

Registered number: 05676019  
Charity number: 1113699

**WATCH HILL FOUNDATION**  
**(A Company Limited by Guarantee)**  
**UNAUDITED**  
**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 JANUARY 2022**

**WATCH HILL FOUNDATION**  
**(A Company Limited by Guarantee)**

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**WATCH HILL FOUNDATION**  
**(A Company Limited by Guarantee)**

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS**  
**FOR THE YEAR ENDED 31 JANUARY 2022**

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**Trustees** C I Von Christierson, Chair  
N C Von Christierson

**Company registered number** 05676019

**Charity registered number** 1113699

**Registered office** Harwood House  
43 Harwood Road  
London  
SW6 4QP

**Accountants** Warrener Stewart  
Harwood House  
43 Harwood Road  
London  
SW6 4QP

**Solicitors** Charles Mia, solicitors  
39 St James Place  
London  
SW1A 1NS

**WATCH HILL FOUNDATION**  
**(A Company Limited by Guarantee)**

**TRUSTEES' REPORT**  
**FOR THE YEAR ENDED 31 JANUARY 2022**

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The Trustees present their annual report together with the financial statements of the Watch Hill Foundation for the 1 February 2021 to 31 January 2022. The Annual Report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Company qualifies as small under section 382 of the Companies Act 2006, the Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

**Objectives and activities**

**a. Policies and objectives**

The policies and objectives of the charity are:

to raise funds for charitable causes, predominantly associated with Africa, in the fields of education, the arts, environmental preservation, the protection of endangered flora and fauna, criminal rehabilitation and the promotion of self-help and socio-economic advancement among historically disadvantaged communities; and

The collection, preservation and international exhibition of Afro-Cuban art.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

**b. Activities undertaken to achieve objectives**

The charity awards grants in line with its aims and objectives as laid out in its governing constitution.

**c. Main activities undertaken to further the Company's purposes for the public benefit**

The Company has continued to source relevant pieces of artwork and has also managed to make specific donations to affected communities during the Covid-19 pandemic.

**Achievements and performance**

**a. Main achievements of the Company**

The company continued to raise donations and made a number of successful charitable grants and awards in line with its aims and objectives.

**Financial review**

**a. Going concern**

After making appropriate enquiries, the Trustees have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.



**TRUSTEES' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 JANUARY 2022**

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**b. Reserves policy**

The Company maintains sufficient reserves to meet its forward operational costs and to enable it to react swiftly to opportunities to further its charitable aims.

**Structure, governance and management**

**a. Constitution**

Watch Hill Foundation is registered as a charitable company limited by guarantee and was set up by a Trust deed.

**b. Methods of appointment or election of Trustees**

The management of the Company is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

**Statement of Trustees' responsibilities**

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

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

Approved by order of the members of the board of Trustees and signed on their behalf by:



**C I Von Christerson**  
(Chair of Trustees)  
Date: 31 May 2022

**WATCH HILL FOUNDATION**  
**(A Company Limited by Guarantee)**

**INDEPENDENT EXAMINER'S REPORT**  
**FOR THE YEAR ENDED 31 JANUARY 2022**

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**Independent Examiner's Report to the Trustees of Watch Hill Foundation ('the Company')**

I report to the charity Trustees on my examination of the accounts of the Company for the year ended 31 January 2022.

**Responsibilities and Basis of Report**

As the Trustees of the Company (and 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 the Company's accounts 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.

This report is made solely to the Company's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Company's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Company and the Company's Trustees as a body, for my work or for this report.

