

Company no: 08555385

Charity no: 1155339

MV Balmoral Fund Ltd

Report and Unaudited Financial Statements

Year Ended 31 October 2020

**MV Balmoral Fund Limited**

**Reference and administrative details**

**For the year ended 31 October 2020**

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<b>Company number</b>	08555385
<b>Charity number</b>	1155339
<b>Registered office</b>	70 Prince Street Bristol BS1 4QD
<b>Trustees</b>	Trustees, who are also directors under company law, who served during the year and up to the date of this report were: D G Bassett Cpt. S Colledge K Henshall (Resigned 8 April 2021) Dr J D Naysmith (Resigned 27 August 2021) T Sylvester (Resigned 30 July 2021) J R Thomas A Westmore Cpt. W S Payne (Appointed 10 November 2020) R Skuse (Appointed 4 October 2021)
<b>Bankers</b>	Lloyds Bank PLC PO Box 1000 Andover BX1 1LT
<b>Solicitors</b>	Lancaster Parr Pear Tree House Wanstrow Somerset BA4 4TF CMS Cameron McKenna LLP College Square 2 Anchor Road Bristol BS1 5UE
<b>Independent examiners</b>	Bishop Fleming LLP Chartered Accountants 10 Temple Back Bristol BS1 6FL
<b>Marine consultants</b>	AW Ship Management Ltd 9 Alie Street London E1 8DE

## **MV Balmoral Fund Limited**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020**

The trustees present their report and accounts for the year ended 31 October 2020 in compliance with current statutory requirements, the Company's Memorandum and Articles of Association and with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) – Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Reference and administrative information set out on page 1 forms part of this report.

### **Objectives and activities**

The principal activity of MV Balmoral Fund Limited (MVBFL) ("The Fund") reflects the Fund's Charitable Objects, namely:

- to preserve and exhibit, in sailing condition, the historic vessel MV Balmoral and to advance the education of the public through the provision of educational material relating to the industrial and maritime historic period represented by the ship and the architecture of the surrounding coastline.

The main activities undertaken by the Fund during the year to further its purposes for the public benefit included:

- Maintaining MV Balmoral in sailing condition, mainly through the hard work of our volunteers; and encouraging public understanding of the ship within Bristol harbour
  - Seeking further funding to allow her to regain her passenger certificates, in particular for work needed to update her condition to regulatory standards; and to refurbish / maintain fabric generally
  - Developing Balmoral as a Bristol based science/engineering, historical and educational resource; and
  - Implementing a network, website and other media which provide a resource of illustrations, and information about the ship and her historic as well as current physical context.
- (See following sections for more details).

In setting our objectives and planning our activities the trustees have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education.

The trustees gratefully acknowledge the continuing input from members, supporters and volunteers, both financial and physical, in support of these aims. All trustees and members acting as "officers" continue to work on a voluntary basis. The outstanding support and input of Chief Engineer Tony Byrne and of Iolo Llewelyn, Hon. Accountant must be mentioned here

## **MV Balmoral Fund Limited**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020**

Trustees confirm that:

- Sailing again remains the aspiration of most supporters; and trustees recognise that sailing is the best form of both preserving and exhibiting the ship, and giving a direct relationship between the ship and the navigational and heritage infrastructure of the coastal waters.
- Refurbishment and upgrades to statutory condition are required to regain certificates, so that sailing can be authorised.
- Sailing with passengers - undertaken by a trading company - is again the best way of continuing the heritage tradition of coastal excursions, within a network of landfall communities; and of funding the whole process.
- A home in Bristol is essential and needs to be earned; this includes in off-seasons in a sailing future; and so that other education and community benefit can be offered.
- Volunteers are vital to the project and their well-being is important to the trustees.

During the year, key challenges lay in:

- Maintaining the ship to a provably safe standard during COVID lock-downs - successfully undertaken in weekly brief monitoring visits by Rob Souse and Ross Floyd in spring 2020, (and Phil Abbott and Colin Ogden, with support for lengthier sessions / critical work, from 15th December - 3rd March 2021).
- Winter-proofing machinery without mains power, because Prince's Wharf was occupied and Balmoral was not permitted to return there for the winter - successfully carried out by volunteers including specialists
- Retaining volunteers to continue maintaining the quality and appearance of the ship, which suffered during full lock-down - a small but effective band returned on board, following rules and keeping Covid-careful, during summer / autumn 2020
- Achieving sufficient funding for these activities - additional funds were raised following newsletters to members and Mailchimp to supporters, particularly in October 2020. A successful application was made to the Department for Digital, Culture, Media and Sport's Cultural Recovery Fund for alleviating the impact of COVID. This funding was received in 2020/21.
- Discharging the Fund's charitable objects through access to the ship, and in adding to the public benefit of MV Balmoral's existence - a small careful band led by MyFutureMyChoice were able to have two remote learning (and boat-building) days, and interviews about the Empire Windrush filmed, on board.
- Bolstering confidence that the ship will return to passenger sailing one day and therefore keeping the volunteers, membership, supporters and funders on-side: in line with many other charities, this has become harder. Keeping people safe, the ship safe and presentable, and attaining fund-raising credibility remain key factors.

#### **Achievements and performance - and the effect of COVID-19 restrictions.**

This reporting year began with a period of reducing costs and an intent to major on fund-raising, but outside influences have had an even greater impact this year. PS Waverley's continuing call for funding, and the effect on all charities of COVID-19, suppressed the start of the wider-scale fund-raising campaign. Members and supporters have been loyal in continuing some assistance; but the ability to fund-raise at a local scale - or to invite the public on board - by way of events on board was virtually wiped out.

## **MV Balmoral Fund Limited**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020**

Nevertheless, as well as a resource and venue, 'community benefit' derives from being a visibly appropriate ship in the harbour. Mardyke's holding berth has SS Great Britain and the historic dry-dock lying on the immediately opposite bank. Activity on Balmoral's deck is particularly visible to the passing public; volunteers raise the flags to add to the scene on special occasions. Large information banners are placed along the ship's quayside rail, and posters / leaflets on the quay railing.

The major achievement has been keeping the ship going, through prudence in financial topics, and the hard work of volunteers (reported in more detail further below). Trustees remain convinced Bristol is the best option both for Balmoral's vital volunteer complement, and the vibrant as well as appropriately historic nature of the Floating Harbour. Many of the activities undertaken on board and by Balmoral's trustees aimed to foster the good mutual relationships this has needed.

