

Registered Charity No. 1146784 (England & Wales)

Imperial War Museum Development Trust
Annual Report
And Accounts
for the year ended 31 March 2023

Imperial War Museum Development Trust
Report of the trustees
For the year ended 31 March 2023

The Trustees present their Annual Report and the Financial Statements of the charity for the year ended 31st March 2023. The Financial Statements have been prepared in accordance with the accounting policies set out in note 1 to the Accounts and comply with the charity's Trust Deed, the Charities Act 2011 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 the Republic of Ireland (FRS 102) (effective 1 January 2015).

Our purpose and activities

The Trustees have referred to the Charity Commission's guidance on public benefit when setting the aims and objectives of the Trust, and in the planning of future activities. In particular, the Trustees have considered how planned activities will contribute towards the aims and objectives they have set.

The main activities and aims of the Trust are set out below. All of the Trust's charitable activities are undertaken to further its charitable purposes for the public benefit.

The Trust was founded in order to acquire artefacts relating to the history and development of warfare and its impact on society; render assistance to the Imperial War Museum ("the Museum") on the preservation, maintenance and repair of objects in the Museum's custody for the purpose of exhibition to the public or for use in study or research; promote the study of the history of warfare and its impact on society, and to improve amenities and facilities for visitors and students at the Museum.

Achievements and performance

During the year £4 million was received from Imperial War Museum, for the General Fund, of which £1.5 million was invested with the Sarasin Cash Fund with Blackrock. The Laurence Misner Trust also granted £10,000 to the General Fund.

The Trustees approved two grants to be paid to Imperial War Museum. In July 2022, a grant was made to the value of £45,000 to support the work of the War Memorials project. In October 2022, a grant of £750,000 was approved towards the creation of the new Blavatnik Art, Film and Photographs Galleries at Imperial War Museum, London, to be opened in the autumn of 2023. In addition a grant of £35,434 was approved to be paid to the American Air Museum in Britain.

Dame Diane Lees stepped down as Director-General of the IWM in March 2023 and as a consequence as a Trustee of the IWM Development Trust. Trustees offered their thanks and appreciation for Dame Diane's transformation of IWM and trusteeship of the Trust over the course of her 14-year tenure

Imperial War Museum Development Trust
Report of the trustees
For the year ended 31 March 2023

Reserves policy

The Trustees' policy is to maintain a level of reserves which will provide a stable basis for its continuing activities while at the same time ensuring excessive funds are not accumulated.

The Balance Sheet shows a total fund balance of £7,963,554 of which £1,655,732 is restricted for the American Air Museum in Britain. The unrestricted balance of £6,307,822 equates to the free reserves of the Trust as at 31st March 2023. The Trustees consider this to be an adequate level for the current needs of the Trust.

The reserves policy of the trust is reviewed by the Trustees at its Board meetings.

Fundraising Policy

The Trust receives income during the year from the American Air Museum in Britain, for investment, and from other sources from time to time, including the Imperial War Museum and Trusts and Foundations, as well as bequests.

The Imperial War Museums' Development Team are available to inform and support any fundraising activities of the Trust, as part of the operating agreement held with Imperial War Museum. The team is committed to work to a best practice framework and are members of the Institute of Fundraising. The team do everything possible to meet the needs of potential supporters and protect vulnerable people. In particular, they comply with the Code of Fundraising Practice and all relevant data protection laws. No instances of non-compliance have been identified during the year.

The Charity aims to respond to all complaints individually and in a timely manner. All complaints inform and influence the Trust's approach to fundraising. During the year, the Development Trust was not notified by the Charity Commission of any complaints.

Investment Review and Policy

Trustees review cash investments for both the restricted and for the unrestricted funds at each Board meeting.

Plans for future periods

Ickleton

In May 2019, the trustees of the Trust purchased the freehold, at auction, of 22 acres of farmland at Ickleton, on which 18 units, which previously housed the Imperial War Museum's nitrate film collection, sit. The tenancy agreement with Imperial War Museum was rolled over to the Trust on its existing terms, and the Museum is now paying rent to the Trust.

Under Charity Commission rules, Trustees have a duty to maximise their investment in the land purchased at Ickleton, and plans for the site have been discussed at each Board meeting.

Charitable Grants

During the year Trustees expressed the need ensure that the Trust continues to make charitable contributions to projects on an ongoing basis. An opportunity will arise in 2023-24 for the Trust to

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Report of the trustees
For the year ended 31 March 2023

make a grant to help progress the implementation of the masterplan at IWM Duxford. Trustees have agreed that a Board meeting be held at Imperial War Museum Duxford in 2023-24 which should include a masterplan tour.