Colin Edney

Warrener Stewart  
Harwood House  
43 Harwood Road  
London, SW6 4QP.  
31 May 2022



**WATCH HILL FOUNDATION**  
(A Company Limited by Guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 31 JANUARY 2022**

	Note	Unrestricted funds 2022 £	Total funds 2022 £	As restated Total funds 2021 £
<b>Income from:</b>				
Donations and legacies	3	114,504	114,504	25,000
<b>Expenditure on:</b>				
Charitable activities		15,044	15,044	23,779
<b>Net movement in funds</b>		<b>99,460</b>	<b>99,460</b>	<b>1,221</b>
<b>Reconciliation of funds:</b>				
Total funds brought forward as previously stated		489,897	489,897	555,557
Prior year adjustment		66,881	66,881	-
Total funds brought forward as restated		556,778	556,778	555,557
Net movement in funds		99,460	99,460	1,221
<b>Total funds carried forward</b>		<b>656,238</b>	<b>656,238</b>	<b>556,778</b>

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 7 to 13 form part of these financial statements.

**WATCH HILL FOUNDATION**  
(A Company Limited by Guarantee)

**BALANCE SHEET**  
**FOR THE YEAR ENDED 31 JANUARY 2022**

	Note	2022 £	As restated 2021 £
<b>Fixed assets</b>			
Heritage assets	8	651,649	550,154
<b>Current assets</b>			
Cash at bank and in hand		7,869	8,274
Creditors: amounts falling due within one year	9	(3,280)	(1,650)
<b>Net current assets</b>		<u>4,589</u>	<u>6,624</u>
<b>Total net assets</b>		<u><u>656,238</u></u>	<u><u>556,778</u></u>
<b>Charity funds</b>			
Restricted funds	11	-	-
Unrestricted funds			
General funds	11	656,238	556,778
<b>Total funds</b>		<u><u>656,238</u></u>	<u><u>556,778</u></u>

The Company was entitled to exemption from audit under section 477 of the Companies Act 2006.

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

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

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

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



**C I Von Christlerson**  
(Chair of Trustees)  
Date: 31 May 2022

The notes on pages 7 to 13 form part of these financial statements.



**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 JANUARY 2022**

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**1. General information**

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £10 per member of the company.

**2. Accounting policies**

**2.1 Basis of preparation of financial statements**

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Watch Hill Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

**2.2 Income**

All income is recognised once the Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

**2.3 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 allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Company's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 JANUARY 2022**

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**2. Accounting policies (continued)**

**2.4 Heritage assets**

The foundation holds assets that fall under the definition of "Heritage Assets". These assets comprise a Works of Art Collection.

These assets are reported at cost where the asset is purchased or at current value where the asset is donated. Such assets are not depreciated but are reviewed for impairment in the event of physical deterioration. Any impairment in the value of the asset is treated as charitable expenditure in the year in which it arises. Expenditure which is required to preserve or prevent further deterioration of the collection is recognised in the SOFA when it is incurred.

**2.5 Cash at bank and in hand**

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**2.6 Liabilities and provisions**

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

**2.7 Financial instruments**

The Company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

**2.8 Fund accounting**

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Company and which have not been designated for other purposes.



**WATCH HILL FOUNDATION**  
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JANUARY 2022**

**3. Income from donations and legacies**

	<b>Unrestricted funds 2022 £</b>	<b>Total funds 2022 £</b>
Donations	<b>114,504</b>	<b>114,504</b>
	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>
Donations	<b>25,000</b>	<b>25,000</b>

**4. Analysis of grants**

	<b>Grants to Institutions 2022 £</b>	<b>Total funds 2022 £</b>
Grants made	<b>3,099</b>	<b>3,099</b>
	<b>Grants to Institutions 2021 £</b>	<b>Total funds 2021 £</b>
Works of art	<b>4,586</b>	<b>4,586</b>
Grants made	<b>11,190</b>	<b>11,190</b>
	<b>15,776</b>	<b>15,776</b>



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JANUARY 2022**

**5. Analysis of expenditure by activities**

	Grant funding of activities 2022 £	Support costs 2022 £	Total funds 2022 £
Support costs	-	11,944	11,944
Grants made	3,099	-	3,099
	<u>3,099</u>	<u>11,944</u>	<u>15,044</u>