### **White Funnel Ltd (WFL) (wholly owned by MVBFL)**

The company is used for trading purposes – when MV Balmoral was in passenger operation, the ship was managed by the company. Currently commercial use of MV Balmoral (hirings, bar etc.) are managed by the company:

- Activities of White Funnel have effectively ceased, particularly so given the effect of COVID lock downs on events. The company remains as a potential facility should any successful grant applications, or future sailing, require it.
- The office premises, shared with MVBFL, were closed except for postal facilities, with storage of retained equipment relocated.
- Directors: David Bassett and John Thomas, trustees of MVBFL, continued as directors of the company.
- Expenses are at a very low level: maintaining the purpose-designed website for future use, but dormant except for email. Such funding currently being made on an as-needed basis from MVBFL.
- The shop is administered through the MVBFL website, organised by volunteers Geoffrey Ryder and despatches made via Antony & Nicholas Meads of Poole.
- Accounting is continued on a joint or group basis, facilitated by member / volunteer Iolo Llewelyn, MVBFL's hon. Accountant.

### **MV Balmoral Fund Ltd (MVBFL / the Fund)**

#### **Premises and management**

The registered and postal address of the Fund remains 70, Prince St., Bristol BS1 4QD, but is basically (especially during COVID restrictions) a postal base.

## **MV Balmoral Fund Limited**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020** **Trustees / Directors of the private charitable company MVBFL.**

During 2019/20 the trustee complement remained as the previous year. Member Ross Floyd, Bristol-based Balmoral enthusiast, was invited by the Board in June 2019 to bring his business skills to support the Board. Ross involved himself particularly in planning for fund-raising, setting up "teams" working to specific topics; and reducing costs eg closing the office premises. However not wishing to rejoin the Board, from January 2020 Ross preferred to assist on an ad-hoc practical basis - from use of equipment to providing kit and transport. Trustees would like here to record their thanks for his continuing help. Thanks are also extended to Ross and his wife Gill for providing and cooking a splendid Christmas meal on board for the volunteers, in December 2019.

In November 2020 Captain Bill Payne joined the Board, while Kieran Henshall resigned in April 2021. We thank Kieran for his input during his tenure, and in particular his revamping of the MVBFL website. Terry Sylvester left the Board in July 2021: we thank Terry for his input during his tenure in developing grant income sources. Doug Naysmith left in August 2021; Doug had been a long standing member of the Board, having joined in 2014. We thank him for his long years of dedicated service to MV Balmoral. He will not be lost to us however as in August he replaced Nigel Coombes as the fund's President.

Finally, we thank Nigel Coombes for his long years of service as the fund's President. Over the years Nigel has contributed enormously- and continues to contribute – to the fund.

## **Membership**

Membership numbers have inevitably been affected by the lack of sailing, many 3-year renewals due at the end of this reporting period; but many remain supportive and as of the 2020 AGM there were 120 Members.

The 6th AGM of MVBFL on 8th December 2020 was held outwith this reporting period, by Zoom because of COVID lock-down, and by way of a temporary legal relaxation. Considerable research and preparation of papers was necessary, but it was held within the time-frame our Articles require.

A pending outcome is to ask the Charity Commission for approval to change MVBFL Articles of Association to permit the use of Zoom (in future, if necessary) for meetings of the Charity

Proxies had been requested in advance and the meeting was easily quorate; 23 members were present; guests were not invited; John Thomas was Chair for the meeting. Along with heartfelt thanks to supporters and donors, the need and plea for more volunteers to assist with maintenance, administration and fund-raising were emphasised.

Newsletters - sent by email to Members via the Membership Secretary (Steve Jones) and where absolutely necessary printed and posted to Members without electronic access (by Maggie Urquhart). Variations are sent via Mailchimp to signed-up supporters thanks to volunteer Alex McCormack.

## **MV Balmoral Fund Limited**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020**

Editions (compiled by Maggie Urquhart on behalf of John Thomas) were Christmas 2019, March/Spring 2020, April 2020; and Autumn 2020. This latter mailing also set the stage for the forthcoming AGM, and described the needs which had arisen resulting from Covid.

The need for more funding to keep the ship going, eg for insurances, and in good repair, were particularly highlighted. An option to give small amounts but on a monthly basis was also publicised; trustees are most grateful to all who assist, and donate, by any means.

Donations - John Thomas has continued to receive donations made by cheque, and to monitor on-line donations:

- Virgin Money Giving (charity ID = 1016456);
- via "Stripe" - on-line / our website; and
- via using Amazon "Smile" and citing Balmoral as charity.

It is the generosity of donors which has enabled us to continue our efforts to try and maintain Balmoral with our overall aim to refurbish and improve the ship into operating condition.

### **Website**

A website presence has become ever more critical; the new website anticipated for the start of this reporting period was unfortunately delayed, becoming live in late June 2020. It is an amalgamation of 4 earlier websites, morphing to the site from the previous link ( [www.mvbalmoral.org.uk](http://www.mvbalmoral.org.uk) ) and its name changed to [www.thebalmoral.org.uk](http://www.thebalmoral.org.uk). Trustee Kieran Henshall carried out the considerable work involved, and it is generally considered dynamic and impressive, with a contemporary format.

### **The heritage asset - MV Balmoral - and work of volunteers on board**

The 5 year Certificate of Registry for the ship was renewed from April 2020, by Steve Colledge. This describes MVBFL's ownership of the vessel. Some additional work parties were run on Saturdays in 2019/20 by Steve Colledge. With no near-by work-shop / storage facility, work-areas and additional material to be stored have to conflict with potential events and areas of drips; so cleaning and tidying is also critical.

Chief Engineer Tony Byrne recently identified the latest of what's been happening since he took on voluntary over-view of the ship, Autumn 2017. "The MCA requires us to keep the Balmoral in "Hot Layup" , so the first week of every month all machinery is run on test." For example, the following "run" list was achieved at the time of writing (May 2021) and is "on top of standard maintenance".

1. Port and Starboard main engines.
2. Starboard generator run-up and placed on-load.
3. Bilge and Sewage Pump
4. Emergency Compressor
5. Steering Gear tested
6. Capstan Tested
7. Windlass Tested
8. Emergency Fire pump tested."