Assessment of Going Concern

The Trustees have assessed whether the use of the going concern assumption is appropriate in preparing these financial statements. Having reviewed the financial position, and the forecast for 2023/24, the Trustees consider that there are no material uncertainties about the charity's ability as a going concern for 12 months from the date of the signing of these financial statements. Trustees have a reasonable expectation that the charity has adequate resources to continue its activities for the foreseeable future. Accordingly, they continue to adopt a going concern basis in preparing the financial statements.

Reference and administrative details

Charity Registration number 1146784

Registered address Imperial War Museum
Lambeth Road
London SE1 6HZ

Our advisors

Independent auditors Moore Kingston Smith LLP
9 Appold Street
London EC2A 2AP

Bankers Barclays Bank
1 Churchill Place
London E14 5HP

Investment Managers Sarasin Investment Funds Limited
Juxton House
100 St Paul's Churchyard
London EC4M 8BU

Trustees

The trustees and officers serving during the year and since the year end up until the date of signing were as follows:

Mr Tom Wright CBE (Chair)
Mr Keith Cameron (from 6 July 2022)
Dame Diane Lees DBE FMA FRSA (Director-General) ex officio (to 31st March 2023)
Dame Judith Mayhew Jonas DBE

Officers

Mr Jon Card ACA (Treasurer)

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Ms Katie Allwood (Secretary from May 2022)

Structure, Governance and Management

Governing Instrument

The Imperial War Museum Development Trust (the Trust) is a registered charity, number 1146784, and was originally constituted as an exempt charity, by a Declaration of Trust dated 8 September 1969, and updated on 2 June 2004. Under sections 4, 12, 13, 14 and 15 of the Trust Deed, the trustees of the charity are empowered to receive, hold and administer funds or other assets entrusted to them by grant, gift or bequest for purposes appropriate to the functions of the Trust.

At the 7th March 2012, existing trustees agreed a further amendment of the Trust Deed, enabling the reconstitution of the Trust in order to give it independence from the Imperial War Museum. The Charity was registered with the Charity Commission with effect from that date.

Appointment of trustees

The trustees of the Trust are the Director-General of IWM and at least two other persons appointed as trustees by the trustees. No person may be appointed as a trustee if as a result of their appointment the number of museum trustees would equal or exceed the number of independent trustees. The trustees using their powers to appoint trustees shall use their best endeavours to ensure that at any time the number of independent trustees exceeds the number of museum trustees.

Each trustee appointed shall hold office for three years from the date of his appointment but may be appointed any number of times. The revised Deed of Trust includes a requirement that ensures that replacements for the independent trustees are made prior to their retirement, ensuring compliance with the stipulation that the Trust has a majority of independent Trustees.

All new trustees will be trained through an induction with Imperial War Museum.

Organisation

The trustees are ultimately responsible for the policies, activities and assets of the Trust. The Trustees normally meet twice a year to review the developments with regard to the Trust, and make any important decisions. When necessary, the trustees seek advice and support from the Trust's professional advisers including its bankers and auditors. The day to day management of the Trust's activities is performed by the staff of the Imperial War Museum under an operating agreement.

Related parties

None of our trustees or key management personnel received remuneration or other benefit from their work with the charity.

Connected charities

Imperial War Museum Development Trust

Report of the trustees

For the year ended 31 March 2023

Dame Diane Lees is a trustee of Imperial War Museum Development Trust, Director General of Imperial War Museum, and a Vice President of the American Air Museum in Britain. In 2022/23, £795,000 was given to Imperial War Museum, £750,000 towards the Blavatnik Art, Film and Photography Gallies at Imperial War Museum, London, and £45,000 to support the War Memorials project (2021/22, £30,000 towards the salary of Specialist Network post), and £46,283 (2021/22 - £45,557) was given to the American Air Museum.

In addition, £4 million was received for the General Fund from Imperial War Museum (2021/22 - £nil).

Risk Management

The trustees have assessed the current risks to which the Trust is exposed, in particular those relating to the specific operational areas of the charity and its finances, and have established an ongoing system of review. The trustees believe that by monitoring reserve levels, by ensuring controls exist over financial systems, and by examining the operational and business risks faced by the Trust, they have established effective systems to mitigate those risks.

A risk register for the Development Trust has been set up and is regularly presented to Trustees for review. The ratings relating to risk of breaches in law and regulation (in respect of cybercrime and the implementation of GDPR) and the adverse economic climate were endorsed.

