

THE WAVE PROJECT

England & Wales · Charity number 1163421

Details

Status Registered

Legal form Charitable company

Company number [07489189](#)

Registered 2015-09-04

Register [View on the Charity Commission register](#)

Contact

Address 6 Fore Street
Newquay
Cornwall
TR7 1LN

Phone 01637820830

Email info@waveproject.co.uk

Website www.waveproject.co.uk

Activities

Objects: 1. TO ADVANCE IN LIFE, RELIEVE THE NEEDS OF AND HELP YOUNG PEOPLE AND IN PARTICULAR (BUT WITHOUT LIMITATION) THOSE AFFECTED BY DISABILITY, ILLNESS, MENTAL HEALTH PROBLEMS, SOCIAL EXCLUSION, LOW SELF-ESTEEM OR OTHER DISADVANTAGE OR DIFFICULTY INCLUDING (BUT NOT LIMITED TO) BY; (A) THE PROVISION OF RECREATIONAL AND LEISURE TIME ACTIVITIES PROVIDED IN THE INTERESTS OF SOCIAL WELFARE, WITH A VIEW TO IMPROVING THEIR CONDITIONS OF LIFE; AND(B) THE ADVANCEMENT OF THEIR EDUCATION AND THE DEVELOPMENT OF THEIR SKILLS, CAPABILITIES AND CONFIDENCE;IN PARTICULAR (BUT WITHOUT LIMITATION) THROUGH THE PROVISION OF INSTRUCTION IN AND FACILITIES FOR SURFING AND OTHER RELATED SPORTS; AND2. TO ADVANCE, FOR THE BENEFIT OF THE PUBLIC, SUCH OTHER PURPOSES AS ARE EXCLUSIVELY CHARITABLE UNDER THE LAW OF ENGLAND AND WALES AS THE TRUSTEES MAY FROM TIME TO TIME DETERMINE.

Activities: The Wave Project runs award-winning surf therapy programmes for children aged 8-24 in the UK. Using a combination of qualified staff and trained volunteers, we run an evidence-based programme of peer-led surfing lessons that helps children and young adults to improve their emotional wellbeing. We also run a Beach School project for children at risk of exclusion from school.

Classification

- **How:** Provides Services
- **What:** Education/training, The Advancement Of Health Or Saving Of Lives, Disability, Amateur Sport, Recreation
- **Who:** Children/young People, People With Disabilities, Other Defined Groups

Geography

- Northern Ireland
- Scotland
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-01-31	£1,589,299	£1,651,953	£617,268	40
2024-01-31	£1,616,777	£1,609,089	£679,922	38
2023-01-31	£1,736,877	£1,321,908	£672,234	29
2022-01-31	£1,478,478	£1,664,041	£257,265	40
2021-01-31	£1,257,223	£1,073,667	£442,828	27

Trustees

Name	Role	Appointed
William Robertson	Chair	2020-04-27
Caroline Louise Keylock		2025-04-22
Gary James Dreghorn		2025-04-22
John Graham Murphy		2025-04-22
Rachael Parker		2025-04-22
Richard Alunn LLoyd Jones		2025-04-22
Sally Munday		2022-07-22

THE WAVE PROJECT

England & Wales - Charity number 1163421

Accounts

Registered number: 07489189
Charity number: 1163421 (England & Wales)
SCO46500 (Scotland)

THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

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**THE WAVE PROJECT
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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 JANUARY 2025**

Trustees	Mr W Robertson, Chair Mr G Hooper (resigned 5 August 2024) Mr W Simpson (resigned 24 June 2025) Miss S Munday Miss A Oliver (appointed 1 February 2024, resigned 24 June 2025) Mr J Murphy (appointed 22 April 2025) Ms R Parker (appointed 22 April 2025) Ms C Keylock (appointed 22 April 2025) Mr R Jones (appointed 22 April 2025) Mr G Dreghorn (appointed 22 April 2025)
Company registered number	07489189
Charity registered number	1163421 (England & Wales) SCO46500 (Scotland)
Registered office	6 Fore Street Newquay Cornwall TR7 1LN
Chief executive officer	Ramon Van De Velde (appointed 1 March 2024)
Independent auditors	Bishop Fleming LLP Chartered Accountants 10 Temple Back Bristol BS1 6FL
Bankers	Lloyds Bank Plc 14 Molesworth Street Wadebridge Cornwall
Solicitors	Osborne Clarke 2 Temple Back East Temple Quay Bristol

THE WAVE PROJECT (A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 JANUARY 2025

The Trustees present their report and audited financial statements for the year ended 31 January 2025.

The Wave Project financial statements comply with:

- The Charities Act 2011
- The Companies Act 2006
- Memorandum and Articles of Association, and Accounting and Reporting by Charities:
- The 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) (as amended for accounting periods commencing from 1 January 2019).

REFERENCE AND ADMINISTRATIVE DETAILS

Legal Status and Governing Document

The Wave Project was incorporated on the 11th January 2011. The Memorandum & Articles of Association dated 5th August 2015 were amended by special resolution dated 17th February 2016. The Charity is a company limited by guarantee (registered number 07489189) and does not have a share capital. The Charity is also a registered Charity (registered number 1163421 in England and Wales and SCO45600 in Scotland). In accordance with Section 60 of the Companies Act 2006, the word 'limited' is omitted from the name. The liability of the members who constitute the Charity is limited to £1 per member.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity is run by a Board of Trustees. The Trustees are also Directors of the company for the purposes of the Companies Act 2006.

The day-to-day executive management of the Charity is delegated to the CEO, who is supported by a Senior Management Team (SMT) consisting of three Heads of Departments in Fundraising (Full Time), Operations (Full Time), and Finance (Part Time – 1 day a week).

The Trustees meet as a full board five times per year including the Annual General Meeting to ensure that the governance of the Charity is implemented, to discuss the strategic direction of the Charity, to monitor financial performance, risk, human resources and operations.

The Board is formally supported by three Sub Committees:

- Finance
- Operations
- People

Appointment of Trustees

As set out in the Articles of Association, the Trustees are nominated by the existing directors. They are then formally invited to join the Trust by the Chair. The number of Trustees shall be not less than three.

Looking ahead and considering the growth of the Charity and the opportunities and challenges that are faced, we recognised the need to increase and diversify the number of Trustees involved with The Wave Project. Accordingly, five further Trustees were appointed at the start of the 2025-26 financial year.

Pay policy for senior staff

All Trustees give of their time freely and no Trustee received remuneration in the year. The salary of the CEO, who was appointed in March 2024 was not reviewed during this year.

THE WAVE PROJECT (A COMPANY LIMITED BY GUARANTEE)

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JANUARY 2025**

OBJECTIVES AND ACTIVITIES

Objectives of the Charity

The Charity's objectives are restricted to the following:

To advance in life, relieve the needs of, and help young people and in particular (but without limitation) those affected by disability, illness, mental health problems, social exclusion, low self-esteem or other disadvantage or difficulty including (but not limited to) by:

- a) the provision of recreational and leisure time activities provided in the interests of social welfare, with a view to improving their conditions of life, and
- b) the advancement of their education and the development of their skills, capabilities and confidence, in particular (but without limitation) through the provision of instruction in and facilities for surfing and other related sports.

Activities of the Charity

The Wave Project runs award winning Surf Therapy projects, a beach school, and outdoor education projects, which help young people to build confidence, improve their educational prospects and avoid problems associated with social isolation. The Wave Project produces an annual Impact Report which is available on the Charity's website – www.waveproject.co.uk.

Mission Statement

The Wave Project aims to improve the mental health and wellbeing of children and young people through Surf Therapy and the healing powers of the ocean and other blue spaces. Our aim is to give our surfers the skills, confidence and self-belief they need to achieve their goals, no matter what additional challenges they face. We recognise that every young person is different, and each respond to challenges differently. But we believe that with the right assistance and support they can do it.

The Wave Project has wide-ranging aims for the public benefit:

- 1) To promote a healthy lifestyle amongst disadvantaged people, especially the young with mental health and physical disabilities, by organising surfing courses and other water based physical activities.
- 2) To encourage our volunteers to support disadvantaged young people.
- 3) To measure the benefits of the activities offered.
- 4) To ensure the benefits of the Wave Project's approach are made available nationally in the United Kingdom, and, as a secondary priority, elsewhere in the world.
- 5) To ensure the long-term survival of the Wave Project by diversifying the sources of its funding.

Fundraising Activities of the Charity

The Charity continues to fundraise through appeals for support from other charities and donors and attending events and festivals. This year the Charity reviewed its fundraising operation, and obtained funding to invest in its retail operation, to optimise the opportunities to support our charitable objectives. There has been investment in the fundraising resource who are concentrating on increasing the number of different income streams and making the Charity less reliant on traditional grants and funders. We are expecting that the 2025 year will show an improved picture, despite the challenging fundraising climate.

OVERVIEW

The year has been one of significant change for the Charity. The focus has been to establish a sound foundation from which to drive future growth. As part of this process, a new senior leadership structure, including a new CEO, was put in place in Spring 2024. A number of strategic decisions, including the closure of the non-core Education department, have been taken and both internal and external reviews undertaken to strengthen the Charity. These reviews include:

- A proposal for a Digital Revolution – this proposal was awarded significant funding in April 2025 to enable its roll out.
- A fundraising health check.
- Updating of our evaluation procedures, now using the WHO-5 scale which enables the Charity to calculate its impact in WELLBY's (wellbeing adjusted life years).
- the updating of the Charity's Vision and Purpose, and the creation and roll out of Team Values.
- an updated Theory of Change and Case for Support, and
- a significant Shared Prosperity Fund investment into the pre-loved wetsuit retail operation, in partnership with SUEZ UK.

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**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JANUARY 2025**

We have been able to maintain a service delivery for all projects by successful funding applications and working closely with local authorities. Our core business of Surf Therapy has been maintained by a combination of grants and donations. Our Adaptive Surfing programme - now delivered in Croyde (Devon), Watergate Bay (Cornwall), Scarborough (North Yorkshire) and on the Isle of White - has become part of the Core programmes too.

There has been an increase in the Charity's footprint at "in-land" locations too with, for example, in addition to the existing location at The Wave in Bristol, a new location at the new wave pool Lost Shore near Edinburgh which opened in November 2024. The Charity is now the chosen Surf Therapy partner at both existing inland wave pools in the UK.

PUBLIC BENEFIT

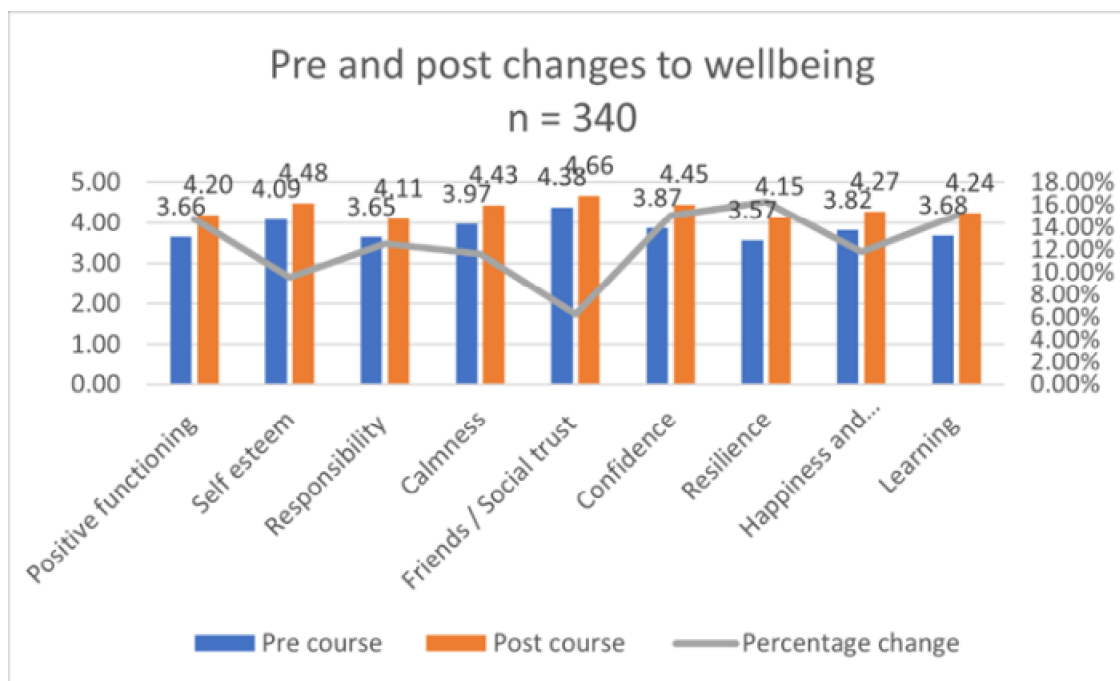
The Trustees have complied with their duty to have due regard to guidance published by the Charity Commission on the operation of the Public Benefit requirement.

ACHIEVEMENTS AND PERFORMANCE

In 2024, we increased the level of delivery compared with the previous year, supporting 2,558 people through our Surf Therapy, Surf Club, Education, and Adaptive Surfing programmes.

The Charity's main programme, Surf Therapy, supported 846 new clients across the UK, along with 1,083 young people in the Surf Club who had previously completed a Surf Therapy Course. During 2024, the Charity used pre and post self-evaluation surveys to measure the impact of its Surf Therapy courses on new clients. These surveys used validated psychological wellbeing scales to assess changes to children's wellbeing pre and post course. The data showed that participant wellbeing improved across 9 wellbeing areas (see Table 1 below).

Table 1: results of pre and post evaluation: Surf Therapy 2024 (n=340)



These findings were supported by surveys of parents and referral partners, whose comments and feedback reinforced the findings of the self-assessment surveys, that Surf Therapy changes lives for the better, and helps to build confidence, self-esteem and resilience in young people.

