

Charity registration number 1109066

Company registration number 05343257 (England and Wales)

THE WELLINGTON TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

THE WELLINGTON TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	M Ali	
	A Chapman	
	ND Dowden	(Appointed 31 May 2022)
	D Hogben	
	JM Moseley	
	AV Todd	
	S Thomson	(Appointed 5 September 2023)
	L Burton	(Appointed 9 July 2023)
	R Pudduck	(Appointed 9 July 2023)
	M Bateman	(Appointed 9 July 2023)
	R Murray	(Appointed 9 July 2023)
Secretary	F Sparkes	
Charity number	1109066	
Company number	05343257	
Registered office	HQS Wellington Tempke Stairs Victoria Embankment London WC2R 2PN	
Independent examiner	Myers Clark Egale 1 80 St Albans Road Watford Hertfordshire WD17 1DL	
Investment advisors	Evelyn Partners 45 Gresham Street London EC2V 7BG	

THE WELLINGTON TRUST

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THE WELLINGTON TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2023

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

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

Objectives and activities

The WELLINGTON, built in 1934, is a Grimsby Class Sloop. Following four years patrolling the Southwest Pacific out of Auckland, New Zealand, she became a convoy escort ship in the Second World War, escorting more than 100 convoys of merchant shipping to and from our shores. After many years of distinguished service, she is now a highly visible and much-loved central London landmark, moored on the banks of the River Thames between the Cities of London and Westminster.

The WELLINGTON Trust was incorporated in 2005, as a company limited by guarantee. It is a registered charity no 1109066 whose Charitable Objects are the restoration, maintenance and preservation for the public benefit of the sloop The WELLINGTON as part of the nation's maritime heritage, and the education of the public in the history and traditions of the British Merchant Navy.

The WELLINGTON Trust continually raises funds through grants and donations to preserve and maintain The WELLINGTON for the future, and to raise the public awareness of the importance of the British Merchant Navy and seaborne trade to our island nation, and its protection.

In addition to preservation and maintenance projects, the Trust has established an education programme, initially based on Westminster City schools but over the years has expanded to take in inner and outer London schools, with a focus on children living in disadvantaged areas. The Learning Programme for Primary and Secondary is now well established. This has expanded into a Sixth Form programme, using the ship as a classroom for aspects of Science, Technology, Engineering and Maths (STEM).

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

Achievements and performance

Preservation of The WELLINGTON

The regular ship maintenance programme has continued under the Resident Engineer. Preservation of the Ship's hull remains an essential element of this Charitable Object. A Marine Surveyor's detailed Report was published in March 2022 and, in summary, predicts a period of up to 25 years, with appropriate maintenance works, before a dry docking of the Ship would be required.

Regular checking of the Ship's wet hull integrity through regular hull steel thickness mensuration is essential and was the responsibility of the Honourable Company of Master Mariners during the year, as was all maintenance by virtue of the Management Agreement entered into between The Honourable Company of Master Mariners and The WELLINGTON Trust in January 2021.

THE WELLINGTON TRUST

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

FOR THE YEAR ENDED 31 MARCH 2023

Achievements and performance (continued)

Education and Heritage

The Future Maritime Engineers (FME) project has taken place during the year. The project was established with the help of a single generous charitable donation from The Royal Commission for the Exhibition of 1851 and is an innovative project designed to broaden career horizons for students from the deprived boroughs of East and Southeast London. This was initially run as a one-off summer school pilot project, with a view to seeking annual funding to be able to run this every year. This four-day course took place in Summer 2022 with some two dozen pupils and their teachers from secondary schools in East London attending an introductory day onboard WELLINGTON followed later by a three-day residential course in Hampshire, through the aegis of Solent University, British Aerospace, the Royal Navy and other supporters of this unique project. The course, which was filmed professionally, was extremely well received and dedicated funding is fully in place for the Trust to repeat the course in Summer 2024.

During last year, and with generous assistance from the National Heritage Lottery Fund, the Trust installed an Augmented Reality feature in the Ship's historic wheelhouse. Entitled Full Steam Ahead, this facility replicates, with impressive reality, the experience for children and others of helming a warship through a Second World War merchant shipping convoy, giving scenario experiences that recreate, with considerable visual reality, both 'conning' (steering) of the vessel through the convoy and also operation of its anti-submarine weaponry.

