

GOOD THINKING
TRUSTEES' ANNUAL REPORT AND FINANCIAL STATEMENTS FOR
THE YEAR ENDED 5 APRIL 2023

REGISTERED CHARITY NO: 1147404

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GOOD THINKING
REGISTERED CHARITY NO. 1147404
REFERENCE AND ADMINISTRATION INFORMATION

Trustees

S L Singh
M D Willcox
P J D Laws

Trust contact and principal office

S J Cook
Morley House
36 Acreman Street
Sherborne
Dorset
DT9 3NX

PROFESSIONAL ADVISORS

Bankers

Barclays Bank Plc
Barclays Private Bank
One Stanhope Gate
London
W1K 1AF

Independent examiner

A C Mole Accountants
Stafford House Blackbrook
Park Avenue Taunton
Somerset
TA1 2PX

GOOD THINKING
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 5 APRIL 2023

The Trustees present their report and financial statements for the year ended 5 April 2023.

The reference and administration information set out on page 1 forms part of this report.

Structure, governance and management

Constitution

Good Thinking was constituted by Trust Deed on 8 February 2012 as amended 12 January 2015. It was registered with the Charity Commission on 23 May 2012, registered charity number 1147404.

Recruitment and appointment of trustees

In selecting persons to be appointed as trustees, the Trustees take into account the benefits of appointing that person and the contribution that they can make to the Charity.

There shall be at least two trustees. The statutory power of appointing new trustees shall be exercisable.

Risks

During the year the Trustees undertook a thorough assessment of the major risks to which the Charity is exposed. Procedures and strategies were implemented to minimise these risks where not already in place. The key risks identified are external and relate to the legal interpretation of the Charity's activities and how the financial climate affects charitable giving and the security of the Charity's assets.

The Trustees continue to mitigate against these risks through regular meetings with employees and external consultants to review the Charity's activities and strategies. The Trustees also utilise the expertise from external investment and banking advisors in order to safeguard the Charity's assets and consider alternative options. The Trustees have a policy of seeking external legal advice for employment matters and for other matters of a legal nature.

Controls and procedures are regularly reviewed by the Trustees and updated as necessary. This includes protecting against fraud through approval procedures for all payments and receipts and ensuring rigorous controls on bank accounts through appropriate signatory mandates.

Objectives and activities

Objectives

Trustees shall hold the trust fund and its income upon trust to apply them for such charitable purposes as the Trustees in their absolute discretion deem fit.

The mission statement of the Charity is "To encourage curious minds and promote rational enquiry".

Achievements and performance

The charity received £139,999 in donations and associated Gift Aid during the year (2022: £154,626).

Grants are awarded to individuals and institutions in furtherance of the charitable objects and taking due consideration of the Charity Commission published guidance on the operation of Public Benefit requirements. Grants have been made to UK-based institutions and individuals, particularly in the field of education. Reports are received and discussions conducted between the Trustees and recipients to monitor and assess the effectiveness of the grants and research activities.

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Material Grants to Institutions:

	2023	2022
Top-Top Set Maths Project	£68,400	£81,600
Full Fact	£4,000	£4,000
Other grants	£3,881	£Nil
Total	<u>£76,281</u>	<u>£85,600</u>

Schools running the Top-Top Set Maths Project continued to suffer from the effects of the challenges presented by COVID-19. During the year, a further two schools dropped out of the project, but it continued to run in five schools (the institutions receiving grants are detailed below). There are still plans to extend further in the future. Grants are made to the schools to cover the additional costs of running the project. A national competition called the Junior Maths Challenge is used to measure the impact of the programme. The competition awards Kangaroo Gold, Gold, Silver and Bronze certificates to students if they score in the top 3%, 6%, 20% and 40% respectively. If the programme is successful, the participating schools should see an increase in students receiving these certificates. The charity gives a standardised score to each year group by assigning points for each certificate divided by the size of the year group.