In addition to the Surf Therapy programme, the Charity supported a further 71 young pupils through its Education programmes – Beach School, Surf Back To School and Wave Rangers. These projects operate in direct partnership

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 JANUARY 2025

with schools, and sessions are delivered in school time. The courses are highly targeted at children who are identified by the school as needing additional support.

We also supported 450 disabled people through our Adaptive Surfing programme, delivered at our four Adaptive locations in Croyde - North Devon, Watergate Bay – Cornwall, Isle of Wight and Scarborough, North Yorkshire.

CURRENT STATUS AND FUTURE PLANNING

Our strategy has been updated and continues to be reviewed by the Trustees. It creates the long-term objective of bringing evidence-based Surf Therapy programmes, or other evidence-based programmes involving open water, to support any young person in the UK who needs it. We will consistently review our strategy to reflect the ongoing demand for our services. We also need to consider how we might, on a cost-effective basis, deliver the benefits of our services to a wider range of children throughout the UK in order to better help them, their families and society in a wider context.

FINANCIAL REVIEW

The year has resulted in a deficit for the Charity of £62,654 (2024 profit £7,688). The financial deficit is a result of a number of factors:

- The significant changes referred to above in the Overview above, including closure of the Education department at the end of the financial year.
- Income from multiyear grant awards being recorded in previous years' accounts at point of grant (in line with accounting standards), although cash was received in the current year, having the effect of reduction of recorded income in this year's income statement.
- General economic pressures that have impacted both increase of costs and impacted the environment for public donations and increased competition for grant applications.

Income reduced marginally to £1,589,299, (2024 £1,616,777), because of the impact of the accounting treatment of multi-year grant awards (see above) but also as a reflection of the increasingly difficult environment faced by charities as the cost of living crisis and uncertainty effects donors.

Costs have increased to £1,651,953 (2024 £1,609,089). This reflects underlying trends in cost inflation and one of costs for restructuring and for the closure of the Education department.

There has been a focus on improvements to financial controls and the introduction of better and more timely internal management monitoring and reporting.

Reserves Policy

The Reserves Policy of The Wave Project was updated by the Trustees in September 2024. The decision was made for the Charity to aim to maintain sufficient unrestricted reserves to cover three months of management, administration and support costs. This represents a prudent extension from the previous policy of two months of expenditure being covered by unrestricted reserves. Much of the direct activity is covered by matching restricted reserves.

The unrestricted free reserves amounted to £32,686 at the end of the year (2024 £141,716).

The deterioration in the unrestricted funds balance is due to the Charity making a financial loss and the fact that unrestricted expenditure includes costs for activities such as restructure and closure (of the Education department). The aim over the next few years will be to establish a wider base of unrestricted funding in order to meet the costs of the Charity.

Risk Policy

The Trustees have examined the major strategic, business and operational risk which the Charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to mitigate the exposure to these risks.

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 JANUARY 2025

The principal risks to which the Charity is exposed are:

- Risk of overloading, and therefore departure, of key personnel
- Risk of losing funding for support costs and additional projects
- Risk of accidents in the water, including the health and safety of participants, volunteers and staff

Investment Policy

The Trustees have considered the most appropriate policy for investing funds and agreed that instant access to funds is currently necessary to enable the Charity to operate effectively. The funds, therefore, are currently held in bank deposit accounts with an approved UK regulated bank. Looking forward, we would like to commit some funds to longer term investments whilst fulfilling our short term aims of providing our services to more children.

Going Concern

The accounts are prepared on a going concern basis which assumes the Trust will continue to operate for the foreseeable future. The Trustees consider this to be appropriate having regard to the circumstances outlined in Note 2.2 to the accounts.

TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The Trustees (who are also Directors of the Charity for the purposes of Company Law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and regulations.

Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under Company Law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its income and expenditure for that year. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The Trustees are also responsible for ensuring that the assets are properly applied in accordance with Charity law.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditors are aware of that information.

**THE WAVE PROJECT
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**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JANUARY 2025**

AUDITORS

The auditors, Bishop Fleming LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the Board of Trustees and signed on their behalf by:



Mr W Roberton
(Chair of Trustees)

Date: 18 July 2025

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT

OPINION

We have audited the financial statements of The Wave Project (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 January 2025 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is 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).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 January 2025 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011.

BASIS FOR OPINION

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

CONCLUSIONS RELATING TO GOING CONCERN

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

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

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

OTHER INFORMATION

The other information comprises the information included in the Trustees' Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Trustees' Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

**THE WAVE PROJECT
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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

We have nothing to report in this regard.

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

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

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

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and noncompliance with laws and regulations, we considered the following:

- the nature of the charity sector, control environment and charity performance;
- results of our enquiries of management and the Trustee board about their own identification and assessment of the risks of irregularities;
- for any matters we identified having obtained and reviewed the Charity's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or noncompliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, purchase ledger and payroll, and identified the greatest potential for fraud as incorrect recognition of revenue and management override using manual journal entries.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. We also obtained an understanding of the legal and regulatory frameworks that the Charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, The Charities Act and tax legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Charity's ability to operate or to avoid a material penalty. These included data protection regulations, occupational health and safety regulations and employment legislation.

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- reviewing the financial statement disclosures and testing to supporting documentation to assess the recognition of revenue;
- enquiring of Trustees and management and those charged with governance concerning actual and potential litigation and claims;
- performing procedures to confirm material compliance with the requirements of the laws and regulations

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

that the Charity are subject to;

- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and reviewing internal control reports; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; and assessing whether the judgements made in making accounting estimates are indicative of a potential bias.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from an error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

USE OF OUR REPORT

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



David Butler FCA, DChA (Senior Statutory Auditor)

for and on behalf of

Bishop Fleming LLP

Chartered Accountants

Statutory Auditors

10 Temple Back

Bristol

BS1 6FL

Date: 18 July 2025

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND
EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 JANUARY 2025**

	Note	Restricted funds 2025 £	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
INCOME FROM:					
Donations and legacies	4	591,430	545,248	1,136,678	1,171,422
Charitable activities	5	62,403	300,474	362,877	350,276
Other trading activities	6	-	89,744	89,744	95,079
TOTAL INCOME		653,833	935,466	1,589,299	1,616,777
EXPENDITURE ON:					
Raising funds	7	-	83,385	83,385	104,350
Charitable activities	8	614,098	954,470	1,568,568	1,504,739
TOTAL EXPENDITURE		614,098	1,037,855	1,651,953	1,609,089
NET INCOME/(EXPENDITURE)		39,735	(102,389)	(62,654)	7,688
Transfers between funds	19	6,641	(6,641)	-	-
NET MOVEMENT IN FUNDS		46,376	(109,030)	(62,654)	7,688
RECONCILIATION OF FUNDS:					
Total funds brought forward		538,206	141,716	679,922	672,234
Net movement in funds		46,376	(109,030)	(62,654)	7,688
TOTAL FUNDS CARRIED FORWARD	19	584,582	32,686	617,268	679,922

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER:07489189**

**CONSOLIDATED BALANCE SHEET
AS AT 31 JANUARY 2025**

	Note	2025 £	2024 £
FIXED ASSETS			
Intangible assets	13	2,375	4,750
Tangible assets	14	95,322	53,318
		<u>97,697</u>	<u>58,068</u>
CURRENT ASSETS			
Stocks	16	11,446	12,560
Debtors	17	164,341	375,176
Cash at bank and in hand	22	405,283	338,785
		<u>581,070</u>	<u>726,521</u>
Creditors: amounts falling due within one year	18	(61,499)	(104,667)
		<u>519,571</u>	<u>621,854</u>
NET CURRENT ASSETS		519,571	621,854
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>617,268</u>	<u>679,922</u>
TOTAL NET ASSETS		<u>617,268</u>	<u>679,922</u>
CHARITY FUNDS			
Restricted funds	19	584,582	538,206
Unrestricted funds	19	32,686	141,716
		<u>617,268</u>	<u>679,922</u>
TOTAL FUNDS		<u>617,268</u>	<u>679,922</u>

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

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

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Mr W Robertson
(Chair of Trustees)
Date: 18 July 2025

The notes on pages 16 to 32 form part of these financial statements.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER:07489189**

**CHARITY BALANCE SHEET
FOR THE YEAR ENDED 31 JANUARY 2025**

	Note	2025 £	2024 £
FIXED ASSETS			
Intangible assets	13	2,375	4,750
Tangible assets	14	95,322	53,318
		<u>97,697</u>	<u>58,068</u>
CURRENT ASSETS			
Debtors	17	180,425	414,479
Cash at bank and in hand		396,208	320,405
		<u>576,633</u>	<u>734,884</u>
Creditors: amounts falling due within one year	18	(54,916)	(100,933)
		<u>521,717</u>	<u>633,951</u>
NET CURRENT ASSETS		521,717	633,951
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>619,414</u>	<u>692,019</u>
NET ASSETS EXCLUDING PENSION ASSET		<u>619,414</u>	<u>692,019</u>
TOTAL NET ASSETS		<u><u>619,414</u></u>	<u><u>692,019</u></u>
CHARITY FUNDS			
Restricted funds	19	584,582	540,324
Unrestricted funds	19	34,832	151,695
TOTAL FUNDS		<u><u>619,414</u></u>	<u><u>692,019</u></u>

The Charity's net movement in funds for the year was £(72,605) (2024 - £16,389).

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

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

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Mr W Robertson
(Chair of Trustees)
Date: 18 July 2025

The notes on pages 16 to 32 form part of these financial statements.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JANUARY 2025**

	Note	2025 £	2024 £
CASH FLOWS FROM OPERATING ACTIVITIES			
Net cash used in operating activities	21	143,134	(421)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from the sale of tangible fixed assets		4,500	34,485
Purchase of tangible fixed assets		(81,136)	(31,087)
NET CASH PROVIDED BY/(USED IN) INVESTING ACTIVITIES		(76,636)	3,398
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayments of borrowing		-	82
NET CASH (USED IN)/PROVIDED BY FINANCING ACTIVITIES		-	82
CHANGE IN CASH AND CASH EQUIVALENTS IN THE YEAR			
Cash and cash equivalents at the beginning of the year		338,785	335,726
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	22	405,283	338,785

The notes on pages 16 to 32 form part of these financial statements

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025**

1. GENERAL INFORMATION

The Wave Project is a charitable Company limited by guarantee without share capital, incorporated in England and Wales (company number 07489189). The charitable Company is also a registered charity in England and Wales (charity number: 1163421) and Scotland (charity number: SCO46500). In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

The registered office and principle address is 6 Fore Street, Newquay, Cornwall, TR7 1LN.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Wave Project 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.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Charity has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of Financial Activities in these financial statements.

2.2 GOING CONCERN

The Trustees perform regular and on-going reviews of the financial and cash position of The Wave Project. The Trustees will review the management accounts presented by the CEO and Finance Officer at each Board meeting. This process involves their understanding of both current and anticipated impacts of funding and expenditure.

The Trustees receive a forecast of the expected income and expenditure for the forthcoming year from the Wave Project executive team which is sense-checked and amended by the Trustees. The forecasts and budget can be modelled to reflect alternative scenarios which allow informed decision making.

The Finance Committee undertake monthly management account reviews led by the CEO and Finance Officer through our in-house Xero system.

The Trustees use this financial information, along with feedback from the executive management committee, to ensure that the charity is operating as a going concern. Consequently, the financial statements are prepared on a going concern basis.

2. ACCOUNTING POLICIES (continued)

2.3 INCOME

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Consolidated Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

2.4 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 allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 INTANGIBLE ASSETS AND AMORTISATION

Intangible assets costing £100 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Amortisation is provided on intangible assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life.

Amortisation is provided on the following basis:

Computer software	- 20 %
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2. ACCOUNTING POLICIES (continued)

2.6 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets costing £1000 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Plant and machinery	-	25% per annum straight line
Motor vehicles	-	20% per annum straight line
Fixtures and fittings	-	20% per annum straight line

2.7 INVESTMENTS

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

The Charity is a corporate Director of The Wave Project Retail Limited. The Wave Project Retail Limited is a company limited by guarantee. The Company is deemed to be a subsidiary of the Charity by virtue of common control.

2.8 STOCKS

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Donated items of stock for resale or distribution are not included in the financial statement until they are sold or distributed because the Trustees consider it impractical to be able to assess the amount of donated stocks as there are no systems in place which record these items until they are sold.

2.9 DEBTORS

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.10 CASH AT BANK AND IN HAND

Cash at bank and 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.

2. ACCOUNTING POLICIES (continued)

2.11 LIABILITIES AND PROVISIONS

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

2.12 FINANCIAL INSTRUMENTS

The Group 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 measured at amortised cost using the effective interest method.

2.13 OPERATING LEASES

Rentals paid under operating leases are charged to the Consolidated Statement of Financial Activities on a straight line basis over the lease term.

