

NANTGARW CHINA WORKS TRUST

England & Wales · Charity number 1121606

Details

Status Registered

Legal form Charitable company

Company number [06113689](#)

Registered 2007-11-15

Register [View on the Charity Commission register](#)

Contact

Address Nantgarw House
Store House Row
Nantgarw
Cardiff
CF15 7TB

Phone 01443844131

Website NANTGARWCHINAWORKSMUSEUM.CO.UK

Activities

Objects: 3. OBJECTS(1) to preserve for the benefit of the citizens of Glamorgan, the Nation and all who recognise the importance of Nantgarw porcelain in the history of ceramic manufacture ("the beneficiaries"), the historical, architectural and constructional heritage that may exist in and around Nantgarw and Taff's Well ("the area of benefit") in buildings (including any structure or erection, and any part of a building as so defined) of particular beauty or historical, architectural or constructional interest.(2) to promote interest in Nantgarw porcelain and its place in the history of the manufacture of ceramics and the manufacture of pottery at Nantgarw through the development of a museum, collecting and exhibiting examples of Nantgarw porcelain and pottery and other relevant ceramics and artefacts.(3) to establish, maintain and manage Nantgarw China Works as a centre for the promotion, practice and exhibition of contemporary ceramics and allied arts and crafts for the public benefit (without distinction on the grounds of disability, gender, race, religion or belief, or sexual orientation), offering opportunities for artists and craftspeople to work at the site and by providing classes, workshops and other educational activities and events, and in co-operation with any local authority, statutory body, voluntary organisation, or individuals in furtherance of its objects ("the objects").

Activities: The objects of the Charity are to preserve the importance of Nantgarw porcelain in the history of ceramic manufacture, the historical, architectural and constructional heritage that may exist in and around Nantgarw and to promote interest in Nantgarw porcelain.

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services
- **What:** Education/training, Arts/culture/heritage/science, Environment/conservation/heritage, Economic/community Development/employment, Recreation
- **Who:** Children/young People, Elderly/old People, The General Public/mankind

Geography

- **Area of benefit:** NANTGARW, GLAMORGAN AND THE NATION.
- Rhondda Cynon Taff

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£152,539	£165,334	-	-
2024-03-31	£134,411	£138,918	-	-
2023-03-31	£179,068	£164,395	-	-
2022-03-31	£117,198	£105,887	-	-
2021-03-31	£97,354	£78,587	-	-

Trustees

Name	Role	Appointed
Dr EURWYN WILIAM	Chair	
ANDREW DAVID RENTON		2013-01-07
DEBORAH ANNE BARKER		2015-01-23
Elizabeth Anne Powell		2024-06-13
Kathryn Morris		2017-09-20
MICHAEL JOHN MORRIS		

NANTGARW CHINA WORKS TRUST

England & Wales - Charity number 1121606

Accounts

Charity registration number 1121606

Company registration number 06113689 (England and Wales)

NANTGARW CHINA WORKS TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

NANTGARW CHINA WORKS TRUST

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NANTGARW CHINA WORKS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2025

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

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, 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

Our charity's purposes as set out in the objects contained in the company's memorandum of association are:

1. to preserve for the benefit of the citizens of Glamorgan, the Nation and all who recognise the importance of Nantgarw porcelain in the history of ceramic manufacture ("the beneficiaries"), the historical, architectural and constructional heritage that may exist in and around Nantgarw and Taff's Well ("the area of benefit") in buildings (including any structure or erection, and any part of a building as so defined) of particular beauty or historical, architectural or constructional interest.
2. to promote interest in Nantgarw porcelain and its place in the history of the manufacture of ceramics and the manufacture of pottery at Nantgarw through the development of a museum, collecting and exhibiting examples of Nantgarw porcelain and pottery and other relevant ceramics and artefacts.
3. to establish, maintain and manage Nantgarw China Works as a centre for the promotion, practice and exhibition of contemporary ceramics and allied arts and crafts for the public benefit (without distinction on the grounds of disability, gender, race, religion or belief, or sexual orientation), offering opportunities for artists and craftspeople to work at the site and by providing classes, workshops and other educational activities and events, and in co-operation with any local authority, statutory body, voluntary organisation, or individuals in furtherance of its objects ("the objects").

Our vision for the next decade is to transform where the world's finest porcelain was made into a vibrant centre for ceramic history and contemporary innovation.

Ensuring our work delivers our aims

Our activities to deliver our charitable objectives fall into three main areas, namely preserving the historic buildings, some scheduled, that comprise the site; operating and developing the museum; and ensuring the production and teaching of ceramic crafts and developing interest in contemporary work. These aspects are reflected in the more detailed reports below.

Achievements and performance

2024-25 continued to see the impact of rising costs, particularly the cost of electricity which impacted significantly on profitability. Nevertheless, activity on the whole remained steady and significant progress was made towards identifying necessary strategic developments and seeking funding towards implementing them.

Preserving the historic buildings

Following an Options Appraisal or Project Feasibility study undertaken in 2023-24 the Trustees decided that the future of the site and operation was best safeguarded by attempting to progress a strategic redevelopment which would include conserving all the historic Scheduled structures and bringing many of them into beneficial use. Re-roofing several of the structures would not only conserve the increasingly fragile ruins but crucially help ensure the site's sustainability by enabling increased visitor access and the expansion of interpretation and workshop space; this extensive work was costed in 2023 at £3,650,000 excluding VAT but with lead-in times and work extending over two or three years would, with inflation, probably rise to nearer £6 million.

The Trust appointed Tricolor Associates in May 2024 to help them develop and manage a major funding application to the National Lottery Heritage Fund and others. An Expression of Interest was approved by NLHF in August 2024 and work proceeded with a view to submitting a full application by the end of the financial year, but this had to be delayed because of issues related to car parking, which were beyond the Trust's control. Nevertheless, a huge amount of preparatory work was done, all essential for when an application is submitted.

NANTGARW CHINA WORKS TRUST

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

FOR THE YEAR ENDED 31 MARCH 2025

Operating and developing the Museum

Claire Bentley began work as Strategic Development Manager in January 2024 and progressed with rationalising operational activities. Unfortunately, she decided that she could not remain in post for personal reasons but remained working part-time for the Trust from July to September. Mari Lowe was subsequently appointed from a good field of applications for the re-advertised post and joined us in December 2024. She has a background that encompasses museums, stakeholder engagement and project management in the public and charity sectors. Two new trustees, Elizabeth Powell and Lisa Cannon, were appointed during the year, both bringing relevant expertise and a knowledge of the site and its activities with them. A number of new volunteers joined during the year, and several volunteer training sessions were held, including dementia awareness and anti-racism, the latter also involving an audit of our collections under the Welsh Government's Anti-racist Wales Action Plan scheme.

An audit of our work with children resulted in us signing up to the Kids in Museum manifesto and receiving a grant to address the recommendations of the audit by providing resources to make the museum much more family friendly. Sadly, our initial attempt at delivering on a grant from the Group for Education in Museums to trial visits from local primary schools did not yield the results we'd hoped, largely due to the cost of conveying children from school.

Work on the collections continued. Sarah Brown of the Collections Trust was funded via a Museums Federation Cymru grant to develop documentation and acquisitions procedures essential for Museum Accreditation. A small joint exhibition of their work by resident ceramicists Sally Stubbins and Lupin Wright in August proved very popular.

Teaching ceramic and allied crafts and developing interest in contemporary work

Our successful workshops are delivered by our three resident ceramicists and others. In response to demand, the number of workshops offered was increased as well as the number of places for students on each course.

The Contemporary Art Society of Wales chose Nantgarw as the first recipient of their Hibbard Prize. It was decided that the £5,000 prize should be used to purchase works for our collection from three young makers - Toni de Jesus, Naomi Palmer and Sophie Joe Edwards. This reinforces the Trust's commitment to be about the present and the future as well as the past.

Financial review

Grants were received totalling £36,429 (2024: £12,666) of which £1,620 (2024: £544) were from Welsh Government.

Memberships and donations provided the Trust with a total of £4,930 (2024: £8,552).

Workshops provided an income of £77,553 (2024: £64,006) while the shop, tearoom and group visits produced £32,984 (2024: £48,741).

The charity reported a deficit of £12,795 during the year (2024: £4,507 deficit) consisting of an unrestricted deficit of £10,407 (2024: £2,450 surplus) and a restricted deficit of £2,388 (2024: £6,957 deficit).

The total net assets of the trust at the year end are £87,440 (2024: £100,235).

Reserves policy

The Trustees have decided that a reserve of £30,000 should be maintained, which is equivalent to 6 months of overhead costs.

The total free reserves at the year-end are £36,156 (2024: £46,564).

NANTGARW CHINA WORKS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) *FOR THE YEAR ENDED 31 MARCH 2025*

Structure, governance and management

Governing document

The Nantgarw China Works Trust is a company limited by guarantee governed by its Memorandum and Articles of Association dated 19 February 2007. It is a registered charity with the Charity Commission. Its members agree to contribute £1 in the event of the charity's winding up.

Appointment of trustees

The board of trustees, which can have up to 15 members, administers the charity. Up to three individuals may be appointed by outside bodies. One third of the trustees not appointed by outside bodies must retire at each Annual Meeting, those longest in office retiring first and the choice between any of equal service being made by drawing lots. The trustees may at any time co-opt any person duly qualified to be appointed as a trustee, but a co-opted trustee holds office only until the next Annual Meeting.

When considering co-opting trustees, the Board has regard to the requirement for any specialist skills needed. Nominees appointed by National Museum Wales and Rhondda Cynon Taf County Borough Council are subject to the appointment processes of those bodies.

Trustee training

New trustees are briefed on their legal obligations under charity and company law and all trustees are encouraged to seek training that would contribute to their work at Nantgarw.

NANTGARW CHINA WORKS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

Reference and administrative details

Registered charity name Nantgarw China Works Trust

Charity number 1121606

Company registration number 06113689

Registered office Nantgarw House
Tyla Gwyn
Nantgarw
Cardiff
CF15 7TB

Trustees Dr Eurwyn Wiliam – Chairman
Michael Morris – Company Secretary
Andrew Renton
Kathryn Morris – Treasurer
Deborah Barker – Membership Secretary
Stephen Peters
Celia Hunt
Lisa Cannon – appointed 13/06/24
Elizabeth Powell – appointed 13/06/24

Independent examiners Azets Audit Services
Chartered Accountants and Statutory Auditors
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

Bankers Barclays
121 Queen Street
Cardiff
CF1 4XR

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



.....
Dr Eurwyn Wiliam

Trustee

Dated: 20 November 2025

NANTGARW CHINA WORKS TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF NANTGARW CHINA WORKS TRUST

I report to the trustees on my examination of the financial statements of Nantgarw China Works Trust (the charity) for the year ended 31 March 2025.

Responsibilities and basis of report

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

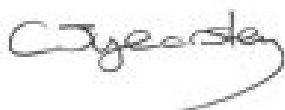
Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act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

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charity 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.



Craig Yearsley FCCA

Azets Audit Services
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
South Glamorgan
CF23 8AB
United Kingdom

Dated: **9th December 2025**

NANTGARW CHINA WORKS TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2025

	Notes	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Income from:							
Donations and legacies	4	4,930	-	4,930	7,327	1,225	8,552
Charitable activities	3	135,537	11,429	146,966	112,747	12,666	125,413
Investments	5	643	-	643	446	-	446
Total income		<u>141,110</u>	<u>11,429</u>	<u>152,539</u>	<u>120,520</u>	<u>13,891</u>	<u>134,411</u>
Expenditure on:							
Charitable activities	6	152,365	12,969	165,334	118,070	20,848	138,918
Net outgoing resources before transfers		<u>(11,255)</u>	<u>(1,540)</u>	<u>(12,795)</u>	<u>2,450</u>	<u>(6,957)</u>	<u>(4,507)</u>
Gross transfers between funds		848	(848)	-	-	-	-
Net expenditure for the year/ Net movement in funds		<u>(10,407)</u>	<u>(2,388)</u>	<u>(12,795)</u>	<u>2,450</u>	<u>(6,957)</u>	<u>(4,507)</u>
Fund balances at 1 April 2024		<u>75,802</u>	<u>24,433</u>	<u>100,235</u>	<u>73,352</u>	<u>31,390</u>	<u>104,742</u>
Fund balances at 31 March 2025		<u><u>65,395</u></u>	<u><u>22,045</u></u>	<u><u>87,440</u></u>	<u><u>75,802</u></u>	<u><u>24,433</u></u>	<u><u>100,235</u></u>

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.