Schools receiving grants under the Top-Top Set Maths Project

Capital City Academy	The Bulmershe School	Lister Community School
City Academy Hackney	Plashtet School	

A grant of £4,000 was made to Full Fact to support the team of independent fact checkers and campaigners who find and expose bad information and counter the harm it does.

Good Thinking's own research activities continued in the year and the Charity also provided factsheets for the website advising the public of findings of various campaigns and raising awareness.

Plans for the future

The Trustees have reviewed the future grant-making strategy and beneficiaries have been identified. An appropriate system for monitoring grants has been put in place.

The Charity plans to continue to research and challenge misleading claims in order to encourage rational thinking and educate the public.

The Top-Top Set Maths Project will not continue after the 2022/23 academic year. Several schools dropped out of the project, both during and after the COVID-19 pandemic, due to logistical issues surrounding delivering the Top-Top Set tuition.

JMKA Education continue to assist with the running of the Maths Masterclass project and other Maths projects, with a view to developing a new online Maths tutoring project to be launched in late 2023.

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TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 5 APRIL 2023

Public benefit

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities.

Financial review

Financial results

Total net movement of funds for the year amounting to a deficit of £74,316 (2022: Deficit of £10,634) have been utilised from the accumulated funds of the charity.

Reserves

The reserves of the Charity at the period end are £8,828 (2022: £83,144) of these £2,600 are restricted and £6,228 unrestricted. The free reserves of the Charity amounted to £5,713 (2022: £73,634).

It is the Trustees' policy to apply the reserves in grants. The incidence of grants is uneven and reserves are therefore held to meet need as it arises.

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Annual Report and the 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 financial year that give a true and fair view of the state of affairs of the Charity and of the income and expenditure of the Charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable 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 business.

The Trustees are responsible for maintaining proper accounting records which 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 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.

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S L Singh
Trustee

Date: 15 January 2024

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF GOOD THINKING

I report to the Trustees on my examination of the accounts of Good Thinking (the Charity) for the year ended 5 April 2023, which are set out on pages 6 to 13.

Responsibilities and basis of report

As the Trustees of the Charity, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and 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 material 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 130 of the Act; or
- (2) the accounts do not accord with those records; or
- (3) the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

Sarah Twist FCA DChA
A C Mole
Chartered Accountants
Stafford House
Blackbrook Park Avenue
Taunton
Somerset
TA1 2PX

Date: 16 January 2024

GOOD THINKING
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2023

	Notes	Unres- tricted £	Res- tricted £	Total 2023 £	Unres- tricted £	Res- tricted £	Total 2022 £
Income and endowments from:							
Donations and legacies	2	113,766	19,800	133,566	138,403	16,200	154,603
Charitable activities	3	6,152	-	6,152	-	-	-
Interest received		281	-	281	23	-	23
Total income		120,199	19,800	139,999	138,426	16,200	154,626
Expenditure on:							
Charitable activities	4	188,315	26,000	214,315	150,860	14,400	165,260
Total expenditure		188,315	26,000	214,315	150,860	14,400	165,260
Net (expenditure)/income for the year before transfers		(68,116)	(6,200)	(74,316)	(12,434)	1,800	(10,634)
Net movement in funds		(68,116)	(6,200)	(74,316)	(12,434)	1,800	(10,634)
Reconciliation of funds							
Total funds brought forward		74,344	8,800	83,144	86,778	7,000	93,778
Total funds carried forward		6,228	2,600	8,828	74,344	8,800	83,144

GOOD THINKING
BALANCE SHEET
AS AT 5 APRIL 2023

	Notes	2023 £	2022 £
Fixed assets			
Computer equipment	6	515	710
		<hr/> 515	<hr/> 710
Current assets			
Debtors	7	1,878	40,759
Cash at bank and in hand		45,710	55,039
		<hr/> 47,588	<hr/> 95,798
Liabilities			
Creditors: Amounts falling due within one year	8	39,275	13,364
		<hr/> 8,313	<hr/> 82,434
Net current assets			
		<hr/> 8,828	<hr/> 83,144
Net assets		<hr/> <hr/>	<hr/> <hr/>
The funds of the charity			
Unrestricted funds	9	6,228	74,344
Restricted funds	9	2,600	8,800
		<hr/> 8,828	<hr/> 83,144
		<hr/> <hr/>	<hr/> <hr/>

Approved by the board on 15 January 2024 and signed on its behalf by:

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S L Singh
Trustee

GOOD THINKING
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

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) (issued October 2019) charities SORP (FRS102), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in these notes.