## **MV Balmoral Fund Limited**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020**

Whilst Tony Byrne was away at sea renewing his own certificates for 5 weeks in summer 2020, overview was taken on by Trevor Mussett and former Chief Graham Bell. Tony issues a blog to the volunteers and interested people, limited in circulation because of privacy issues. It is hoped to increase showing extracts from this on the website.

Covid 19 lock-downs meant that regular maintenance work had to be stopped between 18th March and 9th June 2020. Weekly monitoring visits were made during that time thanks to Rob Skuse of Steamship Engineering Ltd, Bristol, and Ross Floyd.

Twice weekly maintenance work sessions resumed for those volunteers who had safe access and didn't have to shelter, until lock-down recommenced 16th December 2020. As anticipated, rain penetration worsened because of the hot dry spring allowing deteriorating deck condition; repair (and varnishing) being a constant activity. However good progress was made with donated materials acquired and used on re-making bench seats and sliding-door frames; steel for welding, and painting. Considerable thanks to CME Nick Sutton for advice and providing off-site work to the cylinder heads of one of the two ship's main generators. The refurbished DC generator (Rotamec) and a replacement pump were bought in and installed.

To combat Covid, volunteers were provided with masks, sanitiser, instructions etc and the ship shut otherwise. Some have put considerable effort into travelling safely. Thanks to advance communications and organising, reduced numbers and the "war-time spirit", a good atmosphere has been achieved, helped by regular teams opening and shutting the ship.

### **Fundraising and events**

The Fund intended to finalise plans for the upgrade and refurbishment of MV Balmoral and launch an appeal for funding in Spring 2020. Terry Sylvester commissioned a donated painting to auction and prints for sale as a marker for this: Tony Horn's lovely painting of Balmoral fetched £500 and small prints have sold well.

However Covid 19 and its restrictions, cancelled meetings and uncertainties meant traditional fundraising had to be deferred. The trustee compiling the knowledge and information to complete cost headings and targets became unavailable - quarantined abroad for several months.

Autumn / winter events on board included education activity days 25, 26 November 2019 with crane-making and demonstrations by local merchant navy veterans; MVBFL Members Day with films shown by Richard Turner; and two PSPS lectures. A film crew scouted the ship and prospects seemed good; but after early March 2020 it was not possible to open the ship to the public; or enable private events. This reduced income from bar sales and on-ship donations.



## **MV Balmoral Fund Limited**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020**

Applications for funding were made to DCMS' "Culture Recovery Fund" organised by HLF, in August 2020; and to Headley Trust; aimed mainly at insurances and deck improvement. MVBFL was successful for insurances but granted less than 30% of the amount sought (via a substantial pro-forma) from HLF; £15,600 was received. £5k has been promised from Headley Trust when we are in a position to fund the remainder. We are very grateful to both; the acknowledgement of success being of perhaps greater significance.

Trustees agreed at the 2020 AGM that it may well be necessary to engage professional assistance for fund-raising; if undertaken appropriately.

### **Structure, governance and management of the charitable company MVBFL**

#### **Governing document**

MV Balmoral Fund Limited (MVBFL) was incorporated on 4 June 2013 as a Company limited by guarantee, number 08555385. The Company was granted charitable status from 15 January 2015 and is registered with the Charity Commission, number 1155339. The operation of the charity is governed by its Memorandum and Articles of Association.

#### **Organisation**

MVBFL operates through the Board of Directors / Trustees. MVBFL's trustees are unpaid, and determine the general policy of the Company. The Board meets regularly as circumstances require. It is pleased to recognise the essential assistance of many individuals who bring their time, expertise and enthusiasm to support the project.

#### **Trustees**

Trustees, who under Company Law are also directors of the company, and who served during the year and up to the date of this report were as follows:

- D G Bassett;
- Cpt. S P Colledge
- K. Henshall (resigned 08 April 2021)
- Dr J D Naysmith (resigned 27 August 2021)
- J T Sylvester (resigned 30 July 2021)
- J R Thomas;
- A D Westmore
- Cpt Bill Payne (a former captain of MV Balmoral and Bristol Channel pilot, retired, was proposed 25 August 2020, co-opted Trustee 10th November 2020; elected Trustee at the AGM.)
- R Skuse (co-opted 4 October 2021)

## **MV Balmoral Fund Limited**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020**

Trustees are members of the Company; the liability of the members is limited to £10 each. Trustees are subject to election or re-election according to procedures set out in the Company's Memorandum and Articles of Association which is its governing document. Under the Articles of the Company, trustee / directors may be appointed:

- By other directors. This has involved directors seeking out individuals who are able to provide the skills/experience able to manage the company. A director appointed by a resolution of the other directors must retire at the next annual general meeting.
- At a general meeting of the company. At each annual general meeting one third of the trustees must retire from office, and if they wish to continue in post must be re-appointed by the members.

#### **Associated parties**

The company has effective links with various Branches of the Paddle Steamer Preservation Society (PSPS), which has accorded MV Balmoral Fund Ltd. 'allied' status. It also operates in association with the National Piers Society; recognising the mutual interest in seeking to ensure suitable infrastructure remains available to coastal excursion ships, and the general benefit that can accrue through close cooperation.

MV Balmoral Fund owns all shares in White Funnel Ltd. MV Balmoral was chartered to WFL for 5 years from 18 May 2015. The Charter has not been renewed, nor is MVBFL able to provide MV Balmoral in a condition satisfying the regulations for Class III coastal passenger certification. As noted above WFL continues to assist MV Balmoral for various commercial events, or aspects of the maintenance of the ship.

#### **Risk Management**

The Trustees examine the major risks that the Company faces when preparing and updating their plans. The Company, in conjunction with its marine consultants, the Maritime and Coastguard Agency, Bristol Harbour, and the Company's insurers, has developed systems and safeguards to monitor and control these risks, and to manage potential impact on the Company in the future. Appropriate insurances are in place.

**MV Balmoral Fund Limited**

**REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020**  
**Fund raising arrangements**

Ship-based fundraising activities during 2020 largely ceased as explained in the Report. Reserves, grant and donations allowed the company to continue to meet its charitable objectives.