NANTGARW CHINA WORKS TRUST

BALANCE SHEET

AS AT 31 MARCH 2025

	Notes	2025 £	£	2024 £	£
Fixed assets					
Tangible assets	11		43,328		48,082
Current assets					
Stocks	13	9,618		8,864	
Debtors	12	307		961	
Cash at bank and in hand		38,834		47,332	
		<u>48,759</u>		<u>57,157</u>	
Creditors: amounts falling due within one year	14	<u>(4,647)</u>		<u>(5,004)</u>	
Net current assets			44,112		52,153
Total assets less current liabilities			<u>87,440</u>		<u>100,235</u>
Income funds					
Restricted funds	15		22,045		24,433
Unrestricted funds			65,395		75,802
			<u>87,440</u>		<u>100,235</u>

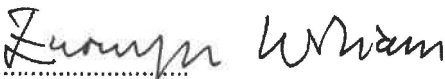
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2025.

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 20 November 2025


.....
Dr Eurwyn Willam
Trustee

Company Registration No. 06113689

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

Charity information

Nantgarw China Works Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Nantgarw House, Tyla Gwyn, Nantgarw, Cardiff, CF15 7TB.

1.1 Accounting convention

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

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

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

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

1.2 Going concern

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

1.3 Charitable funds

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

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

1.4 Income

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

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

In the case of performance related grants, income must only be recognised to the extent that the charity has provided the specified goods or services as entitlement to the grant only occurs when the performance related conditions are met.

Unrestricted grants are recognised when received.

Income from other charitable activities is recognised once received.

Income from investments is included in the year in which it is receivable.

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

(Continued)

1.5 Expenditure

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

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

Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

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:

Equipment	10% straight line
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Assets in the course of construction are not depreciated.

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 Impairment of fixed assets

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

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

1.9 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.

1.10 Financial instruments

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

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

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

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

(Continued)

Basic financial assets

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

Derecognition of financial assets

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

Basic financial liabilities

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

Derecognition of financial liabilities

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

1.11 Taxation

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

2 Critical accounting estimates and judgements

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

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

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

3 Charitable activities

	2025 £	2024 £
Workshops	77,553	64,006
Shop, tea room and group visits	32,984	48,741
Grants	36,429	12,666
	<u>146,966</u>	<u>125,413</u>
Analysis by fund		
Unrestricted funds	135,537	112,747
Restricted funds	11,429	12,666
	<u>146,966</u>	<u>125,413</u>
Performance related grants		
Museums Federation Cymru	2,709	5,712
Architectural Heritage Fund	-	4,810
Interlink RCT	100	1,000
Welsh Government - Cadw	-	544
Association of Independent Museums	-	600
Group for Education in Museums	1,500	-
Welsh Government (Anti Racism Wales Action Plan)	1,620	-
Kids in Museums	500	-
Contemporary Art Society of Wales	5,000	-
Postcode Community Trust	25,000	-
	<u>36,429</u>	<u>12,666</u>

4 Donations and legacies

	Unrestricted funds	Unrestricted funds	Restricted funds	Total
	2025 £	2024 £	2024 £	2024 £
Donations and gifts	4,930	7,327	1,225	8,552
	<u>4,930</u>	<u>7,327</u>	<u>1,225</u>	<u>8,552</u>

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

5 Investments

	Unrestricted funds	Unrestricted funds
	2025	2024
	£	£
Interest receivable	643	446

6 Charitable activities

	2025	2024
	£	£
Staff Costs	22,176	5,749
Depreciation	4,754	4,754
Project expenditure	3,470	8,197
Workshop costs	42,002	33,007
Shop, tea room and group visits	11,566	18,899
Project costs	50,345	33,658
Sundry	3,967	3,765
Insurance	1,081	1,141
Website costs	387	277
Telephone	507	641
Printing, postage and stationery	544	527
Subscriptions	420	289
Electricity	15,075	15,396
Repairs	5,977	7,938
Advertising	-	444
Water rates	654	666
	<u>162,925</u>	<u>135,348</u>
Share of governance costs (see note 7)	2,409	3,570
	<u>165,334</u>	<u>138,918</u>
Analysis by fund		
Unrestricted funds	152,365	118,070
Restricted funds	12,969	20,848
	<u>165,334</u>	<u>138,918</u>

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

7 Support costs

	Support costs £	Governance costs £	2025 Support costs £	Governance costs £	2024 £
Independent examination fees	-	2,340	2,340	-	2,040
Legal and professional	-	69	69	-	1,530
	<u>-</u>	<u>2,409</u>	<u>2,409</u>	<u>-</u>	<u>3,570</u>
Analysed between Charitable activities	-	2,409	2,409	-	3,570
	<u>-</u>	<u>2,409</u>	<u>2,409</u>	<u>-</u>	<u>3,570</u>

Governance costs includes payments to the independent examiners of £2,340 (2024 - £2,040) for independent examination fees.

8 Trustees

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

9 Paid Staff

The average monthly number of paid staff during the year was:

	2025 Number	2024 Number
	<u>1</u>	<u>1</u>
Employment costs	2025 £	2024 £
Wages and salaries	<u>22,176</u>	<u>5,749</u>

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

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

11 Tangible fixed assets

	Equipment £
Cost	
At 1 April 2024	63,706
At 31 March 2025	63,706
Depreciation and impairment	
At 1 April 2024	15,624
Depreciation charged in the year	4,754
At 31 March 2025	20,378
Carrying amount	
At 31 March 2025	43,328
At 31 March 2024	48,082

12 Debtors

	2025 £	2024 £
Amounts falling due within one year:		
Prepayments	307	961

13 Stocks

	2025 £	2024 £
Finished goods and goods for resale	9,618	8,864

14 Creditors: amounts falling due within one year

	2025 £	2024 £
Other taxation and social security	422	467
Other creditors	250	-
Accruals	3,975	4,537

NANTGARW CHINA WORKS TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025

15 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:

	Balance at 1 April 2023		Movement in funds		Balance at 1 April 2024		Movement in funds		Balance at 31 March 2025	
	£	£	Incoming resources	Resources expended	Incoming resources	Resources expended	Incoming resources	Resources expended	Transfers	£
CASW Prize	-	-	-	-	-	(3,710)	5,000	-	-	1,290
Interlink for Volunteers	-	-	-	-	-	(100)	100	-	-	-
John Andrews Charitable Trust	1,777	-	-	(859)	918	(859)	-	-	-	59
Group for Education in Museums	-	-	-	-	-	-	1,500	-	-	1,500
Weston Loan Programme with Art Fund - Capital Assets	11,351	-	-	(1,816)	9,535	(1,817)	-	-	-	7,718
Anti-racist Wales Action Plan	-	-	-	-	-	(1,620)	1,620	-	-	-
Kids in Museums	-	-	-	-	-	(500)	500	-	-	-
Welsh Government - Cadw	-	544	544	(544)	-	-	-	-	-	-
Porcelain Acquisition Fund	4,165	-	-	-	4,165	-	-	-	-	4,165
John Andrews Charitable Trust	10,470	-	-	(2,079)	8,391	(2,078)	-	-	-	6,313
Pardoe Exhibition Fund	-	1,225	1,225	(1,225)	-	-	-	-	-	-
Collections Management Fund	2,007	600	600	(2,607)	-	-	-	-	-	-
Accreditation Fund	1,620	5,712	5,712	(6,908)	424	-	-	-	(424)	-
Architectural Heritage Fund	-	4,810	4,810	(4,810)	1,000	-	-	-	-	1,000
Museums Federation Cymru Collections Management	-	1,000	1,000	-	-	(1,952)	2,376	(1,952)	(424)	-
Museums Federation Cymru Training	-	-	-	-	-	(333)	333	-	-	-
	31,390	13,891	13,891	(20,848)	24,433	(12,969)	11,429	(12,969)	(848)	22,045

NANTGARW CHINA WORKS TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025

15 Restricted funds

(Continued)

CASW - this funding was for the commissioning of artworks for the inaugural Hibbard Award in partnership with CASW.

Interlink - this funding was for the purchase of equipment to support volunteering at Nantgarw.

John Andrews Charitable Trust - this funding was provided to cover costs of the creation of the new Nantgarw porcelain. Depreciation on capital expenditure purchased with this funding has been expensed to this fund.

Group for Education in Museums - this funding was to pay for primary school visits to Nantgarw as part of a pilot scheme.

Weston Loan Project Programme with Art Fund - this funding was provided to upgrade security at Nantgarw and to purchase a high security display case. Depreciation on capital expenditure purchased with this funding has been expensed to this fund.

Anti-racist Wales Action Plan - To purchase a touchscreen to provide additional gallery interpretation following collections audit and training as part of Welsh Government's Anti-Racism Wales Action Plan.

Kids in Museums - Equipment and materials to support the implementation of a family friendly action plan following training and mentoring Kids in Museums.

Welsh Government - Cadw - this funding was for a survey of the historic boiler to heat the kilns.

Porcelain Acquisition Fund - was provided for the purchase of porcelain pieces for display.

John Andrews Charitable Trust - this funding was provided towards the purchase of a display case. Depreciation on capital expenditure purchased with this funding has been expensed to this fund.

Pardoe Exhibition Fund - this funding was provided to plan for exhibition on the work of Thomas Pardoe.

Collections Management Fund - this funding was provided by the Association of Independent Museums to train three of the volunteers in collections documentation skills.

NANTGARW CHINA WORKS TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025

- 15 **Restricted funds** (Continued)
- Accreditation Fund** - this funding was provided to develop policies, procedures and activities necessary to achieve Museum Accreditation.
- Architectural Heritage Fund** - this funding was towards an Options Appraisal or Project Viability study.
- Museums Federation Cymru (collections management)** - funding for consultancy from the Collections Trust to support museum collections management and for the purchase of a collections management system licence (eHive).
- Museums Federation Cymru (training)** - funding for the attendance of staff at the Museums Association conference 2025.

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

16 Analysis of net assets between funds

	Unrestricted 2025 £	Restricted 2025 £	Total 2025 £	Unrestricted 2024 £	Restricted 2024 £	Total 2024 £
Fund balances at 31 March 2025 are represented by:						
Tangible assets	29,239	14,089	43,328	29,238	18,844	48,082
Current assets/(liabilities)	36,156	7,956	44,112	46,564	5,589	52,153
	<u>65,395</u>	<u>22,045</u>	<u>87,440</u>	<u>75,802</u>	<u>24,433</u>	<u>100,235</u>

17 Related party transactions

There were no disclosable related party transactions during the year (2024 - none).

NANTGARW CHINA WORKS TRUST

England & Wales - Charity number 1121606

Accounts

Charity registration number 1121606

Company registration number 06113689 (England and Wales)

NANTGARW CHINA WORKS TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

NANTGARW CHINA WORKS TRUST

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NANTGARW CHINA WORKS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2024

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

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, 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

Our charity's purposes as set out in the objects contained in the company's memorandum of association are:

1. to preserve for the benefit of the citizens of Glamorgan, the Nation and all who recognise the importance of Nantgarw porcelain in the history of ceramic manufacture ("the beneficiaries"), the historical, architectural and constructional heritage that may exist in and around Nantgarw and Taff's Well ("the area of benefit") in buildings (including any structure or erection, and any part of a building as so defined) of particular beauty or historical, architectural or constructional interest.
1. to promote interest in Nantgarw porcelain and its place in the history of the manufacture of ceramics and the manufacture of pottery at Nantgarw through the development of a museum, collecting and exhibiting examples of Nantgarw porcelain and pottery and other relevant ceramics and artefacts.
1. to establish, maintain and manage Nantgarw China Works as a centre for the promotion, practice and exhibition of contemporary ceramics and allied arts and crafts for the public benefit (without distinction on the grounds of disability, gender, race, religion or belief, or sexual orientation), offering opportunities for artists and craftspeople to work at the site and by providing classes, workshops and other educational activities and events, and in co-operation with any local authority, statutory body, voluntary organisation, or individuals in furtherance of its objects ("the objects").

Our vision for the next decade is to transform where the world's finest porcelain was made into a vibrant centre for ceramic history and contemporary innovation.

Ensuring our work delivers our aims

Our activity falls into two main areas, namely operating the museum together with its educational activities and pottery and porcelain manufacture, and caring for the Ancient Monument which occupies much of the site. These aspects are reflected in the more detailed report below.