Principal risks and uncertainties

Trustees will continue to monitor the finances on a regular basis at their board meetings.

Trustees' responsibilities in relation to the financial statements

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each 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 of the charity for that period. In preparing these accounts, the trustees are required to:

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

Imperial War Museum Development Trust
Report of the trustees
For the year ended 31 March 2023

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

This report was approved by the trustees on and signed on their behalf by



J M Card ACA

Treasurer

Date

5 July 2023.

Independent Auditor's Report to the Trustees of The Imperial War Museum Development Trust

Opinion

We have audited the financial statements of the Imperial War Museum Development Trust for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard Applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Charities Act 2011

In our opinion, based on the work undertaken in the course of the audit:

Independent Auditor's Report to the Trustees of The Imperial War Museum Development Trust

-
- the information given in the trustees' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
 - the trustees' annual report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 6, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast

Independent Auditor's Report to the Trustees of The Imperial War Museum Development Trust

significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charitable company.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charity and considered that the most significant are the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council.
- We obtained an understanding of how the charitable company complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

Independent Auditor's Report to the Trustees of The Imperial War Museum Development Trust

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 8 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the charity and charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Moore Kingston Smith LLP

Date: 6 July 2023...

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Moore Kingston Smith LLP, Statutory Auditor

9 Appold Street
London
EC2A 2AP

Moore Kingston Smith LLP is eligible to act as auditor in terms of Section 1212 of the Companies Act 2006

The Imperial War Museum Development Trust
Statement of Financial Activities
for the 12 months to 31st March 2023

	Unrestricted Funds £	Restricted Funds £	Total funds the year to 31st March 2023 £	Unrestricted Funds £	Restricted Funds £	Total funds the year to 31st March 2022 £
Income						
Donations & gifts	4,010,201	-	4,010,201	10,264	32,237	42,501
Rental income	37,696	-	37,696	37,696	-	37,696
Investments	55,138	46,383	101,521	53,679	45,930	99,609
Total Income	4,103,035	46,383	4,149,418	101,639	78,167	179,806
Expenditure						
<i>Expenditure on charitable activities</i>						
Grants to Imperial War Museum	795,000	-	795,000	30,000	-	30,000
Other Grants	-	46,283	46,283	20,000	45,557	65,557
Other	14,712	-	14,712	12,923	-	12,923
Total expenditure	809,712	46,283	855,995	62,923	45,557	108,480
Net income and net movement in funds for the	3,293,323	100	3,293,423	38,716	32,610	71,326
Unrealised losses in investments	(103,691)	(102,548)	(206,239)	42,485	36,169	78,654
Unrealised gain in market value of land	88,968	-	88,968	-	-	-
Net movement in funds	3,278,599	(102,448)	3,176,151	81,201	68,779	149,980
Reconciliation of funds						
Total funds brought forward	3,029,223	1,758,180	4,787,403	2,948,022	1,689,401	4,637,423
Total funds carried forward	6,307,822	1,655,732	7,963,554	3,029,223	1,758,180	4,787,403

All recognised gains and losses are included in the statement of financial activities.
The results for the year related to continuing operations.

The Imperial War Museum Development Trust
Balance Sheet
To 31st March 2023

	Unrestricted Funds £	Restricted Funds £	Total funds the year to 31st March 2023 £	Unrestricted Funds £	Restricted Funds £	Total for the year Funds to 31st March 2022 £
Fixed Assets:						
Land	720,000	-	720,000	631,032	-	631,032
Investments	3,422,054	1,611,428	5,033,482	2,025,648	1,713,876	3,739,524
	4,142,054	1,611,428	5,753,482	2,656,680	1,713,876	4,370,556
Current Assets:						
Cash at bank and in hand	2,150,788	78,776	2,229,564	356,406	78,050	434,456
Debtors	25,188	11,811	36,999	25,402	11,811	37,213
	2,175,976	90,587	2,266,563	381,808	89,861	471,670
Liabilities						
Creditors falling due within one year	(10,208)	(46,283)	(56,491)	(9,266)	(45,557)	(54,823)
Net current assets	2,165,768	44,304	2,210,072	372,542	44,304	416,847
Net assets	6,307,822	1,655,732	7,963,554	3,029,223	1,758,180	4,787,403
The funds of the charity						
Total charity funds	6,307,822	1,655,732	7,963,554	3,029,223	1,758,180	4,787,403

J. Paul 5 July 2023



Jon Cord Deputy Director Imperial War
Museum
approved by Trustees 5th July 2023.

