

**THE BLACKWOOD ENGINEERING TRUST**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2023**

# THE BLACKWOOD ENGINEERING TRUST

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# THE BLACKWOOD ENGINEERING TRUST

## TRUSTEES REPORT

### FOR THE YEAR ENDED 30 APRIL 2023

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The trustees present their report and accounts for the year ended 30 April 2023.

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 Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

#### Objectives and activities

The Blackwood Engineering Trust objective is broadly advancing the education of and generally benefiting children and young people in need by reason of poverty, bereavement, sickness or disability in the UK, Belgium, China and India.

The Trust is totally financed by contributions from Blackwood Engineering Limited with the approval of the Directors and principal shareholder, the company makes monthly contributions and as such will have limited resources and we will therefore aim to prioritise our donations as follows:

- Charitable organisations in locations where Blackwood Engineering operate in the UK, China and around the world.
- Projects that benefit children which have little funding from statutory bodies.
- Projects for children largely run by voluntary organisations.
- Projects helping sick, disabled and orphaned children.

In both China and India, we focus our donations on a small number of charitable organisations that meet our criteria, ensuring that we have maximum impact on the children we are helping. It is our intention to continue to develop a long-term relationship with these organisations through regular donations.

#### Achievements and performance

During the year to 30 April 2023, the trust provided grants to individuals and organisations totalling £107,360 (2022: £56,799) in furtherance of its charitable objectives.

#### Financial review

The trust received £60,000 (2022: £60,000) in donations in the period and paid out grants totalling £107,360 (2022: £56,799). The trust has restricted reserves of £54,448 (2022: £102,016) which will be used in future periods in furtherance of its objectives.

#### Risks

The charity trustees have given consideration to the major risks to which the charity is exposed and satisfied themselves that systems or procedures are established in order to manage those risks.

We understand that there is a dependency on Blackwood Engineering Limited as an income source. Blackwood Engineering Limited is a successful business and the Blackwood Engineering Trust has now become part of Blackwood Engineering monthly budgeted overheads. There is close monitoring and review of Blackwood Engineering Limited financial statements and cash flow projections. We do not foresee at this time that funding from Blackwood Engineering Limited will be an issue if, in the future, the funding did need to reduce we would know in advance and be able to react proactively. Grants are only awarded if money is available and if we were to work with on-going partners then grants are reviewed on a yearly basis expenditure if not committed to in advance.

#### Reserves

The trustees consider no reserves are needed as the donations are for the full benefit of the charity and the trust does not incur any administration costs.

# THE BLACKWOOD ENGINEERING TRUST

## TRUSTEES REPORT (CONTINUED)

***FOR THE YEAR ENDED 30 APRIL 2023***

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

The charity is a registered Charitable Incorporated Organisation and was registered with the Charity Commission on 14 August 2015. The charity's governing document is the CIO Foundation Constitution.

The charity has policies in place for Risk management, Investments, safeguarding vulnerable beneficiaries, Conflicts of interest, Volunteer management, Complaints handling and paying staff.

#### Key management personnel

Trustees are the key management personnel and they do not receive salary or expenses through the trust. The trust does not employ any staff.

# THE BLACKWOOD ENGINEERING TRUST

## TRUSTEES REPORT (CONTINUED)

**FOR THE YEAR ENDED 30 APRIL 2023**

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### Reference and Administrative Details

**Charity number:** 1163134

**Principal office:** Trust Administrator  
c/o Blackwood Engineering Limited  
Glandwr Industrial Estate  
Aberbeeg  
Abertillery  
Gwent  
NP13 2LN

### Trustees

Mr Paul Connor - Resigned 15th November 2022  
Dr Peter Lloyd  
Mrs Rebecca Watkins  
Ms Rebecca Crowle  
Ms Lucy Carey  
Mr Mark Gooding - Appointed 18 January 2023 / Resigned 17 January 2024  
Ms Kathleen Lakatos - Appointed 18 January 2023  
Mr Dominic Connor - Appointed 18 January 2023

### Key Management Personnel

Mr Paul Connor - Resigned 15th November 2022  
Dr Peter Lloyd  
Mrs Rebecca Watkins  
Ms Rebecca Crowle  
Ms Lucy Carey  
Mr Mark Gooding - Appointed 18 January 2023 / Resigned 17 January 2024  
Ms Kathleen Lakatos - Appointed 18 January 2023  
Mr Dominic Connor - Appointed 18 January 2023  
Ms Courtney Meredith  
Ms Lucy Champion

**Independent Examiner:** Azets Audit Services  
Ty Derw  
Lime Tree Court  
Cardiff Gate Business Park  
Cardiff  
CF23 8AB

**Bankers:** HSBC  
South Wales Corporate Centre  
Axis Court  
Mallard Way  
Llansamlet  
Swansea  
SA7 0AJ

The trustees report was approved by the Board of Trustees.