Achievements and performance

2023-24 continued to see the impact of rising costs. Nevertheless, activity on the whole remained steady and some significant strategic progress was achieved.

Museum and China Works activities

Increasing utility charges throughout the year resulted in a downturn in net income, not least because one of our major income sources, the workshops, use so much electricity in running the kilns that fire the work of the students as well as our resident ceramicists. The workshop roof also had to be repaired before Christmas due to heavy rain resulting in water ingress. More positively, workshop numbers remained high, and group visits saw steady growth as did the number of individual visits: one particularly useful visit was by a group of 32 American tour operators. One of our long-term tutors, Freya James, became our third ceramicist in residence. Other necessary expenditure included increasing our off-site storage capacity, a new CCTV system, new fire inspection arrangements and a new shop payments system.

The main visitor-focused activity during the year was a major exhibition (the first in the UK) on the work of Thomas Pardoe, the enameller who worked at Nantgarw from 1820 to 1823, held on the bicentennial of his death. The exhibition, held from early September to Christmas 2023, was conceived and planned by director Charles Fountain and curated by experts Andrew Renton and Jonathan Gray, and included, as well as pieces from Nantgarw's own collection, major loans from Amgueddfa Cymru, the Andrews collection at Plas Glyn-y-weddw, Llanbedrog, and from a number of private collectors.

NANTGARW CHINA WORKS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

The well-received exhibition consisted of some 120 pieces and utilised the entire first floor and was accompanied by a well-illustrated and definitive volume of which 500 copies were printed, and a much-praised study day. Many of the items lent by Amgueddfa Cymru were subsequently offered on longer-term loan, and following the dismantling of the exhibition, a new permanent display was arranged. This large exhibition was followed by a smaller one of paintings illustrating the Glamorganshire Canal and associated sites by local artist and long-time supporter Michael Ashcroft.

Work continued on creating an electronic record of the collections on the eHive portal, with the associated training of volunteers in documentation procedures funded by an Association of Independent Museums Brighter Day grant. Other grants from the Welsh Government via the Welsh Museums Federation enabled the progression of work necessary to achieve full Museum Accreditation, including the creation of a conservation care and collections policy and plan, an access policy and plan, and an emergency plan, all to national standards and guidelines; it is hoped to seek full Accreditation in 2025. A generous donation was received from the Angelicat Trust towards acquisitions to the collection.

Director Charles Fountain tendered his resignation after several years working with the Trust; he contributed greatly towards making the site more professional and commercially-minded. However, it is pleasing to record that appointment was made to a successor post when Claire Bentley began work in January 2024 as Strategic Development Manager.

Caring for the Ancient Monument

The work of developing an Options Appraisal or Project Viability study to help Trustees with future developments led by architect Michael Davies (who has a long association with the site) and Peter Wakelin (lead author of the Conservation Management Plan of 2020), begun the previous year, was completed. The project was funded by the National Lottery Heritage Fund and the Architectural Heritage Fund. The work was required because the site has reached the limits of what is possible in terms of income generation and future sustainability within its existing physical parameters, since there is no room to hold additional workshop sessions despite waiting lists, and groups of no more than 35 can be accommodated despite a need to be able to cater for groups of 50. The Appraisal concluded that rather than a range of options, it made better sense to present a Masterplan for the site which could, with adequate funding, be implemented as a sequence of phases or together. At 2023 prices, it was estimated that the work could cost in the region of £3,650,000 excluding VAT. The Appraisal document was presented to the funders and to Cadw and senior officers of the local authority, Rhondda Cynon Taf County Borough Council, and was well received with discussions regarding next steps continuing.

Much of the site in the Trust's care is a Scheduled Monument. This comprises the remains of the 19th-century pottery (the only one with extensive surviving remains in Wales) with most of its structures being roofless and in poor condition, as well as one restored kiln and the conserved remains of another one. Much of the Trust's strategic thrust is accordingly directed towards the preservation of these significant remains. Cadw funded 80% of the cost of a condition report on the rare steam boiler which survives in the grounds. The Options Appraisal mentioned above will have considerable impact on the care and use of structures within the Scheduled area and if its recommendations are funded, will help obviate the need for major maintenance as well as bringing some of the ruined buildings back into beneficial use.

Financial review

Grants were received from Welsh Government totalling £544.

Memberships and donations provided the Trust with a total of £10,127 (2023: £21,857).

Workshops provided an income of £64,006 (2023: £60,905) while the shop, tearoom and group visits produced £48,741 (2023: £50,642).

The charity reported a deficit of £4,507 during the year (2023: £14,673 surplus) consisting of an unrestricted surplus of £2,450 (2023: £2,283 surplus) and a restricted deficit of £6,957 (2023: £12,390 surplus).

The total net assets of the trust at the year end are £100,235 (2023: £104,742).

NANTGARW CHINA WORKS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) *FOR THE YEAR ENDED 31 MARCH 2024*

Reserves policy

The Trustees have decided that a reserve of £24,000 should be maintained, which is equivalent to 6 months of overhead costs.

The total free reserves at the year end are £46,564 (2023: £44,113).

Structure, governance and management

Governing document

The Nantgarw China Works Trust is a company limited by guarantee governed by its Memorandum and Articles of Association dated 19 February 2007. It is a registered charity with the Charity Commission. Its members agree to contribute £1 in the event of the charity's winding up.

Appointment of trustees

The board of trustees, which can have up to 15 members, administers the charity. Up to three individuals may be appointed by outside bodies. One third of the trustees not appointed by outside bodies must retire at each Annual Meeting, those longest in office retiring first and the choice between any of equal service being made by drawing lots. The trustees may at any time co-opt any person duly qualified to be appointed as a trustee, but a co-opted trustee holds office only until the next Annual Meeting.

When considering co-opting trustees, the Board has regard to the requirement for any specialist skills needed. Nominees appointed by National Museum Wales and Rhondda Cynon Taf County Borough Council are subject to the appointment processes of those bodies.

Trustee training

New trustees are briefed on their legal obligations under charity and company law and all trustees are encouraged to seek training that would contribute to their work at Nantgarw.

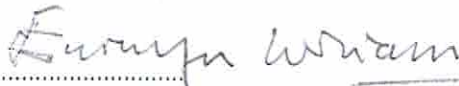
NANTGARW CHINA WORKS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

Reference and administrative details

Registered charity name	Nantgarw China Works Trust
Charity number	1121606
Company registration number	06113689
Registered office	Nantgarw House Tyla Gwyn Nantgarw Cardiff CF15 7TB
Trustees	Dr Eurwyn Wiliam – Chairman Michael Morris – Company Secretary Andrew Renton Kathryn Morris – Treasurer Deborah Barker – Membership Secretary Gwen Griffiths – resigned 7/12/23 Stephen Peters Celia Hunt Lisa Cannon – appointed 13/06/24 Elizabeth Powell – appointed 13/06/24
Director	Charles Fountain - resigned 14/06/23
Independent examiners	Azets Audit Services Chartered Accountants and Statutory Auditors Ty Derw Lime Tree Court Cardiff Gate Business Park Cardiff CF23 8AB
Bankers	Barclays 121 Queen Street Cardiff CF1 4XR

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



.....
Dr Eurwyn Wiliam

Trustee

Dated: 16/12/2024

NANTGARW CHINA WORKS TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2024

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

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

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

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

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

NANTGARW CHINA WORKS TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF NANTGARW CHINA WORKS TRUST

I report to the trustees on my examination of the financial statements of Nantgarw China Works Trust (the charity) for the year ended 31 March 2024.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charity as required by section 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.

Azets Audit Services

Craig Yearsley FCCA

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

Dated: 19 December 2024

NANTGARW CHINA WORKS TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2024

	Notes	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
<u>Income from:</u>							
Donations and legacies	4	7,327	1,225	8,552	3,732	18,125	21,857
Charitable activities	3	112,747	12,666	125,413	111,547	45,612	157,159
Investments	5	446	-	446	52	-	52
Total income		120,520	13,891	134,411	115,331	63,737	179,068
<u>Expenditure on:</u>							
Charitable activities	6	118,070	20,848	138,918	111,102	53,293	164,395
Gross transfers between funds		-	-	-	(1,946)	1,946	-
Net income/(expenditure) for the year/							
Net movement in funds		2,450	(6,957)	(4,507)	2,283	12,390	14,673
Fund balances at 1 April 2023		73,352	31,390	104,742	71,069	19,000	90,069
Fund balances at 31 March 2024		75,802	24,433	100,235	73,352	31,390	104,742

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.

NANTGARW CHINA WORKS TRUST

BALANCE SHEET

AS AT 31 MARCH 2024

	Notes	2024 £	£	2023 £	£
Fixed assets					
Tangible assets	11		48,082		52,837
Current assets					
Stocks	13	8,864		2,503	
Debtors	12	961		973	
Cash at bank and in hand		47,332		56,708	
		<u>57,157</u>		<u>60,184</u>	
Creditors: amounts falling due within one year	14	<u>(5,004)</u>		<u>(8,279)</u>	
Net current assets			52,153		51,905
Total assets less current liabilities			<u>100,235</u>		<u>104,742</u>
Income funds					
Restricted funds	15		24,433		31,390
Unrestricted funds			75,802		73,352
			<u>100,235</u>		<u>104,742</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 2024.

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

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

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

The financial statements were approved by the Trustees on 16/12/2024

Eurwyn William

Dr Eurwyn William
Trustee

Company Registration No. 06113689

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

Charity information

Nantgarw China Works Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Nantgarw House, Tyla Gwyn, Nantgarw, Cardiff, CF15 7TB.

1.1 Accounting convention

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

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

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

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

1.2 Going concern

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

1.3 Charitable funds

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

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

1.4 Income

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

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

In the case of performance related grants, income must only be recognised to the extent that the charity has provided the specified goods or services as entitlement to the grant only occurs when the performance related conditions are met.

Unrestricted grants are recognised when received.

Income from other charitable activities is recognised once received.

Income from investments is included in the year in which it is receivable.

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies (Continued)

1.5 Expenditure

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

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

Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

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:

Equipment	10% straight line
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Assets in the course of construction are not depreciated.

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 Impairment of fixed assets

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

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

1.9 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.

1.10 Financial instruments

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

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

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

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

(Continued)

Basic financial assets

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

Derecognition of financial assets

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

Basic financial liabilities

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

Derecognition of financial liabilities

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

1.11 Taxation

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

2 Critical accounting estimates and judgements

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

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

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

3 Charitable activities

	2024 £	2023 £
Workshops	64,006	60,905
Shop, tea room and group visits	48,741	50,642
Grants	12,666	45,612
	<u>125,413</u>	<u>157,159</u>
Analysis by fund		
Unrestricted funds	112,747	111,547
Restricted funds	12,666	45,612
	<u>125,413</u>	<u>157,159</u>
Performance related grants		
Federation of Welsh Museums	5,712	-
Architectural Heritage Fund	4,810	-
Interlink RCT	1,000	-
Welsh Government - Cadw	544	23,592
Association of Independent Museums	600	2,400
RCT - Welsh Church Act Fund	-	10,000
Federation of Small Museums	-	1,620
National Heritage	-	8,000
	<u>12,666</u>	<u>45,612</u>

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

4 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2024	2024	2024	2023	2023	2023
	£	£	£	£	£	£
Donations and gifts	7,327	1,225	8,552	3,732	18,125	21,857

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

5 Investments

	Unrestricted funds	Unrestricted funds
	2024	2023
	£	£
Interest receivable	446	52

6 Charitable activities

	2024	2023
	£	£
Staff Costs	5,749	-
Depreciation	4,754	3,541
Project expenditure	8,197	32,654
Workshop costs	33,007	34,802
Shop, tea room and group visits	18,899	26,070
Project costs	33,658	43,114
Sundry	3,765	3,372
Insurance	1,141	981
Website costs	277	334
Telephone	641	363
Printing, postage and stationery	527	1,134
Subscriptions	289	426
Electricity	15,396	7,514
Repairs	7,938	6,474
Advertising	444	1,142
Water rates	666	602
	<u>135,348</u>	<u>162,523</u>
Share of governance costs (see note 7)	3,570	1,872
	<u>138,918</u>	<u>164,395</u>
Analysis by fund		
Unrestricted funds	118,070	111,102
Restricted funds	20,848	53,293
	<u>138,918</u>	<u>164,395</u>

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

7 Support costs

	Support costs £	Governance costs £	2024 Support costs £	Governance costs £	2023 £
Independent examination fees	-	2,040	2,040	-	1,872
Legal and professional	-	1,530	1,530	-	-
	<u>-</u>	<u>3,570</u>	<u>3,570</u>	<u>-</u>	<u>1,872</u>
Analysed between Charitable activities	-	3,570	3,570	-	1,872
	<u>-</u>	<u>3,570</u>	<u>3,570</u>	<u>-</u>	<u>1,872</u>

Governance costs includes payments to the independent examiners of £2,040 (2023 - £1,872) for independent examination fees.

