

The 762 Club

Charity No. 1139839

Company No. 07401325

Trustees' Report and Unaudited Accounts

31 December 2020

	Pages
Trustees' Annual Report	2 to 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Summary Income and Expenditure Account	7
Balance Sheet	8
Notes to the Accounts	9 to 14
Detailed Statement of Financial Activities	15 to 16

The Trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the unaudited financial statements of the charity for the year ended 31 December 2020.

REFERENCE AND ADMINISTRATIVE DETAILS

Company No. 07401325

Charity No. 1139839

Principal Office

26 Oaklands

Bideford

Devon

EX39 3HW

Registered Office

c/o Accountancy Edge Ltd

12 Culm Close

Bideford

Devon

EX39 4AX

Directors and Trustees

The Directors of the charitable company are its Trustees for the purposes of charity law.

The following Directors and Trustees served during the year:

P. Miles

J.H. Pain

M.E.G. Swainson

Company Secretary

J.H. Pain

Accountants

Accountancy Edge Limited

12 Culm Close

Bideford

Devon

EX39 4AX

Bankers

Lloyds Bank plc

5 High Street

Bideford

Devon

EX39 2AD

OBJECTIVES AND ACTIVITIES

The charity's objects are specifically restricted to the following: to build, preserve, operate and exhibit for the public benefit, for educational benefit and instructional purposes locomotives of historical or scientific interest.

In particular this related to a Baldwin 2-4-2 steam locomotive named "LYN" which was designed and built by the charity and now operates on the nascent Lynton & Barnstaple Railway modelled on the historic locomotive LYN, but engineered using modern designs and technology to provide an efficient, easy-to-maintain and powerful engine that is fit for very many years service in the 21st Century.

The charity is now working on the building of two iconic Manning Wardle 2-6-2 steam locomotives YEO and EXE both of which also operated exclusively on the Lynton & Barnstaple Railway

The longer term aspiration will be to complete the set of original Lynton & Barnstaple railway steam locomotives that ran on the original line with two further Manning Wardle steam locomotives named TAW and LEW.

As Trustees of the charity we have given due consideration to the Charity Commission's published guidance on the Public Benefit requirement under the Charities Act 2011. The charity benefits the public through the advancement of scientific and technical knowledge involved in the design and construction of iconic steam locomotives. When the locomotives are completed they will be available to the public and will assist in educating them about steam locomotion and narrow gauge railways.

Volunteers have made a great contribution to the project in the year under review.

ACHIEVEMENTS AND PERFORMANCE

LYN continues in regular revenue earning services to the L&B CIC at Woody Bay in North Devon. Due to the Coronavirus pandemic and temporary cessation of operations due to national Government restrictions during the lockdown period The 762 Club agreed to stop invoicing for steaming fees to the L&B CIC for the duration that the railway was not operating or in a recovery mode. This meant no steaming fee income from 1st January 2020 to 31st July 2020 with invoicing resuming from the 1st August 2020. LYN has continued to perform faultlessly.

Fundraising continues for Project YEO and EXE. Purchasing of components has been delayed due to the Pandemic as suppliers are furloughed but we hope in 2021 to procure and have cast the cylinders alongside other key items.

FINANCIAL REVIEW

The Trustees consider the performance of the charity in the year to be satisfactory.

LYN is now earning the charity a return through commercial steamings, which is anticipated to be sufficient to fund future maintenance of the locomotive.

The charity is now seeking to raise funds to construct sister locomotives.

The charity aims to keep sufficient free reserves to cover the ongoing maintenance costs of LYN.

PLANS FOR FUTURE PERIODS

As noted, the charity is now steaming LYN and is managing the construction of two additional locomotives.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity is governed by its Memorandum and Articles of Association incorporated on 8 October 2010 as amended 1 November 2010.

In addition to the power of the charity to appoint trustees at a general meeting, the Board of Trustees have power to appoint an eligible person as a trustee to fill a vacancy or act as an additional trustee.

The procedures adopted for the induction and training of trustees involve access to minutes of previous trustees' meetings, the advice of existing trustees, and the Charity Commission publication "The Essential Trustee".

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

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime as set out in Part 15 of the Companies Act 2006 and in accordance with the Charities SORP (FRS 102).

Signed on behalf of the board

J.H. Pain

Company Secretary

23 September 2021

I report to the charity trustees on my examination of the accounts of The 762 Club for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet and the related notes.

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 accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act).

Having satisfied myself that the accounts 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 your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

- accounting records were not kept in accordance with section 386 of the 2006 Act ; or
- the accounts do not accord with those records; or
- the accounts do not comply with the accounting requirements under 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
- the accounts have not been prepared in accordance with the Charities SORP (FRS 102).