2.14 PENSIONS

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

2.15 FUND ACCOUNTING

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

3. CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGEMENT

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The preparation of the financial statements requires the Charity to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means the actual outcomes could differ from those estimates. The following have been considered to be significant estimates or judgements:

The useful life of the fixed assets is a key judgement and has been made on management's knowledge of the assets held.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025**

4. INCOME FROM DONATIONS AND LEGACIES

	Restricted funds 2025 £	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Donations	20,104	483,418	503,522	524,413
Grants	571,326	61,830	633,156	647,009
	<u>591,430</u>	<u>545,248</u>	<u>1,136,678</u>	<u>1,171,422</u>
TOTAL 2024	<u><u>612,168</u></u>	<u><u>559,254</u></u>	<u><u>1,171,422</u></u>	

5. INCOME FROM CHARITABLE ACTIVITIES

	Restricted funds 2025 £	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Beach School income	-	29,480	29,480	24,922
Surf Club	-	19,816	19,816	25,714
Adaptive income	-	45,292	45,292	22,265
Referral partner contributions	-	51,700	51,700	74,585
Other sales and services	62,403	154,186	216,589	202,790
TOTAL 2025	<u>62,403</u>	<u>300,474</u>	<u>362,877</u>	<u>350,276</u>
TOTAL 2024	<u><u>52,500</u></u>	<u><u>297,776</u></u>	<u><u>350,276</u></u>	

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025**

6. INCOME FROM OTHER TRADING ACTIVITIES

Income from non charitable trading activities

	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Shop Income	89,744	89,744	95,079
TOTAL 2024	95,079	95,079	

7. EXPENDITURE ON RAISING FUNDS

FUNDRAISING TRADING EXPENSES

	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Fundraising trading costs	3,592	3,592	570
TOTAL 2024	570	570	

OTHER TRADING EXPENSES

	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Cost of sales	17,106	17,106	23,161
Administration expenses	26,618	26,618	22,175
Interest payable	63	63	-
Administration staff costs	36,006	36,006	58,444
	79,793	79,793	103,780
TOTAL 2024	103,780	103,780	

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025**

8. ANALYSIS OF EXPENDITURE BY ACTIVITIES

	Activities undertaken directly 2025 £	Support costs 2025 £	Total funds 2025 £	Total funds 2024 £
Costs of charitable activities	1,055,729	512,839	1,568,568	1,504,739
TOTAL 2024	<u>930,477</u>	<u>574,262</u>	<u>1,504,739</u>	

ANALYSIS OF SUPPORT COSTS

	Total funds 2025 £	Total funds 2024 £
Staff costs	115,047	150,219
Depreciation and amortisation	31,528	24,118
Legal and professional fees	24,654	85,111
Premises costs	59,811	49,185
IT	26,941	16,824
Repairs and maintenance costs	21,164	18,343
Vehicle costs	403	1,370
Training	17,787	11,356
Administration	110,175	108,691
Fundraising	28,111	47,592
Loss on disposal of fixed assets	5,478	-
Governance costs	71,740	61,453
	<u>512,839</u>	<u>574,262</u>

9. AUDITORS' REMUNERATION

	2025 £	2024 £
Fees payable to the Charity's auditor for the audit of the Group's annual accounts	17,450	17,000

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025**

10. STAFF COSTS

	Group 2025 £	Group 2024 £	Charity 2025 £	Charity 2024 £
Wages and salaries	966,583	912,953	933,884	858,536
Social security costs	75,200	76,159	72,608	73,007
Contribution to defined contribution pension schemes	20,371	22,016	19,656	21,141
	<u>1,062,154</u>	<u>1,011,128</u>	<u>1,026,148</u>	<u>952,684</u>

Included in the above staff costs are £17,000 in relation to termination payments in lieu of notice for two employees.

The average number of persons employed by the Charity during the year was as follows:

	Group 2025 No.	Group 2024 No.	Charity 2025 No.	Charity 2024 No.
CEO	1	1	1	1
Administrators	3	4	3	4
Fundraising/Marketing	5	-	5	-
Project Managers/Coordinators	22	22	22	22
Project Workers/Assistant	6	5	6	5
Shop	3	6	-	-
	<u>40</u>	<u>38</u>	<u>37</u>	<u>32</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group 2025 No.	Group 2024 No.
In the band £60,001 - £70,000	1	1

The Trustees considered its key management personnel in the year to comprise of the Trustees, CEO and senior management. The total employment benefits including pension contributions of the key management personnel were £202,847 (2024: £203,974).

11. TRUSTEES' REMUNERATION AND EXPENSES

During the year, no Trustees received any remuneration or other benefits (2024 - £NIL).

During the year ended 31 January 2025, no Trustee expenses have been incurred (2024 - £NIL).

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025**

12. TAXATION

The Wave Project is a registered charity and is thus exempt from tax in income and gains under the relevant taxation acts to the extent that these applied to its charitable objects. No tax charges have arisen in the Charity and there was no UK corporation tax payable by The Wave Project in 2025 or 2024.

13. INTANGIBLE ASSETS

GROUP AND CHARITY

	Computer software £
COST	
At 1 February 2024	11,875
At 31 January 2025	<u>11,875</u>
AMORTISATION	
At 1 February 2024	7,125
Charge for the year	2,375
At 31 January 2025	<u>9,500</u>
NET BOOK VALUE	
At 31 January 2025	<u>2,375</u>
At 31 January 2024	<u>4,750</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025**

14. TANGIBLE FIXED ASSETS

GROUP AND CHARITY

	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
COST				
At 1 February 2024	64,587	68,589	127,630	260,806
Additions	7,640	61,496	12,000	81,136
Disposals	(27,010)	(15,210)	(57,927)	(100,147)
At 31 January 2025	<u>45,217</u>	<u>114,875</u>	<u>81,703</u>	<u>241,795</u>
DEPRECIATION				
At 1 February 2024	56,127	45,097	106,264	207,488
Charge for the year	4,119	20,332	4,702	29,153
On disposals	(27,010)	(15,210)	(47,948)	(90,168)
At 31 January 2025	<u>33,236</u>	<u>50,219</u>	<u>63,018</u>	<u>146,473</u>
NET BOOK VALUE				
At 31 January 2025	<u>11,981</u>	<u>64,656</u>	<u>18,685</u>	<u>95,322</u>
At 31 January 2024	<u>8,460</u>	<u>23,492</u>	<u>21,366</u>	<u>53,318</u>

15. FIXED ASSET INVESTMENTS

PRINCIPAL SUBSIDIARIES

The Charity has a wholly owned subsidiary, The Wave Project Retail Limited (company number: 12801588). The principal trading activity is that of a retail shop. The results of the subsidiary have been included in the consolidated financial statements.

The subsidiary had income of £89,744 and expenditure of £79,667 resulting in a profit for the year of £9,951. It's net liabilities at the Balance Sheet date totalled £2,146.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025**

16. STOCKS

	Group 2025 £	Group 2024 £
Finished goods and goods for resale	11,446	12,560

17. DEBTORS

	Group 2025 £	Group 2024 £	Charity 2025 £	Charity 2024 £
DUE WITHIN ONE YEAR				
Trade debtors	20,345	42,211	20,095	42,211
Amounts owed by group undertakings	-	-	16,980	39,316
Other debtors	646	1,207	-	1,194
Prepayments and accrued income	143,350	331,744	143,350	331,744
Tax recoverable	-	14	-	14
	164,341	375,176	180,425	414,479

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2025 £	Group 2024 £	Charity 2025 £	Charity 2024 £
Trade creditors	15,307	69,370	15,307	68,069
Other taxation and social security	17,720	24,178	16,522	21,745
Other creditors	3,853	3,753	3,853	3,753
Accruals and deferred income	24,619	7,366	19,234	7,366
	61,499	104,667	54,916	100,933

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025**

19. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 February 2024 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 January 2025 £
UNRESTRICTED FUNDS					
General Funds	141,716	935,466	(1,037,855)	(6,641)	32,686
RESTRICTED FUNDS					
Big Lottery	16,626	41,248	(39,109)	-	18,765
Ant Fonden	40,102	-	(8,692)	-	31,410
Adaptive	-	40,375	(22,383)	-	17,992
Chimo Trust	64,707	-	(9,321)	-	55,386
St James's Place	64,018	-	(25,698)	-	38,320
Dorset	-	15,000	-	-	15,000
The Hargreaves Foundation	46,000	-	(47,126)	1,126	-
Children's Alliance	-	20,000	(19,998)	(2)	-
London	-	21,950	(519)	-	21,431
Brighton	-	11,335	(9,332)	(3)	2,000
Wooden Spoon - Ed&L	-	30,000	(5,771)	-	24,229
Northern Ireland	-	16,000	(15,924)	3	79
Cornwall	-	92,005	(76,037)	2	15,970
Devon	-	20,000	(25,189)	5,189	-
Innox Foundation	30,000	5,000	(35,319)	319	-
Scotland	72,288	61,452	(73,157)	7	60,590
Good Growth Fund	-	137,111	(17,728)	-	119,383
Bristol	-	20,000	-	-	20,000
Prudence Trust	204,465	48,680	(118,112)	-	135,033
Other restricted funds	-	73,677	(64,683)	-	8,994
	<u>538,206</u>	<u>653,833</u>	<u>(614,098)</u>	<u>6,641</u>	<u>584,582</u>
TOTAL OF FUNDS	<u><u>679,922</u></u>	<u><u>1,589,299</u></u>	<u><u>(1,651,953)</u></u>	<u><u>-</u></u>	<u><u>617,268</u></u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025**

19. STATEMENT OF FUNDS (CONTINUED)

Restricted Funds

Big Lottery - This represents funding for supporting the running costs of surf therapy programmes in Dorset, Northern Ireland the Isle of Wight.

Ant Foden - This represents funding for the purchase of a van to support the St Andrews Project.

Adaptive - This represents two grant awards to support Adaptive Surf Therapy. £9,572 from the Claire Milne Charity specifically for Devon, and £14,303 from Sport England to assist with equipment purchases.

Chimo Trust - This represents funding towards our delivery team staff costs for future growth across the UK.

St James's Place - This represents funding to support the North East Project. Funding received over a three year period.

Dorset - This represents funding from Alice Ellen Cooper Dean Trust and Bitford Bridge to support the Dorset Project, to be run summer 2025.

The Hargreaves Foundation - This represents funding to support the Bristol Project.

Children's Alliance - This represents funding to support the North Yorkshire Project.

London - This represents funding from The Clarkson Foundation and Boeing (London) to support the London Project.

Brighton - This represents funding from The Chalk Cliff Trust, The Friarsgate Trust and Samworth Brothers to support the Brighton Project.

Wooding Spoon - Ed&L - This represents funding for the purchase of a van to support the Edinburgh and Fife Project.

Northern Ireland - This represents funding from Bauer Radio (NI) and The LFT Trust to support the Northern Ireland Project.

Cornwall - This represents funding from a number of institutions to support the Cornwall Project, including Boardmasters, The Hollyhock Charity, The Cornwall Community Foundation, Buffini Chao, The Quinlian Trust and Bude Town Council.

Devon - This represents National Lottery funding to support the Devon Project.

Innox Foundation - This represents funding to support the South of England Project.

Scotland - This represents funding from a number of benefactors to support the Scottish Projects, including LOTTO Scotland, Barry & Peggy High Foundation and Bauer Cash for Kids.

Good Growth Fund - This represents funding (in conjunction with Suez) to assist pre-loved wetsuit retail facility in Newquay.

Bristol - This represents two awards (The Nisbett Trust and The Foundation for Children) to support the Bristol Project.

Prudence Trust - This represents funding awarded in the current year to support the sustainability of the surf therapy programme. Previous award for 3 years of funding to assist with fundraising costs of the Charity.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025**

19. STATEMENT OF FUNDS (CONTINUED)

Other restricted funds - This represents small restricted grant awards (less than £2,000) which assist with Projects across the UK.

Transfers relate to unrestricted funds being used to cover restricted expenditure.

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 February 2023 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 January 2024 £
UNRESTRICTED FUNDS					
General Funds	192,248	952,109	(980,040)	(22,601)	141,716
RESTRICTED FUNDS					
Big Lottery	38,187	68,029	(89,590)	-	16,626
Ant Fonden	-	40,102	-	-	40,102
Adaptive	7,150	-	(7,150)	-	-
Chimo Trust	-	90,000	(25,293)	-	64,707
St James's Place	-	77,430	(13,412)	-	64,018
Dorset	-	15,000	(15,000)	-	-
The Hargreaves Foundation	-	46,000	-	-	46,000
Children's Alliance	-	15,000	(15,187)	187	-
Brighton	5,000	-	(20,625)	15,625	-
Wooden Spoon - Ed&L	10,054	-	(10,054)	-	-
Northern Ireland	17,875	-	(17,875)	-	-
Cornwall	43,892	54,498	(106,078)	7,688	-
Devon	30,862	12,000	(43,717)	855	-
Innox Foundation	-	60,000	(30,000)	-	30,000
Scotland	8,000	90,000	(25,712)	-	72,288
Good Growth Fund	5,002	-	-	(5,002)	-
Bristol	13,964	-	(13,964)	-	-
Prudence Trust	300,000	-	(95,535)	-	204,465
Other restricted funds	-	96,609	(99,857)	3,248	-
	479,986	664,668	(629,049)	22,601	538,206
TOTAL OF FUNDS	672,234	1,616,777	(1,609,089)	-	679,922

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025**

20. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT PERIOD

	Restricted funds 2025 £	Unrestricted funds 2025 £	Total funds 2025 £
Tangible fixed assets	17,353	77,969	95,322
Intangible fixed assets	-	2,375	2,375
Current assets	567,229	13,841	581,070
Creditors due within one year	-	(61,499)	(61,499)
TOTAL	584,582	32,686	617,268

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR PERIOD

	Restricted funds 2024 £	Unrestricted funds 2024 £	Total funds 2024 £
Tangible fixed assets	1,918	51,400	53,318
Intangible fixed assets	-	4,750	4,750
Current assets	536,288	190,233	726,521
Creditors due within one year	-	(104,667)	(104,667)
TOTAL	538,206	141,716	679,922

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025**

21. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Group 2025 £	Group 2024 £
Net income/expenditure for the period (as per Statement of Financial Activities)	(62,654)	7,688
ADJUSTMENTS FOR:		
Depreciation charges	29,153	23,733
Amortisation charges	2,375	2,375
Loss/(profit) on the sale of fixed assets	5,478	(16,735)
Decrease in stocks	1,114	4,525
Decrease/(increase) in debtors	210,835	(80,020)
Increase/(decrease) in creditors	(43,167)	58,013
NET CASH PROVIDED BY/(USED IN) OPERATING ACTIVITIES	143,134	(421)

22. ANALYSIS OF CASH AND CASH EQUIVALENTS

	Group 2025 £	Group 2024 £
Cash in hand	405,283	338,785

23. ANALYSIS OF CHANGES IN NET FUNDS

	At 1 February 2024 £	Cash flows £	At 31 January 2025 £
Cash at bank and in hand	338,785	66,498	405,283

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2025**

24. CAPITAL COMMITMENTS

	Group 2025 £	Group 2024 £	Charity 2025 £	Charity 2024 £
CONTRACTED FOR BUT NOT PROVIDED IN THESE FINANCIAL STATEMENTS				
Acquisition of tangible fixed assets	91,703	-	91,703	-

25. PENSION COMMITMENTS

The Group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Group in an independently administered fund. The pension cost charge represents contributions payable by the Group to the fund and amounted to £20,371 (2024: £22,016) in the year. £3,853 (2024: £3,753) were payable to the fund at the Balance Sheet date and are included in creditors.

