

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

		Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
	Notes						
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
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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 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

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

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
	162,523	104,209
Share of governance costs (see note 7)	1,872	1,678
	164,395	105,887
Analysis by fund		
Unrestricted funds	111,102	101,409
Restricted funds	53,293	4,478
	164,395	105,887

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
	-	1,872	1,872	-	1,678
Analysed between Charitable activities	-	1,872	1,872	-	1,678

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	-	-

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
	<hr/>
At 31 March 2023	63,706
	<hr/>
Depreciation and impairment	
At 1 April 2022	7,328
Depreciation charged in the year	3,541
	<hr/>
At 31 March 2023	10,869
	<hr/>
Carrying amount	
At 31 March 2023	52,837
	<hr/>
At 31 March 2022	31,556
	<hr/>

12 Debtors

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

13 Stocks

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

14 Creditors: amounts falling due within one year

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

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	(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	-
Pardoe Exhibition Fund	-	-	-		-	2,200	(2,624)		424	-
Collections Management Fund	-	-	-		-	2,400	(393)		-	2,007
Accreditation Fund	-	-	-		-	1,620	-		-	1,620
	18,478	5,000	(4,478)		19,000	63,737	(53,293)		1,946	31,390

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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