**Rebecca Watkins**

# **THE BLACKWOOD ENGINEERING TRUST**

## **TRUSTEES REPORT (CONTINUED)**

***FOR THE YEAR ENDED 30 APRIL 2023***

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**Trustee**

Dated: 13.2.24

# **THE BLACKWOOD ENGINEERING TRUST**

## **STATEMENT OF TRUSTEES RESPONSIBILITIES**

***FOR THE YEAR ENDED 30 APRIL 2023***

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The trustees are responsible for preparing the Trustees 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 which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

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 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 operation.

The trustees are responsible for keeping sufficient accounting records that 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.

# THE BLACKWOOD ENGINEERING TRUST

## INDEPENDENT EXAMINER'S REPORT

### TO THE TRUSTEES OF THE BLACKWOOD ENGINEERING TRUST

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I report to the trustees on my examination of the financial statements of The Blackwood Engineering Trust (the charity) for the year ended 30 April 2023.

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

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of 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**

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements to be reached.



**Joanne Taylor FCCA DChA**

**Azets Audit Services**

Ty Derw, Lime Tree Court

Cardiff Gate Business Park

Cardiff

CF23 8AB

United Kingdom

Dated: 15-2-2024

# THE BLACKWOOD ENGINEERING TRUST

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

**FOR THE YEAR ENDED 30 APRIL 2023**

	Notes	Restricted funds 2023 £	Restricted funds 2022 £
<b><u>Income from:</u></b>			
Donations and legacies	3	60,000	60,000
<b><u>Expenditure on:</u></b>			
Charitable activities	4	107,568	56,846
<b>Net income/(expenditure) for the year/ Net movement in funds</b>		(47,568)	3,154
Fund balances at 1 May 2022		102,016	98,862
<b>Fund balances at 30 April 2023</b>		54,448	102,016

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

# THE BLACKWOOD ENGINEERING TRUST

## BALANCE SHEET

AS AT 30 APRIL 2023

	Notes	2023 £	£	2022 £	£
<b>Current assets</b>					
Cash at bank and in hand		54,448		102,016	
<b>Creditors: amounts falling due within one year</b>		-		-	
Net current assets			54,448		102,016
<b>Income funds</b>					
Restricted funds	8		54,448		102,016
Unrestricted funds			-		-
			54,448		102,016

The accounts were approved by the Trustees on .....



Rebecca Watkins  
Trustee

# THE BLACKWOOD ENGINEERING TRUST

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 30 APRIL 2023**

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### **1 Accounting policies**

#### **1.1 Accounting convention**

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, 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 charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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. 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.

#### **1.4 Incoming resources**

Income is included in the Statement of Financial Activities (SoFA) when:

- The charity have entitlement to the funds;
- any performance conditions attached to the item(s) of income have been met or are fully within the control of the charity or its subsidiary;
- there is sufficient certainty that receipt of the income is considered probable; and
- the amount can be measured reliably.

#### **Grants and donations**

Grants and donations are only included in the SoFA when the general income recognition criteria are met (5.10 to 5.12 FRS 102 SORP).

#### **Donations**

Donations, are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

# THE BLACKWOOD ENGINEERING TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2023

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### 1 Accounting policies

(Continued)

#### 1.5 Resources expended

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. Expenditure is classified under the following activity headings:

##### **Grants payable without performance conditions**

Where there are no conditions attaching to the grant that enables the donor charity to realistically avoid the commitment, a liability for the full funding obligation must be recognised.

##### **Offsetting**

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

#### 1.6 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.

##### **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.

#### 1.7 Taxation

As a registered charity, The Blackwood Engineering Trust is entitled to the exemption from taxation in respect of income and capital gains received with sections 478-489 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects purposes only.

#### 1.8 Basic financial instruments

The charity accounts for basic financial instruments on initial recognition as per paragraph 10.7 FRS 102 SORP. Subsequent measurement is as per paragraphs 11.17 to 11.19, FRS 102 SORP.

