u>32,313</u>	<u>28,806</u>
	<u>36,364</u>	<u>86,154</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements -- continued
for the Year Ended 31 December 2020

16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.12.20	31.12.19
	£	£
Accruals and deferred income	<u>34,999</u>	<u>29,991</u>

17. MOVEMENT IN FUNDS

	At 1.1.20	Net movement in funds	Transfers between funds	At 31.12.20
	£	£	£	£
Unrestricted funds				
Uncommitted fund	1,170	102,830	42,133	146,133
Historical railway assets fund	700	-	-	700
Station View property fund	225,374	-	-	225,374
Station View maintenance fund	3,868	(1,958)	6,000	7,910
NG15 contingency fund	90,000	-	-	90,000
Small project allocations fund	29,412	(29,823)	42,190	41,779
NGG16 boiler appeal fund	8,701	9	-	8,710
Third class saloon fund	49,139	17,129	22,351	88,619
Dinas facilities contingency fund	119,109	-	(113,884)	5,225
Coronavirus appeal fund	-	3,259	-	3,259
	<u>527,473</u>	<u>91,446</u>	<u>(1,210)</u>	<u>617,709</u>
Restricted funds				
NG15 project fund	22,298	(1,012)	1,210	22,496
K1 project fund	31,324	667	-	31,991
	<u>53,622</u>	<u>(345)</u>	<u>1,210</u>	<u>54,487</u>
TOTAL FUNDS	<u>581,095</u>	<u>91,101</u>	<u>-</u>	<u>672,196</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
Uncommitted fund	164,370	(61,540)	102,830
Station View maintenance fund	371	(2,329)	(1,958)
Small project allocations fund	102	(29,925)	(29,823)
NGG16 boiler appeal fund	9	-	9
Third class saloon fund	17,129	-	17,129
Coronavirus appeal fund	28,478	(25,219)	3,259
	<u>210,459</u>	<u>(119,013)</u>	<u>91,446</u>
Restricted funds			
NG15 project fund	5,406	(6,418)	(1,012)
K1 project fund	667	-	667
	<u>6,073</u>	<u>(6,418)</u>	<u>(345)</u>
TOTAL FUNDS	<u>216,532</u>	<u>(125,431)</u>	<u>91,101</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

17. MOVEMENT IN FUNDS - continued

Comparatives for movement in 2019 funds

	At 1.1.19 £	Net movement in funds £	Transfers between funds £	At 31.12.19 £
Unrestricted funds				
Uncommitted fund	17,285	196,586	(212,701)	1,170
Historical railway assets fund	700	-	-	700
Station View property fund	225,374	-	-	225,374
Station View maintenance fund	7,670	(9,802)	6,000	3,868
NG15 contingency fund	70,000	-	20,000	90,000
Small project allocations fund	25,008	(11,926)	16,330	29,412
Gwyrfaï carriage appeal fund	60,622	(91,296)	30,674	-
NGG16 boiler appeal fund	23,675	(14,974)	-	8,701
Third class saloon fund	-	28,551	20,588	49,139
Dinas facilities contingency fund	-	-	119,109	119,109
	430,334	97,139	-	527,473
Restricted funds				
NG15 project fund	58,572	(36,274)	-	22,298
K1 project fund	30,504	820	-	31,324
	89,076	(35,454)	-	53,622
TOTAL FUNDS	<u>519,410</u>	<u>61,685</u>	<u>-</u>	<u>581,095</u>

Comparative net movement in 2019 funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Uncommitted fund	223,672	(27,086)	196,586
Station View maintenance fund	3,054	(12,856)	(9,802)
Small project allocations fund	1	(11,927)	(11,926)
Gwyrfaï carriage appeal fund	40	(91,336)	(91,296)
NGG16 boiler appeal fund	26	(15,000)	(14,974)
Third class saloon fund	28,551	-	28,551
	255,344	(158,205)	97,139
Restricted funds			
NG15 project fund	4,906	(41,180)	(36,274)
K1 project fund	820	-	820
	5,726	(41,180)	(35,454)
TOTAL FUNDS	<u>261,070</u>	<u>(199,385)</u>	<u>61,685</u>

Cymdeithas Rheilffordd Eryri
also known as
Welsh Highland Railway Society

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

17. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.19 £	Net movement in funds £	Transfers between funds £	At 31.12.20 £
Unrestricted funds				
Uncommitted fund	17,285	299,416	(170,568)	146,133
Historical railway assets fund	700	-	-	700
Station View property fund	225,374	-	-	225,374
Station View maintenance fund	7,670	(11,760)	12,000	7,910
NG15 contingency fund	70,000	-	20,000	90,000
Small project allocations fund	25,008	(41,749)	58,520	41,779
NGG16 boiler appeal fund	23,675	(14,965)	-	8,710
Third class saloon fund	-	45,680	42,939	88,619
Dinas facilities contingency fund	-	-	5,225	5,225
Coronavirus appeal fund	-	3,259	-	3,259
	369,712	279,881	(31,884)	617,709
Restricted funds				
NG15 project fund	58,572	(37,286)	1,210	22,496
K1 project fund	30,504	1,487	-	31,991
	89,076	(35,799)	1,210	54,487
TOTAL FUNDS	<u>519,410</u>	<u>152,786</u>	<u>-</u>	<u>672,196</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Uncommitted fund	388,042	(88,626)	299,416
Station View maintenance fund	3,425	(15,185)	(11,760)
Small project allocations fund	103	(41,852)	(41,749)
NGG16 boiler appeal fund	35	(15,000)	(14,965)
Third class saloon fund	45,680	-	45,680
Coronavirus appeal fund	28,478	(25,219)	3,259
	465,763	(185,882)	279,881
Restricted funds			
NG15 project fund	10,312	(47,598)	(37,286)
K1 project fund	1,487	-	1,487
	11,799	(47,598)	(35,799)
TOTAL FUNDS	<u>477,602</u>	<u>(324,816)</u>	<u>152,786</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