The wider approach to fundraising taken by the charity comprises:

1. To approach directly by email or post, and as allowed by the GDPR and privacy policies, those individuals who have already demonstrated their interest in supporting its work: by having made previous donations; having travelled on the ship and provided their contact details and/or those who have subscribed to newsletters and other publications;
2. To invite support by articles and/or advertisements placed in relevant general and specialist publications and on the website; and by leaflets made available on board the ship and at appropriate events and by attending shows;
3. To approach existing members and supporters via our newsletters; and
4. To submit applications for specific and general funds to appropriate national and local grant-making bodies.

Where appropriate for fundraising purposes the charity shares information with its trading subsidiary, White Funnel Limited, but does not share information with other charities, nor does it transfer or sell such information to third parties.

We do not use professional fundraisers or commercial participators to carry out any fundraising activities; but this is not ruled out as a means to use in future.

The charity undertook only limited fund raising using Methods 3 and 4 above during the year under review.

**The number of complaints received by the charity**

No complaints were received during 2019/20 regarding our fundraising activities.

**MV Balmoral Fund Limited**

**REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020**  
**Financial Review - 2019/20 out-turn.**

The following table summarises the financial outturn for 2019/20 and compares this with 2018/19.

	<b>2018/19</b>	<b>2019/20</b>
	<b>£</b>	<b>£</b>
<b>Income:</b>		
Donations and legacies	27592	15308
Charitable activities		11250
Other trading activities	10834	2007
<b>Total income</b>	<b>38426</b>	<b>28565</b>
<b>Expenditure:</b>		
Raising funds	821	468
Charitable activities	85779	68807
<b>Total expenditure</b>	<b>86600</b>	<b>69275</b>
<b>Net income /(expenditure)</b>	<b>-48174</b>	<b>-40710</b>

As the Balmoral was still confined to Bristol Harbour during the year, coupled with the impact of the Covid 19 epidemic, the group's income and expenditure remained at a low level. Explanations for the main changes between years are provided below.

**Income:**

- Donations and legacies – a reduction in the level of donations. In October 2020 a limited fund-raising appeal was launched and this was successful in raising funds: this will be reported in the 2020/21 accounts.
- Charitable income – the increase in 2019/20 this reflects the Fund's success in attracted an increasing number of educational contracts from a range of sources.
- Other trading activities – the reduction in income from this source in 2019/20 is largely as a result of the inability of WFL to operate income generating activities on MV Balmoral due to the Covid 19 epidemic.

## **MV Balmoral Fund Limited**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020**

#### **Expenditure**

- Charitable activities – The reduction in expenditure during 2019/20 was as a result of:
  - Continued reductions in administrative expenses, in particular the substantive closure of the Bristol office (although a mailing address is retained)
  - In 2018/19 significant sums were spent on the dry-docking and inspection of MV Balmoral; this was not repeated in 2019/20.

#### **Reserves policy**

Historically the fund aimed to keep useable reserves of approximately £100,000 to meet unplanned expenditure. In light of the current lower level of the fund's activities our current policy is to retain useable (cash) reserves of £50,000 to meet unforeseen events. The reserve is required to allow the fund to provide assurance to the Bristol Harbour Authorities that the latter will not incur any liabilities in respect of the Balmoral.

The amount is predicated on a 'worst case scenario', where the fund has to meet the cost of disposing of the Balmoral, or the cost of providing a dowry to another charity to take over the responsibility for the ship.

#### **Developments so far in 2020 / 21**

A further impact of Covid 19 was that other than inspection and critical work visits, thanks to Phil Abbott and Colin Ogden, with support from 2 other member volunteers, regular maintenance again had to stop from 15th December - 3rd March 2021. Twice weekly work sessions started to resume, building up slowly as restrictions permit.

It was also not possible to open the ship to the public as we have done in previous years; or allow private events. This has reduced income from bar sales and on-ship donations. Potential events are still affected due to volunteer vulnerability.

Our education partners are slowly fulfilling existing commitments and seeking further opportunities.

The Fund has again been confronted with continuing or new calls from similar charities which are more competitive because they are closer to sailing again. Covid 19 and its restrictions, cancelled meetings and uncertainties meant these have had to be deferred.

Trustees sought and gained free "Heritage Recovery" advice in autumn 2020 and virtual sessions continued into spring 2021. Trustees are considering when best to progress plans, which may include, as suggested by attendees at the AGM, seeking professional input. Trustee and progress meetings continue to take place via Zoom.

Trustees elected colleague Captain Bill Payne to be Chair of the Board of Directors in spring 2021, and he is taking forward the increased liaison necessary with Bristol City and harbour authorities. Their support is essential to successful fund-raising on a local as well as national basis.

## **MV Balmoral Fund Limited**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 OCTOBER 2020**

Volunteer numbers are gradually returning at the time of writing. Spirits were improved when barge Ellen, laid up alongside Balmoral November 2019, was finally removed in February 2021; but rain ingress through decks is a continuing battle.

The website became near-dormant in autumn 2020, and as of spring 2021 with Kieran Henshall's resignation from the Board is now being administered and refreshed by member Angharad Westmore.

#### **Statement of responsibilities of the trustees.**

The trustees (who are also directors of the charity for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and of the income and expenditure of the charity for that period. In preparing those 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 UK accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements; and
- The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Members of the charity guarantee to contribute an amount not exceeding £10 to the assets of the charity in the event of winding up. The trustees are members of the charity but this entitles them only to voting rights. The trustees have no beneficial interest in the charity.

Approved by the trustees on 28/10/21 and signed on their behalf by Trustee / Director



D G Bassett

## **Independent Examiner's Report to the Trustees of MV Balmoral Fund Limited**

I report to the charity trustees on my examination of the accounts of the consolidated accounts for the year ended 31 October 2020 which are set out on pages 16 to 35.

### **Responsibilities and basis of report**

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the consolidated accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company and group 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 company'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 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 company as required by section 386 of the 2006 Act; or
- 2 the accounts do not accord with those records; or
- 3 the accounts 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 accounts 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 accounts to be reached.

This report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an Independent Examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for my work or for this report.