26. OPERATING LEASE COMMITMENTS

At 31 January 2025 the Group and the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2025 £	Group 2024 £	Charity 2025 £	Charity 2024 £
Not later than 1 year	26,342	27,078	26,342	27,078
Later than 1 year and not later than 5 years	6,250	33,542	6,250	33,542
	32,592	60,620	32,592	60,620

27. RELATED PARTY TRANSACTIONS

During the year the Charity paid ERA Adventures Limited, a Company controlled by the spouse of a member of key management personnel, for provision of surf school. The total transactions up to the date of the resignation of the key management personnel was £3,933 (2024: £6950). There were no outstanding balances at the year end (2024: £Nil).

The Charity also had a year end balance of £16,980 (2024: £35,007) owed to The Wave Project Retail Limited, their wholly owned subsidiary.

28. CONTROLLING PARTY

The Charity is controlled by its Trustees.

THE WAVE PROJECT

England & Wales - Charity number 1163421

Accounts

Registered number: 07489189
Charity number: 1163421 (England & Wales)
SCO46500 (Scotland)

THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

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**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 JANUARY 2024**

Trustees	Mr A Brown (resigned 24 April 2023) Mr W Robertson Mr G Hooper (resigned 5 August 2024) Mr W Simpson Ms S Everard (resigned 24 April 2023) Miss S Munday Miss A Oliver (appointed 1 February 2024)
Company registered number	07489189
Charity registered number	1163421 (England & Wales) SCO46500 (Scotland)
Registered office	6 Fore Street Newquay United Kingdom TR7 1LN
Chief executive officer	Joe Taylor (resigned 08/12/2023), Ramon Van De Velde (appointed 01/03/2024)
Independent auditors	Bishop Fleming LLP Chartered Accountants 10 Temple Back Bristol BS1 6FL
Bankers	Lloyds Bank Plc 14 Molesworth Street Wadebridge Cornwall
Solicitors	Osborne Clarke 2 Temple Back East Temple Quay Bristol

THE WAVE PROJECT (A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 JANUARY 2024

The Trustees present their report and audited financial statements for the year ended 31 January 2024.

The Wave Project financial statements comply with:

- The Charities Act 2011
- The Companies Act 2006
- Memorandum and Articles of Association, and Accounting and Reporting by Charities:
- The 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) (as amended for accounting periods commencing from 1 January 2019).

REFERENCE AND ADMINISTRATIVE DETAILS

Legal Status and Governing Document

The Wave Project was incorporated on the 11th January 2011. The Memorandum & Articles of Association dated 5th August 2015 were amended by special resolution dated 17th February 2016. The Charity is a company limited by guarantee (registered number 07489189) and does not have a share capital. The Charity is also a registered charity (registered number 1163421 in England and Wales and SCO45600 in Scotland). In accordance with Section 60 of the Companies Act 2006, the word 'limited' is omitted from the name. The liability of the members who constitute the Charity is limited to £1 per member.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity is run by a Board of Trustees. The Trustees are also Directors of the company for the purposes of the Companies Act 2006.

The day-to-day executive management of the Charity is delegated to the CEO, who is supported by a Senior Management Team (SMT) consisting of three Heads of Departments in Fundraising, Retail and Operations.

The Trustees meet as a full board five times per year including the Annual General Meeting to ensure that the governance of the Charity is implemented, to discuss the strategic direction of the Charity, to monitor financial performance, risk, human resources and operations.

The Board is formally supported by three Sub Committees:

- Finance
- Operations
- People

Appointment of Trustees

As set out in the Articles of Association, the Trustees are nominated by the existing directors. They are then formally invited to join the Trust by the Chair. The number of Trustees shall be not less than three.

Looking ahead, and taking into account the growth of the Charity, we recognise the need to increase and diversify the number of trustees involved with The Wave Project in order to take advantage of the opportunities and challenges facing the Charity. A further Trustee, Alison Oliver MBE, has been appointed at the start of the 2024-25 financial year. Plans are well advanced to appoint new trustees during the next 12 months.

Pay policy for senior staff

All Trustees give of their time freely and no trustee received remuneration in the year. The CEO's salary was not reviewed during this year and remained the same as the previous year. He stepped down from his role after 13 years in post at the end of this financial year.

OBJECTIVES AND ACTIVITIES

Objectives of the Charity

The Charity's objectives are restricted to the following:

To advance in life, relieve the needs of, and help young people and in particular (but without limitation) those affected by disability, illness, mental health problems, social exclusion, low self-esteem or other disadvantage or difficulty including (but not limited to) by,

- a) the provision of recreational and leisure time activities provided in the interests of social welfare, with a view to improving their conditions of life, and

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JANUARY 2024**

- b) the advancement of their education and the development of their skills, capabilities and confidence, in particular (but without limitation) through the provision of instruction in and facilities for surfing and other related sports.

Activities of the Charity

The Wave Project runs award winning Surf Therapy projects, a beach school, and outdoor education projects, which help young people to build confidence, improve their educational prospects and avoid problems associated with social isolation. The Wave Project produces an annual Impact Report which is available on the Charity's website – www.waveproject.co.uk.

Mission Statement

The Wave Project aims to change the lives of young people by using surfing, peer-mentoring and friendship. Our aim is to give clients the skills, confidence and self-belief they need to achieve their goals, no matter what additional challenges they face. We recognise that everyone young person is different and each responds to challenges differently. But we believe that with the right assistance and support they can do it.

The Wave Project has wide-ranging aims for the public benefit

- 1) To promote a healthy lifestyle amongst disadvantaged people, especially the young with mental health and physical disabilities, by organising surfing courses and other water based physical activities.
- 2) To encourage our volunteers to support disadvantaged young people.
- 3) To measure the benefits of the activities offered.
- 4) To ensure the benefits of the Wave Project's approach are made available nationally in the United Kingdom, and, as a secondary priority, elsewhere in the world.
- 5) To ensure the long-term survival of the Wave Project by diversifying the sources of its funding.

Fundraising Activities of the Charity

The Charity continues to fundraise through appeals for support from other charities and donors, and attending events and festivals. This year the Charity appointed a new Head of Fundraising to optimise the opportunities to support our charitable objectives.

OVERVIEW

Action	Rationale and Detail
1. Trustees to support the Chair of Finance by raising funds and by identifying opportunities. (Risk 2)	Diversify sources of income by developing a corporate proposition, a membership scheme; individual giving; the retail and online store and regular donation income.
2. Improve the quality of our service by developing industry leading analytics (Risk 3)	Regularly monitor and review our scientific evaluation of courses. Determine new measurements for children we help and support
3. Continue to develop the data security plan (Risk 1)	Review security and data handling in the light of the GDPR legislation.
4. Develop and implement a marketing plan (Risk 2)	Establish a marketing plan to support fund raising, increase our PR, improve our digital capability & build our retail sales.
5. Consolidate the expansion of the Wave Project's newer locations (Risk 1 and 4)	Monitor Management Information to ensure a high standard of Health and Safety control for each site, financial control, good client and volunteer relations, and written supplier contracts.

We have been able to maintain a service delivery for all projects by successful funding applications and working closely with local authorities. Our core business of Surf Therapy has been maintained by a combination of grants and donations.

PUBLIC BENEFIT

The trustees have complied with their duty to have due regard to guidance published by the Charity Commission on the operation of the Public Benefit requirement.

THE WAVE PROJECT (A COMPANY LIMITED BY GUARANTEE)

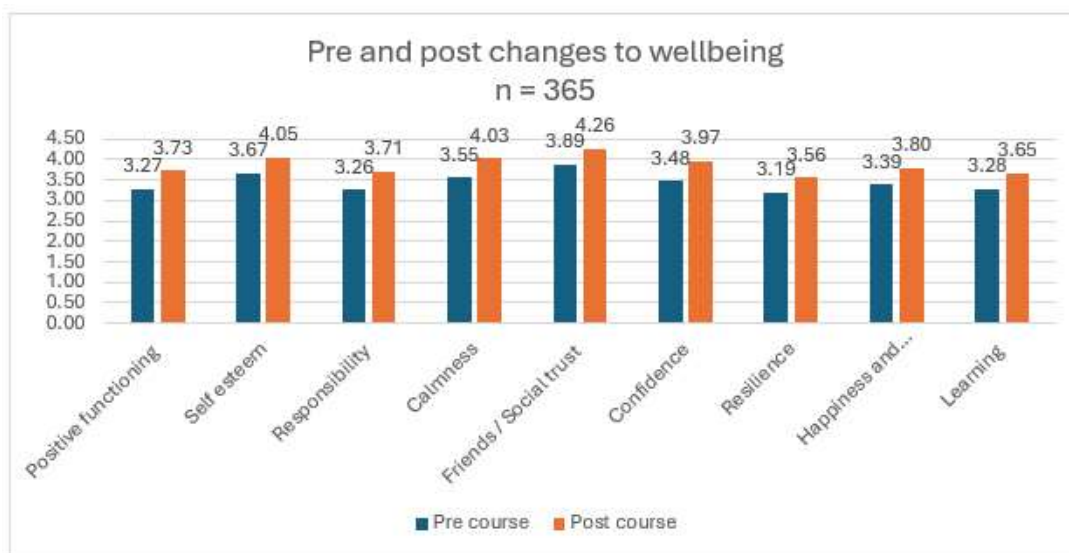
TRUSTEES' REPORT FOR THE YEAR ENDED 31 JANUARY 2024

ACHIEVEMENTS AND PERFORMANCE

In 2023, we increased the level of delivery compared with the previous year, supporting 2,154 people through our Surf Therapy, Surf Club, Education, and Adaptive Surfing programmes.

The charity's main programme, Surf Therapy, supported 712 new clients across the UK, along with 1,172 young people in the Surf Club who had previously completed a Surf Therapy Course. During 2023, the charity used pre and post self-evaluation surveys to measure the impact of its surf therapy courses on new clients, and obtained a sample of 365 completed surveys from clients. These surveys used validated psychological wellbeing scales to assess changes to children's wellbeing pre and post course. The data showed that participant wellbeing improved across 9 wellbeing areas (see Table 1 below).

Table 1: results of pre and post evaluation: Surf Therapy 2023 (n=365)



These findings were supported by surveys of parents and referral partners, whose comments and feedback reinforced the findings of the self-assessment surveys, that surf therapy changes lives for the better, and helps to build confidence, self-esteem and resilience in young people.

In addition to the Surf Therapy programme, the charity supported a further 121 young pupil through its Education programmes – Beach School, Surf Back To School and Wave Rangers. These projects operate in direct partnership with schools, and sessions are delivered in school time. The courses are highly targeted a children who are identified by the school as being in need of additional support.

We also supported 149 disabled people through our Adaptive Surfing programme, delivered at our three Adaptive locations in Croyde -North Devon, Watergate Bay - Cornwall and Scarborough, North Yorkshire.

CURRENT STATUS AND FUTURE PLANNING

A four-year strategy has been updated and continues to be reviewed by the trustees. It creates the long-term objective of bringing evidence-based Surf Therapy programmes, or other evidence-based programmes involving open water, to support any young person in the UK who needs it. We will consistently review our strategy in order to reflect the ongoing demand for our services. We also need to consider how we might, on a cost-effective basis, deliver the benefits of our services to a wider range of children throughout the UK in order the better help them, their families and society in a wider context.

THE WAVE PROJECT (A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 JANUARY 2024

FINANCIAL REVIEW

The year ending January 2024 has been a challenging one for The Wave Project. In keeping with the charity sector in general, the cost of living crisis across the UK has seen pressure on income levels. The year also saw an end to a number of the larger grants which had come to an end of their funding period. As a result, total income fell by £120,100 to £1,616,777.

Over the same period, expenditure has increased by some £287,181 to £1,609,089. This increase includes approximately £90,000 of one-off costs relating to the restructure of the charity. It also reflects the inflationary pressures on the cost base which have been seen across all businesses over the last year.

As a consequence of the movements in income and expenditure noted above, the result for the year is a surplus of £7,688 (2023: £414,969).

This is a disappointing outturn for the year. But, in addition to the increase in beneficiaries, there are a number of positives to note for the future. A new senior leadership structure, including a new CEO, was put in place in Spring 2024, which is better positioned to drive the charity. The team is focussed on improved financial controls, introducing better internal monitoring and reporting, and increased impact both by increasing the number of beneficiaries and further improving the quality of the evidence-based programmes. And the charity is increasing its footprint at "in-land" locations too with, for example, in addition to the existing location at The Wave in Bristol, a new location at the new wave pool Lost Shore near Edinburgh which will open in October 2024. At the same time, there has been investment in the fundraising resource who are concentrating on increasing the number of different income streams and making the charity less reliant on traditional grants and funders. We are expecting that the 2025 year will show an improved picture.