# THE BLACKWOOD ENGINEERING TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 30 APRIL 2023**

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### **2 Critical accounting estimates and judgements**

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

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 where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

### **3 Donations and legacies**

	<b>Restricted funds</b>	<b>Restricted funds</b>
	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Donations and gifts	60,000	60,000

# THE BLACKWOOD ENGINEERING TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2023

### 4 Charitable activities

		2023 £	2022 £
<b>Grants paid</b>	<b>Country:</b>		
21 Plus	UK	11,000	-
Orphanage Homeless Children	ROW	2,187	2,000
Child Brain Injury Trust	UK	2,000	2,000
Read for Good	UK	2,000	2,000
Childrens Air Ambulance	UK	1,000	1,000
Health Help International	India	16,000	12,000
Hope GB	UK	-	2,000
Abertillery Learning Community	UK	2,000	2,000
Blake Morgan	UK	-	1,632
Cerebra	UK	2,000	1,500
Child Autism UK	UK	-	1,000
Ebenezer Food Bank	UK	2,500	3,500
Elliot Green	UK	-	917
Ffrindiau Ysgol	UK	2,000	500
Hope House Child	UK	-	1,000
Jacobs Fight	UK	-	2,000
KLA Sponsorship	UK	2,000	2,000
Laura Thomas/Emelie Allen	UK	-	500
Mckenzie - Final Journey	UK	-	500
NICU Ward	UK	-	500
Noahs Ark Charity	UK	1,000	2,000
Noahs Ark Charity - Marathong Sponsorship	UK	-	1,000
Seeds Trust	India	-	2,000
SPARKLE	UK	9,000	500
Sparkle SW	UK	-	500
The Grand Appeal	UK	-	2,000
The Honeypot Children's Charity	UK	1,000	2,000
Tirzah Kids comm	UK	-	1,500
TK & Community Group	UK	-	2,000
Wyndham Vowles Community Centre	UK	1,300	750
Ysgol Y Deri	UK	-	2,000
Llamau	UK	-	2,000
Bag Books	UK	2,000	-
Barnardos	UK	10,714	-
Beaufort Colts	UK	1,000	-
BG Food Bank	UK	500	-
BlueBirds	UK	750	-
Cancer Support	UK	2,000	-
Chillax	UK	3,000	-
Dinky Dragons	UK	500	-
Emma Seward	UK	198	-
Ffions Gift	UK	2,000	-
Friends of North	UK	1,500	-
Grange University	UK	2,646	-
ICC	UK	2,000	-
Make a Move	UK	1,000	-
Pentwynmawr	UK	2,415	-
Reevas Journey	UK	500	-

# THE BLACKWOOD ENGINEERING TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2023

4 Charitable activities		(Continued)	
Ronald McDonald	UK	1,000	-
Ronald McDonald House Bristol	UK	2,000	-
Rotary	UK	1,000	-
Rush	UK	600	-
Solving Kids	UK	300	-
Techniquet	UK	2,000	-
TK Food Bank	UK	2,750	-
Tree of Hope	UK	500	-
Ukrainian Refugees	ROW	2,000	-
Wallace & Gromit	UK	2,000	-
Ysgol Bro Helyg	UK	500	-
Ysgol Gymraeg	UK	2,000	-
Zion Miners	UK	1,000	-
		<u>107,360</u>	<u>56,799</u>

The charity incurred bank fees of £208 (2022: £47).

## 5 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year. There trustees did not claim expenses.

## 6 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
Total	-	-

The key management personnel of the charity are the trustees.

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

## 7 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

# THE BLACKWOOD ENGINEERING TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2023

### 8 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			Movement in funds			Balance at 30 April 2023
	Balance at 1 May 2021	Incoming resources	Resources expended	Balance at 1 May 2022	Incoming resources	Resources expended	
	£	£	£	£	£	£	£
Blackwood Engineering	98,862	60,000	(56,846)	102,016	60,000	(107,568)	54,448

### 9 Analysis of net assets between funds

	Restricted Funds 2023 £	Restricted Funds 2022 £
Fund balances at 30 April 2023 are represented by:		
Current assets/(liabilities)	54,448	102,016
	<u>54,448</u>	<u>102,016</u>

### 10 Related party transactions

The only related party transactions are the donations from Blackwood Engineering Limited to the trust who are linked through common directors.