Signed:  Dated: 29/10/21

David Butler FCA DchA

BISHOP FLEMING LLP  
Chartered Accountants  
10 Temple Back  
Bristol  
BS1 6FL

**MV Balmoral Fund Limited**

**Consolidated statement of financial activities** *(incorporating an income and expenditure account)*

**For the year ended 31 October 2020**

	Note	Restricted £	Unrestricted £	2020 Total £	2019 Total £
<b>Income (and endowments) from:</b>					
Donations and legacies	2	-	15,308	<b>15,308</b>	27,592
Charitable activities	3	-	11,250	<b>11,250</b>	-
Other trading activities	4		2,007	<b>2,007</b>	10,834
<b>Total income (and endowments)</b>		-	28,565	<b>28,565</b>	38,426
<b>Expenditure on:</b>					
Raising funds		-	468	<b>468</b>	821
Charitable activities			68,807	<b>68,807</b>	85,779
<b>Total expenditure</b>	6	-	69,275	<b>69,275</b>	86,600
<b>Net income / (expenditure)</b>		-	(40,710)	<b>(40,710)</b>	(48,174)
<b>Net movement in funds</b>	7	-	(40,710)	<b>(40,710)</b>	(48,174)
<b>Reconciliation of funds:</b>					
Total funds brought forward		3,201	153,647	<b>156,848</b>	205,022
<b>Total funds carried forward</b>		<b>3,201</b>	<b>112,937</b>	<b>116,138</b>	156,848

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in note 21 to the accounts.



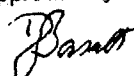
**MV Balmoral Fund Limited**  
**Consolidated and charity balance sheets**  
**Registered number: 08555385**

**As at 31 October 2020**

	Note	The group 2020 £	The group 2019 £	The charity 2020 £	The charity 2019 £
<b>Fixed assets</b>					
Heritage assets	11	145,711	162,242	133,549	146,085
Investments	12	-	-	100	100
		<u>145,711</u>	<u>162,242</u>	<u>133,649</u>	<u>146,185</u>
<b>Current assets</b>					
Stocks	15	6,292	6,596	462	-
Debtors	16	17,919	17,872	15,547	15,014
Cash at bank and in hand		<u>93,410</u>	<u>107,735</u>	<u>90,863</u>	<u>103,800</u>
		<u>117,621</u>	<u>132,203</u>	<u>106,872</u>	<u>118,814</u>
<b>Liabilities</b>					
Creditors: amounts falling due within 1 year	17	<u>(23,349)</u>	<u>(13,752)</u>	<u>(38,046)</u>	<u>(28,938)</u>
		<u>94,272</u>	<u>118,451</u>	<u>68,826</u>	<u>89,876</u>
<b>Net current assets / (liabilities)</b>					
		<u>239,983</u>	<u>280,693</u>	<u>202,475</u>	<u>236,061</u>
<b>Total assets less current liabilities</b>					
Creditors: amounts falling due after more than 1 year	18	<u>(123,845)</u>	<u>(123,845)</u>	-	-
	20	<u>116,138</u>	<u>156,848</u>	<u>202,475</u>	<u>236,061</u>
<b>Net assets</b>					
	21				
<b>Funds</b>					
Restricted funds		3,201	3,201	3,201	3,201
General funds		<u>112,937</u>	<u>153,647</u>	<u>199,274</u>	<u>232,860</u>
		<u>116,138</u>	<u>156,848</u>	<u>202,475</u>	<u>236,061</u>
<b>Total charity funds</b>					

For the year ended 31 October 2020 the trustees are satisfied that the company is entitled to exemption from the requirement to obtain an audit under Section 477 of the Companies Act 2006. The members have not required the company to obtain an audit of its accounts for the period in question in accordance with Section 476 of the Companies Act 2006. The trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts. These accounts have been prepared in accordance with the special provisions applicable to companies subject to the small companies' regime.

Approved by the trustees on 28/10/21 and signed on their behalf by



D G Bassett

**MV Balmoral Fund Limited**

**Consolidated statement of cash flows**

**For the period ended 31 October 2020**

	2020 £	2019 £
<b>Cash used in operating activities:</b>		
<b>Net movement in funds</b>	<b>(40,710)</b>	<b>(48,174)</b>
Adjustments for:		
Depreciation charges	19,367	20,658
Decrease / (increase) in stock	305	2,034
Decrease in debtors	(47)	7,338
Increase / (decrease) in creditors	9,596	1,111
<b>Net cash provided by operating activities</b>	<b>(11,489)</b>	<b>(17,033)</b>
<b>Cash flows from investing activities:</b>		
Purchase of tangible fixed assets	2,836	
<b>Net cash used in investing activities</b>	<b>(2,836)</b>	<b>-</b>
<b>Cash flows from financing activities:</b>		
Loans raised during the year	-	
Loans repaid during the year	-	
<b>Net cash provided by investing activities</b>	<b>-</b>	<b>-</b>
<b>(Decrease)/Increase in cash and cash equivalents in the year</b>	<b>(14,325)</b>	<b>(17,033)</b>
Cash and cash equivalents at the beginning of the year	107,735	124,768
<b>Cash and cash equivalents at the end of the year</b>	<b>93,410</b>	<b>107,735</b>

## **MV Balmoral Fund Limited**

### **Notes to the financial statements**

#### **For the year ended 31 October 2020**

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##### **1. Accounting policies**

###### **a) Basis of preparation**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities in preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

MV Balmoral Fund Limited 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 note(s).

###### **b) Group accounts**

These financial statements consolidate the results of the charitable company and its wholly-owned subsidiary on a line by line basis. Transactions and balances between the charitable company and its subsidiaries have been eliminated from the consolidated financial statements. Balances between the three companies are disclosed in the notes of the charitable company's balance sheet. A separate statement of financial activities, or income and expenditure account, for the charitable company itself is not presented because the charitable company has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006.

###### **c) Going concern basis of accounting**

The accounts have been prepared on the assumption that the charity is able to continue as a going concern, which the trustees consider appropriate having regards to the current level of expenditure on the ship and the likelihood of raising further funds in future from donors and funders. These decisions have also taken into account the impact that Covid-19 is having and this is outlined in Note 26.

###### **d) Income**

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the items of income have been met, it is probable that the income will be received and the amount can be measured reliably. Donations are recognised when they are recorded in the Fund's accounting system.

Income from the government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executors to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only recognised in the accounts when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, but the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Income received in advance of provision of a specified service is deferred until criteria for income recognition are met.

