

**Charity Registration No. 1149607**

**Company Registration No. 07842254 (England and Wales)**

**HVH ARTS LTD**

**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 APRIL 2021**

# HVH ARTS LTD

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	Mr T Lomnitzer	(Appointed 2 November 2020)
	N Webb	
	Mr M Von Herkomer	
<b>Charity number</b>	1149607	
<b>Company number</b>	07842254	
<b>Registered office</b>	4	
	Hunter Street	
	London	
	United Kingdom	
	WC1N 1BD	
<b>Independent examiner</b>	Francis James & Partners LLP	
	1386 London Road	
	Leigh on Sea	
	Essex	
	England	
	SS9 2UJ	

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# HVH ARTS LTD

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# HVH ARTS LTD

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 APRIL 2021

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The Trustees present their annual report and financial statements for the year ended 30 April 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's [governing document], 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**

#### **Objectives and aims**

The charity aims to inspire a generation of young people by offering them a gateway to the arts by funding after and out of school classes in primary and secondary state schools in England. The foundation provides children with the inspiration and tools to develop lifelong artistic passions.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

#### **Public benefit**

The policies adopted to further the objectives of the Charity for public benefit in accordance with section 4 of the 2006 to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers and duties are disclosed in section headed objectives and aims in this report.

### **Achievements and performance**

#### **Financial review**

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

### **Structure, governance and management**

#### **Governing document**

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr T Lomnitzer

N Webb

Mr M Von Herkomer

(Appointed 2 November 2020)

#### **Risk management**

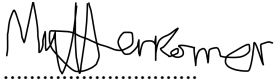
The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

# HVH ARTS LTD

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2021

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



.....  
Mr M Von Herkomer  
**Trustee**

Date: 30/11/2021  
.....

# HVH ARTS LTD

## INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF HVH ARTS LTD

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I report to the Trustees on my examination of the financial statements of Hvh Arts Ltd (the charity) for the year ended 30 April 2021.

### Responsibilities and basis of report

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

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

### Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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



**Francis James & Partners LLP**

1386 London Road  
Leigh on Sea  
Essex  
SS9 2UJ  
England

Dated: 3 December 2021

# **HVH ARTS LTD**

## **STATEMENT OF FINANCIAL ACTIVITIES** **INCLUDING INCOME AND EXPENDITURE ACCOUNT** **FOR THE YEAR ENDED 30 APRIL 2021**

		Unrestricted funds 2021 £	Unrestricted funds 2020 £
	Notes		
<b><u>Income from:</u></b>			
Donations and legacies	2	77,088	203,226
Charitable activities		39,238	-
Investments	3	11	-
		<hr/>	<hr/>
<b>Total income</b>		116,337	203,226
		<hr/>	<hr/>
<b><u>Expenditure on:</u></b>			
Raising funds	4	2,805	3,324
		<hr/>	<hr/>
Charitable activities	5	118,169	137,231
		<hr/>	<hr/>
Other	8	89	240
		<hr/>	<hr/>
<b>Total resources expended</b>		121,063	140,795
		<hr/>	<hr/>
<b>Net (expenditure)/income for the year/ Net movement in funds</b>		(4,726)	62,431
Fund balances at 1 May 2020		76,808	14,377
		<hr/>	<hr/>
<b>Fund balances at 30 April 2021</b>		72,082	76,808
		<hr/> <hr/>	<hr/> <hr/>

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.

# HVH ARTS LTD

## BALANCE SHEET

AS AT 30 APRIL 2021

	Notes	2021 £	£	2020 £	£
<b>Fixed assets</b>					
Intangible assets	9		3,547		1,243
Tangible assets	10		7,128		9,504
			<u>10,675</u>		<u>10,747</u>
<b>Current assets</b>					
Cash at bank and in hand		65,000		70,077	
<b>Creditors: amounts falling due within one year</b>	11	(3,593)		(4,016)	
Net current assets			61,407		66,061
<b>Total assets less current liabilities</b>			<u>72,082</u>		<u>76,808</u>
<b>Income funds</b>					
Unrestricted funds			72,082		76,808
			<u>72,082</u>		<u>76,808</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 30 April 2021.