8 Trustees

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

9 Paid Staff

The average monthly number of paid staff during the year was:

	2024 Number	2023 Number
	1	-
	<u>1</u>	<u>-</u>
Employment costs	2024 £	2023 £
Wages and salaries	5,749	-
	<u>5,749</u>	<u>-</u>

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

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

11 Tangible fixed assets		
		Equipment £
Cost		
At 1 April 2023		63,706
At 31 March 2024		<u>63,706</u>
Depreciation and impairment		
At 1 April 2023		10,869
Depreciation charged in the year		4,755
At 31 March 2024		<u>15,624</u>
Carrying amount		
At 31 March 2024		<u>48,082</u>
At 31 March 2023		<u>52,837</u>
12 Debtors		
	2024	2023
Amounts falling due within one year:	£	£
Prepayments	961	973
	<u>961</u>	<u>973</u>
13 Stocks		
	2024	2023
	£	£
Finished goods and goods for resale	8,864	2,503
	<u>8,864</u>	<u>2,503</u>
14 Creditors: amounts falling due within one year		
	2024	2023
	£	£
Other taxation and social security	467	-
Accruals	4,537	8,279
	<u>5,004</u>	<u>8,279</u>

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

15 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 2022 £	Incoming resources £	Resources expended £	Transfers £	Balance at 1 April 2023 £	Incoming resources £	Resources expended £	Balance at 31 March 2024 £
John Andrews Charitable Trust	2,636	-	(859)	-	1,777	-	(859)	918
Weston Loan Programme with Art Fund - Capital Assets	13,167	-	(1,816)	-	11,351	-	(1,816)	9,535
Welsh Government - Cadw	-	-	-	-	-	544	(544)	-
Porcelain Acquisition Fund	3,197	5,000	(4,032)	-	4,165	-	-	4,165
John Andrews Charitable Trust	-	10,925	(455)	-	10,470	-	(2,079)	8,391
SAM conservation Fund	-	41,592	(43,114)	1,522	-	-	-	-
Pardoe Exhibition Fund	-	2,200	(2,624)	424	-	1,225	(1,225)	-
Collections Management Fund	-	2,400	(393)	-	2,007	600	(2,607)	-
Accreditation Fund	-	1,620	-	-	1,620	5,712	(6,908)	424
Architectural Heritage Fund	-	-	-	-	-	4,810	(4,810)	-
	-	-	-	-	-	1,000	-	1,000
	<u>19,000</u>	<u>63,737</u>	<u>(53,293)</u>	<u>1,946</u>	<u>31,390</u>	<u>13,891</u>	<u>(20,848)</u>	<u>24,433</u>

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

15 Restricted funds

(Continued)

John Andrews Charitable Trust - this funding was provided to cover costs of the creation of the new Nantgarw porcelain. Depreciation on capital expenditure purchased with this funding has been expensed to this fund.

Weston Loan Project Programme with Art Fund - this funding was provided to upgrade security at Nantgarw and to purchase a high security display case. Depreciation on capital expenditure purchased with this funding has been expensed to this fund.

Welsh Government - Cadw - this funding was for a survey of the historic boiler to heat the kilns.

Porcelain Acquisition Fund - was provided for the purchase of porcelain pieces for display.

John Andrews Charitable Trust - this funding was provided towards the purchase of a display case. Depreciation on capital expenditure purchased with this funding has been expensed to this fund.

SAM Conservation Fund - this funding was provided to help obviate the need for maintenance, as well as bringing some of the ruined buildings back into beneficial use.

Pardoe Exhibition Fund - this funding was provided to plan for exhibition on the work of Thomas Pardoe.

Collections Management Fund - this funding was provided by the Association of Independent Museums to train three of the volunteers in collections documentation skills.

Accreditation Fund - this funding was provided to develop policies, procedures and activities necessary to achieve Museum Accreditation.

Architectural Heritage Fund - this funding was towards an Options Appraisal or Project Viability study.

Interlink RCT - this funding was provided to equip and develop the volunteers.

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

16 Analysis of net assets between funds

	Unrestricted	Restricted	Total Unrestricted	Restricted	Total
	2024	2024	2024	2023	2023
	£	£	£	£	£
Fund balances at 31 March 2024 are represented by:					
Tangible assets	29,238	18,844	48,082	29,239	52,837
Current assets/(liabilities)	46,564	5,589	52,153	44,113	51,905
	<u>75,802</u>	<u>24,433</u>	<u>100,235</u>	<u>73,352</u>	<u>104,742</u>

17 Related party transactions

There were no disclosable related party transactions during the year (2023 - none).

NANTGARW CHINA WORKS TRUST

England & Wales - Charity number 1121606

Accounts

Charity registration number 1121606

Company registration number 06113689 (England and Wales)

NANTGARW CHINA WORKS TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

NANTGARW CHINA WORKS TRUST

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NANTGARW CHINA WORKS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2023

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

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, 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

Our charity's purposes as set out in the objects contained in the company's memorandum of association are:

1. to preserve for the benefit of the citizens of Glamorgan, the Nation and all who recognise the importance of Nantgarw porcelain in the history of ceramic manufacture ("the beneficiaries"), the historical, architectural and constructional heritage that may exist in and around Nantgarw and Taff's Well ("the area of benefit") in buildings (including any structure or erection, and any part of a building as so defined) of particular beauty or historical, architectural or constructional interest.
2. to promote interest in Nantgarw porcelain and its place in the history of the manufacture of ceramics and the manufacture of pottery at Nantgarw through the development of a museum, collecting and exhibiting examples of Nantgarw porcelain and pottery and other relevant ceramics and artefacts.
3. to establish, maintain and manage Nantgarw China Works as a centre for the promotion, practice and exhibition of contemporary ceramics and allied arts and crafts for the public benefit (without distinction on the grounds of disability, gender, race, religion or belief, or sexual orientation), offering opportunities for artists and craftspeople to work at the site and by providing classes, workshops and other educational activities and events, and in co-operation with any local authority, statutory body, voluntary organisation, or individuals in furtherance of its objects ("the objects").

Our vision for the next decade is to transform where the world's finest porcelain was made into a vibrant centre for ceramic history and contemporary innovation.

Ensuring our work delivers our aims

Our activity falls into two main areas, namely operating the museum together with its educational activities and pottery and porcelain manufacture, and caring for the Ancient Monument which occupies much of the site. These aspects are reflected in the more detailed report below.

NANTGARW CHINA WORKS TRUST

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

FOR THE YEAR ENDED 31 MARCH 2023

Achievements and performance

2022-23 started well after the recovery from the pandemic of the previous year but was impacted by the cost-of-living crises and particularly by the rising cost of fuel prices towards the end of the year. Nevertheless, activity on the whole remained steady.

Museum and China Works activities

Increasing utility charges throughout the year resulted in a downturn in net income, not least because one of our major income sources, the workshops, use so much electricity in running the kilns that fire the work of the students as well as our resident ceramicists. After considerable debate, and conscious of the local demographics, Trustees decided in October that they had to combat these price rises by raising admission charges. This involved raising individual entry from £2.50 to £3.50, short group visits from £7.50 a head to £9.50, and day group visits (including lunch) from £17.50 to £19.50. It is pleasing to record that no customer resistance was met and there was no negative impact on visitor numbers. A clear area of growth was in group visits, where the number for July to October (30 visits) exceeded the total for the previous year. Visit Wales, following a 'mystery shopper' visit, awarded the site Quality Assurance Venue status; we also won the Best Heritage Venue in South Wales title at the Welsh Enterprise Awards ceremony.

A regular minuted Volunteers' Meeting was instituted, meeting every two months inbetween the Trustees meetings so that better two-way communication could be established and concerns addressed. Sadly, a lack of volunteers forced us to close on Sundays for the time being. Volunteer Celia Hunt carried out an equality monitoring exercise on workshop attendees, noting that the great majority were female, over 50 and coming from the local catchment area. We also undertook a Trustee Skills Matrix exercise. Our resident mould-maker Huw Raine decided to relocate his business away from Nantgarw, but his trainee Lupin Wright has succeeded him in making moulds on site and also producing her first stoneware range of coffee jugs and mugs for sale in the shop.

Activities during the year included the annual Antiques Fair; an exhibit at the Heritage Crafts in Wales exhibition at Turner House Gallery, Penarth; exhibitions of the work of our botanical painting students and of the fused-glass students, at different times; 'Our Fading Heritage', an exhibition of work by architect-artist Andrew Faulkner and printmaker Jemma Gunning; and the ceramicist Toni de Jesus exhibited pieces made of the Nantgarw porcelain at the Glynn Vivian Gallery in Swansea. Planning commenced for a major exhibition (the first in the UK) on the work of Thomas Pardoe, the enameller who worked at Nantgarw from 1820 to 1823, to be held on the bicentennial of his death; two individual donations of over £1,000 each will help fund the exhibition and the book which will accompany it. A major donation of nearly £11,000 from the John Andrews Charitable Trust enabled the purchase of a second high-security case, initially to house this exhibition, but thereafter enable the size of the permanent display to be doubled as well as cater for future exhibitions.

Several items of Nantgarw porcelain not otherwise represented in the collection were purchased, including a pair of plates decorated locally by William Pollard and another pair decorated in the Vincennes style in London; acquisitions were supported by the Angelicat Trust. A Brighter Day Grant via the Association of Independent Museums enabled the Deputy Director of the Collections Trust, Sarah Brown, to begin training three of our volunteers in collections-documentation skills so that the collection records can be made available to the public through the eHive electronic portal. A further grant from the Federation of Welsh Museums (Welsh Government funds) enabled high-quality photography of the most important items.

A brief for an Options Appraisal to help Trustees with future developments was created, sent out to tender and consultants appointed, subject to applications for funding to the National Lottery Heritage Fund and the Architectural Heritage Fund being successful. Such work is required because the site has reached the limits of what is possible in terms of income generation and future sustainability within its existing physical parameters, since there is no room to hold additional workshop sessions despite waiting lists, and groups of no more than 35 can be accommodated, despite a need to be able to cater for groups of 50. The funding applications were successful, and a consortium led by architect Michael Davies (who has a long association with the site) and Peter Wakelin (lead author of the Conservation Management Plan of 2020) were commissioned. They held a well-attended consultation session involving partners and others before Christmas, which helped to define the strategic directions for their work, which will carry over into 2023-24.

NANTGARW CHINA WORKS TRUST

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

FOR THE YEAR ENDED 31 MARCH 2023

Caring for the Ancient Monument

Much of the site in the Trust's care is a Scheduled Monument. This comprises the remains of the 19th-century pottery (the only one with extensive surviving remains in Wales) with most of its structures being roofless and in poor condition as well as one restored kiln and the conserved remains of another one; much of the Trust's strategic thrust is accordingly directed towards the preservation of these significant remains. A report delivered in early 2020 had identified the most urgent stabilisation works required but because of the Covid outbreaks these could not be addressed; however, specifications were drawn up and applications for grant aid to meet the total cost of over £49,000 were made to Cadw, the Welsh Government's heritage service, and the Welsh Church Act Fund. Cadw offered to contribute 50% towards the refurbishment costs followed by an offer of £10,000 by the Welsh Church Act Fund, with the remainder of the cost coming from the Trust's own reserves. This ensured that the Trust was able to appoint Bradburn Conservation to undertake the work from August to November. Sadly, the extreme weather over Christmas resulted in part of the upstanding remains of Kiln III collapsing, which will have to be addressed in the future. The Options Appraisal mentioned above will have considerable impact on the care and use of structures within the Scheduled area and, if its likely recommendations are funded, will help obviate the need for major maintenance, as well as bringing some of the ruined buildings back into beneficial use.

Financial review

Grants were received from the Welsh Government totalling £23,592.

Memberships and donations provided the Trust with a total of £21,857 (2022: £11,587).

The charity reported a surplus of £14,673 during the year (2022: £11,311 surplus) consisting of an unrestricted surplus of £2,283 (2022: £10,789 surplus) and a restricted surplus of £12,390 (2022: £522 surplus).