The Imperial War Museum Development Trust
Statement of cash flows 31st March 2023

	2023 £	2022 £
Cash flows from operating activities		
Net income for the year	3,293,423	71,326
Interest Received	(101,521)	(99,609)
Decrease in debtors	214	1,319
Decrease in creditors	1,667	(2,520)
Net cash (used in) generated by Operating activities	3,193,784	(29,484)
Cash flows from investing activities		
Purchase of investments	(1,500,000)	-
Fund management fees	(197)	(474)
Dividends and interest received	101,521	99,609
	(1,398,676)	99,135
Change in cash and cash equivalents		
Cash & cash equivalents in the year	1,795,107	69,651
Cash & cash equivalents at end of year	434,456	364,806
	2,229,564	434,456

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).

Imperial War Museum Development Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes(s).

Having reviewed the financial position, and the budgets for 2022/23 and 2023/24, the trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern for the 12 months from the date of signing these financial statements. Trustees have also revised operational plans and expenditures and have a reasonable expectation that the charity has adequate resources to continue its activities for the foreseeable future. Accordingly, they continue to adopt a going concern basis in preparing these financial statements.

Income

Income consists of donations, investments and rent.

Donations are recognised when the charity becomes legally entitled to the funds, any restrictions attached to the item(s) of income have been met. It is probable that the income will be received and the amount can be reasonably measured.

Rent is received quarterly from a lease held with Imperial War Museum for the land held at Ickleton and included in the quarter in which it is due.

Interest Receivable

Interest on funds held on deposit and at the bank is included when receivable and the amount can be measured reliably by the charity and it is probable that the income will be received.

Expenditure and irrecoverable vat

Expenditure is recognised on an accruals basis in the period in which they are incurred. It includes related VAT which cannot be reversed. All expenses are allocated to the applicable expenditure headings.

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to make a payment to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

Expenditure is classified under the following headings:

- a. Grants payable to the museum are included in the statement of financial activities when approved. Grants approved but not paid for at the end of the financial year are accrued for when the recipient has been notified.
- b. Other grants payable are included in the statement of financial activities when approved. Grants approved but not paid for at the end of the financial year are accrued for when the recipient has been notified.
- c. Other sundry costs.

VAT

The Trust registered for VAT from 1st April 2019 and since then VAT has been accounted for separately.

Debtors

Debtors are recognised at their settlement amount less any provisions for non-recoverability. They have been discounted to the present value of the future cash receipt where such discounting is material.

Cash at bank and in hand

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition.

Creditors

Creditors 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 reliably. Creditors are recognised at the amount the charity anticipates it will pay to settle the debt.

Fund accounting

Unrestricted general funds are funds which can be used in accordance with the charitable objects at the discretion of the Trustees.

Designated funds are designated at the discretion of the trustees in furtherance of the general objectives of the Trust.

Restricted funds are funds subject to specific restrictive conditions imposed by donors or by the purpose of the appeal.

The Imperial War Museum Development Trust
Notes to the Accounts
for the 12 months to 31st March 2023

Land

Land purchased at Ickleton was revalued on 31 March 2023 by professional valuers Gerald Eve in accordance with the Royal Institute of Chartered Surveyors guidance notes.

Investments

Investments are shown at market value in the balance sheet. Changes in the market value are included in the Statement of Financial Activities as realised and unrealised investment gains or losses in the year in which they arise.

2 Donations & Gifts

Includes the following amounts	Unrestricted Funds £	Restricted Funds £	Total 2022/23 £	Unrestricted Funds £	Restricted Funds £	Total 2021/22 £
Grants from Imperial War Museum	4,000,000	-	4,000,000	-	-	-
Grants from American Air Museum in Britain	-	-	-	-	32,237	32,237
Trusts & Foundations	10,201	-	10,201	10,264	-	10,264
	4,010,201	-	4,010,201	10,264	32,237	42,501

3 Investment income

	Unrestricted Funds £	Restricted Funds £	Total 2022/23 £	Unrestricted Funds £	Restricted Funds £	Total 2021/22 £
Interest receivable						
Dividends / distributions	54,514	46,283	100,797	53,538	45,557	99,095
Bank interest	527	-	527	12	-	12
Sarasin Fees	97	100	197	129	373	502
	55,138	46,383	101,521	53,679	45,930	99,609