The second stage of Augmented Reality is now completed. This comprises a full-scale visual reproduction, projected onto a pull-down gauze screen, of the ship's former propulsion system (engines and turbines) within the present Courtroom, where the engine and boiler rooms had been situated.

The Trust is constantly assessing the future needs of the education programme to fit with the changing educational environment. The STEM Maths syllabus has been developed into an online course which schools or individuals can undertake at home and the Trust's Education Development Officer has now extended the STEM provision into the area of Physics.

WELLINGTON Trust Heritage Lectures, held online monthly, have once again been hugely popular, gathering sizeable audiences from across the globe and bringing to the public, free of charge, distinguished lecturers in maritime heritage subjects. Recordings of the Heritage Lectures remain available to all on our website, as an important educational and research resource.

Financial review

Financial position

The Trust achieved total income of £68,780 (2022: £139,864), against expenditure of £189,743 (2022: 256,309) and losses on investments of £12,636 (2022: gains on investments of £1,471), resulting in net expenditure for the year of £(133,599) (2022: £(114,974)). Total funds of the Trust decreased by £133,599 (2022: £114,974) to £680,407 (2022: £814,006). However, it should be noted that total funds largely reflects the Trust's principal asset, the ship, which is in its principal *raison d'être* to preserve. Excluding fixed assets held for the Trust's own use and funds designated by the Trustees, unrestricted reserves amount to £46,961 (2022: £153,618).

Investment policy and objectives

The investment policy is to invest for the long term at moderate risk level and mainly in quoted equities, so as to provide a suitable balance between dividend income and capital appreciation. However, the trustees are mindful that it may be necessary to realise some of the investments in order to carry out or contribute to necessary works. The trustees have reviewed the investment policy and consider the investments to be prudently managed and with reasonable diversification.

THE WELLINGTON TRUST

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

FOR THE YEAR ENDED 31 MARCH 2023

Financial review (continued)

Reserves policy

The free reserves of the the charitable company are to be utilised to finance consideration and improvement of the ship and to meet operational expenses. The Trust has an obligation for the ultimate removal of the ship from the Thames when it is no longer physically or economically possible to maintain the vessel. This cost is difficult to quantify but the Trustees have provided a designated reserve of £50,000 against this eventual expense. The Trustees believe that the Trust has adequate reserves available for its ongoing operations.

Fixed Assets

The fixed assets of the Trust include the HQS Wellington and the moorings, ownership of which were transferred from the HCMM to the Trust by virtue of a Deed of Gift dated 11th September 2006.

Plans for future periods

Looking ahead to 2023, The WELLINGTON has been closed to the public following the departure of the Honourable Company of Master Mariners (HCMM) in April 2023 marking the end of an era of the Ship as London's only floating livery hall. We thank the HCMM for their part in The WELLINGTON's history.

During this period of closure, The WELLINGTON Trust has undertaken a period of intense maintenance and statutory compliance works which are the focus of plans for 2023 with a view to re-opening the ship to the public as part of the nation's maritime heritage. The WELLINGTON is fully compliant with statutory regulations and has full Protection and Indemnity insurance (including public liability cover) and Hull & Machinery cover. Furthermore, the Port of London Authority has confirmed that The WELLINGTON Trust is fully complaint with the River Works Licence under which they permit The WELLINGTON to remain on the Thames at her Temple Stairs berth. With effect from Monday 2nd October 2023, we shall enter the first phase of preparing to open fully to the public once again.

We continue our maintenance, safety, preservation and statutory compliance programmes, including ongoing steel plate thickness checks and maintenance of the ship's hull, now that the Ship is back under the responsibility of the Trustees following the departure of the HCMM.

We thank our supporters, including our Friends of the WELLINGTON, for their financial support with our ongoing and essential maintenance programmes. We are now firmly focused on getting our Friends back on board and have launched a revised Friends membership offering. We continue to seek grant funding to support essential preservation work.

We continue to grow and expand our education programmes with the ship now re-opening for school visits following the period of closure for maintenance works.

Going forwards, we continue the expansion of the Board of Trustees and appointment of Ambassadors to The WELLINGTON, broadening the skills represented across the Trust and the promotion of the WELLINGTON as a significant heritage vessel by both Trustees and Ambassadors.