The total net assets of the trust have increased to £104,742 (2022: £90,069).

Reserves Policy

The Trustees have decided that a reserve of £25,000 should be maintained, which is equivalent to 6 months of overhead costs.

The total of free reserves at the year end are £44,113 (2022: £55,316).

Structure, governance and management

Governing Document

The Nantgarw China Works Trust is a company limited by guarantee governed by its Memorandum and Articles of Association dated 19 February 2007. It is a registered charity with the Charity Commission. Its members agree to contribute £1 in the event of the charity's winding up.

Appointment of trustees

The board of trustees, which can have up to 15 members, administers the charity. Up to three individuals may be appointed by outside bodies. One third of the trustees not appointed by outside bodies must retire at each Annual Meeting, those longest in office retiring first and the choice between any of equal service being made by drawing lots. The trustees may at any time co-opt any person duly qualified to be appointed as a trustee, but a co-opted trustee holds office only until the next Annual Meeting.

When considering co-opting trustees, the Board has regard to the requirement for any specialist skills needed. Nominees appointed by National Museum Wales and Rhondda Cynon Taf County Borough Council are subject to the appointment processes of those bodies.

Trustee training

New trustees are briefed on their legal obligations under charity and company law and all trustees are encouraged to seek training that would contribute to their work at Nantgarw.

NANTGARW CHINA WORKS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

Reference and administrative details

Registered charity name Nantgarw China Works Trust

Charity number 1121606

Company registration number 06113689

Registered office Nantgarw House
Tyla Gwyn
Nantgarw
Cardiff
CF15 7TB

Trustees Dr Eurwyn William - Chairman
Michael Morris - Company Secretary
Andrew Renton
Kathryn Morris - Treasurer
Deborah Barker- Membership Secretary
John Phillips - resigned 22/09/22
Gwen Griffiths
Robert Stephen Peters
Celia Hunt - co-opted 19/01/23

Director Charles Fountain

Independent examiners Azets Audit Services
Chartered Accountants and Statutory Auditors
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

Bankers Barclays
121 Queen Street
Cardiff
CF1 4XR

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



Dr Eurwyn William

Trustee

Dated: 7 December 2023

NANTGARW CHINA WORKS TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2023

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

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

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

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

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

NANTGARW CHINA WORKS TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF NANTGARW CHINA WORKS TRUST

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

Responsibilities and basis of report

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

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

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charity 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.

Claire Thompson

Claire Thompson FCCA DChA
Azets Audit Services

Ty Derw, Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB
United Kingdom

Dated: 11-12-2023

NANTGARW CHINA WORKS TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Income from:							
Donations and legacies	4	3,732	18,125	21,857	6,587	5,000	11,587
Charitable activities	3	111,547	45,612	157,159	105,609	-	105,609
Investments	5	52	-	52	2	-	2
Total income		115,331	63,737	179,068	112,198	5,000	117,198
Expenditure on:							
Charitable activities	6	111,102	53,293	164,395	101,409	4,478	105,887
Net incoming resources before transfers		4,229	10,444	14,673	10,789	522	11,311
Gross transfers between funds		(1,946)	1,946	-	-	-	-
Net income for the year/ Net movement in funds		2,283	12,390	14,673	10,789	522	11,311
Fund balances at 1 April 2022		71,069	19,000	90,069	60,280	18,478	78,758
Fund balances at 31 March 2023		73,352	31,390	104,742	71,069	19,000	90,069

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.

NANTGARW CHINA WORKS TRUST

BALANCE SHEET

AS AT 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	11		52,837		31,556
Current assets					
Stocks	13	2,503		1,963	
Debtors	12	973		8,295	
Cash at bank and in hand		56,708		55,260	
		<u>60,184</u>		<u>65,518</u>	
Creditors: amounts falling due within one year	14	<u>(8,279)</u>		<u>(7,005)</u>	
Net current assets			51,905		58,513
Total assets less current liabilities			<u>104,742</u>		<u>90,069</u>
Income funds					
Restricted funds	15		31,390		19,000
Unrestricted funds			73,352		71,069
			<u>104,742</u>		<u>90,069</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 7 December 2023

Dr Eurwyn William
Trustee

Company Registration No. 06113689

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Charity information

Nantgarw China Works Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Nantgarw House, Tyla Gwyn, Nantgarw, Cardiff, CF15 7TB.

1.1 Accounting convention

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

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

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

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

1.2 Going concern

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

1.3 Charitable funds

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

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

1.4 Income

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

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

In the case of performance related grants, income must only be recognised to the extent that the charity has provided the specified goods or services as entitlement to the grant only occurs when the performance related conditions are met.

Unrestricted grants are recognised when received.

Income from other charitable activities is recognised once received.

Income from investments is included in the year in which it is receivable.

NANTGARW CHINA WORKS 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 make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

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

Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

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:

Equipment	10% straight line
-----------	-------------------

Assets in the course of construction are not depreciated.

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 Impairment of fixed assets

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

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

1.9 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.

1.10 Financial instruments

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

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

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

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

Basic financial assets

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

Derecognition of financial assets

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

Basic financial liabilities

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

Derecognition of financial liabilities

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

1.11 Taxation

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

2 Critical accounting estimates and judgements

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

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

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

3 Charitable activities

	2023 £	2022 £
Workshops	60,905	60,684
Shop, tea room and group visits	50,642	34,975
Grants	45,612	9,950
	<u>157,159</u>	<u>105,609</u>
Analysis by fund		
Unrestricted funds	111,547	105,609
Restricted funds	45,612	-
	<u>157,159</u>	<u>105,609</u>
Performance related grants		
Welsh Government - Cadw	23,592	-
Association of Independent Museums	2,400	-
RCT - Welsh Church Act Fund	10,000	-
Federation of Small Museums	1,620	-
Welsh Government	-	9,950
National Heritage	8,000	-
	<u>45,612</u>	<u>9,950</u>

NANTGARW CHINA WORKS TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

4 Donations and legacies	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2023	2023	2023	2022	2022	2022
	£	£	£	£	£	£
Donations and gifts	3,732	18,125	21,857	6,587	5,000	11,587
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

NANTGARW CHINA WORKS TRUST

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

5 Investments

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Interest receivable	52	2
	<u>52</u>	<u>2</u>

6 Charitable activities

	2023	2022
	£	£
Depreciation	3,541	2,675
Project expenditure	32,654	36,519
Workshop costs	34,802	35,665
Shop, tea room and group visits	26,070	13,778
Project costs	43,114	-
Sundry	3,372	1,734
Insurance	981	690
Website costs	334	492
Telephone	363	332
Printing, postage and stationery	1,134	1,400
Subscriptions	426	213
Electricity	7,514	5,915
Repairs	6,474	3,497
Advertising	1,142	921
Water rates	602	378
	<u>162,523</u>	<u>104,209</u>
Share of governance costs (see note 7)	1,872	1,678
	<u>164,395</u>	<u>105,887</u>
Analysis by fund		
Unrestricted funds	111,102	101,409
Restricted funds	53,293	4,478
	<u>164,395</u>	<u>105,887</u>

NANTGARW CHINA WORKS 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
	£	£	£	£	£
Independent examination fees	-	1,872	1,872	-	1,678
	<u>-</u>	<u>1,872</u>	<u>1,872</u>	<u>-</u>	<u>1,678</u>
	-	1,872	1,872	-	1,678
	<u>-</u>	<u>1,872</u>	<u>1,872</u>	<u>-</u>	<u>1,678</u>
Analysed between Charitable activities	-	1,872	1,872	-	1,678
	<u>-</u>	<u>1,872</u>	<u>1,872</u>	<u>-</u>	<u>1,678</u>

Governance costs includes payments to the independent examiners of £1,872 (2022 - £1,678) for independent examination fees.

8 Trustees

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

9 Paid Staff

The average monthly number of paid staff during the year was:

	2023 Number	2022 Number
Total	-	-
	<u>-</u>	<u>-</u>

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

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

NANTGARW CHINA WORKS TRUST

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

11 Tangible fixed assets

	Equipment £
Cost	
At 1 April 2022	38,884
Additions	24,822
	<u>63,706</u>
At 31 March 2023	63,706
Depreciation and impairment	
At 1 April 2022	7,328
Depreciation charged in the year	3,541
	<u>10,869</u>
At 31 March 2023	10,869
Carrying amount	
At 31 March 2023	52,837
At 31 March 2022	31,556

12 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Prepayments	973	8,295
	<u>973</u>	<u>8,295</u>

13 Stocks

	2023 £	2022 £
Finished goods and goods for resale	2,503	1,963
	<u>2,503</u>	<u>1,963</u>

14 Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals	8,279	7,005
	<u>8,279</u>	<u>7,005</u>

NANTGARW CHINA WORKS TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2023

15 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:

	Balance at 1 April 2021		Movement in funds		Balance at 1 April 2022		Movement in funds		Transfers		Balance at 31 March 2023	
	£	£	Incoming resources	Resources expended	£	£	Incoming resources	Resources expended	£	£	£	£
John Andrews Charitable Trust	3,495	-	-	(859)	2,636	-	(859)	-	-	-	1,777	-
Weston Loan Programme with Art Fund - Capital Assets	14,983	-	-	(1,816)	13,167	-	(1,816)	-	-	-	11,351	-
Porcelain Acquisition Fund	-	5,000	5,000	(1,803)	3,197	5,000	(4,032)	-	-	-	4,165	-
John Andrews Charitable Trust	-	-	-	-	-	10,925	(455)	-	-	-	10,470	-
SAM conservation Fund	-	-	-	-	-	41,592	(43,114)	-	1,522	-	-	-
Paroee Exhibition Fund	-	-	-	-	-	2,200	(2,624)	-	424	-	2,007	-
Collections Management Fund	-	-	-	-	-	2,400	(393)	-	-	-	1,620	-
Accreditation Fund	-	-	-	-	-	1,620	-	-	-	-	-	-
	<u>18,478</u>	<u>5,000</u>	<u>5,000</u>	<u>(4,478)</u>	<u>19,000</u>	<u>63,737</u>	<u>(53,293)</u>	<u>1,946</u>	<u>31,390</u>			

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

15 Restricted funds

(Continued)

John Andrews Charitable Trust - this funding was provided to cover costs of the creation of the new Nantgarw porcelain. Depreciation on capital expenditure purchased with this funding has been expensed to this fund.

Weston Loan Project Programme with Art Fund - this funding was provided to upgrade security at Nantgarw and to purchase a high security display case. Depreciation on capital expenditure purchased with this funding has been expensed to this fund.

Porcelain Acquisition Fund - was provided for the purchase of porcelain pieces for display.

SAM Conservation Fund - this funding was provided to help obviate the need for maintenance, as well as bringing some of the ruined buildings back into beneficial use.

Pardoe Exhibition Fund - this funding was provided to plan for exhibition on the work of Thomas Pardoe.

Collections Management Fund - this funding was provided to train three of the volunteers in collections documentation skills.

Accreditation Fund - this funding was provided to develop policies, procedures and activities necessary to achieve Museum Accreditation.

John Andrews Charitable Trust - this funding was provided towards the purchase of a display case. Depreciation on capital expenditure purchased with this funding has been expensed to this fund.

NANTGARW CHINA WORKS TRUST

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

16 Analysis of net assets between funds

	Unrestricted 2023 £	Restricted 2023 £	Total 2023 £	Unrestricted 2022 £	Restricted 2022 £	Total 2022 £
Fund balances at 31 March 2023 are represented by:						
Tangible assets	29,239	23,598	52,837	15,753	15,803	31,556
Current assets/(liabilities)	44,113	7,792	51,905	55,316	3,197	58,513
	<u>73,352</u>	<u>31,390</u>	<u>104,742</u>	<u>71,069</u>	<u>19,000</u>	<u>90,069</u>

17 Related party transactions

There were no disclosable related party transactions during the year (2022 - none).

NANTGARW CHINA WORKS TRUST

ACCOUNTANTS' REPORT TO THE TRUSTEES ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF NANTGARW CHINA WORKS TRUST FOR THE YEAR ENDED 31 MARCH 2023

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Nantgarw China Works Trust for the year ended 31 March 2023, which comprise the statement of financial activities and the related notes from the charity's accounting records and from information and explanations you have given us.

This report is made to the charity's trustees, as a body, in accordance with the terms of our engagement letter dated 7 September 2020. Our work has been undertaken solely to prepare for your approval the financial statements of Nantgarw China Works Trust and state those matters that we have agreed to state to the charity's trustees, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Nantgarw China Works Trust and the charity's trustees as a body, for our work or for this report.