**MV Balmoral Fund Limited**

**Notes to the financial statements**

**For the year ended 31 October 2020**

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**1. Accounting policies (continued)**

**e) Donated services and facilities**

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item, is probable and the economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

**f) Interest receivable**

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity: this is normally upon notification of the interest paid or payable by the bank.

**g) Funds accounting**

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particularly areas of the charity's work or for specific projects being undertaken by the charity.

**h) Expenditure and irrecoverable VAT**

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

**i) Allocation of support costs**

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Governance costs are the costs associated with the governance arrangements of the charity, including the costs of complying with constitutional and statutory requirements and any costs associated with the strategic management of the charity's activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities on the following basis:

Fundraising events	0.0%
General fundraising	0.0%
Charitable activities	100.0%

**MV Balmoral Fund Limited**

**Notes to the financial statements**

**For the year ended 31 October 2020**

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**1. Accounting policies (continued)**

**j) Tangible fixed assets**

Donated assets are initially measured at fair value. Capital expenditure is initially measured at cost. Significant components with differing lives are depreciated separately over their expected lives only where those components are potentially separable from the ship. Depreciation for these components is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. Components that are not separable from the ship will be depreciated over the remaining life of the ship's hull. The depreciation rates in use are as follows:

Engines	25 years
Other equipment not an integral part of the ship's structure	5-10 years

**k) Stock**

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised at fair value which is the amount the charity would have been willing to pay for the items on the open market.

**l) 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.

**m) Cash at bank and in hand**

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**n) Financial instruments**

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently recognised at amortised cost using the effective interest method.

**o) Pension costs**

The company operates a defined contribution pension scheme for its employees (of which there were none during the year). There are no further liabilities other than that already

**p) Foreign currency transactions**

Transactions in foreign currencies are translated at rates prevailing at the date of the transaction. Balances denominated in foreign currencies are translated at the rate of exchange prevailing at the year end.

**q) Accounting estimates and key judgements**

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

**MV Balmoral Fund Limited**

**Notes to the financial statements**

**For the year ended 31 October 2020**

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**1. Accounting policies (continued)**

**q) Accounting estimates and key judgements (continued)**

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements are described below.

**Depreciation**

As described in note 1j to the financial statements, depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. Depreciation rates in operation during the current and prior period are detailed in note 1j.

**Founders Tickets**

As described in notes 18 and 19 to the financial statements, Founders Tickets are treated as deferred income and will be released over a period of ten years when the ship is returned to service. The period of ten years is an estimate of the period over which the benefit is likely to be redeemed by the purchasers.

**MV Balmoral Fund Limited**

**Notes to the financial statements**

**For the year ended 31 October 2020**

**2. Income from donations and legacies**

	Restricted £	Unrestricted £	2020 Total £
Donations	-	11,014	11,014
Membership	-	2,412	2,412
Gift aid reclaimed	-	1,882	1,882
Other	-	-	-
<b>Total income from donations and legacies</b>	<b>-</b>	<b>15,308</b>	<b>15,308</b>

**Prior period comparative:**

	Restricted £	Unrestricted £	2019 Total £
Donations	(1,000)	21,522	20,522
Membership	-	2,732	2,732
Gift aid reclaimed	-	4,338	4,338
Other	-	-	-
<b>Total income from donations and legacies</b>	<b>(1,000)</b>	<b>28,592</b>	<b>27,592</b>

**3. Income from charitable activities**

	Restricted £	Unrestricted £	2020 Total £	2019 Total £
Grants	-	11,250	11,250	-
Sales	-	-	-	-
Other	-	-	-	-
<b>Total income from charitable activities</b>	<b>-</b>	<b>-</b>	<b>11,250</b>	<b>-</b>

**MV Balmoral Fund Limited**

**Notes to the financial statements**

**For the year ended 31 October 2020**

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**4. Income from other trading activities**

	Restricted £	Unrestricted £	2020 Total £	2019 Total £
Other	-	2,007	2,007	10,834
<b>Total income from other trading activities</b>	<u>-</u>	<u>2,007</u>	<u>2,007</u>	<u>10,834</u>

All income from other trading activities for 2020 was unrestricted.

**5. Government grants**

No government grants were received during the year ended 31 October 2020 (2019: £nil)



**MV Balmoral Fund Limited**

**Notes to the financial statements**

**For the year ended 31 October 2020**

**6. Total resources expended**

	Raising funds £	Charitable activities £	Support and governance costs £	2020 Total £
Administrative expenses				
Accountancy	-	3,418	164	3,582
Bank charges	-	-	3,425	3,425
Depreciation	-	208	-	208
Governance	-	19,367	-	19,367
Insurance	-	-	16	16
Publicity and fundraising	-	16,927	-	16,927
Educational activities	468	-	-	468
Ship operating costs	-	10,350	-	10,350
Ship repairs and renewals	-	9,778	-	9,778
	-	5,154	-	5,154
<b>Sub-total</b>	468	65,202	3,605	69,275
Allocation of support costs	-	3,605	(3,605)	-
<b>Total expenditure</b>	<b>468</b>	<b>68,807</b>	<b>-</b>	<b>69,275</b>

Total governance costs were £3,605 (2019 £5,363)

MV Balmoral Fund Limited

Notes to the financial statements

For the year ended 31 October 2019

6. Total resources expended (continued)

	Raising funds £	Charitable activities £	Support and governance costs £	2019 Total £
Administrative expenses	-	9,664	-	9,664
Audit and accountancy	-	-	3,393	3,393
Bank charges	-	-	181	181
Depreciation	-	20,658	-	20,658
Governance	-	-	1,789	1,789
Insurance	-	16,337	-	16,337
Publicity and fundraising	821	-	-	821
Ship operating costs	-	6,853	-	6,853
Ship repairs and renewals	-	26,904	-	26,904
Sub-total	821	80,416	5,363	86,600
Allocation of support costs	-	5,363	(5,363)	-
Total expenditure	821	85,779	-	86,600

**MV Balmoral Fund Limited**

**Notes to the financial statements**

**For the year ended 31 October 2020**

**7. Net movement in funds**

This is stated after charging:

	2020 £	2019 £
Depreciation	19,367	20,658
Trustees' remuneration	Nil	Nil
Trustees' reimbursed travel expenses (1 trustee 2020, 3 trustees 2019)	164	1,789
Independent examiner's fee		-
- Independent examination (including VAT)	3,000	2,880
- Other services	510	510

**8. Staff costs and numbers**

Staff costs were as follows:

	2020 £	2019 £
Salaries and wages	-	-
Social security costs	-	-
Pension costs	-	-

The key management personnel of the charitable company comprise the Trustees. The total employee benefits of the key management personnel were £nil (2019: £nil).