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

James Hellyer MA (Cantab.) FCA
Chartered Accountant
Accountancy Edge Limited
12 Culm Close
Bideford
Devon

EX39 4AX
23 September 2021

The 762 Club
Statement of Financial Activities
for the year ended 31 December 2020

		Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
	Notes			
Income and endowments from:				
Donations and legacies	4	37,336	37,336	84,773
Other trading activities	5	11,106	11,106	12,324
Other	6	35	35	-
Total		48,477	48,477	97,097
Expenditure on:				
Raising funds	7	430	430	311
Charitable activities	8	1,543	1,543	1,477
Other	9	838	838	828
Total		2,811	2,811	2,616
Net gains on investments		-	-	-
Net income	10	45,666	45,666	94,481
Transfers between funds		-	-	-
Net income before other gains/(losses)		45,666	45,666	94,481
Other gains and losses				
Net movement in funds		45,666	45,666	94,481
Reconciliation of funds:				
Total funds brought forward		834,565	834,565	740,084
Total funds carried forward		880,231	880,231	834,565

The 762 Club
Summary Income and Expenditure Account
for the year ended 31 December 2020

	2020 £	2019 £
Income	48,477	97,097
Gross income for the year	<u>48,477</u>	<u>97,097</u>
Expenditure	2,811	2,616
Total expenditure for the year	<u>2,811</u>	<u>2,616</u>
Net income before tax for the year	45,666	94,481
Net income for the year	<u><u>45,666</u></u>	<u><u>94,481</u></u>

The 762 Club
Balance Sheet
at 31 December 2020

Company No. 07401325	Notes	2020 £	2019 £
Fixed assets			
Tangible assets	12	706,637	706,637
		<u>706,637</u>	<u>706,637</u>
Current assets			
Debtors	13	1,860	5,647
Cash at bank and in hand		172,533	123,081
		<u>174,393</u>	<u>128,728</u>
Creditors: Amount falling due within one year	14	(799)	(800)
Net current assets		<u>173,594</u>	<u>127,928</u>
Total assets less current liabilities		<u>880,231</u>	<u>834,565</u>
Net assets excluding pension asset or liability		<u>880,231</u>	<u>834,565</u>
Total net assets		<u><u>880,231</u></u>	<u><u>834,565</u></u>
The funds of the charity			
Restricted funds	15		
Unrestricted funds	15		
General funds		764,531	754,851
Designated funds		115,700	79,714
		<u>880,231</u>	<u>834,565</u>
Reserves	15		
Total funds		<u><u>880,231</u></u>	<u><u>834,565</u></u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

For the year ended 31 December 2020 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

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

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

Approved by the board on 23 September 2021

And signed on its behalf by:

J.H. Pain
Trustee
23 September 2021

1 Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with 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 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

Fund accounting

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

Income

Recognition of income	Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.
-----------------------	---

Income with related expenditure	Where income has related expenditure the income and related expenditure is reported gross in the SoFA.
---------------------------------	--

Donations and legacies	Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.
------------------------	--

Tax reclaims on donations and gifts	Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.
-------------------------------------	---

Donated services and facilities	These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.
---------------------------------	--

Volunteer help	The value of any volunteer help received is not included in the accounts.
----------------	---

Investment income	This is included in the accounts when receivable.
-------------------	---

Gains/(losses) on revaluation of fixed assets	This includes any gain or loss resulting from revaluing investments to market value at the end of the year.
---	---

Gains/(losses) on investment assets	This includes any gain or loss on the sale of investments.
-------------------------------------	--

Expenditure

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

Taxation

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

Tangible fixed assets and depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Plant & machinery	0% straight line
-------------------	------------------

The residual value of the locomotive is equal to or higher than its historical cost. Therefore no depreciation is provided.

Trade and other debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

Trade and other creditors

Short term creditors are measured at the transaction price. Other creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Receipt of donated goods, facilities and services

All donated goods, facilities and services received are recognised within incoming resources and expenditure at an estimate of the value to the charity.

2 Company status

The company is a private company limited by guarantee and consequently does not have share capital.

3 Statement of Financial Activities - prior year

	Unrestricted funds 2019 £	Total funds 2019 £
Income and endowments from:		
Donations and legacies	84,773	84,773
Other trading activities	12,324	12,324
Total	<u>97,097</u>	<u>97,097</u>
Expenditure on:		
Raising funds	311	311
Charitable activities	1,477	1,477
Other	828	828
Total	<u>2,616</u>	<u>2,616</u>
Net income	<u>94,481</u>	<u>94,481</u>
Net income before other gains/(losses)	94,481	94,481
Other gains and losses:		
Net movement in funds	<u>94,481</u>	<u>94,481</u>
Reconciliation of funds:		
Total funds brought forward	740,084	740,084
Total funds carried forward	<u><u>834,565</u></u>	<u><u>834,565</u></u>

4 Income from donations and legacies

	Unrestricted £	Total 2020 £	Total 2019 £
Donations	37,336	37,336	79,773
Sponsorship	-	-	5,000
	<u><u>37,336</u></u>	<u><u>37,336</u></u>	<u><u>84,773</u></u>

5 Income from other trading activities

Unrestricted	Total 2020	Total 2019
£	£	£
Steaming fees	11,106	12,324
<u>11,106</u>	<u>11,106</u>	<u>12,324</u>

6 Other income

Unrestricted	Total 2020	Total 2019
£	£	£
Advertising	35	-
<u>35</u>	<u>35</u>	<u>-</u>