It is your duty to ensure that Nantgarw China Works Trust has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and surplus of Nantgarw China Works Trust. You consider that Nantgarw China Works Trust is exempt from the statutory audit requirement for the year, and is not required to obtain an independent examiner's report.

We have not been instructed to carry out an audit or a review of the financial statements of Nantgarw China Works Trust. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Azets Audit Services

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Ty Derw, Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB
United Kingdom

NANTGARW CHINA WORKS TRUST

England & Wales - Charity number 1121606

Accounts

Charity registration number 1121606

Company registration number 06113689 (England and Wales)

NANTGARW CHINA WORKS TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

NANTGARW CHINA WORKS TRUST

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NANTGARW CHINA WORKS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

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

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, 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

Our charity's purposes as set out in the objects contained in the company's memorandum of association are:

1. to preserve for the benefit of the citizens of Glamorgan, the Nation and all who recognise the importance of Nantgarw porcelain in the history of ceramic manufacture ("the beneficiaries"), the historical, architectural and constructional heritage that may exist in and around Nantgarw and Taff's Well ("the area of benefit") in buildings (including any structure or erection, and any part of a building as so defined) of particular beauty or historical, architectural or constructional interest.
2. to promote interest in Nantgarw porcelain and its place in the history of the manufacture of ceramics and the manufacture of pottery at Nantgarw through the development of a museum, collecting and exhibiting examples of Nantgarw porcelain and pottery and other relevant ceramics and artefacts.
3. to establish, maintain and manage Nantgarw China Works as a centre for the promotion, practice and exhibition of contemporary ceramics and allied arts and crafts for the public benefit (without distinction on the grounds of disability, gender, race, religion or belief, or sexual orientation), offering opportunities for artists and craftspeople to work at the site and by providing classes, workshops and other educational activities and events, and in co-operation with any local authority, statutory body, voluntary organisation, or individuals in furtherance of its objects ("the objects").

Our vision for the next decade is to transform where the world's finest porcelain was made into a vibrant centre for ceramic history and contemporary innovation.

Ensuring our work delivers our aims

We have two committees – the Activities Committee and the Fabric Committee - which meet regularly during the year to review our aims, objectives and activities. They look at what we have achieved and the outcomes of our work so that we remain focused on our stated purposes and to ensure that our activities continue to be for the public benefit. They report to the Trustees' meetings. A review of the year by the Chairs of those Committees is included below.

NANTGARW CHINA WORKS TRUST

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

FOR THE YEAR ENDED 31 MARCH 2022

Achievements and performance

2021-22 was a challenging year of recovering from the problems posed by the Covid outbreaks. The site was closed for the first few weeks of the year due to lockdown but on balance the year proved to be a rewarding one with growth in most areas.

Museum and China Works activities

The site reopened to the public on 19 May 2021 with activity programmes being phased in, but it was estimated then that it might be six months before the site could be operating at full capacity. A final grant from the Welsh Government's Cultural Resource Fund helped meet our core costs until September. The Operational Plan and budget for the year were approved by trustees in April.

By July the workshop sessions – one of our main activity threads – were running well, and thereafter each quarter was a record, with engagement across all ages at maximum capacity and between nine and twelve sessions held every week. Primary children were catered for by our own 'Criw Clai' sessions, and secondary students by the funded 'Criw Celf' programme and by school work. Sessions held for Coleg y Cymoedd and Cardiff Metropolitan University met the needs of tertiary students (including adults with learning difficulties) whilst adults attended our normal weekday and evening sessions.

Activities during the year included our 'Flotsam and Flowers' exhibition showcasing the work of our ceramicist and botanical illustrator Sally Stubbings and artist James Milne held in September and October. The highly-regarded ceramicist Nico Conti was grant-aided by QEST to spend time with us investigating the possibilities for making new work from the Nantgarw porcelain using 3-D printing. Our annual antiques fair was held during the autumn in lieu of our usual May Day fair which could not be held due to Covid restrictions.

We continued to ask visitors to book via our website although many did not but of course were still welcomed. Numbers remained sluggish after the Coronavirus experiences and fresh Covid outbreaks caused many group visits which had been rebooked to be cancelled again. Later in the summer our 'tea and tours' offering remained popular as did our pre-ordered cream teas, and the St. Davids Day and Mothers' Day specials enabled us to end the year strongly. We were pleased to receive visits by the Mayor of Rhondda Cynon Taf County Borough Council Jill Bonetto, Heledd Fychan MS, Alex Davies Jones MP and Dawn Boden, MS, Deputy Minister for Arts and Sport.

Segments for several television programmes were filmed during the year and contributed to our marketing initiatives, namely The Antiques Roadshow (collection items and the history of the factory discussed off-site), Celebrity Antiques Road Trip, Fishlock's Choice and Weatherman Walking, whilst an episode of BBC Radio Wales's Art Show was also hosted from the site. The Director introduced an item from the displays on BBC Radio 3 breakfast as part of the Art that Made Us Festival.

Income-generation was helped by strong sales, much on-line, and particularly by sales of the unique jewellery made of sherds of original Nantgarw porcelain mounted in sterling silver (but which however depend on the availability of raw material in the form of broken plates) and by orders for items made of the re-created porcelain such as cups and (for the first time) Christmas ornaments. Two of our ceramicists, Sally Stubbings and Lupin Wright were taught advanced mould-making skills by our resident mould-maker Huw Raine with a view to begin making their own moulds and ranges of contemporary slip-cast ceramics.

We currently have 200 members who are Friends of Nantgarw China Works and we encourage more to join in supporting us by becoming Friends

NANTGARW CHINA WORKS TRUST

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

FOR THE YEAR ENDED 31 MARCH 2022

Several items of Nantgarw porcelain not otherwise represented were purchased for the collection whilst a plate featuring the racehorse 'Poulton' with local associations was lent for long term display by the Holbourne Museum, Bath. The Director re-arranged the displays of pottery and clay pipes manufactured on site by the Pardoe family 1833-1920 into an integrated and much more coherent display than previously. He also began planning an ambitious exhibition to commemorate Thomas Pardoe's work at the site for 2023 (the bicentenary of Pardoe's death) for which the purchase of a large display case to national museums standard had to be agreed and ordered within the year due to the lead time necessary.

Caring for the Ancient Monument

Much of the site in the Trust's care is a Scheduled Monument. This comprises the remains of the 19th-century pottery (the only one with extensive surviving remains in Wales) with most of its structures being roofless and in poor condition as well as one restored kiln and the conserved remains of another one; much of the Trust's strategic thrust is accordingly directed towards the preservation of these significant remains. A report delivered in early 2020 had identified the most urgent stabilisation works required but because of the Covid outbreak these could not be addressed; however, specifications were drawn up and applications for grant aid were made to Cadw and the Welsh Church Act Fund. Cadw, the Welsh Government's heritage service, offered to contribute 50% towards the refurbishment costs followed by an offer of £10,000 by the Welsh Church Act Fund, ensuring that the Trust will be able to undertake the work later in 2022. The scaffolding cover to the conserved kiln remains was affected by a severe storm early in the year and was replaced with a semi-permanent scaffolding structure as part of urgent safeguarding works.

A brief for an Options Appraisal to help trustees with future developments was created and sent out to tender; consultants were appointed subject to the Trust's applications for funding to the National Lottery Heritage Fund and the Architectural Heritage Fund being successful. It is hoped that this work can be undertaken in 2022-23.

NANTGARW CHINA WORKS TRUST

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

FOR THE YEAR ENDED 31 MARCH 2022

Financial review

Grants were received from the Welsh Government totalling £9,950.

Memberships and donations provided the Trust with a total of £11,587 (2021: £6,010).

Fundraising events and activities are essential to generate funds to meet the operating costs of running the Museum. Our fundraising activities raised a net total of £9,696 (2021: £24,289).

The charity reported a surplus of £11,311 during the year (2021: £18,767 surplus) consisting of an unrestricted surplus of £10,789 (2021: £20,971 surplus) and a restricted surplus of £522 (2021: £2,204 deficit).

The total net assets of the trust have increased to £90,069 (2021: £78,758).

Reserves Policy

The trustees do not consider there is any need to maintain any fixed level reserves as the charity has no commitments for expenses.

The total of free reserves at the year end are £55,316 (2021: £52,595).

Structure, governance and management

Governing Document

The Nantgarw China Works Trust is a company limited by guarantee governed by its Memorandum and Articles of Association dated 19 February 2007. It is a registered charity with the Charity Commission. Its members agree to contribute £1 in the event of the charity's winding up.

Appointment of trustees

The board of trustees, which can have up to 15 members, administers the charity. Up to three individuals may be appointed by outside bodies. One third of the trustees not appointed by outside bodies must retire at each Annual Meeting, those longest in office retiring first and the choice between any of equal service being made by drawing lots. The trustees may at any time co-opt any person duly qualified to be appointed as a trustee, but a co-opted trustee holds office only until the next Annual Meeting.

When considering co-opting trustees, the Board has regard to the requirement for any specialist skills needed. Nominees appointed by National Museum Wales and Rhondda Cynon Taf County Borough Council are subject to the appointment processes of those bodies.

Trustee training

New trustees are briefed on their legal obligations under charity and company law and all trustees are encouraged to seek training that would contribute to their work at Nantgarw.

NANTGARW CHINA WORKS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

Reference and administrative details

Registered charity name Nantgarw China Works Trust

Charity number 1121606

Company registration number 06113689

Registered office Nantgarw House
Tyla Gwyn
Nantgarw
Cardiff
CF15 7TB

Trustees Dr Eurwyn William - Chairman
Michael Morris - Company Secretary
Andrew Renton
Kathryn Morris - Treasurer
Deborah Barker- Membership Secretary
John Phillips
Gwen Griffiths
Robert Stephen Peters

Director Charles Fountain

Independent examiners Azets Audit Services
Chartered Accountants and Statutory Auditors
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

Bankers Barclays
121 Queen Street
Cardiff
CF1 4XR

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



.....
Dr Eurwyn William

Trustee 1 October 2022
Dated:

NANTGARW CHINA WORKS TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2022

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

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

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

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

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

NANTGARW CHINA WORKS TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF NANTGARW CHINA WORKS TRUST

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

Responsibilities and basis of report

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

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

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charity 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.



Sarah Case FCA DChA
Azets Audit Services

Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB
United Kingdom

Dated: 6-10-22

NANTGARW CHINA WORKS TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total Unrestricted funds 2022 £	Restricted funds 2021 £	Total 2021 £
Income from:						
Donations and legacies	4	6,587	5,000	11,587	-	6,010
Charitable activities	3	105,609	-	105,609	-	91,336
Investments	5	2	-	2	-	8
Total income		112,198	5,000	117,198	-	97,354
Expenditure on:						
Charitable activities	6	101,409	4,478	105,887	2,204	78,587
Net income for the year/ Net movement in funds		10,789	522	11,311	(2,204)	18,767
Fund balances at 1 April 2021		60,280	18,478	78,758	20,682	59,991
Fund balances at 31 March 2022		71,069	19,000	90,069	18,478	78,758

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.

NANTGARW CHINA WORKS TRUST

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	10		31,556		26,163
Current assets					
Stocks	12	1,963		2,004	
Debtors	11	8,295		454	
Cash at bank and in hand		55,260		59,293	
		<u>65,518</u>		<u>61,751</u>	
Creditors: amounts falling due within one year	13	<u>(7,005)</u>		<u>(9,156)</u>	
Net current assets			58,513		52,595
Total assets less current liabilities			<u>90,069</u>		<u>78,758</u>
Income funds					
Restricted funds	14	19,000		18,478	
Unrestricted funds		71,069		60,280	
		<u>90,069</u>		<u>78,758</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 2022.

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 September 2022


.....
Dr Eurwyn William
Trustee

Company Registration No. 06113689

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Nantgarw China Works Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Nantgarw House, Tyla Gwyn, Nantgarw, Cardiff, CF15 7TB.

1.1 Accounting convention

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

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

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

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

1.2 Going concern

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

1.3 Charitable funds

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

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

1.4 Income

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

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

In the case of performance related grants, income must only be recognised to the extent that the charity has provided the specified goods or services as entitlement to the grant only occurs when the performance related conditions are met.

Unrestricted grants are recognised when received.

Income from other charitable activities is recognised once received.

Income from investments is included in the year in which it is receivable.