The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The charity constitutes a public benefit entity as defined by FRS 102.

The Trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Fund accounting policy

Unrestricted Funds – The funds are held so that they can be used in accordance with the Charity's objects at the discretion of the Trustees.

Restricted Funds – The funds are to be used for specific purposes as laid down by the donor. Expenditure which meets this criterion is charged to the fund, together with a fair allocation of management and support costs.

Income

Income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Donations and any associated income tax reclaimable from H M Revenue & Customs are recognised on a receivable basis.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement is required and the amount can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

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

Grants payable are payments made to individuals and institutions in furtherance of the Charity's charitable objectives. Grant awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has fulfilled the conditions.

GOOD THINKING
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

Cash and bank in hand

Cash at bank and in hand comprise of cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Creditors

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 recognised at their settlement amount.

Financial instruments

The charity only enters into basic financial instruments that result in the recognition of financial assets and liabilities such as trade and other debtors and creditors together with loans to related parties. Debt instruments, such as trade debtors and creditors, are initially measured at transaction price and subsequently measured at amortised cost.

Financial assets are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognized in the income statement.

Critical Accounting Estimates and Judgements

The preparation of the financial statements in conformity with FRS 102 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income, and expenses. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The Trustees consider that there are not critical accounting estimates and judgements that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

2 Donations and legacies

	Unres- tricted £	Res- tricted £	Total 2023 £	Unres- tricted £	Res- tricted £	Total 2022 £
Donations						
Donations and legacies	113,766	19,800	133,566	138,403	16,200	154,603
	<u>113,766</u>	<u>19,800</u>	<u>133,566</u>	<u>138,403</u>	<u>16,200</u>	<u>154,603</u>

3 Charitable Activities - Income

	Unres- tricted £	Res- tricted £	Total 2023 £	Unres- tricted £	Res- tricted £	Total 2022 £
Charitable activities						
Lectures and presentations	6,152	-	6,152	-	-	-
	<u>6,152</u>	<u>-</u>	<u>6,152</u>	<u>-</u>	<u>-</u>	<u>-</u>

GOOD THINKING
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

4 Charitable Activities – Expenditure

	Unres- tricted £	Res- tricted £	Total 2023 £	Unres- tricted £	Res- tricted £	Total 2022 £
Charitable grants						
Charitable donations (Detailed in Trustees' Annual Report)	58,281	18,000	76,281	71,200	14,400	85,600
Research and education activities						
Salaries	34,168	8,000	42,168	37,891	-	37,891
Employer's NI	-	-	-	8	-	8
Pension contributions	1,367	-	1,367	950	-	950
Legal and professional fees	25,467	-	25,467	292	-	292
Consultancy fees	64,104	-	64,104	36,088	-	36,088
Research and development	-	-	-	144	-	144
Post, stationery and computer consumables	72	-	72	120	-	120
Computer costs	244	-	244	-	-	-
Marketing	1,352	-	1,352	1,656	-	1,656
Telephone and internet	119	-	119	140	-	140
Insurance	273	-	273	231	-	231
Travel and subsistence	426	-	426	10	-	10
Credit card charges	32	-	32	32	-	32
Transaction charges	434	-	434	465	-	465
Sundries	60	-	60	94	-	94
Depreciation	266	-	266	39	-	39
Support costs						
Governance costs						
Independent examination fee	1,650	-	1,650	1,500	-	1,500
	130,034	8,000	138,034	79,660	-	79,660
Total expenditure	188,315	26,000	214,315	150,860	14,400	165,260

5 Staff Costs and Trustees' Emoluments

During the year 1 person was employed by Good Thinking (2022: 1). The average number of employees was 1 during the year (2022: 1). Gross salaries paid during the year amounted to £42,168 (2022: £37,891).