THE WELLINGTON TRUST

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

FOR THE YEAR ENDED 31 MARCH 2023

Structure, governance and management

The charitable company is a company limited by guarantee and was incorporated on 26th January 2005 Company Number 05343257 and is registered with the Charity Commissioners Charity Number 1109066. Each Member's liability is limited to £1.

Organisational Structure

The Trust is managed by a Board of Trustees which meet quarterly. The Board has instituted a Trustee skills audit that has been used for existing Trustees and is used when new Trustees are recruited.

The Board appointed a Management Committee of five Trustees which meets fortnightly to deal with day-to-day matters.

The Trust is managed on a day to day basis by a full time Trust Manager who is the only employee. Remuneration arrangements for the Manager are recommended by the Management Committee and approved by the Trustees.

The Board now includes lead Trustees for finance, education, marketing, and development including fundraising, media and filmography, museums and exhibitions, Merchant Navy heritage, and legal and commercial activities. The leaders of these groups involve other people, including expertise from outside the Trust as required, who report quarterly to the Board.

The Trustees serving at 31st March 2023, who were also the Directors of the company, are shown under the Legal and Administrative Information heading.

Trustees met as a full Board four times during the period to oversee the running of the Trust and the operation of the ship. A number of committees, appointed by Trustees, also met regularly to cover details of Finance, Education, Exhibitions, Marketing and Development, Sustainability and Heritage matters. They seek to keep administration costs to a minimum, so as to maximise the use of available funds towards the Charitable Objects of the Trust.

The Trustees confirm that they have had regard to Charity Commission guidance in respect of Public Benefit when reviewing the Charity's aims and objectives and planning future activities. In particular they consider how planned activities will contribute to the aims and objectives that have been set.

The intention of The WELLINGTON Trust is that our Trustees and (non-voting) Ambassadors are recruited from those with as broad a background as possible of relevant skillsets, with (inter alia) past and current trustee experience with other charities in all sectors, or with relevant skills in technical matters (e.g. IT/telecommunications and electrical engineering), in museum administration and leadership, in maritime research, ship construction, maritime law, finance, education, property, film production, charity fund raising, civil and business administration and leadership, and those with past Merchant and Royal Naval service.

Trustee Induction and Training

New Trustees are provided with information concerning the finances, fundraising and expenditure policies of the Charity. Those who are not familiar with the legal obligations and responsibilities of a director are provided with information published by organisations such as the Charity Commission. The Trust will continue to review training requirements for existing and any new Trustees.

Risk Management

Trustees have been considering the major strategic, business and operational risks which the charity faces, which includes foreseen and unforeseen risks to both the Charity and The WELLINGTON. A Risk Register is maintained and reviewed regularly by Trustees.

THE WELLINGTON TRUST

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

FOR THE YEAR ENDED 31 MARCH 2023

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

M Ali

A Chapman

N Dickinson

(Resigned 31 December 2022)

ND Dowden

(Appointed 31 May 2022)

D Hogben

JM Moseley

AW Mullee

(Resigned 12 April 2023)

M Reed

(Resigned 15 November 2022)

S Robertson

(Resigned 5 April 2023)

AV Todd

S Thomson

(Appointed 5 September 2023)

L Burton

(Appointed 9 July 2023)

R Pudduck

(Appointed 9 July 2023)

M Bateman

(Appointed 9 July 2023)

R Murray

(Appointed 9 July 2023)

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



L Burton

Trustee

22 December 2023

THE WELLINGTON TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE WELLINGTON TRUST

I report to the trustees on my examination of the financial statements of The Wellington Trust (the charitable company) for the year ended 31 March 2023.

Responsibilities and basis of report

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

Having satisfied myself that the financial statements of the charitable 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 the charitable company's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charitable company as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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



P Windmill FCA

Myers Clark Chartered Accountants

Egale 1

80 St Albans Road

Watford

Hertfordshire

WD17 1DL

Dated: 22 December 2023

THE WELLINGTON TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

Current financial year

		Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Total 2022 £
	Notes				
<u>Income and endowments from:</u>					
Donations and legacies	2	39,044	-	39,044	114,227
Charitable activities	3	26,484	-	26,484	21,256
Other income	4	3,252	-	3,252	4,381
Total income		68,780	-	68,780	139,864
<u>Expenditure on:</u>					
Raising funds	5	5,358	-	5,358	9,632
Charitable activities	6	150,804	33,581	184,385	246,677
Total expenditure		156,162	33,581	189,743	256,309
Net gains/(losses) on investments		(12,636)	-	(12,636)	1,471
Net outgoing resources before transfers		(100,018)	(33,581)	(133,599)	(114,974)
Gross transfers between funds		(10,180)	10,180	-	-
Net expenditure for the year/ Net movement in funds		(110,198)	(23,401)	(133,599)	(114,974)
Fund balances at 1 April 2022		777,776	36,230	814,006	928,980
Fund balances at 31 March 2023		667,578	12,829	680,407	814,006

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

All income and expenditure derive from continuing activities.