Reserves Policy

The Reserves Policy of The Wave Project has recently been revisited by the Trustees. The decision has been made for the charity to maintain sufficient unrestricted reserves to cover three months of management, administration and support costs. This represents a prudent extension from the previous policy of two months such expenditure being covered by unrestricted reserves. Much of the direct activity is covered by matching restricted reserves. The unrestricted free reserves amounted to £144,964 at the end of the year. The unrestricted expenditure reported in the accounts includes one-off costs as noted above, and as such a better estimate of three-month expenditure would be close to £231,000 (being an annual £1,015k less one of £90k one-off costs, divided for three months). The unreserved funds are close to the previous policy of two months expenditure being covered by unrestricted reserves and the charity is now looking to gradually increase the free reserves to meet the new policy of three months expenditure in the near future.

Risk Policy

The Trustees have examined the major strategic, business and operational risk which the Charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to mitigate the exposure to these risks.

The principal risks to which the Charity is exposed are:

- Risk of accidents in the water, including the health and safety of participants, volunteers and staff
- Risk of fraud perpetrated by trustees or employees of the Charity
- Risk of accidental damage to the Charity's assets
- Risk of losing funding for support costs and additional projects

Investment Policy

The trustees have considered the most appropriate policy for investing funds and agreed that instant access to funds is currently necessary to enable the Charity to operate effectively. The funds, therefore, are currently held in bank deposit accounts with an approved UK regulated bank. Looking forward, we would like to commit some funds to longer term investments whilst fulfilling our short term aims of providing our services to more children.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JANUARY 2024**

Going Concern

The accounts are prepared on a going concern basis which assumes the Trust will continue to operate for the foreseeable future. The trustees consider this to be appropriate having regard to the circumstances outlined in Note 2.2 to the accounts.

TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The Trustees (who are also Directors of the Charity for the purposes of Company Law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and regulations.

Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under Company Law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its income and expenditure for that year. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The Trustees are also responsible for ensuring that the assets are properly applied in accordance with charity law.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditors are aware of that information.

AUDITORS

The auditors, Bishop Fleming LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the Board of Trustees and signed on their behalf by:



W Simpson
Trustee

Date: 7- Oct -24

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT

OPINION

We have audited the financial statements of The Wave Project (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 January 2024 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is 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).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 January 2024 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011.

BASIS FOR OPINION

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

CONCLUSIONS RELATING TO GOING CONCERN

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

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

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

OTHER INFORMATION

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

We have nothing to report in this regard.

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

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

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

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and noncompliance with laws and regulations, we considered the following:

- the nature of the charity sector, control environment and charity performance;
- results of our enquiries of management and the Trustee board about their own identification and assessment of the risks of irregularities;
- for any matters we identified having obtained and reviewed the Charity's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or noncompliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, purchase ledger and payroll, and identified the greatest potential for fraud as incorrect recognition of revenue and management override using manual journal entries.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. We also obtained an understanding of the legal and regulatory frameworks that the Charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, The Charities Act and tax legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Charity's ability to operate or to avoid a material penalty. These included data protection regulations, occupational health and safety regulations and employment legislation.

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- reviewing the financial statement disclosures and testing to supporting documentation to assess the recognition of revenue;
- enquiring of Trustees and management and those charged with governance concerning actual and potential litigation and claims;
- performing procedures to confirm material compliance with the requirements of the laws and regulations

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

that the Charity are subject to;

- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and reviewing internal control reports; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; and assessing whether the judgements made in making accounting estimates are indicative of a potential bias.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from an error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

USE OF OUR REPORT

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



David Butler FCA, DChA (Senior Statutory Auditor)

for and on behalf of

Bishop Fleming LLP

Chartered Accountants

Statutory Auditors

10 Temple Back

Bristol

BS1 6FL

Date: 9th October 2024

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND
EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 JANUARY 2024**

	Note	Restricted funds 2024 £	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
INCOME FROM:					
Donations and legacies	4	612,168	559,254	1,171,422	1,480,352
Charitable activities	5	52,500	297,776	350,276	173,457
Other trading activities	6	-	95,079	95,079	83,068
TOTAL INCOME		664,668	952,109	1,616,777	1,736,877
EXPENDITURE ON:					
Raising funds	7	-	104,350	104,350	87,919
Charitable activities	8	629,049	875,690	1,504,739	1,233,989
TOTAL EXPENDITURE		629,049	980,040	1,609,089	1,321,908
NET INCOME/(EXPENDITURE)		35,619	(27,931)	7,688	414,969
Transfers between funds	17	22,601	(22,601)	-	-
NET MOVEMENT IN FUNDS		58,220	(50,532)	7,688	414,969
RECONCILIATION OF FUNDS:					
Total funds brought forward		479,986	192,248	672,234	257,265
Net movement in funds		58,220	(50,532)	7,688	414,969
TOTAL FUNDS CARRIED FORWARD	17	538,206	141,716	679,922	672,234

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER:07489189**


**CONSOLIDATED BALANCE SHEET
AS AT 31 JANUARY 2024**

	Note	2024 £	2023 £
FIXED ASSETS			
Intangible assets	13	4,750	7,125
Tangible assets	14	53,318	63,714
		<u>58,068</u>	<u>70,839</u>
CURRENT ASSETS			
Stocks		12,560	17,085
Debtors	15	375,176	295,156
Cash at bank and in hand	20	338,785	335,726
		<u>726,521</u>	<u>647,967</u>
Creditors: amounts falling due within one year	16	(104,667)	(46,572)
NET CURRENT ASSETS		<u>621,854</u>	<u>601,395</u>
TOTAL NET ASSETS		<u><u>679,922</u></u>	<u><u>672,234</u></u>
CHARITY FUNDS			
Restricted funds	17	538,206	479,986
Unrestricted funds	17	141,716	192,248
TOTAL FUNDS		<u><u>679,922</u></u>	<u><u>672,234</u></u>

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

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

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:


Mr W Simpson
Trustee
Date: 7- Oct - 24

The notes on pages 15 to 31 form part of these financial statements.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER:07489189**

**CHARITY STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31 JANUARY 2024**

	Note	2024 £	2023 £
FIXED ASSETS			
Intangible assets	13	4,750	7,125
Tangible assets	14	53,318	63,714
		58,068	70,839
CURRENT ASSETS			
Debtors	15	414,479	313,582
Cash at bank and in hand		320,405	335,726
		734,884	649,308
Creditors: amounts falling due within one year	16	(100,933)	(44,517)
NET CURRENT ASSETS		633,951	604,791
TOTAL NET ASSETS		692,019	675,630
CHARITY FUNDS			
Restricted funds	17	540,324	479,986
Unrestricted funds	17	151,695	195,644
TOTAL FUNDS		692,019	675,630

The Charity's net movement in funds for the year was £16,389 (2023 - £418,366).

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

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

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

Mr W Simpson
Trustee

Date: 7-Oct-24

The notes on pages 15 to 31 form part of these financial statements.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JANUARY 2024**

	Note	2024 £	2023 £
CASH FLOWS FROM OPERATING ACTIVITIES			
Net cash used in operating activities	19	(421)	216,923
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from the sale of tangible fixed assets		34,485	-
Purchase of tangible fixed assets		(31,087)	(9,875)
NET CASH PROVIDED BY/(USED IN) INVESTING ACTIVITIES		3,398	(9,875)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayments of borrowing		82	-
Repayments of finance leases		-	(19,740)
NET CASH (USED IN)/PROVIDED BY FINANCING ACTIVITIES		82	(19,740)
CHANGE IN CASH AND CASH EQUIVALENTS IN THE YEAR		3,059	187,308
Cash and cash equivalents at the beginning of the year		335,726	148,418
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	20	338,785	335,726

The notes on pages 15 to 31 form part of these financial statements

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

1. GENERAL INFORMATION

The Wave Project is a charitable Company limited by guarantee without share capital, incorporated in England and Wales (company number 07489189). The charitable Company is also a registered charity in England and Wales (charity number: 1163421) and Scotland (charity number: SCO46500). In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

The registered office and principle address is 6 Fore Street, Newquay, Cornwall, TR7 1LN.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Wave Project 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.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Charity has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of Financial Activities in these financial statements.

2.2 GOING CONCERN

The Trustees perform regular and on-going reviews of the financial and cash position of The Wave Project. The Trustees will review the management accounts presented by the CEO and Finance Officer at each Board meeting. This process involves their understanding of both current and anticipated impacts of funding and expenditure.

The Trustees receive a forecast of the expected income and expenditure for the forthcoming year from the Wave Project executive team which is sense-checked and amended by the Trustees. The forecasts and budget can be modelled to reflect alternative scenarios which allow informed decision making.

The Finance Committee undertake monthly management account reviews led by the CEO and Finance Officer through our in-house Xero system.

The Trustees use this financial information, along with feedback from the executive management committee, to ensure that the charity is operating as a going concern. Consequently, the financial statements are prepared on a going concern basis.

2. ACCOUNTING POLICIES (continued)

2.3 INCOME

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Consolidated Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

2.4 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 allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 INTANGIBLE ASSETS AND AMORTISATION

Intangible assets costing £100 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Amortisation is provided on intangible assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life.

Amortisation is provided on the following basis:

Computer software	- 20 %
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2. ACCOUNTING POLICIES (continued)

2.6 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets costing £100 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Plant and machinery	-	25% per annum straight line
Motor vehicles	-	20% per annum straight line
Fixtures and fittings	-	20% per annum straight line

2.7 INVESTMENTS

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

The Charity is a corporate Director of The Wave Project Retail Limited. The Wave Project Retail Limited is a company limited by guarantee. The Company is deemed to be a subsidiary of the Charity by virtue of common control.

2.8 STOCKS

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Donated items of stock for resale or distribution are not included in the financial statement until they are sold or distributed because the Trustees consider it impractical to be able to assess the amount of donated stocks as there are no systems in place which record these items until they are sold.

2.9 CASH AT BANK AND IN HAND

Cash at bank and 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.

2.10 LIABILITIES AND PROVISIONS

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

2. ACCOUNTING POLICIES (continued)

2.11 FINANCIAL INSTRUMENTS

The Group 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 measured at amortised cost using the effective interest method.

2.12 FINANCE LEASES AND HIRE PURCHASE

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the Group. Obligations under such agreements are included in creditors, net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Consolidated Statement of Financial Activities so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

2.13 OPERATING LEASES

Rentals paid under operating leases are charged to the Consolidated Statement of Financial Activities on a straight line basis over the lease term.

2.14 PENSIONS

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

2.15 FUND ACCOUNTING

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

3. CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGEMENT

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The preparation of the financial statements requires the Charity to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means the actual outcomes could differ from those estimates. The following have been considered to be significant estimates or judgements:

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

4. INCOME FROM DONATIONS AND LEGACIES

	Restricted funds 2024 £	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Donations	17,357	507,056	524,413	629,898
Grants	594,811	52,198	647,009	850,454
	<u>612,168</u>	<u>559,254</u>	<u>1,171,422</u>	<u>1,480,352</u>
TOTAL 2023	<u><u>844,304</u></u>	<u><u>636,048</u></u>	<u><u>1,480,352</u></u>	

5. INCOME FROM CHARITABLE ACTIVITIES

	Restricted funds 2024 £	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Beach School income	-	24,922	24,922	17,773
Surf Club	-	25,714	25,714	24,517
Adaptive income	-	22,265	22,265	47,000
Referral partner contributions	-	74,585	74,585	61,830
Other sales and services	52,500	150,290	202,790	22,337
TOTAL 2024	<u>52,500</u>	<u>297,776</u>	<u>350,276</u>	<u>173,457</u>
TOTAL 2023	<u><u>-</u></u>	<u><u>173,457</u></u>	<u><u>173,457</u></u>	

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

6. INCOME FROM OTHER TRADING ACTIVITIES

Income from non charitable trading activities

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Shop Income	95,079	95,079	83,068
	<u>95,079</u>	<u>95,079</u>	<u>83,068</u>
TOTAL 2023	83,068	83,068	
	<u>83,068</u>	<u>83,068</u>	

7. EXPENDITURE ON RAISING FUNDS

FUNDRAISING TRADING EXPENSES

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Fundraising trading costs	570	570	1,455
	<u>570</u>	<u>570</u>	<u>1,455</u>
TOTAL 2023	1,455	1,455	
	<u>1,455</u>	<u>1,455</u>	

OTHER TRADING EXPENSES

	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Cost of sales	23,161	23,161	25,585
Administration expenses	22,175	22,175	18,678
Administration staff costs	58,444	58,444	42,201
	<u>103,780</u>	<u>103,780</u>	<u>86,464</u>
TOTAL 2023	86,464	86,464	
	<u>86,464</u>	<u>86,464</u>	

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

8. ANALYSIS OF EXPENDITURE BY ACTIVITIES

	Activities undertaken directly 2024 £	Support costs 2024 £	Total funds 2024 £	Total funds 2023 £
Costs of charitable activities	930,477	574,262	1,504,739	1,233,989
TOTAL 2023	841,387	392,602	1,233,989	

ANALYSIS OF SUPPORT COSTS

	Total funds 2024 £	Total funds 2023 £
Staff costs	150,219	79,872
Depreciation and amortisation	24,118	27,152
Legal and professional fees	85,111	13,097
Premises costs	49,185	56,657
IT	16,824	9,057
Repairs and maintenance costs	18,343	25,462
Vehicle costs	1,370	9,666
Training	11,356	23,071
Administration	108,691	104,769
Fundraising	47,592	9,582
Governance costs	61,453	34,217
	574,262	392,602

9. AUDITORS' REMUNERATION

	2024 £	2023 £
Fees payable to the Charity's auditor for the audit of the Group's annual accounts	17,000	14,540

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

10. STAFF COSTS

	Group 2024 £	Group 2023 £	Charity 2024 £	Charity 2023 £
Wages and salaries	912,953	765,088	858,536	725,467
Social security costs	76,159	63,491	73,007	61,470
Contribution to defined contribution pension schemes	22,016	14,200	21,141	13,641
	<u>1,011,128</u>	<u>842,779</u>	<u>952,684</u>	<u>800,578</u>

Included in the above staff costs are £5,000 in relation to termination payments in lieu of notice for one employee.