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

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

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

The financial statements were approved by the Trustees on 30/11/2021



Mr M Von Herkomer  
Trustee

Company Registration No. 07842254

# HVH ARTS LTD

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2021

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### 1 Accounting policies

#### Charity information

Hvh Arts Ltd is a private company limited by guarantee incorporated in England and Wales. The registered office is 4, Hunter Street, London, WC1N 1BD, United Kingdom.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 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, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. 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.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

#### 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 or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

# HVH ARTS LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2021

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### 1 Accounting policies

(Continued)

#### 1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit 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 by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

#### 1.6 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

Amortisation 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:

Software	10 years straight line
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#### 1.7 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:

Plant and equipment	25% reducing balance
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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.

#### 1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible and intangible 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).

#### 1.9 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. Bank overdrafts are shown within borrowings in current liabilities.

# HVH ARTS LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2021

### 1 Accounting policies

(Continued)

#### *Basic financial assets*

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

#### *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.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### *Derecognition of financial liabilities*

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

#### 1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

#### 1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

### 2 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	61,627	62,789
Just giving	5,634	17,575
HMRC and towerbridge	9,827	122,862
	<u>77,088</u>	<u>203,226</u>

# HVH ARTS LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2021

### 3 Investments

	Unrestricted funds	Total
	2021 £	2020 £
Interest receivable	11	-
	<u>11</u>	<u>-</u>

### 4 Raising funds

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
<u>Trading costs</u>		
Depreciation and impairment	2,805	3,324
	<u>2,805</u>	<u>3,324</u>

# HVH ARTS LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2021

### 5 Charitable activities

	Charitable Expenditure Heading 1 2021 £	Charitable Expenditure Heading 1 2020 £
Staff costs	40,676	24,169
Accountancy	1,034	961
Projects	13,787	8,815
Insurance	681	641
Equipment maintenance	3,033	16,319
Telephone	1,904	125
Printing, postage and stationary	4,554	4,131
Photography	6,396	16,682
Exhibition	1,922	10,741
Tutors	30,917	50,355
Travel	6,193	2,622
Marketing	2,170	160
Rent and rates	2,490	-
Sundry	2,412	1,510
	<u>118,169</u>	<u>137,231</u>
	<u>118,169</u>	<u>137,231</u>

### 6 Trustees

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

### 7 Employees

The average monthly number of employees during the year was:

2021 Number	2020 Number
<u>1</u>	<u>1</u>

# **HVH ARTS LTD**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)** **FOR THE YEAR ENDED 30 APRIL 2021**

### **7 Employees** **(Continued)**

<b>Employment costs</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Wages and salaries	39,477	23,891
Social security costs	1,199	-
Other pension costs	-	278
	<u>40,676</u>	<u>24,169</u>
	<u><u>40,676</u></u>	<u><u>24,169</u></u>

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

### **8 Other**

	<b>Unrestricted funds</b>	<b>Unrestricted funds</b>
	<b>2021</b>	<b>2020</b>
Bank charges	89	240
	<u>89</u>	<u>240</u>
	<u><u>89</u></u>	<u><u>240</u></u>

### **9 Intangible fixed assets**

	<b>Software</b>
	<b>£</b>
<b>Cost</b>	
At 1 May 2020	1,561
Additions - separately acquired	2,733
	<u>4,294</u>
At 30 April 2021	<u>4,294</u>
<b>Amortisation and impairment</b>	
At 1 May 2020	318
Amortisation charged for the year	429
	<u>747</u>
At 30 April 2021	<u>747</u>
<b>Carrying amount</b>	
At 30 April 2021	<u>3,547</u>
	<u><u>3,547</u></u>
At 30 April 2020	<u>1,243</u>
	<u><u>1,243</u></u>

# HVH ARTS LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2021

### 10 Tangible fixed assets

	Plant and equipment £
<b>Cost</b>	
At 1 May 2020	22,528
	<u>          </u>
At 30 April 2021	22,528
	<u>          </u>
<b>Depreciation and impairment</b>	
At 1 May 2020	13,024
Depreciation charged in the year	2,376
	<u>          </u>
At 30 April 2021	15,400
	<u>          </u>
<b>Carrying amount</b>	
At 30 April 2021	7,128
	<u>          </u>
At 30 April 2020	9,504
	<u>          </u>

### 11 Creditors: amounts falling due within one year

	2021 £	2020 £
Other taxation and social security	2,632	3,055
Accruals and deferred income	961	961
	<u>          </u>	<u>          </u>
	3,593	4,016
	<u>          </u>	<u>          </u>

### 12 Related party transactions

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