7 Expenditure on raising funds

Unrestricted	Total 2020	Total 2019
£	£	£
<i>Costs of generating voluntary income</i>		
Donations	-	305
<i>Fundraising trading costs</i>		
Sale of donated items and memorabilia	430	6
<u>430</u>	<u>430</u>	<u>311</u>

8 Expenditure on charitable activities

Unrestricted	Total 2020	Total 2019
£	£	£
<i>Governance costs</i>		
Trustees' indemnity insurance	1,543	1,477
<u>1,543</u>	<u>1,543</u>	<u>1,477</u>

9 Other expenditure

Unrestricted	Total 2020	Total 2019
£	£	£
General administrative costs	88	103
Legal and professional costs	750	725
<u>838</u>	<u>838</u>	<u>828</u>

10 Net income before transfers

2020	2019
£	£
750	725

This is stated after charging:
Independent Examiner's fee

11 Staff costs

No employee received emoluments in excess of £60,000.

12 Tangible fixed assets

	Plant & machinery	Total
	£	£
Cost or revaluation		
At 1 January 2020	706,637	706,637
At 31 December 2020	<u>706,637</u>	<u>706,637</u>
Net book values		
At 31 December 2020	<u>706,637</u>	<u>706,637</u>
At 31 December 2019	<u>706,637</u>	<u>706,637</u>

13 Debtors

2020	2019
£	£
Trade debtors	3,600
VAT recoverable	2,047
<u>1,860</u>	<u>5,647</u>

14 Creditors:

amounts falling due within one year

2020	2019
£	£
Accruals and deferred income	800
<u>799</u>	<u>800</u>

15 Movement in funds

	At 1 January 2020	Incoming resources (including other gains/losses) £	Resources expended £	At 31 December 2020 £
Restricted funds:				
Unrestricted funds:				
General funds	754,851	12,491	(2,811)	764,531
Designated funds:				
YEO fund	44,443	23,240	-	67,683
EXE fund	35,271	12,746	-	48,017
<i>Total</i>	<u>79,714</u>	<u>35,986</u>	<u>-</u>	<u>115,700</u>
Revaluation Reserves:				
 Total funds	 <u>834,565</u>	 <u>48,477</u>	 <u>(2,811)</u>	 <u>880,231</u>

Purposes and restrictions in relation to the funds:

Designated funds:

YEO fund To finance the construction of the locomotive, YEO.

EXE fund To finance the construction of the locomotive, EXE.

16 Analysis of net assets between funds

	Unrestricted funds £	Total £
Fixed assets	706,637	706,637
Net current assets	173,594	173,594
	<u>880,231</u>	<u>880,231</u>

17 Reconciliation of net debt

	At 1 January 2020 £	Cash flows £	At 31 December 2020 £
Cash and cash equivalents	123,081	49,452	172,533
	<u>123,081</u>	<u>49,452</u>	<u>172,533</u>
 Net debt	 <u>123,081</u>	 <u>49,452</u>	 <u>172,533</u>

18 Related party disclosures

Controlling party

The company is limited by guarantee and has no share capital; thus no single party controls the company.

The 762 Club
Detailed Statement of Financial Activities
for the year ended 31 December 2020

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income and endowments from:			
Donations and legacies			
Donations	37,336	37,336	79,773
Sponsorship	-	-	5,000
	<u>37,336</u>	<u>37,336</u>	<u>84,773</u>
Other trading activities			
Steaming fees	11,106	11,106	12,324
	<u>11,106</u>	<u>11,106</u>	<u>12,324</u>
Other			
Advertising	35	35	-
	<u>35</u>	<u>35</u>	<u>-</u>
Total income and endowments	48,477	48,477	97,097
Expenditure on:			
Costs of generating donations and legacies			
Donations	-	-	305
	<u>-</u>	<u>-</u>	<u>305</u>
Costs of other trading activities			
Sale of donated items and memorabilia	430	430	6
	<u>430</u>	<u>430</u>	<u>6</u>
Total of expenditure on raising funds	430	430	311
Governance costs			
Trustees' indemnity insurance	1,543	1,543	1,477
	<u>1,543</u>	<u>1,543</u>	<u>1,477</u>
Total of expenditure on charitable activities	1,543	1,543	1,477
General administrative costs, including depreciation and amortisation			
Depreciation of Plant & machinery	-	-	-
Bank charges	88	88	103
	<u>88</u>	<u>88</u>	<u>103</u>
Legal and professional costs			
Independent examination fees	750	750	725
	<u>750</u>	<u>750</u>	<u>725</u>

The 762 Club

Detailed Statement of Financial Activities

Total of expenditure of other costs	838	838	828
Total expenditure	2,811	2,811	2,616
Net gains on investments	-	-	-
Net income	45,666	45,666	94,481
Net income before other gains/(losses)	45,666	45,666	94,481
Other Gains	-	-	-
Net movement in funds	45,666	45,666	94,481
Reconciliation of funds:			
Total funds brought forward	834,565	834,565	740,084
Total funds carried forward	880,231	880,231	834,565