The average number of persons employed by the Charity during the year was as follows:

	Group 2024 No.	Group 2023 No.	Charity 2024 No.	Charity 2023 No.
CEO	1	1	1	1
Administrators	4	3	4	3
Project managers	22	21	22	21
Project workers	5	4	5	4
Shop	6	6	-	-
	<u>38</u>	<u>35</u>	<u>32</u>	<u>29</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group 2024 No.	Group 2023 No.
In the band £60,001 - £70,000	1	1

The Trustees considered its key management personnel in the year to comprise of the Trustees, CEO and senior management. The total employment benefits including pension contributions of the key management personnel were £203,974 (2023: £160,483).

11. TRUSTEES' REMUNERATION AND EXPENSES

During the year, no Trustees received any remuneration or other benefits (2023 - £NIL).

During the year ended 31 January 2024, no Trustee expenses have been incurred (2023 - £NIL).

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

12. TAXATION

The Wave Project is a registered charity and is thus exempt from tax in income and gains under the relevant taxation acts to the extent that these applied to its charitable objects. No tax charges have arisen in the charity and there was no UK corporation tax payable by The Wave Project in 2024 or 2023.

13. INTANGIBLE ASSETS

GROUP & COMPANY

	Computer software £
COST	
At 1 February 2023	11,875
At 31 January 2024	<u>11,875</u>
AMORTISATION	
At 1 February 2023	4,750
Charge for the year	2,375
At 31 January 2024	<u>7,125</u>
NET BOOK VALUE	
At 31 January 2024	<u>4,750</u>
At 31 January 2023	<u>7,125</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

14. TANGIBLE FIXED ASSETS

GROUP AND CHARITY

	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
COST				
At 1 February 2023	54,392	73,834	121,233	249,459
Additions	10,195	14,495	6,397	31,087
Disposals	-	(19,740)	-	(19,740)
At 31 January 2024	<u>64,587</u>	<u>68,589</u>	<u>127,630</u>	<u>260,806</u>
DEPRECIATION				
At 1 February 2023	54,392	31,562	99,791	185,745
Charge for the year	1,735	15,525	6,473	23,733
On disposals	-	(1,990)	-	(1,990)
At 31 January 2024	<u>56,127</u>	<u>45,097</u>	<u>106,264</u>	<u>207,488</u>
NET BOOK VALUE				
At 31 January 2024	<u>8,460</u>	<u>23,492</u>	<u>21,366</u>	<u>53,318</u>
At 31 January 2023	<u>-</u>	<u>42,272</u>	<u>21,442</u>	<u>63,714</u>

15. DEBTORS

	Group 2024 £	Group 2023 £	Charity 2024 £	Charity 2023 £
DUE WITHIN ONE YEAR				
Trade debtors	42,211	23,885	42,211	23,885
Amounts owed by group undertakings	-	-	39,316	18,440
Other debtors	1,207	1,179	1,194	1,165
Prepayments and accrued income	331,744	270,092	331,744	270,092
Tax recoverable	14	-	14	-
	<u>375,176</u>	<u>295,156</u>	<u>414,479</u>	<u>313,582</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2024 £	Group 2023 £	Charity 2024 £	Charity 2023 £
Trade creditors	69,370	3,154	68,069	2,819
Other taxation and social security	24,178	16,756	21,745	15,036
Obligations under finance lease and hire purchase contracts	-	19,740	-	19,740
Other creditors	3,753	2,860	3,753	2,860
Accruals and deferred income	7,366	4,062	7,366	4,062
	104,667	46,572	100,933	44,517

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

17. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 February 2023 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 January 2024 £
UNRESTRICTED FUNDS					
General Funds	192,248	952,109	(980,040)	(22,601)	141,716
RESTRICTED FUNDS					
Big Lottery	38,187	68,029	(89,590)	-	16,626
Ant Fonden	-	40,102	-	-	40,102
South Devon	7,150	-	(7,150)	-	-
Chimo Trust	-	90,000	(25,293)	-	64,707
St James's Place	-	77,430	(13,412)	-	64,018
Dorset	-	15,000	(15,000)	-	-
The Hargreaves Foundation	-	46,000	-	-	46,000
Children's Alliance	-	15,000	(15,187)	187	-
Foundation for Children	5,000	-	(20,625)	15,625	-
LNER	10,054	-	(10,054)	-	-
Boeing (London)	17,875	-	(17,875)	-	-
Lottery Sustainability	43,892	54,498	(106,078)	7,688	-
Cornwall	30,862	12,000	(43,717)	855	-
Innox Foundation	-	60,000	(30,000)	-	30,000
Scotland	8,000	90,000	(25,712)	-	72,288
Raise your Hands	5,002	-	-	(5,002)	-
Beach School	13,964	-	(13,964)	-	-
Prudence Trust	300,000	-	(95,535)	-	204,465
Other restricted funds	-	96,609	(99,857)	3,248	-
	479,986	664,668	(629,049)	22,601	538,206
TOTAL OF FUNDS	672,234	1,616,777	(1,609,089)	-	679,922

17. STATEMENT OF FUNDS (CONTINUED)

Restricted Funds

Big Lottery - This represents funding for supporting the running costs of surf therapy programmes in Dorset, Northern Ireland the Isle of Wight

Ant Foden - This represents the purchase of a van purchased for the St Andrews Project

South Devon - This represents funding to support the surf project in this area

Chimo Trust - This represents funding towards our delivery team staff costs across the UK to enable future growth

St James's Place - This represents funding to support the cost of the North East Project. The funding will be received over a 3 year period

Dorset - This represents funding to support the 2023 programme in Dorset

The Hargreaves Foundation - This represents funding to support the project costs in Bristol

Children's Alliance - This represents funding to support the project costs in North Yorkshire

Foundation for Children - This represents funding to support the project in South Devon

LNER - This represents funding to support the programme in Tynemouth & Dunbar

Boeing (London) - This represents funding to support surf projects taking place in 2023

Lottery Sustainability - This represents funding to support the running costs of surf therapy programmes

Cornwall - This represents funding to support the surf programme in this area

Innox Foundation - This represents funding to support the project in the South of England

Scotland - This represents funding to support the surf programme in this area

Raise your Hands - provides funding to support the Charity's activities

Beach School - supported by Comic Relief

Prudence Trust - funding awarded in the current year to support the sustainability of the surf therapy programme and projects that commenced in 2023. The funding will be received over a 3 year period.

Other restricted funds - include Bauer Cash for Kids, Buffino Chao Foundation, Barbara Ward Foundation and funding to support surf projects in Yorkshire and Dorset

Transfers relate to unrestricted funds being used to cover restricted expenditure.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

17. STATEMENT OF FUNDS (CONTINUED)

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 February 2022 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 January 2023 £
UNRESTRICTED FUNDS					
General Funds	4,311	892,573	(692,712)	(11,924)	192,248
RESTRICTED FUNDS					
Big Lottery	26,961	97,656	(95,731)	9,301	38,187
Ant Fonden	6,032	50,000	(56,032)	-	-
South Devon	4,600	26,417	(23,867)	-	7,150
Chimo Trust	13,457	-	(13,457)	-	-
St James's Place	10,000	-	(10,000)	-	-
Dorset	62,434	-	(65,057)	2,623	-
The Hargreaves Foundation	34,820	-	(34,820)	-	-
Children's Alliance	23,960	-	(23,960)	-	-
London	8,381	-	(8,381)	-	-
Foundation for Children	7,174	22,500	(24,674)	-	5,000
LNER	-	30,000	(19,946)	-	10,054
Boeing (London)	-	17,875	-	-	17,875
Lottery Sustainability	40,770	118,956	(115,834)	-	43,892
Cornwall	-	49,000	(18,138)	-	30,862
Innox Foundation	-	25,000	(25,000)	-	-
Scotland	-	42,500	(34,500)	-	8,000
Raise your Hands	-	21,700	(16,698)	-	5,002
Beach School	-	25,000	(11,036)	-	13,964
Prudence Trust	-	300,000	-	-	300,000
Other restricted funds	14,365	17,700	(32,065)	-	-
	<u>252,954</u>	<u>844,304</u>	<u>(629,196)</u>	<u>11,924</u>	<u>479,986</u>
TOTAL OF FUNDS	<u>257,265</u>	<u>1,736,877</u>	<u>(1,321,908)</u>	<u>-</u>	<u>672,234</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Restricted funds 2024 £	Unrestricted funds 2024 £	Total funds 2024 £
Tangible fixed assets	1,918	51,400	53,318
Intangible fixed assets	-	4,750	4,750
Current assets	536,288	190,233	726,521
Creditors due within one year	-	(104,667)	(104,667)
TOTAL	538,206	141,716	679,922

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	Restricted funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £
Tangible fixed assets	12,059	51,655	63,714
Intangible fixed assets	-	7,125	7,125
Current assets	467,927	180,040	647,967
Creditors due within one year	-	(46,572)	(46,572)
TOTAL	479,986	192,248	672,234

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

19. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Group 2024 £	Group 2023 £
Net income for the year (as per Statement of Financial Activities)	7,688	414,969
ADJUSTMENTS FOR:		
Depreciation charges	23,733	24,777
Amortisation charges	2,375	2,375
Loss/(profit) on the sale of fixed assets	(16,735)	-
Decrease/(increase) in stocks	4,525	(6,431)
Increase in debtors	(80,020)	(234,397)
Increase in creditors	58,013	15,630
NET CASH PROVIDED BY/(USED IN) OPERATING ACTIVITIES	(421)	216,923

20. ANALYSIS OF CASH AND CASH EQUIVALENTS

	Group 2024 £	Group 2023 £
Cash in hand	338,785	335,726

21. ANALYSIS OF CHANGES IN NET FUNDS

	At 1 February 2023 £	Cash flows £	Other non- cash changes £	At 31 January 2024 £
Cash at bank and in hand	335,726	3,059	-	338,785
Finance leases	(19,740)	-	19,740	-
	315,986	3,059	19,740	338,785

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

22. PENSION COMMITMENTS

The Group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Group in an independently administered fund. The pension cost charge represents contributions payable by the Group to the fund and amounted to £22,016 (2023: £14,200) in the year. £3,753 (2023: £2,860) were payable to the fund at the Balance Sheet date and are included in creditors.

23. OPERATING LEASE COMMITMENTS

At 31 January 2024 the Group and the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2024 £	Group 2023 £	Charity 2024 £	Charity 2023 £
Not later than 1 year	27,078	26,024	27,078	26,024
Later than 1 year and not later than 5 years	33,542	56,042	33,542	56,042
	60,620	82,066	60,620	82,066

24. RELATED PARTY TRANSACTIONS

During the year the Charity paid ERA Adventures Limited, a Company controlled by the spouse of a member of key management personnel, £6,950 (2023: £7,770) for provision of surf school. There were no outstanding balances at the year end (2023: £Nil).

25. CONTROLLING PARTY

The Charity is controlled by its Trustees.

THE WAVE PROJECT

England & Wales - Charity number 1163421

Accounts

Registered number: 07489189
Charity number: 1163421 (England & Wales)
SCO46500 (Scotland)

THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2023

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

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**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 JANUARY 2023**

Trustees Mr B Evans (resigned 15 February 2022)
Mr A Brown
Miss E Johnson (resigned 16 May 2022)
Mr W Robertson
Dr A Pearson (resigned 25 July 2022)
Mr G Hooper
Mr W Simpson
Ms S Everard (resigned 24 April 2023)
Miss S Munday (appointed 25 July 2022)

Company registered number 07489189

Charity registered number 1163421 (England & Wales)
SCO46500 (Scotland)

Registered office 6 Fore Street
Newquay
United Kingdom
TR7 1LN

Chief executive officer Joseph Taylor

Independent auditors Bishop Fleming LLP
Chartered Accountants
10 Temple Back
Bristol
BS1 6FL

Bankers Lloyds Bank Plc
14 Molesworth Street
Wadebridge
Cornwall

Solicitors Osborne Clarke
2 Temple Back East
Temple Quay
Bristol

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JANUARY 2023**

The Trustees present their report and audited financial statements for the year ended 31 January 2023.

The Wave Project financial statements comply with:

- The Charities Act 2011
- The Companies Act 2006
- Memorandum and Articles of Association, and Accounting and Reporting by Charities:
- The 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) (as amended for accounting periods commencing from 1 January 2016).

REFERENCE AND ADMINISTRATIVE DETAILS

Legal Status and Governing Document

The Wave Project was incorporated on the 11th January 2011. The Memorandum & Articles of Association dated 5th August 2015 were amended by special resolution dated 17th February 2016. The Charity is a company limited by guarantee (registered number 07489189) and does not have a share capital. The Charity is also a registered charity (registered number 1163421 in England and Wales and SCO45600 in Scotland). In accordance with Section 60 of the Companies Act 2006, the word 'limited' is omitted from the name. The liability of the members who constitute the Charity is limited to £1 per member.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity is run by a Board of Trustees. The Trustees are also Directors of the company for the purposes of the Companies Act 2006.