**MV Balmoral Fund Limited**

**Notes to the financial statements**

**For the year ended 31 October 2020**

**9. Staff costs and numbers (continued)**

	<b>2020</b>	2019
	<b>No.</b>	No.
Average number of employees (full-time equivalent)	<u>-</u>	<u>-</u>

**10. Taxation**

The charity is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

**11. Heritage assets**  
**Group**

	<b>Total</b>
	<b>£</b>
<b>Cost</b>	
At 1 November 2019	272,816
<b>Addition in year</b>	<b>2,836</b>
<b>At 31 October 2020</b>	<b>275,652</b>
<b>Depreciation</b>	
At 1 November 2019	110,574
Charge for the year	<u>19,367</u>
At 31 October 2020	<u>129,941</u>
<b>Net book value</b>	
<b>At 31 October 2020</b>	<b><u>145,711</u></b>
At 1 November 2019	<u>162,242</u>

The heritage asset is the MV Balmoral, IMO 5034927, a coastal day excursion passenger vessel of 735 gross registered tons built in 1949.

The previous owners of the MV Balmoral, Waverley Steam Navigation Ltd, received a Heritage Lottery Fund grant of £759,000 and, in consequence, the ship was mortgaged to the National Heritage Lottery Fund for that sum over a period ending 10 May 2033. There is no provision for interest but a reducing balance is repayable if the ship is disposed of within that period, or if the terms of the agreement are breached. MV Balmoral Fund Limited assumed those obligations when it purchased the ship in 2015.

**MV Balmoral Fund Limited**

**Notes to the financial statements**

**For the year ended 31 October 2020**

**11. Heritage assets (continued)**

<b>Charity</b>	<b>Total £</b>
<b>Cost</b>	
At 1 November 2019	215,208
<b>Addition in year</b>	<b>2,836</b>
<b>At 31 October 2020</b>	<b>218,044</b>
<b>Depreciation</b>	
At 1 November 2019	69,123
Charge for the year	<u>15,372</u>
At 31 October 2020	<u><b>84,495</b></u>
<b>Net book value</b>	
<b>At 31 October 2020</b>	<u><u><b>133,549</b></u></u>
At 1 November 2019	<u><u>146,085</u></u>

**12. Investments**

	<b>2020 £</b>	<b>2019 £</b>
White Funnel Limited		
100 Ordinary £1 shares	<u><b>100</b></u>	<u>100</u>

The charity owns the whole of the issued share capital of White Funnel Limited, a trading subsidiary. White Funnel Limited is a registered company in England and Wales, company number 09471161. The investment is valued at historic cost.

## MV Balmoral Fund Limited

### Notes to the financial statements

#### For the year ended 31 October 2020

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#### 13. Subsidiary undertakings

##### *White Funnel Limited*

Until 2017, White Funnel Limited operated MV Balmoral on behalf of the charitable company, providing a public programme of coastal excursions from May to October and made the ship available at its berth in Bristol for social functions and events. Following the loss of its passenger certificate in 2017, MV Balmoral been moored within the dock system in Bristol. Pending the carrying out of the repairs required to allow the ship to operate again, White Funnel Limited continues to make the ship available at its berth in Bristol for social functions, while maintaining the ship.

	2020 £	2019 £
Turnover	621	6,988
Cost of sales	<u>(6,543)</u>	<u>(19,984)</u>
Gross loss	(5,922)	(12,996)
Other operating income	1,292	13,358
Administrative expenses	<u>(2,494)</u>	<u>(8,153)</u>
Profit/ (loss) for financial year	<u><u>(7,124)</u></u>	<u><u>(7,791)</u></u>

## MV Balmoral Fund Limited

### Notes to the financial statements

#### For the year ended 31 October 2020

#### 13. Subsidiary undertakings (continued)

The aggregate of the assets, liabilities and funds was:

	2020 £	2019 £
Assets	39,237	45,872
Liabilities	<u>(125,477)</u>	<u>(124,988)</u>
Funds	<u>(86,240)</u>	<u>(79,116)</u>

In November 2017 the Fund was advised by the Maritime and Coastguard Agency that the long-accepted practice of using doubled plates to repair the Balmoral's hull was no longer acceptable to the Agency, and that remedial work will need to be undertaken to the relevant parts of the hull before she is permitted to operate again.

The company's activities have continued to be scaled back to a minimal level during 2019/20. The continued existence of the company will allow us to quickly re-establish operations when the ship is refurbished to address the matters outlined above.

#### 14. Parent charity

The parent charity's gross income and the results for the period are disclosed as follows:

	2020 £	2019 £
Gross income	25,052	29,103
Results for the period	<u>(33,585)</u>	<u>(40,384)</u>

#### 15. Stock

	The group		The charity	
	2020 £	2019 £	2020 £	2019 £
MVB Pictures	462	-	462	-
Fuel	579	1,289	-	-
Catering stock	1,560	1,890	-	-
Shop stock	<u>3,691</u>	<u>3,417</u>	<u>-</u>	<u>-</u>
	<u>6,292</u>	<u>6,596</u>	<u>462</u>	<u>-</u>

**MV Balmoral Fund Limited**

**Notes to the financial statements**

**For the year ended 31 October 2020**

**16. Debtors**

	<b>The group</b>		<b>The charity</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Other debtors	2,430	-	329	329
Prepayments	13,336	15,623	13,336	13,194
Taxes	271	758	-	-
Gift aid	1,882	1,491	1,882	1,491
	<u>17,919</u>	<u>17,872</u>	<u>15,547</u>	<u>15,014</u>

**17. Creditors : amounts due within 1 year**

	<b>The group</b>		<b>The charity</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Trade creditors	7,703	6,862	7,400	6,558
Grant received in advance	12,646	3,500	12,646	3,500
Accruals	3,000	3,390	3,000	3,880
Founders tickets (see note 19)	-	-	15,000	15,000
	<u>23,349</u>	<u>13,752</u>	<u>38,046</u>	<u>28,938</u>