The charity considers its key management personnel to comprise the Trustees.

None of the Trustees received remuneration for their work as trustees. The Trustees incurred expenses of £120 on behalf of the charity during the year ended 5 April 2023 (2022: £Nil). £Nil was still to be reimbursed at the year end (2022: £Nil).

6 Related Party Transactions

There were no related party transactions during the current or previous year.

GOOD THINKING
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

6 **Fixed Assets**

	Computer Equipment £	Total £
Cost		
At 6 April 2022	749	749
Additions	169	169
Disposals	(99)	(99)
At 5 April 2023	<u>819</u>	<u>819</u>
Depreciation		
At 6 April 2022	39	39
Charge for the year	271	271
Eliminated on disposal	(6)	(6)
At 5 April 2023	<u>304</u>	<u>304</u>
Carrying amount		
At 6 April 2022	<u>710</u>	<u>710</u>
At 5 April 2023	<u><u>515</u></u>	<u><u>515</u></u>

7 **Debtors**

	2023 £	2022 £
Accrued income	256	525
Prepayments	1,078	724
Gift aid recoverable	544	39,510
	<u>1,878</u>	<u>40,759</u>

8 **Creditors – amounts due in less than one year**

	2023 £	2022 £
Trade creditors	370	781
Accruals and deferred income	38,104	11,831
Social security	801	752
	<u>39,275</u>	<u>13,364</u>

GOOD THINKING
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

9 **Statement of funds**

	Balance 06.04.22 £	Income £	Expend- iture £	Balance 05.04.23 £
Restricted funds				
Top-Top Set Maths Project	8,800	19,800	(26,000)	2,600
	<hr/>	<hr/>	<hr/>	<hr/>
Total restricted funds	8,800	19,800	(26,000)	2,600
	<hr/>	<hr/>	<hr/>	<hr/>
Unrestricted funds				
General	74,344	120,199	(188,315)	6,228
	<hr/>	<hr/>	<hr/>	<hr/>
Total Funds	83,144	139,999	(214,315)	8,828
	<hr/>	<hr/>	<hr/>	<hr/>

	Balance 06.04.22 £	Income £	Expend- iture £	Balance 05.04.23 £
Restricted funds				
Top-Top Set Maths Project	7,000	16,200	(14,400)	8,800
	<hr/>	<hr/>	<hr/>	<hr/>
Total restricted funds	7,000	16,200	(14,400)	8,800
	<hr/>	<hr/>	<hr/>	<hr/>
Unrestricted funds				
General	86,778	138,426	(150,860)	74,344
	<hr/>	<hr/>	<hr/>	<hr/>
Total Funds	93,778	154,626	(165,260)	83,144
	<hr/>	<hr/>	<hr/>	<hr/>

Donations were received during the year of £19,800 from John Lyon's Charity. These donations were received to support schools with the additional costs of running the Top-Top Set Maths Project. £19,800 of the funds were spent during the year.

GOOD THINKING
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

10 **Analysis of net assets between funds**

	Unres- tricted £	Res- tricted £	Total funds 2023 £
Fixed assets	515	-	515
Net current assets	<u>5,713</u>	<u>2,600</u>	<u>8,313</u>
	<u>6,228</u>	<u>2,600</u>	<u>8,828</u>
	<u> </u>	<u> </u>	<u> </u>
	Unres- tricted £	Res- tricted £	Total funds 2022 £
Fixed assets	710	-	710
Net current assets	<u>73,634</u>	<u>8,800</u>	<u>82,434</u>
	<u>74,344</u>	<u>8,800</u>	<u>83,144</u>
	<u> </u>	<u> </u>	<u> </u>