The day-to-day executive management of the Charity is delegated to the CEO, who is supported by a Senior Management Team [SMT] consisting of three Heads of Departments in Fundraising, Retail and Operations.

The Trustees meet as a full board five times per year including the Annual General Meeting to ensure that the governance of the Charity is implemented, to discuss the strategic direction of the Charity, to monitor financial performance, risk, human resources and operations.

The Board is formally supported by three Sub Committees:

- Finance
- Operations
- People

Appointment of Trustees

As set out in the Articles of Association, the Trustees are nominated by the existing directors. They are then formally invited to join the Trust by the Chair. The number of Trustees shall be not less than three.

Looking ahead, and taking into account the growth of the Charity, we recognise the need to increase and diversify the number of trustees involved with The Wave Project in order to take advantage of the opportunities and challenges facing the Charity. Plans are well advanced to appoint new trustees during the next 12 months.

Pay policy for senior staff

All Trustees give of their time freely and no trustee received remuneration in the year. The CEO's salary was not reviewed during this year and remained the same as the previous year.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2023**

OBJECTIVES AND ACTIVITIES

Objectives of the Charity

The Charity's objectives are restricted to the following:

To advance in life, relieve the needs of, and help young people and in particular (but without limitation) those affected by disability, illness, mental health problems, social exclusion, low self-esteem or other disadvantage or difficulty including (but not limited to) by,

- (a) the provision of recreational and leisure time activities provided in the interests of social welfare, with a view to improving their conditions of life, and
- (b) the advancement of their education and the development of their skills, capabilities and confidence, in particular (but without limitation) through the provision of instruction in and facilities for surfing and other related sports.

Activities of the Charity

The Wave Project runs award winning Surf Therapy projects, a beach school, and outdoor education projects, which help young people to build confidence, improve their educational prospects and avoid problems associated with social isolation. The Wave Project produces an annual Impact Report which is available on the Charity's website – www.waveproject.co.uk.

Mission Statement

The Wave Project aims to change the lives of young people by using surfing, peer-mentoring and friendship. Our aim is to give clients the skills, confidence and self-belief they need to achieve their goals, no matter what additional challenges they face. We recognise that everyone young person is different and each responds to challenges differently. But we believe that with the right assistance and support they can do it.

The Wave Project has wide-ranging aims for the public benefit

1. To promote a healthy lifestyle amongst disadvantaged people, especially the young with mental health and physical disabilities, by organising surfing courses and other water based physical activities.
2. To encourage our volunteers to support disadvantaged young people.
3. To measure the benefits of the activities offered.
4. To ensure the benefits of the Wave Project's approach are made available nationally in the United Kingdom, and, as a secondary priority, elsewhere in the world.
5. To ensure the long-term survival of the Wave Project by diversifying the sources of its funding.

Fundraising Activities of the Charity

The Charity continues to fundraise through appeals for support from other charities and donors, and attending events and festivals. This year the Charity appointed a new Head of Fundraising to optimise the opportunities to support our charitable objectives.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2023**

OVERVIEW

Action	Rationale and Detail
1. Trustees to support the Chair of Finance by raising funds and by identifying opportunities. (Risk 2)	Diversify sources of income by developing a corporate proposition, driving national fundraising opportunities, increasing support from philanthropists and trusts and foundations as well creating more opportunities for community fundraising and individual giving and our retail company.
2. Improve the quality of our service by developing industry leading analytics (Risk 3)	Regularly monitor and review our scientific evaluation of courses. Determine new measurements for children we help and support
3. Continue to develop the data security plan (Risk 1)	Review security and data handling in the light of the GDPR legislation introduced in May 2018.
4. Develop and implement a marketing plan (Risk 2)	Establish a marketing plan to support fund raising, increase our PR, improve our digital capability & build our retail sales.
5. Consolidate the expansion of the Wave Project's newer locations (Risk 1 and 4)	Monitor Management Information to ensure a high standard of Health and Safety control for each site, financial control, good client and volunteer relations, and written supplier contracts.

We have been able to maintain a service delivery for all projects by successful funding applications and working closely with local authorities. Our core business of Surf Therapy has been maintained by a combination of grants and donations.

PUBLIC BENEFIT

The trustees have complied with their duty to have due regard to guidance published by the Charity Commission on the operation of the Public Benefit requirement.

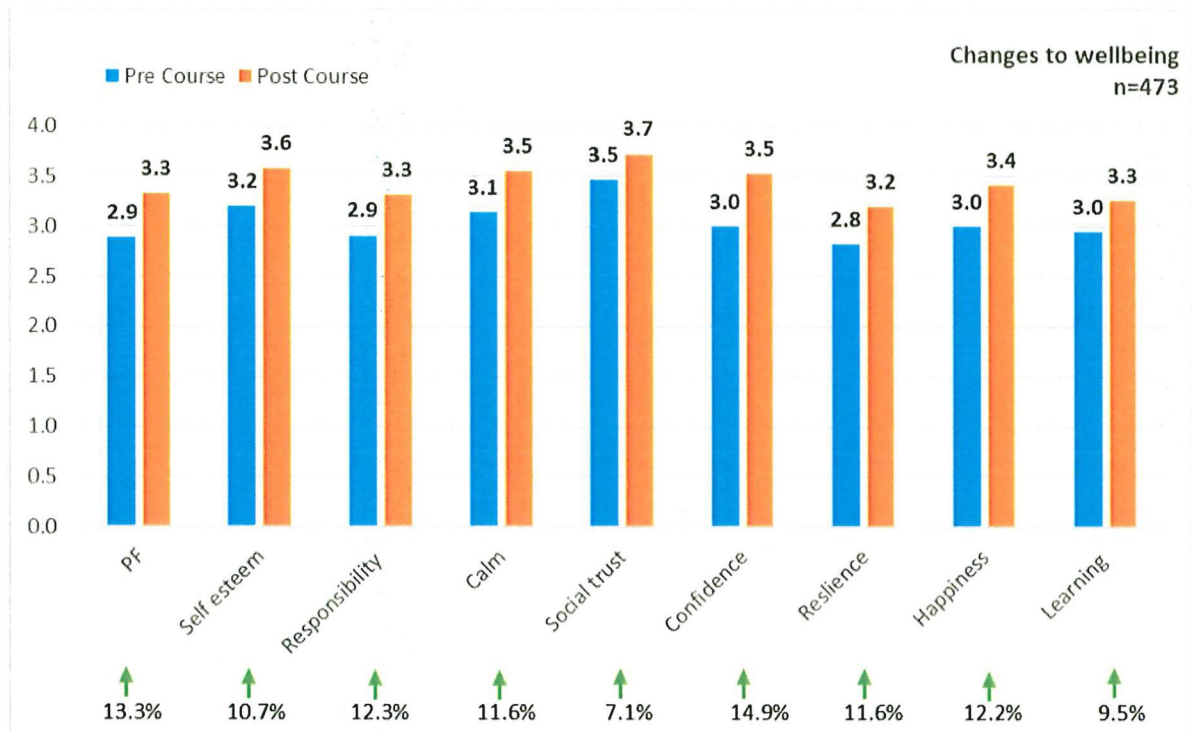
ACHIEVEMENTS AND PERFORMANCE

In 2022, we maintained a consistent level of delivery with the previous year, supporting 2,035 people through our Surf Therapy, Education, and Adaptive Surfing programmes.

The Charity's main programme, Surf Therapy, supported 644 new clients across the UK, along with 1,203 young people in the Surf Club who had previously completed a Surf Therapy Course. During 2022, the Charity used pre and post self-evaluation surveys to measure the impact of its surf therapy courses on new clients, and obtained a sample of 473 completed surveys from clients. These surveys used validated psychological wellbeing scales to assess changes to children's wellbeing pre and post course. The data showed that participant wellbeing improved across 9 wellbeing areas (see Table 1 below).

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2023**

Table 1: results of pre and post evaluation: Surf Therapy 2022 (n=473)



This table shows the difference in children’s wellbeing scores on a 5-point Likert scale, using surveys taken before and after a surf therapy intervention. The graph shows the mean scores based on 473 responses from young people who completed both surveys.

The percentages below show the overall increase. A percentage change of more than 10% is generally deemed ‘statistically significant’ – meaning there is a significant change to that component of wellbeing on average across the cohort.

These extremely positive findings were supported by surveys of parents and referral partners, whose comments and feedback reinforced the self-assessment surveys. In their feedback, parents and referred gave specific examples of how surf therapy had changed children’s lives for the better, helping to build confidence, self-esteem and resilience, and bringing a sense of joy.

In addition to the Surf Therapy programme, the Charity supported a further 90 young pupils through its Education Programmes – Beach School, Surf Back to School and Wave Rangers. These projects operate in direct partnership with schools, and sessions are delivered in school time. The courses are highly targeted a children who are identified by the school as being in need of additional support.

We also supported 97 people with disabilities through our Adaptive Surfing programme, delivered at our two Adaptive Hubs in Croyde, North Devon, and Scarborough, North Yorkshire.

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2023**

CURRENT STATUS AND FUTURE PLANNING

A four-year strategy has been updated and continues to be reviewed by the trustees. It creates the long-term objective of bringing evidence-based Surf Therapy programmes, or other evidence-based programmes involving open water, to support any young person in the UK who needs it. We will consistently review our strategy in order to reflect the ongoing demand for our services. We also need to consider how we might, on a cost-effective basis, deliver the benefits of our services to a wider range of children throughout the UK in order the better help them, their families and society in a wider context.

FINANCIAL REVIEW

In 2023, The Wave Project achieved a surplus of £414,969 (2022: deficit of £185,563) Total income increased by £258,399 to £1,736,877, which was mainly due to various funding detailed in note 16. There was a decrease in shop income, but an increase surf club income (detailed in note 4&5). Staff costs decreased by £126,257 during the year.

Net assets increased to £672,234 (2022: £257,265).

At 31 January 2023, the Charity held total cash balances of £335,726 (2022: £148,418).

Reserves Policy

It is the policy of The Wave Project to maintain unrestricted funds, which are the free reserves of the Charity (excluding fixed assets), sufficient funds to cover two months management, administration, support costs and to respond to emergency expenditure which arises from time to time. A value of £184,800. It is planned to increase the free reserves to cover at least three months management, administration, support costs in the future. A value of £277,200.

Total funds held by the Charity at 31 January 2023 amounted to £672,234 (2022: £257,265). The Charity's free reserves amounted to £192,248 (2022: £4,311).

Volunteers are used in order to facilitate the charities provisions and objectives. For the 2023 accounting year a total of 37,000 volunteer hours were contributed (2022: 37,000 hours).

Risk Policy

The Trustees have examined the major strategic, business and operational risk which the Charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to mitigate the exposure to these risks.

The principal risks to which the Charity is exposed are:

- Risk of accidents in the water, including the health and safety of participants, volunteers and staff
- Risk of fraud perpetrated by trustees or employees of the Charity
- Risk of accidental damage to the Charity's assets
- Risk of losing funding for support costs and additional projects

Investment Policy

The trustees have considered the most appropriate policy for investing funds and agreed that instant access to funds is currently necessary to enable the Charity to operate effectively. The funds, therefore, are currently held in bank deposit accounts with an approved UK regulated bank. Looking forward, we would like to commit some funds to longer term investments whilst fulfilling our short term aims of providing our services to more children.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2023**

Going Concern

The accounts are prepared on a going concern basis which assumes the Trust will continue to operate for the foreseeable future. The trustees consider this to be appropriate having regard to the circumstances outlined in Note 2.2 to the accounts.

TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The Trustees (who are also Directors of the Charity for the purposes of Company Law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and regulations.

Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under Company Law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its income and expenditure for that year. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The Trustees are also responsible for ensuring that the assets are properly applied in accordance with charity law.

During the year, the Wave Project adopted a new accounting system, Xero, which will provide more timely financial information to the executive team, as well as the Board.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Disclosure of information to auditors

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditors are aware of that information.

Auditors

The auditors, Bishop Fleming LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2023**

Approved by order of the members of the Board of Trustees and signed on their behalf by:



Mr G Hooper
Trustee

Date: 31/7/23

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT

OPINION

We have audited the financial statements of The Wave Project (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 January 2023 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is 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).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 January 2023 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011.

BASIS FOR OPINION

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

CONCLUSIONS RELATING TO GOING CONCERN

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

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

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

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

OTHER INFORMATION

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

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

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

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the charity sector, control environment and charity performance;
- results of our enquiries of management and the Trustee board about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the Charity's documentation of their policies and procedures relating to: identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance; detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud. As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, purchase ledger, and identified the greatest potential for fraud as incorrect recognition of revenue, consideration of restricted income, compliance with laws and regulations and management override using manual journal entries.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, purchase ledger and payroll, and identified the greatest potential for fraud as incorrect recognition of revenue and management override using manual journal entries.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. We also obtained an understanding of the legal and regulatory frameworks that the Charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, The Charities Act and tax legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Charity's ability to operate or to avoid a material penalty. These included data protection regulations, occupational health and safety regulations and employment legislation.