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

THE WELLINGTON TRUST

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

Prior financial year				
		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
	Notes			
<u>Income and endowments from:</u>				
Donations and legacies	2	57,683	56,544	114,227
Charitable activities	3	21,256	-	21,256
Other income	4	4,381	-	4,381
Total income		83,320	56,544	139,864
<u>Expenditure on:</u>				
Raising funds	5	9,632	-	9,632
Charitable activities	6	201,321	45,356	246,677
Total expenditure		210,953	45,356	256,309
Net gains/(losses) on investments		1,471	-	1,471
Net outgoing resources before transfers		(126,162)	11,188	(114,974)
Net expenditure for the year/ Net movement in funds		(126,162)	11,188	(114,974)
Fund balances at 1 April 2021		903,938	25,042	928,980
Fund balances at 31 March 2022		777,776	36,230	814,006

THE WELLINGTON TRUST

BALANCE SHEET

AS AT 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	11		551,192		574,158
Investments	12		120,098		227,760
			<u>671,290</u>		<u>801,918</u>
Current assets					
Stocks	13	2,547		4,246	
Debtors	14	19,062		97,133	
Cash at bank and in hand		6,626		23,789	
		<u>28,235</u>		<u>125,168</u>	
Creditors: amounts falling due within one year	15	(19,118)		(113,080)	
Net current assets			<u>9,117</u>		<u>12,088</u>
Total assets less current liabilities			<u>680,407</u>		<u>814,006</u>
Income funds					
Restricted funds	16		12,829		36,230
Unrestricted funds			667,578		777,776
			<u>680,407</u>		<u>814,006</u>

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

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

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

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

The financial statements were approved by the Trustees on 22 December 2023



L Burton
Trustee

Company registration number 05343257

THE WELLINGTON TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Charity information

The Wellington Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is HQS Wellington, Tempke Stairs, Victoria Embankment, London, WC2R 2PN.

1.1 Accounting convention

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

The charitable company has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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

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

1.2 Going concern

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

1.3 Charitable funds

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

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

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charitable company.

1.4 Income

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

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

Legacies are recognised on receipt or otherwise if the charitable company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

THE WELLINGTON TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

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

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

Improvements to HQS Wellington	25% reducing balance
HQS Wellington	25% reducing balance

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

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.8 Impairment of fixed assets

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

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

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

1.10 Cash and cash equivalents

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

THE WELLINGTON TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.11 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.12 Employee benefits

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

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

THE WELLINGTON TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

2 Donations and legacies

	Unrestricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Donations and gifts	39,044	39,044	34,102	-	34,102
Legacies receivable	-	-	10,000	-	10,000
Grants	-	-	13,581	56,544	70,125
	<u>39,044</u>	<u>39,044</u>	<u>57,683</u>	<u>56,544</u>	<u>114,227</u>

Grants receivable, included in the above, are as follows:

National Lottery Heritage Fund	-	-	-	41,084	41,084
1851 Commission	-	-	-	15,460	15,460
Westminster Council	-	-	13,581	-	13,581
	<u>-</u>	<u>-</u>	<u>13,581</u>	<u>56,544</u>	<u>70,125</u>

3 Charitable activities

	Maintenance of the Wellington 2023 £	Total 2023 £	Maintenance of the Wellington 2022 £	Education 2022 £	Total 2022 £
Ship tours	2,538	2,538	125	-	125
Costs reimbursed	23,946	23,946	20,795	-	20,795
Heritage Evenings	-	-	-	336	336
	<u>26,484</u>	<u>26,484</u>	<u>20,920</u>	<u>336</u>	<u>21,256</u>