	Grant funding of activities 2021 £	Support costs 2021 £	Total funds 2021 £
Support costs	-	8,003	8,003
Works of art	4,586	-	4,586
Grants made	11,190	-	11,190
	<u>15,776</u>	<u>8,003</u>	<u>23,779</u>

**6. Independent examiner's remuneration**

	2022 £	2021 £
Fees payable to the Company's independent examiner for the independent examination of the Company's annual accounts	<u>1,650</u>	<u>1,650</u>

**7. Trustees' remuneration and expenses**

During the year, no Trustees received any remuneration or other benefits (2021 - £NIL).

During the year ended 31 January 2022, no Trustee expenses have been incurred (2021 - £NIL).

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JANUARY 2022**

**8. Heritage assets**

**Assets recognised at cost**

	<b>Works of art 2022 £</b>
Carrying value at 1 February 2021 (As restated)	550,155
Additions	101,494
	<u>651,649</u>

**Analysis of heritage asset transactions**

	<b>2022 £</b>	<b>As restated 2021 £</b>	<b>2020 £</b>	<b>2019 £</b>	<b>2018 £</b>
<b>Donations</b>					
Works of art	101,494	66,881	-	-	483,273
	<u>101,494</u>	<u>66,881</u>	<u>-</u>	<u>-</u>	<u>483,273</u>

**9. Creditors: amounts falling due within one year**

	<b>2022 £</b>	<b>2021 £</b>
Accruals and deferred income	3,280	1,650
	<u>3,280</u>	<u>1,650</u>

**10. Financial instruments**

	<b>2022 £</b>	<b>2021 £</b>
<b>Financial assets</b>		
Financial assets measured at fair value through income and expenditure	7,869	8,274
	<u>7,869</u>	<u>8,274</u>

Financial assets measured at fair value through income and expenditure comprise cash and cash equivalents.

**WATCH HILL FOUNDATION**  
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JANUARY 2022**

**11. Statement of funds**

**Statement of funds - current year**

	As restated Balance at 1 February 2021 £	Income £	Expenditure £	Balance at 31 January 2022 £
<b>Unrestricted funds</b>				
General Funds - all funds	556,778	114,504	-	671,282
Grants made	-	-	(3,100)	(3,100)
Support costs	-	-	(11,944)	(11,944)
	<u>556,778</u>	<u>114,504</u>	<u>(15,044)</u>	<u>656,238</u>

**Statement of funds - prior year**

	Balance at 1 February 2020 £	As restated Income £	Expenditure £	As restated Balance at 31 January 2021 £
<b>Unrestricted funds</b>				
General Funds - all funds	488,676	91,881	-	580,557
Grants made	-	-	(11,190)	(11,190)
Works of art	-	-	(4,586)	(4,586)
Support costs	-	-	(8,003)	(8,003)
	<u>488,676</u>	<u>91,881</u>	<u>(23,779)</u>	<u>556,778</u>



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JANUARY 2022**

**12. Summary of funds**

**Summary of funds - current year**

	As restated Balance at 1 February 2021 £	Income £	Expenditure £	Balance at 31 January 2022 £
General funds	556,778	114,504	(15,044)	656,238

**Summary of funds - prior year**

	Balance at 1 February 2020 £	As restated Income £	Expenditure £	As restated Balance at 31 January 2021 £
General funds	488,676	91,881	(23,779)	556,778

**13. Analysis of net assets between funds**

**Analysis of net assets between funds - current year**

	Unrestricted funds 2022 £	Total funds 2022 £
Heritage assets	651,649	651,649
Current assets	7,869	7,869
Creditors due within one year	(3,280)	(3,280)
<b>Total</b>	<b>656,238</b>	<b>656,238</b>

**14. Prior year adjustment**

The prior year adjustment arises from artwork that was not transferred to Heritage Assets in 2021. The effect of the adjustment is to increase Heritage assets by £66,881 and increase the general funds by the same amount.