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.5 Expenditure

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

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

Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

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:

Equipment	10% straight line
-----------	-------------------

Assets in the course of construction are not depreciated.

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 Impairment of fixed assets

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

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

1.9 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.

1.10 Financial instruments

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

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

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

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

Basic financial assets

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

Derecognition of financial assets

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

Basic financial liabilities

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

Derecognition of financial liabilities

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

1.11 Taxation

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

2 Critical accounting estimates and judgements

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

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

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

3 Charitable activities

	2022 £	2021 £
Workshops	60,684	8,344
Shop, tea room and group visits	34,975	18,181
Grants	9,950	64,811
	<u>105,609</u>	<u>91,336</u>
Performance related grants		
Federation of Welsh Museums	-	30,000
Welsh Government - Cultural Recovery Fund	-	8,500
Welsh Government - Cadw	-	1,164
Pilgrim Trust	-	1,147
RCT - Covid Funding	-	24,000
Welsh Government	9,950	-
	<u>9,950</u>	<u>64,811</u>

4 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds
	2022 £	2022 £	2022 £	2021 £
Donations and gifts	6,587	5,000	11,587	6,010
	<u>6,587</u>	<u>5,000</u>	<u>11,587</u>	<u>6,010</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Interest receivable	2	8
	<u>2</u>	<u>8</u>

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

6 Charitable activities

	2022 £	2021 £
Depreciation	2,675	2,468
Project expenditure	36,519	45,825
Workshop costs	35,665	5,446
Shop, tea room and group visits	13,778	11,641
Sundry	1,734	413
Insurance	690	1,026
Website costs	492	311
Telephone	332	374
Printing, postage and stationery	1,400	1,532
Subscriptions	213	425
Electricity	5,915	4,447
Repairs	3,497	2,089
Advertising	921	430
Water rates	378	552
	<u>104,209</u>	<u>76,979</u>
Share of governance costs (see note 7)	1,678	1,608
	<u>105,887</u>	<u>78,587</u>
Analysis by fund		
Unrestricted funds	101,409	76,383
Restricted funds	4,478	2,204
	<u>105,887</u>	<u>78,587</u>

7 Support costs

	Support costs £	Governance costs £	2022 £	Support costs £	Governance costs £	2021 £
Independent examination fees	-	1,678	1,678	-	1,608	1,608
	<u>-</u>	<u>1,678</u>	<u>1,678</u>	<u>-</u>	<u>1,608</u>	<u>1,608</u>
Analysed between Charitable activities	-	1,678	1,678	-	1,608	1,608
	<u>-</u>	<u>1,678</u>	<u>1,678</u>	<u>-</u>	<u>1,608</u>	<u>1,608</u>

Governance costs includes payments to the independent examiners of £1,678 (2021 - £1,608) for independent examination fees.

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

8 Trustees

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

9 Paid Staff

The average monthly number of paid staff during the year was:

	2022 Number	2021 Number
Total	-	-

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

10 Tangible fixed assets

	Equipment £
Cost	
At 1 April 2021	30,816
Additions	8,068
At 31 March 2022	38,884
Depreciation and impairment	
At 1 April 2021	4,653
Depreciation charged in the year	2,675
At 31 March 2022	7,328
Carrying amount	
At 31 March 2022	31,556
At 31 March 2021	26,163

11 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Prepayments	8,295	454

12 Stocks

	2022 £	2021 £
Finished goods and goods for resale	1,963	2,004

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

13 Creditors: amounts falling due within one year

	2022 £	2021 £
Other creditors	-	2,002
Accruals	7,005	7,154
	<u>7,005</u>	<u>9,156</u>

14 Restricted funds

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

	Movement in funds					
	Balance at 1 April 2020 £	Resources expended £	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	Balance at 31 March 2022 £
John Andrews Charitable Trust	3,883	(388)	3,495	-	(859)	2,636
Weston Loan Programme with Art Fund - Capital Assets	16,799	(1,816)	14,983	-	(1,816)	13,167
Porcelain Acquisition Fund	-	-	-	5,000	(1,803)	3,197
	<u>20,682</u>	<u>(2,204)</u>	<u>18,478</u>	<u>5,000</u>	<u>(4,478)</u>	<u>19,000</u>

John Andrews Charitable Trust - this funding was provided to cover costs of the creation of the new Nantgarw porcelain. Depreciation on capital expenditure purchased with this funding has been expensed to this fund.

Weston Loan Project Programme with Art Fund - this funding was provided to upgrade security at Nantgarw and to purchase a high security display case. Depreciation on capital expenditure purchased with this funding has been expensed to this fund.

Porcelain Acquisition Fund - was provided for the purchase of porcelain pieces for display.

15 Analysis of net assets between funds

	Unrestricted 2022 £	Restricted 2022 £	Total 2022 £	Unrestricted 2021 £	Restricted 2021 £	Total 2021 £
Fund balances at 31 March 2022 are represented by:						
Tangible assets	15,753	15,803	31,556	7,685	18,478	26,163
Current assets/ (liabilities)	55,316	3,197	58,513	52,595	-	52,595
	<u>71,069</u>	<u>19,000</u>	<u>90,069</u>	<u>60,280</u>	<u>18,478</u>	<u>78,758</u>

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

16 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).

NANTGARW CHINA WORKS TRUST

ACCOUNTANTS' REPORT TO THE TRUSTEES ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF NANTGARW CHINA WORKS TRUST FOR THE YEAR ENDED 31 MARCH 2022

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Nantgarw China Works Trust for the year ended 31 March 2022, which comprise the statement of financial activities and the related notes from the charity's accounting records and from information and explanations you have given us.

This report is made to the charity's trustees, as a body, in accordance with the terms of our engagement letter dated 7 September 2020. Our work has been undertaken solely to prepare for your approval the financial statements of Nantgarw China Works Trust and state those matters that we have agreed to state to the charity's trustees, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Nantgarw China Works Trust and the charity's trustees as a body, for our work or for this report.

It is your duty to ensure that Nantgarw China Works Trust has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and surplus of Nantgarw China Works Trust. You consider that Nantgarw China Works Trust is exempt from the statutory audit requirement for the year, and is not required to obtain an independent examiner's report.}

We have not been instructed to carry out an audit or a review of the financial statements of Nantgarw China Works Trust. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.



Azets Audit Services

.....6-10-2022

Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB
United Kingdom

NANTGARW CHINA WORKS TRUST

England & Wales - Charity number 1121606

Accounts

Charity Registration No. 1121606

Company Registration No. 06113689 (England and Wales)

NANTGARW CHINA WORKS TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

NANTGARW CHINA WORKS TRUST

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NANTGARW CHINA WORKS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2021

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

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, 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

Our charity's purposes as set out in the objects contained in the company's memorandum of association are:

1. to preserve for the benefit of the citizens of Glamorgan, the Nation and all who recognise the importance of Nantgarw porcelain in the history of ceramic manufacture ("the beneficiaries"), the historical, architectural and constructional heritage that may exist in and around Nantgarw and Taff's Well ("the area of benefit") in buildings (including any structure or erection, and any part of a building as so defined) of particular beauty or historical, architectural or constructional interest.
2. to promote interest in Nantgarw porcelain and its place in the history of the manufacture of ceramics and the manufacture of pottery at Nantgarw through the development of a museum, collecting and exhibiting examples of Nantgarw porcelain and pottery and other relevant ceramics and artefacts.
3. to establish, maintain and manage Nantgarw China Works as a centre for the promotion, practice and exhibition of contemporary ceramics and allied arts and crafts for the public benefit (without distinction on the grounds of disability, gender, race, religion or belief, or sexual orientation), offering opportunities for artists and craftspeople to work at the site and by providing classes, workshops and other educational activities and events, and in co-operation with any local authority, statutory body, voluntary organisation, or individuals in furtherance of its objects ("the objects").

Ensuring our work delivers our aims

We have two committees – the Activities Committee and the Fabric Committee - which meet regularly during the year to review our aims, objectives and activities. They look at what we have achieved and the outcomes of our work so that we remain focused on our stated purposes and to ensure that our activities continue to be for the public benefit. They report to the Trustees' meetings. A review of the year by the Chairs of those Committees is included below.

Achievements and performance

Over the winter of 2019-20 Trustees developed a three-year Strategy Plan, concluding that their vision for the next decade should be 'to transform where the world's finest porcelain is made into a vibrant centre for ceramic history and contemporary innovation'. As part of the strategy, Trustees also reviewed the Objects of the company in preparation for seeking, in time, Museum Accreditation status. Revised Objects were ratified in May 2020 and subsequently posted on both the Charity Commission and Companies House websites. The revisions make it easier for the Trust to operate Nantgarw House as a museum and develop a collection. Formal Working Towards Museum Accreditation status was subsequently awarded by the Welsh Government. This status normally lasts for three years, during which an applicant can seek full Accreditation at any time, but because of the pandemic an extra year has been granted.

Trustees had set ambitious but achievable income and activity targets for the year in order to progress the aims of their strategy. However, the impact of the Covid pandemic was felt quickly, and the Museum closed in March 2020 just prior to the national lockdown, reopening only for October and November before having to close again for the rest of the financial year. Workshop classes subscribed to for the spring were deferred until the autumn reopening, but the impact on income was very severe. Indeed, it quickly became apparent that the main strategy for the year would have to be changed to ensure the Trust's survival as a going concern.

NANTGARW CHINA WORKS TRUST

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

FOR THE YEAR ENDED 31 MARCH 2021

The first priority was to somehow ensure that the Trust's fixed annual costs of £42,000 were covered, if possible without drawing on the carefully-husbanded reserves earmarked for future strategic development work. Most fortunately, various forms of government grant ensured that this happened. Despite failing to attract grants from various private charities, the Trust was fortunate to attract over the year £30,000 via the Federation of Welsh Museums and Art Galleries' Resilience Fund, and a further £24,000 from the Welsh Government's Business Support Grant facilitated by the local authority. In addition, £8,500 was granted by the Wales Cultural Recovery Fund to pay for additional marketing literature to support re-opening, and for the creation of a series of video films of the Trust's tutors demonstrating their craft as a partial replacement for the workshop sessions which had to be cancelled. The Chairman's expression of thanks for this was included in a Ministerial press release.

The second financial priority was to maximise income by developing products which could be sold online as well as on site, and Trustees at the end of the year congratulated the Director on his notable successes in this area, in particular in attracting commissions for items made of modern Nantgarw porcelain and for jewellery sales, and for maintaining a strong online presence for the site.

The Conservation Management Plan and Maintenance Plan, prepared for the Trust by Peter Wakelin and Mann Williams respectively, were delivered early in the year. The Conservation Management Plan emphasised the importance of the site, not only in a Welsh but also UK context, whilst the Management Plan drew attention to the generally good condition of the monument on which, nevertheless, an estimated sum of £350,000 (at early 2020 costs) needed to be spent to arrest decay over the next decade. It also identified the most urgent stabilisation works required, and the Trust, later in the year, sought tenders to address these works, observing that a consequence of the Covid pandemic and Brexit combined was a steep rise in anticipated costs. Likewise, Cadw had to shut its Ancient Monument Grant scheme for the year, so it will be well into 2021-22 before any work on site can start.

Storms in early 2021 caused damage, including to the scaffolding cover to one of the historic kilns, for which a replacement had to be specified as part of the work package. The total estimated cost of the work package including recording, specifying and supervision, is in the order of £44,000, towards meeting which the Trust will actively seek to attract grant support, recognising that its reserves should, if at all possible, be kept for use as match-funding towards meeting capital development works to help ensure the sustainable operation of the site for the future.

As part of planning for the future, initial discussions with the Wales officers of the National Lottery Heritage Fund and the Architectural Heritage Fund proved positive, with both bodies being very supportive to the idea of the Trust applying to them jointly for grants to fund an Options Appraisal as the next stage to address the Trust's needs for enhanced facilities for activities and users. This will be progressed in 2021-22. A draft budget for 2021-22 was produced on the understanding that it might need changing substantially as the year progresses. A draft Operational Plan was also produced at the end of the year, and considerable planning for reopening and ensuring visitor, group and workshop participation carried out, as well as thinking about future exhibitions.

NANTGARW CHINA WORKS TRUST

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

FOR THE YEAR ENDED 31 MARCH 2021

Financial review

Grants were received from the Welsh Government Cultural Recovery Fund, RCT Covid Funding, Federation of Welsh Museums, Welsh Government Cadw and Pilgrim Trust totalling £64,811.

Memberships and donations provided the Trust with a total of £8,245 (2020: £10,184).