4 Expenditure

	Unrestricted Funds £	Restricted Funds £	Total 2022/23 £	Unrestricted Funds £	Restricted Funds £	Total 2021/22 £
<i>Expenditure on charitable activities</i>						
Grants to the Museum	795,000	-	795,000	30,000	-	30,000
Grants to the Imperial War Museum Foundation	-	-	-	20,000	-	20,000
Grants to the American Air Museum	-	46,283	46,283	-	45,557	45,557
<i>Other costs</i>						
IWM service fee	2,000	-	2,000	2,000	-	2,000
Bank and charges	34	-	34	3	-	3
Audit	7,668	-	7,668	7,624	-	7,624
Other	36	-	36	(34)	-	34
Legal fees	4,176	-	4,176	2,250	-	2,250
Director's Insurance	798	-	798	1,080	-	1,080
	809,712	46,283	855,995	62,923	45,557	108,480

The charity has no employees and is run on a voluntary basis by the Trustees and by way of an operating agreement with Imperial War Museum.

The trustees received no remuneration for their services during the year (2021/22 - nil). No trustees received reimbursements for expenses during the year (2021/22 - nil).

The key management of the charity comprise the trustees. The total remuneration paid to key management personnel was £nil (2021/22 - £nil).

5 Land

Land held at Ickleton

2022/23 £	2021/22 £
720,000	631,032

In May 2019, the Trust purchased the freehold of 22 acres of farmland at Ickleton, at auction. The site consists of 18 units which used to house the Imperial War Museum's nitrate film collection.

6 Investments

Listed investments are valued at middle market quotations ruling at the year-end

	Total 2022/23	Total 2021/22
	£	£
Market Value at beginning of year	3,739,524	3,660,396
Investment in year	1,500,000	-
Distributions in year	100,797	99,095
Cash withdrawn	(100,797)	(99,095)
Fund management fees	197	474
Net Change in market value	(206,239)	78,654
	<u>5,033,482</u>	<u>3,739,524</u>

Invested as follows

Sarasin Endowments Funds Class A INC	3,502,220	3,725,916
ICS-INS Sterling Liq-Heritage ACC (Blackrock)	1,516,806	-
Cash	14,456	13,608
	<u>5,033,482</u>	<u>3,739,524</u>

Invested as follows;

Funds		
Unrestricted	3,422,054	2,025,648
Restricted	1,611,428	1,713,876
Total Funds	<u>5,033,482</u>	<u>3,739,524</u>

7 Debtors

	Unrestricted Funds	Restricted Funds	Total 2022/23	Unrestricted Funds	Restricted Funds	Total 2021/22
	£	£	£	£	£	£
Due within one year						
Accrued Income	25,188	11,811	36,999	25,402	11,811	37,213

8 Creditors

	Unrestricted Funds	Restricted Funds	Total 2022/23	Unrestricted Funds	Restricted Funds	Total 2021/22
	£	£	£	£	£	£
Amount owing to AAM	-	46,283	46,283	-	45,557	45,557
Accruals	10,208	-	10,208	9,266	-	9,266
	<u>10,208</u>	<u>46,283</u>	<u>56,492</u>	<u>9,266</u>	<u>45,557</u>	<u>54,823</u>

9 Statement of Funds

	At 1 April 2022	Income	Expenditure	Unrealised gains in investments	Transfer between funds	At 31 March 2023
	£	£	£	£	£	£
Unrestricted funds						
General Fund	3,029,223	4,103,035	(809,712)	(14,724)	-	6,307,822
Total Unrestricted funds	<u>3,029,223</u>	<u>4,103,035</u>	<u>(809,712)</u>	<u>(14,724)</u>	<u>-</u>	<u>6,307,822</u>
Restricted Funds						
American Air Museum	1,758,180	46,383	(46,283)	(102,548)	-	1,655,732
Total restricted funds	<u>1,758,180</u>	<u>46,383</u>	<u>(46,283)</u>	<u>(102,548)</u>	<u>-</u>	<u>1,655,732</u>
Total Funds	<u>4,787,403</u>	<u>4,149,418</u>	<u>(855,995)</u>	<u>(117,272)</u>	<u>-</u>	<u>7,963,554</u>

Restricted funds

Funds are held on behalf of the American Air Museum in Britain for investment purposes.

10 Connected charities

Imperial War Museum

During the year, £795,000 was approved to be transferred to Imperial War Museum during the year (2021/22 - £30,000). Diane Lees is a Trustee of the Imperial War Museum Development Trust and Director General of Imperial War Museum.

In addition, £4million was received from Imperial War Museum (2021/22 - £nil).

American Air Museum in Britain

A grant of £46,283 (2021/22 - £45,557) was approved to be transferred to the American Air Museum. Diane Lees is a trustee of the Imperial War Museum Development Trust and a Vice President of the American Air Museum.