17. MOVEMENT IN FUNDS - continued

Unrestricted Funds

See the Reserves Policy for full details - maintained at a higher level this year to allow greater flexibility for the trustees to respond to the challenges posed by Covid-19.

Designated Funds

Designated Funds generally are funds which have been allocated by the trustees for particular purposes within the scope of the charitable objectives but which can, if appropriate be reallocated at the trustees' discretion.

Station View Capital Fund

This represents the historical acquisition cost of Station View and its capital value is subject to periodical revaluations.

Historical Railway Assets

The historical valuation of a small collection of railway heritage items donated or purchased by the Charity over the years.

NGG16 boiler

The residue of the proceeds of the 2018 annual appeal together with funds additionally allocated to this project by the trustees, the money will be paid over to the FRCo as and when work on 143's boiler is completed and the cost claimed by the FRCo.

Third class saloon

Proceeds of the 2019 and 2020 annual appeal together with funds additionally allocated to this project by the Trustees. Funds continue to accumulate during 2021. The money will be paid over to the FRCo as and when work on the carriage, provisionally numbered 2050, commences and the cost claimed by the FRCo.

Smaller Projects Allocation

Allocated by the trustees to provide for small scale projects and purchases within the scope of the charitable objectives.

Station View Property Fund

Net income and expenditure relating to use of Station View as volunteer accommodation. In addition the trustees allocate a subsidy of £6,000pa to this fund.

NG15 Project Contingency

Funds allocated by the trustees to support restoration of NG15 locomotive number 134. This fund is separate from the NG15 Restricted Fund but has the same purpose.

Dinas Facilities Contingency

Funds allocated by the trustees to support provision of workshop space at Dinas for the use of volunteers. This fund was accumulated from legacies left to the Society. A substantial part of the fund was reallocated by the trustees in the course of 2020 to provide continuing emergency support to the FRCo.

Coronavirus Appeal

Society has worked with the railways' two other supporting charities, the Ffestiniog & Welsh Highland Railways Trust and the Ffestiniog Railway Society, to manage an emergency appeal on to support the railways through the Covid-19 pandemic. Funds were donated through each of the three charities.

Restricted Funds

Restricted Funds are funds held by the Trustees and which can only be used for that specific purpose, they cannot be reallocated.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

17. MOVEMENT IN FUNDS - continued

<u>NG15</u>	Funds held to support restoration of NG15 locomotive number 134. This fund is separate from the NG15 Designated Fund but has the same purpose.
<u>K1</u>	Funds held to support restoration and maintenance of the prototype Beyer Garratt locomotive K1. The locomotive is presently at Statfold Barn and no call has been made on this fund for the work done there. No immediate call on this fund is anticipated.

18. RELATED PARTY DISCLOSURES

Other than donations made in line with the objectives of the charity, there were no related party transactions for the year ended 31 December 2020 or December 2019.

19. POST BALANCE SHEET EVENTS

As part of its response to the coronavirus outbreak and the restrictions put in place during March 2020, the Society authorised that a loan facility of £250,000 be made available to the Company. This amount to come out of the Society's accumulated cash reserves, with this being in addition to a loan of £150,000 which was made to the Company at the beginning of 2020 (A similar loan of £150,000 was made to the Company during 2019 which was repaid by 31 December 2019). Both loans repayable on 30 September 2023.

As at the 31 December 2020, the amount outstanding as a result of the financial support provided amounted to £364,256, with the reduction from the original amount being the £35,744 which was, following discussions between the Society board and the Company, released as a grant for costs incurred on a number of agreed projects.

Additionally, at the end of 2020, the Society has contingently agreed to convert a further £123,140 of the financial loan support into a grant, but as the total costs related to these projects are not expected to be incurred until the spring of 2021, this amount is deemed to be a 2021 budget item.

20. ULTIMATE CONTROLLING PARTY

The Society is a private company, limited by guarantee and consequently does not have any share capital. The ultimate control of the Society therefore resides in its members who are liable to contribute an amount not exceeding £1 towards the assets of the Society in the event of liquidation.

21. EXEMPTION FROM NAME ENDING WITH 'LIMITED' OR 'CYFYNGEDIG'

The trustees also confirm that because the Society is limited by guarantee, it is exempt, under S60 of the Companies Act 2006, from the requirement to have their registered name ending with 'Limited', 'Cyfyngedig' or any other permitted alternative.