THE WELLINGTON TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

4 Other income

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Investment Income		
Deposit account interest	9	12
Dividends	3,243	4,127
Other Trading Activities		
Merchandise	-	242
	<u>3,252</u>	<u>4,381</u>

5 Raising funds

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
<u>Fundraising and publicity</u>		
Fundraiser	1,563	3,607
Friends' expenses	1,628	639
Promotional design, printing and postage	-	4,173
	<u>3,191</u>	<u>8,419</u>
Fundraising and publicity		
Other trading activities		
Merchandise	2,009	1,049
<u>Investment management</u>		
	158	164
	<u>5,358</u>	<u>9,632</u>

THE WELLINGTON TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

6 Charitable activities

	Maintenance of the Wellington 2023 £	Education 2023 £	Total 2023 £	Maintenance of the Wellington 2022 £	Education 2022 £	Total 2022 £
Depreciation	22,966	-	22,966	23,923	-	23,923
Repairs and maintenance	(2,201)	-	(2,201)	35,359	-	35,359
Rates	9,682	-	9,682	9,682	-	9,682
Insurance	20,254	-	20,254	14,991	-	14,991
Website	5,011	-	5,011	7,511	-	7,511
Utilities	1,881	-	1,881	1,542	-	1,542
Exhibitions	-	(1,647)	(1,647)	-	14,144	14,144
Augmented reality project	-	9,169	9,169	-	28,037	28,037
Education expense	-	7,026	7,026	-	16,827	16,827
Heritage Evenings	-	1,412	1,412	-	2,750	2,750
Admissions	3,218	-	3,218	134	-	134
Bad debt provision	13,786	-	13,786	-	-	-
	<u>74,597</u>	<u>15,960</u>	<u>90,557</u>	<u>93,142</u>	<u>61,758</u>	<u>154,900</u>
Grant funding of activities (see note)	9,241	-	9,241	301	-	301
Share of support costs (see note 7)	81,087	-	81,087	85,476	-	85,476
Share of governance costs (see note 7)	3,500	-	3,500	6,000	-	6,000
	<u>168,425</u>	<u>15,960</u>	<u>184,385</u>	<u>184,919</u>	<u>61,758</u>	<u>246,677</u>
Analysis by fund						
Unrestricted funds	138,820	11,984	150,804	148,630	52,691	201,321
Restricted funds	29,605	3,976	33,581	36,289	9,067	45,356
	<u>168,425</u>	<u>15,960</u>	<u>184,385</u>	<u>184,919</u>	<u>61,758</u>	<u>246,677</u>

THE WELLINGTON TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

7 Support costs

	Support costs	Governance costs	2023	Support costs	Governance costs	2022
	£	£	£	£	£	£
Wages	36,750	-	36,750	35,000	-	35,000
Pensions	1,220	-	1,220	940	-	940
Consultant manager	-	-	-	500	-	500
Accounting	4,288	-	4,288	5,431	-	5,431
Database	3,885	-	3,885	7,901	-	7,901
Marketing	14,194	-	14,194	23,640	-	23,640
Bank and payment charges	324	-	324	605	-	605
Sundry expense	11,092	-	11,092	7,498	-	7,498
IT and software costs	3,905	-	3,905	2,971	-	2,971
Legal fees	5,429	-	5,429	990	-	990
Audit fees	-	-	-	-	6,000	6,000
Independent Examiners' Fee	-	3,500	3,500	-	-	-
	<u>81,087</u>	<u>3,500</u>	<u>84,587</u>	<u>85,476</u>	<u>6,000</u>	<u>91,476</u>
Analysed between Charitable activities	<u>81,087</u>	<u>3,500</u>	<u>84,587</u>	<u>85,476</u>	<u>6,000</u>	<u>91,476</u>

Governance costs includes payments to the auditors of £nil (2022- £6,000) for audit fees.

8 Net movement in funds

	2023	2022
	£	£
Net movement in funds is stated after charging/(crediting)		
Fees payable to the company's auditor for the audit of the company's financial statements	-	6,000
Depreciation of owned tangible fixed assets	<u>22,966</u>	<u>23,923</u>

9 Trustees

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

Trustees' expenses

Four trustees (2022: one trustee) were reimbursed for trustees' expenses amounting to £5,449 (2022: £149) paid for the year ended 31 March 2023.