**18. Creditors : amounts due after 1 year**

	<b>The group</b>		<b>The charity</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Founders tickets (see note 19)	<u>123,845</u>	<u>123,845</u>	<u>-</u>	<u>-</u>

Founders tickets were offered by White Funnel Limited in 2015 and 2016 to enable purchasers, as a personal benefit, to enjoy lifetime travel on public excursions aboard MV Balmoral without payment of a passenger fare for so long as MV Balmoral remains in the ownership of MV Balmoral Fund Limited



# **MV Balmoral Fund Limited**

## **Notes to the financial statements**

**For the year ended 31 October 2020**

### **19. Deferred income**

	<b>The group</b>		<b>The charity</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
At 1 November	<b>123,845</b>	106,865	-	-
Increase in year	-	16,980	-	-
Deferred during the year	-	-	-	-
Released during the year	-	-	-	-
At 31 October	<b>123,845</b>	<b>123,845</b>	-	-

Deferred income relates to the founders tickets as presented in notes 17 and 18. Founders tickets will be released over 10 years following the reintroduction into passenger service, which the trustees deem to be a fair estimate of the period over which the benefit will be redeemed.

In the year ended 31 October 2020 the MV Balmoral did not sail and therefore as the benefit could not be redeemed by the purchasers, no funds have been released to income during the year.

If White Funnel Limited is wound up, and the Balmoral continues sailing under the ownership of MV Balmoral Fund Limited (e.g. operated by another operating company) there will be a continuing liability on MV Balmoral Fund Limited to honour these lifetime tickets.

### **20. Analysis of net assets between funds**

	<b>Restricted funds</b>	<b>Unrestricted funds</b>	<b>Total Funds</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Tangible fixed assets	-	145,711	<b>145,711</b>
Current assets	3,201	114,420	<b>117,621</b>
Current liabilities	-	(23,349)	<b>(23,349)</b>
Long term liabilities	-	(123,845)	<b>(123,845)</b>
<b>Net assets at 31 October 2020</b>	<b>3,201</b>	<b>112,937</b>	<b>116,138</b>

<b>Prior year comparative</b>	<b>Restricted funds</b>	<b>Unrestricted funds</b>	<b>Total Funds</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Tangible fixed assets	-	162,242	162,242
Current assets	3,201	129,002	132,203
Current liabilities	-	(13,752)	(13,752)
Long term liabilities	-	(123,845)	(123,845)
<b>Net assets at 31 October 2019</b>	<b>3,201</b>	<b>153,647</b>	<b>156,848</b>

**MV Balmoral Fund Limited**

**Notes to the financial statements**

**For the year ended 31 October 2020**

**21. Movements in funds**

	At 1 November 2019 £	Income £	Expenditure £	At 31 October 2020 £
<b>Restricted funds</b>				
Avon Valley Trading	3,201	-	-	3,201
<b>Total restricted funds</b>	3,201	-	-	3,201
<b>Unrestricted funds</b>				
General funds	153,647	17,315	(58,025)	112,937
<b>Total unrestricted funds</b>	153,647	17,315	(58,025)	112,937
<b>Total funds</b>	156,848	17,315	(58,025)	116,138

**Purposes of restricted funds**

**Avon Valley Trading**

The purpose of this fund is to facilitate the purchase of minor equipment for MV Balmoral and to enable small projects in relation to engineering aspects of the ship to be funded, both as requested by maintenance volunteers.

	At 1 November 2018 £	Income £	Expenditure £	At 31 October 2019 £
<b>Prior year comparative</b>				
<b>Restricted funds</b>				
avon and Somerset Police	1,000	(1,000)	-	-
Avon Valley Trading	3,201	-	-	3,201
<b>Total restricted funds</b>	4,201	(1,000)	-	3,201
<b>Unrestricted funds</b>				
General funds	200,821	39,426	(86,600)	153,647
<b>Total unrestricted funds</b>	200,821	39,426	(86,600)	153,647
<b>Total funds</b>	205,022	38,426	(86,600)	156,848

## MV Balmoral Fund Limited

### Notes to the financial statements

For the year ended 31 October 2020

#### 22. Financial instruments

	The group		The charity	
	2020	2019	2020	2019
	£	£	£	£
Financial assets measured at amortised cost	111,329	107,735	90,963	104,219
Financial liabilities measured at amortised cost	7,703	(10,252)	7,400	(25,438)

Financial assets measured at amortised cost comprise cash and cash equivalents, investments in subsidiaries, accrued income, legacies receivable and other debtors.

Financial liabilities measured at amortised cost comprise trade creditors, accruals and intercompany creditors.

#### 23. Operating lease commitments

The group and charity had no operating leases at the year end.

#### 24. Related party transactions

White Funnel Limited is a wholly owned subsidiary of MV Balmoral Fund Limited (the Fund). During the period the Fund made grants of £1,000 (2019: £8,000) to the subsidiary. During the year the Fund also purchased diesel and maintenance services on behalf of WFL at a total cost of £2,765. At 31 October 2020 the Fund owed £16,000 to the subsidiary (2019: the Fund owed £16,000 to the subsidiary), while

Trustees of the group made donations to MV Balmoral Fund Limited totalling £1,276 (2019: £3,131). Trustees of the group claimed travel expenses totalling £164 (2019: £1,789)

#### 25 Company limited by guarantee

The company is incorporated in England and Wales. It is limited by guarantee and as such has issued no capital. In the event of the company being wound up the liability of the members is limited to £1 each.

#### 26 Covid 19

The outbreak of Covid 19 has had the following impact on the Fund's finances during 2019/20 and 2020/21:

- We had planned to undertake a significant fund-raising campaign during Spring 2020 in order to pay for the refurbishment of MV Balmoral, and to support the other activities required to maintain the charity and prepare for her return to service. This campaign will now take place at a later date.
- We have lost approximately income of some £15,000 of donations, rental income, fund raising events and bar sales that we expected to generate during 2019/20 and 2020/21. To substantially offset this loss we were successful in attracting grant support of £15,600 from the Culture Recovery Fund, which was received during 2020/21.
- Further details of planned future fund raising will be found in the Directors' Report.