Fundraising events and activities are essential to generate funds to meet the operating costs of running the Museum. Our fundraising activities raised a net total of £24,289 (2020: £37,925).

The charity reported a surplus of £18,767 during the year (2020: £4,518 deficit) consisting of an unrestricted surplus of £20,971 (2020: £4,201 surplus) and a restricted deficit of £2,204 (2020: £8,719 deficit).

The total net assets of the trust have increased to £78,758 (2020: £59,991).

Reserves Policy

The trustees do not consider there is any need to maintain any fixed level reserves as the charity has no commitments for expenses.

The total of free reserves at the year end are £52,595 (2020: £33,600).

Structure, governance and management

Governing Document

The Nantgarw China Works Trust is a company limited by guarantee governed by its Memorandum and Articles of Association dated 19 February 2007. It is a registered charity with the Charity Commission. Its members agree to contribute £1 in the event of the charity's winding up.

Appointment of trustees

The board of trustees, which can have up to 15 members, administers the charity. Up to three individuals may be appointed by outside bodies. One third of the trustees not appointed by outside bodies must retire at each Annual Meeting, those longest in office retiring first and the choice between any of equal service being made by drawing lots. The trustees may at any time co-opt any person duly qualified to be appointed as a trustee, but a co-opted trustee holds office only until the next Annual Meeting.

When considering co-opting trustees, the Board has regard to the requirement for any specialist skills needed. Nominees appointed by National Museum Wales and Rhondda Cynon Taf County Borough Council are subject to the appointment processes of those bodies.

Trustee training

New trustees are briefed on their legal obligations under charity and company law and all trustees are encouraged to seek training that would contribute to their work at Nantgarw.

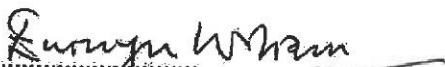
NANTGARW CHINA WORKS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

Reference and administrative details

Registered charity name	Nantgarw China Works Trust
Charity number	1121606
Company registration number	06113689
Registered office	Nantgarw House Tyla Gwyn Nantgarw Cardiff CF15 7TB
Trustees	Dr Eurwyn Willam - Chairman Michael Morris - Company Secretary Andrew Renton Kathryn Morris - Treasurer Deborah Barker - Membership Secretary John Phillips Gwen Griffiths Robert Stephen Peters
Director	Charles Fountain
Independent examiners	Azets Audit Services Chartered Accountants and Statutory Auditors Ty Derw Lime Tree Court Cardiff Gate Business Park Cardiff CF23 8AB
Bankers	Barclays 121 Queen Street Cardiff CF1 4XR

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


.....
Dr Eurwyn Willam
Trustee
Dated: 11/11/2021

NANTGARW CHINA WORKS TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2021

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

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

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

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

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

NANTGARW CHINA WORKS TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF NANTGARW CHINA WORKS TRUST

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

Responsibilities and basis of report

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

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

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charity as required by section 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.



Sarah Case FCA DChA
Azets Audit Services

Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB
United Kingdom

Dated: 30-11-2021

NANTGARW CHINA WORKS TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Income from:							
Donations and legacies	4	6,010	-	6,010	11,000	-	11,000
Charitable activities	3	91,336	-	91,336	62,487	33,672	96,159
Investments	5	8	-	8	33	-	33
Total income		97,354	-	97,354	73,520	33,672	107,192
Expenditure on:							
Charitable activities	6	76,383	2,204	78,587	63,837	47,873	111,710
Gross transfers between funds		-	-	-	(5,482)	5,482	-
Net income/(expenditure) for the year/							
Net movement in funds		20,971	(2,204)	18,767	4,201	(8,719)	(4,518)
Fund balances at 1 April 2020		39,309	20,682	59,991	35,108	29,401	64,509
Fund balances at 31 March 2021		60,280	18,478	78,758	39,309	20,682	59,991

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.

NANTGARW CHINA WORKS TRUST

BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	10		26,163		26,391
Current assets					
Stocks	12	2,004		2,320	
Debtors	11	454		304	
Cash at bank and in hand		59,293		41,946	
		<u>61,751</u>		<u>44,570</u>	
Creditors: amounts falling due within one year	13	<u>(9,156)</u>		<u>(10,970)</u>	
Net current assets			<u>52,595</u>		<u>33,600</u>
Total assets less current liabilities			<u>78,758</u>		<u>59,991</u>
Income funds					
Restricted funds	14		18,478		20,682
Unrestricted funds			60,280		39,309
			<u>78,758</u>		<u>59,991</u>

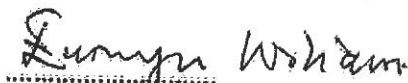
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2021.

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 11/11/2021



 Dr Eurwyn William
 Trustee

Company Registration No. 06113689

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Charity information

Nantgarw China Works Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Nantgarw House, Tyla Gwyn, Nantgarw, Cardiff, CF15 7TB.

1.1 Accounting convention

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

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

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

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

1.2 Going concern

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

1.3 Charitable funds

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

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

1.4 Income

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

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

In the case of performance related grants, income must only be recognised to the extent that the charity has provided the specified goods or services as entitlement to the grant only occurs when the performance related conditions are met.

Unrestricted grants are recognised when received.

Income from other charitable activities is recognised once received.

Income from investments is included in the year in which it is receivable.

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.5 Expenditure

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

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

Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

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:

Equipment	10% straight line
-----------	-------------------

Assets in the course of construction are not depreciated.

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

1.7 Impairment of fixed assets

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

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

1.9 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.

1.10 Financial instruments

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

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

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

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

Basic financial assets

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

Derecognition of financial assets

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

Basic financial liabilities

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

Derecognition of financial liabilities

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

1.11 Taxation

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

2 Critical accounting estimates and judgements

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

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

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

3 Charitable activities

	2021 £	2020 £
Workshops and school room hire	8,344	33,682
Shop, tea room and group visits	18,181	24,444
Events income	-	4,611
Grants	64,811	33,422
	<u>91,336</u>	<u>96,159</u>
Analysis by fund		
Unrestricted funds	91,336	62,487
Restricted funds	-	33,672
	<u>91,336</u>	<u>96,159</u>
Performance related grants		
Federation of Welsh Museums	30,000	-
Welsh Government - Cultural Recovery Fund	8,500	-
Weston Loan Programme with Art Fund	-	2,500
Welsh Government - Vegetation control	-	264
Welsh Government - Cadw	1,164	10,329
Pilgrim Trust	1,147	10,329
RCT - Welsh Church Act Fund	-	10,000
RCT - Covid Funding	24,000	-
	<u>64,811</u>	<u>33,422</u>

4 Donations and legacies

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Donations and gifts	<u>6,010</u>	<u>11,000</u>

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

5 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Interest receivable	8	33

6 Charitable activities

	2021	2020
	£	£
Depreciation	2,468	1,997
Project expenditure	45,825	57,314
Workshop costs	5,446	21,720
Shop, tea room and group visits	11,641	12,645
Event costs	-	271
Travel and subsistence	-	110
Sundry	413	1,190
Insurance	1,026	880
Website costs	311	154
Telephone	374	320
Printing, postage and stationery	1,532	1,038
Subscriptions	425	300
Electricity	4,447	6,758
Repairs	2,089	4,652
Advertising	430	277
Water rates	552	531
	<u>76,979</u>	<u>110,157</u>
Share of governance costs (see note 7)	1,608	1,553
	<u>78,587</u>	<u>111,710</u>
Analysis by fund		
Unrestricted funds	76,383	63,837
Restricted funds	2,204	47,873
	<u>78,587</u>	<u>111,710</u>

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

7 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Independent examination fees	-	1,608	1,608	-	1,553	1,553
	-	1,608	1,608	-	1,553	1,553
Analysed between Charitable activities	-	1,608	1,608	-	1,553	1,553

Governance costs includes payments to the independent examiners of £1,530 (2020 -£1,533) for independent examination fees.

8 Trustees

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

9 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Total	-	-

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

10 Tangible fixed assets

	Equipment £
Cost	
At 1 April 2020	28,576
Additions	2,240
At 31 March 2021	30,816
Depreciation and impairment	
At 1 April 2020	2,185
Depreciation charged in the year	2,468
At 31 March 2021	4,653
Carrying amount	
At 31 March 2021	26,163
At 31 March 2020	26,391

11 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Prepayments	454	304

12 Stocks

	2021 £	2020 £
Finished goods and goods for resale	2,004	2,320

13 Creditors: amounts falling due within one year

	2021 £	2020 £
Other creditors	2,002	-
Accruals	7,154	10,970
	9,156	10,970

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

14 Restricted funds

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

	Movement in funds						
	Balance at 1 April 2019 £	Incoming resources £	Resources expended £	Transfers £	Balance at 1 April 2020 £	Resources expended £	Balance at 31 March 2021 £
Art Fund	2,147	-	(2,120)	(27)	-	-	-
John Andrews Charitable Trust	5,145	-	(1,453)	191	3,883	(388)	3,495
Weston Loan Programme with Art Fund	22,109	2,500	(7,786)	(16,823)	-	-	-
Weston Loan Programme with Art Fund - Capital Assets	-	-	(1,362)	18,161	16,799	(1,816)	14,983
Exhibition Launch Sponsorship	-	250	(287)	37	-	-	-
Welsh Government - Vegetation Control	-	264	(1,074)	810	-	-	-
Welsh Government - Cadw	-	10,329	(10,329)	-	-	-	-
Pilgrim Trust	-	10,329	(10,329)	-	-	-	-
RCT - Welsh Church Act Fund	-	10,000	(13,133)	3,133	-	-	-
	<u>29,401</u>	<u>33,672</u>	<u>(47,873)</u>	<u>5,482</u>	<u>20,682</u>	<u>(2,204)</u>	<u>18,478</u>

NANTGARW CHINA WORKS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

14 Restricted funds

(Continued)

Art Fund - this funding was provided to support a research and development project to attempt to recreate the original porcelain recipe used by William Billingsley at Nantgarw in the early 19th century.

John Andrews Charitable Trust - this funding was provided to cover costs of the creation of the new Nantgarw porcelain. Depreciation on capital expenditure purchased with this funding has been expensed to this fund.

Weston Loan Project Programme with Art Fund - this funding was provided to upgrade security at Nantgarw and to purchase a high security display case. Depreciation on capital expenditure purchased with this funding has been expensed to this fund.

Exhibition Launch Sponsorship funding was provided for refreshments at the launch of 'Coming Home'.

Wales Government Vegetation Control funding was for maintenance of the site.

Welsh Government Cadw funding was provided for commissioning a Conservation Management Plan.

Pilgrim Trust funding was provided for commissioning a Conservation Management Plan.

RCT Welsh Church Act Fund funding was provided for replacement of windows at Nantgarw House.

Transfers relate to funding provided from unrestricted funds to complete the projects.

15 Analysis of net assets between funds

	Unrestricted 2021 £	Restricted 2021 £	Total 2021 £	Unrestricted 2020 £	Restricted 2020 £	Total 2020 £
Fund balances at 31 March 2021 are represented by:						
Tangible assets	7,685	18,478	26,163	5,709	20,682	26,391
Current assets/ (liabilities)	52,595	-	52,595	33,600	-	33,600
	<u>60,280</u>	<u>18,478</u>	<u>78,758</u>	<u>39,309</u>	<u>20,682</u>	<u>59,991</u>

16 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).

NANTGARW CHINA WORKS TRUST

ACCOUNTANTS' REPORT TO THE TRUSTEES ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF NANTGARW CHINA WORKS TRUST FOR THE YEAR ENDED 31 MARCH 2021

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Nantgarw China Works Trust for the year ended 31 March 2021, which comprise the statement of financial activities and the related notes from the charity's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>

This report is made to the charity's trustees, as a body, in accordance with the terms of our engagement letter dated 7 September 2020. Our work has been undertaken solely to prepare for your approval the financial statements of Nantgarw China Works Trust and state those matters that we have agreed to state to the charity's trustees, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Nantgarw China Works Trust and the charity's trustees as a body, for our work or for this report.

It is your duty to ensure that Nantgarw China Works Trust has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and surplus of Nantgarw China Works Trust. You consider that Nantgarw China Works Trust is exempt from the statutory audit requirement for the year, and is not required to obtain an independent examiner's report.

We have not been instructed to carry out an audit or a review of the financial statements of Nantgarw China Works Trust. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.



Azets Audit Services

30-11-2021
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Cardiff Gate Business Park
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CF23 8AB
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