THE WELLINGTON TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

10 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
Administration	1	1
	<u>1</u>	<u>1</u>
Employment costs	2023 £	2022 £
Wages and salaries	36,750	35,000
Other pension costs	1,220	940
	<u>37,970</u>	<u>35,940</u>

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

11 Tangible fixed assets

	Improvements to HQS Wellington £	HQS Wellington £	Total £
Cost			
At 1 April 2022	267,158	604,694	871,852
At 31 March 2023	<u>267,158</u>	<u>604,694</u>	<u>871,852</u>
Depreciation and impairment			
At 1 April 2022	62,908	234,786	297,694
Depreciation charged in the year	8,147	14,819	22,966
At 31 March 2023	<u>71,055</u>	<u>249,605</u>	<u>320,660</u>
Carrying amount			
At 31 March 2023	<u>196,103</u>	<u>355,089</u>	<u>551,192</u>
At 31 March 2022	<u>204,250</u>	<u>369,908</u>	<u>574,158</u>

THE WELLINGTON TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

12 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 April 2022	227,760
Additions	45,006
Unrealised gains/(losses)	(12,636)
Movement in cash	(433)
Disposals	(139,599)
At 31 March 2023	120,098
Carrying amount	
At 31 March 2023	120,098
At 31 March 2023	227,760

13 Stocks

	2023 £	2022 £
Finished goods	2,547	4,246

14 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Trade debtors	-	66,262
Other debtors	8,394	16,213
Prepayments and accrued income	10,668	14,658
	19,062	97,133

15 Creditors: amounts falling due within one year

	2023 £	2022 £
Notes		
Other taxation and social security	645	628
Deferred income	1,158	3,858
Trade creditors	13,469	99,154
Other creditors	346	346
Accrued expenses	3,500	9,094
	19,118	113,080

THE WELLINGTON TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

16 Restricted funds

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

	Movement in funds			Movement in funds			
	Balance at 1 April 2021	Incoming resources	Resources expended	Balance at 1 April 2022	Resources expended	Transfers	Balance at 31 March 2023
	£	£	£	£	£	£	£
National Lottery							
Heritage Fund	5,569	41,084	(26,289)	20,364	(20,364)	-	-
Portal Trust	9,473	-	(8,776)	697	(877)	180	-
Portal Trust 2020/21	-	-	(10,000)	(10,000)	-	10,000	-
1851 Commission	10,000	15,460	(291)	25,169	(12,340)	-	12,829
	<u>25,042</u>	<u>56,544</u>	<u>(45,356)</u>	<u>36,230</u>	<u>(33,581)</u>	<u>10,180</u>	<u>12,829</u>

Portal Trust

This fund represents grants received from The Portal Trust to support the cost of education activities carried out aboard HQS Wellington.

National Lottery Heritage Fund

The fund represents grants received from the NLHF during 2020/21 to support the cost of maintaining the ship during the Covid pandemic as well as developing the ship into a visitor attraction and the creation of augmented reality installations.

1851 Commission

This fund represents a grant received from 1851 Commission to support the cost of the Future Maritime Engineers summer school project trial.

THE WELLINGTON TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

17 Unrestricted funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 April 2021 £	Movement in funds			Balance at 1 April 2022 £	Movement in funds			Balance at 31 March 2023 £
		Incoming resources £	Resources expended £	Revaluations, gains and losses £		Incoming resources £	Resources expended £	Revaluations, gains and losses £	
General Fund	853,938	83,320	(210,953)	1,471	727,776	68,780	(185,767)	(12,636)	598,153
Ship Removal Fund	50,000	-	-	-	50,000	-	-	-	50,000
	903,938	83,320	(210,953)	1,471	777,776	68,780	(185,767)	(12,636)	648,153

THE WELLINGTON TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

18 Analysis of net assets between funds

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Fund balances at 31 March 2023 are represented by:						
Tangible assets	551,192	-	551,192	574,158	-	574,158
Investments	120,098	-	120,098	227,760	-	227,760
Current assets/(liabilities)	(23,137)	32,254	9,117	(24,142)	36,230	12,088
	<u>648,153</u>	<u>32,254</u>	<u>680,407</u>	<u>777,776</u>	<u>36,230</u>	<u>814,006</u>

19 Related party transactions

The Trust purchased video production services for £nil (2022: £1,400) from Moringa Entertainment Limited, a company controlled by a trustee of the Trust, Munsur Ali.