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- reviewing the financial statement disclosures and testing to supporting documentation to assess the recognition of revenue;
- enquiring of Trustees and management and those charged with governance concerning actual and potential litigation and claims;

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

- performing procedures to confirm material compliance with the requirements of the laws and regulations that the Charity are subject to;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and reviewing internal control reports; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; and assessing whether the judgements made in making accounting estimates are indicative of a potential bias.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from an error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

USE OF OUR REPORT

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



David Butler FCA, DChA (Senior statutory auditor)

for and on behalf of
Bishop Fleming LLP
Chartered Accountants
Statutory Auditors
10 Temple Back
Bristol
BS1 6FL

Date: *10 August 2023*

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND
EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 JANUARY 2023**

	Note	Restricted funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income from:					
Donations and legacies	3	844,304	636,048	1,480,352	1,129,762
Charitable activities	4	-	173,457	173,457	233,636
Other trading activities	5	-	83,068	83,068	115,080
Total income		844,304	892,573	1,736,877	1,478,478
Expenditure on:					
Raising funds		-	87,919	87,919	62,802
Charitable activities		629,196	604,793	1,233,989	1,601,239
Total expenditure		629,196	692,712	1,321,908	1,664,041
Net income/(expenditure)		215,108	199,861	414,969	(185,563)
Transfers between funds	15	11,924	(11,924)	-	-
Net movement in funds		227,032	187,937	414,969	(185,563)
Reconciliation of funds:					
Total funds brought forward		252,954	4,311	257,265	442,828
Net movement in funds		227,032	187,937	414,969	(185,563)
Total funds carried forward		479,986	192,248	672,234	257,265

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER:07489189**


**CONSOLIDATED BALANCE SHEET
AS AT 31 JANUARY 2023**

	Note	2023 £	2022 £
Fixed assets			
Intangible assets	11	7,125	9,500
Tangible assets	12	63,714	58,876
		<u>70,839</u>	<u>68,376</u>
Current assets			
Stocks		17,085	10,654
Debtors	13	295,156	60,759
Cash at bank and in hand		335,726	148,418
		<u>647,967</u>	<u>219,831</u>
Creditors: amounts falling due within one year	14	(46,572)	(30,942)
		<u>601,395</u>	<u>188,889</u>
Net current assets		<u>601,395</u>	<u>188,889</u>
Total net assets		<u><u>672,234</u></u>	<u><u>257,265</u></u>
Charity funds			
Restricted funds	15	479,986	252,954
Unrestricted funds	15	192,248	4,311
		<u>672,234</u>	<u>257,265</u>
Total funds		<u><u>672,234</u></u>	<u><u>257,265</u></u>

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

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

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:


Mr G Hooper
 Trustee
 Date: 31/1/23

The notes on pages 17 to 33 form part of these financial statements.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER:07489189**

**CHARITY STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31 JANUARY 2023**

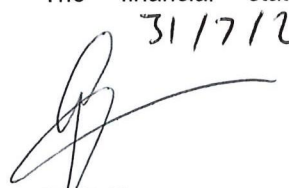
	Note	2023 £	2022 £
Fixed assets			
Intangible assets	11	7,125	9,500
Tangible assets	12	63,714	58,876
		<u>70,839</u>	<u>68,376</u>
Current assets			
Stocks		-	10,654
Debtors	13	313,582	60,759
Cash at bank and in hand		335,726	148,418
		<u>649,308</u>	<u>219,831</u>
Creditors: amounts falling due within one year	14	(44,517)	(30,942)
Net current assets		<u>604,791</u>	<u>188,889</u>
Total net assets		<u><u>675,630</u></u>	<u><u>257,265</u></u>
Charity funds			
Restricted funds	15	479,986	252,954
Unrestricted funds	15	195,644	4,311
Total funds		<u><u>675,630</u></u>	<u><u>257,265</u></u>

The Charity's net movement in funds for the year was £418,366 (2022 - £(185,563)).

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

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

The financial statements were approved and authorised for issue by the Trustees on 31/7/23 and signed on their behalf by:


Mr G Hooper
Trustee
Date: 31/7/23

The notes on pages 17 to 33 form part of these financial statements.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JANUARY 2023**

	2023 £	2022 £
Cash flows from operating activities		
Net cash used in operating activities	216,923	(212,838)
	<hr/>	<hr/>
Cash flows from investing activities		
Purchase of tangible fixed assets	(9,875)	(24,998)
	<hr/>	<hr/>
Net cash used in investing activities	(9,875)	(24,998)
	<hr/>	<hr/>
Cash flows from financing activities		
New finance leases	(19,740)	-
	<hr/>	<hr/>
Net cash (used in)/provided by financing activities	(19,740)	-
	<hr/>	<hr/>
Change in cash and cash equivalents in the year	187,308	(237,836)
Cash and cash equivalents at the beginning of the year	148,418	386,254
	<hr/>	<hr/>
Cash and cash equivalents at the end of the year	335,726	148,418
	<hr/> <hr/>	<hr/> <hr/>

The notes on pages 17 to 33 form part of these financial statements

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

1. GENERAL INFORMATION

The Wave Project is a charitable private Company limited by guarantee without share capital, incorporated in England and Wales. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

The registered office and principle address is 6 Fore Street, Newquay, Cornwall, TR7 1LN.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Wave Project 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.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Charity has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of Financial Activities in these financial statements.

2.2 GOING CONCERN

The Trustees perform regular and on-going reviews of the financial and cash position of The Wave Project. The Trustees will review the management accounts presented by the CEO and Finance Officer at each Board meeting. This process involves their understanding of both current and anticipated impacts of funding and expenditure.

The Trustees receive a forecast of the expected income and expenditure for the forthcoming year from the Wave Project executive team which is sense-checked and amended by the Trustees. The forecasts and budget can be modelled to reflect alternative scenarios which allow informed decision making.

The Finance Committee undertake monthly management account reviews led by the CEO and Finance Officer through our in-house Xero system.

The Trustees use this financial information, along with feedback from the executive management committee, to ensure that the charity is operating as a going concern. Consequently, the financial statements are prepared on a going concern basis.

2. ACCOUNTING POLICIES (continued)

2.3 INCOME

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Consolidated Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

2.4 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 allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 INTANGIBLE ASSETS AND AMORTISATION

Intangible assets costing £100 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Amortisation is provided on intangible assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life.

Amortisation is provided on the following basis:

Computer software	- 20 %
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**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

2. ACCOUNTING POLICIES (continued)

2.6 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets costing £100 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Plant and machinery	-	25% per annum straight line
Motor vehicles	-	20% per annum straight line
Fixtures and fittings	-	20% per annum straight line

2.7 INVESTMENTS

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

The Charity is a corporate Director of The Wave Project Retail Limited. The Wave Project Retail Limited is a company limited by guarantee. The Company is deemed to be a subsidiary of the Charity by virtue of common control.

2.8 STOCKS

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Donated items of stock for resale or distribution are not included in the financial statement until they are sold or distributed because the Trustees consider it impractical to be able to assess the amount of donated stocks as there are no systems in place which record these items until they are sold.

2.9 CASH AT BANK AND IN HAND

Cash at bank and 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.

2.10 LIABILITIES AND PROVISIONS

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

2. ACCOUNTING POLICIES (continued)

2.11 FINANCIAL INSTRUMENTS

The Group 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 measured at amortised cost using the effective interest method.

2.12 FINANCE LEASES AND HIRE PURCHASE

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the Group. Obligations under such agreements are included in creditors, net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Consolidated Statement of Financial Activities so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

2.13 OPERATING LEASES

Rentals paid under operating leases are charged to the Consolidated Statement of Financial Activities on a straight line basis over the lease term.

2.14 PENSIONS

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

2.15 FUND ACCOUNTING

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

3. INCOME FROM DONATIONS AND LEGACIES

	Restricted funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Donations	-	629,898	629,898	365,757
Grants	844,304	6,150	850,454	764,005
	<u>844,304</u>	<u>636,048</u>	<u>1,480,352</u>	<u>1,129,762</u>
TOTAL 2022	<u><u>625,546</u></u>	<u><u>504,216</u></u>	<u><u>1,129,762</u></u>	

4. INCOME FROM CHARITABLE ACTIVITIES

	Restricted funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Beach School income	-	17,773	17,773	12,875
Surf Club	-	24,517	24,517	15,819
Adaptive income	-	47,000	47,000	31,089
Referral partner contributions	-	61,830	61,830	-
Other sales and services	-	22,337	22,337	173,853
TOTAL 2023	<u><u>-</u></u>	<u><u>173,457</u></u>	<u><u>173,457</u></u>	<u><u>233,636</u></u>
TOTAL 2022	<u><u>1,000</u></u>	<u><u>232,636</u></u>	<u><u>233,636</u></u>	

Referral partner contributions were previously recognised within donations. During 2022, an amount of £24,210 was received.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

5. INCOME FROM OTHER TRADING ACTIVITIES

Income from non charitable trading activities

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Shop Income	83,068	83,068	115,080
TOTAL 2022	115,080	115,080	

6. ANALYSIS OF EXPENDITURE BY ACTIVITIES

	Activities undertaken directly 2023 £	Support costs 2023 £	Total funds 2023 £	Total funds 2022 £
Costs of charitable activities	841,387	392,602	1,233,989	1,601,239
TOTAL 2022	1,038,456	562,783	1,601,239	

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

6. ANALYSIS OF EXPENDITURE BY ACTIVITIES (CONTINUED)

ANALYSIS OF SUPPORT COSTS

	Total funds 2023 £	Total funds 2022 £
Staff costs	79,872	132,581
Depreciation	27,152	37,739
Legal and professional fees	13,097	86,922
Premises costs	56,657	81,560
IT	9,057	9,272
Training	23,071	11,168
Administration	139,897	164,324
Fundraising	9,582	1,398
Loss on fixed asset disposal	-	5,716
Governance Costs	34,217	32,103
	392,602	562,783

7. AUDITORS' REMUNERATION

	2023 £	2022 £
Fees payable to the Charity's auditor for the audit of the Group's annual accounts	14,540	10,680

8. STAFF COSTS

	Group 2023 £	Group 2022 £	Company 2023 £	Company 2022 £
Wages and salaries	730,871	854,309	691,250	854,309
Social security costs	63,491	64,370	61,470	64,370
Contribution to defined contribution pension schemes	14,200	16,140	13,641	16,140
	808,562	934,819	766,361	934,819

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

8. STAFF COSTS (CONTINUED)

The average number of persons employed by the Charity during the year was as follows:

	Group 2023 No.	Group 2022 No.	Company 2023 No.	Company 2022 No.
CEO	1	1	1	1
Administrators	3	5	3	5
Project managers	21	23	21	23
Project workers	4	11	4	11
Shop	6	-	-	-
	<u>35</u>	<u>40</u>	<u>29</u>	<u>40</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group 2023 No.	Group 2022 No.
In the band £60,001 - £70,000	1	-

The Trustees considered its key management personnel in the year to comprise of the Trustees, CEO and senior management. The total employment benefits including pension contributions of the key management personnel were £177,730 (2022: £154,004).

9. TRUSTEES' REMUNERATION AND EXPENSES

During the year, no Trustees received any remuneration or other benefits (2022 - £NIL).

During the year ended 31 January 2023, no Trustee expenses have been incurred (2022 - £NIL).

10. TAXATION

The Wave Project is a registered charity and is thus exempt from tax in income and gains under the relevant taxation acts to the extent that these applied to its charitable objects. No tax charges have arisen in the charity and there was no UK corporation tax payable by The Wave Project in 2023 or 2022.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

11. INTANGIBLE ASSETS

GROUP & COMPANY

	Computer software £
COST	
At 1 February 2022	11,875
At 31 January 2023	<u>11,875</u>
AMORTISATION	
At 1 February 2022	2,375
Charge for the year	2,375
At 31 January 2023	<u>4,750</u>
NET BOOK VALUE	
At 31 January 2023	<u>7,125</u>
At 31 January 2022	<u>9,500</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

12. TANGIBLE FIXED ASSETS

GROUP AND COMPANY

	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
COST				
At 1 February 2022	54,392	54,094	111,358	219,844
Additions	-	19,740	9,875	29,615
At 31 January 2023	<u>54,392</u>	<u>73,834</u>	<u>121,233</u>	<u>249,459</u>
DEPRECIATION				
At 1 February 2022	49,770	20,743	90,455	160,968
Charge for the year	4,622	10,819	9,336	24,777
At 31 January 2023	<u>54,392</u>	<u>31,562</u>	<u>99,791</u>	<u>185,745</u>
NET BOOK VALUE				
At 31 January 2023	<u>-</u>	<u>42,272</u>	<u>21,442</u>	<u>63,714</u>
At 31 January 2022	<u>4,622</u>	<u>33,351</u>	<u>20,903</u>	<u>58,876</u>

13. DEBTORS

	Group 2023 £	Group 2022 £	Company 2023 £	Company 2022 £
DUE WITHIN ONE YEAR				
Trade debtors	23,885	26,245	23,885	26,245
Amounts owed by group undertakings	-	-	18,440	-
Other debtors	1,179	-	1,165	-
Prepayments and accrued income	270,092	34,514	270,092	34,514
	<u>295,156</u>	<u>60,759</u>	<u>313,582</u>	<u>60,759</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2023 £	Group 2022 £	Company 2023 £	Company 2022 £
Trade creditors	3,154	3,990	2,819	3,990
Other taxation and social security	16,756	15,369	15,036	15,369
Obligations under finance lease and hire purchase contracts	19,740	-	19,740	-
Other creditors	2,860	2,683	2,860	2,683
Accruals and deferred income	4,062	8,900	4,062	8,900
	46,572	30,942	44,517	30,942

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

15. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 February 2022 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 January 2023 £
UNRESTRICTED FUNDS					
General Funds	4,311	892,573	(692,712)	(11,924)	192,248
RESTRICTED FUNDS					
Big Lottery	26,961	97,656	(95,731)	9,301	38,187
Wave Rangers - Sport England	6,032	50,000	(56,032)	-	-
South Devon	4,600	26,417	(23,867)	-	7,150
North Yorkshire Council	13,457	-	(13,457)	-	-
Aviva	10,000	-	(10,000)	-	-
Children in Need	62,434	-	(65,057)	2,623	-
North Devon	34,820	-	(34,820)	-	-
Tudor Trust	23,960	-	(23,960)	-	-
London	8,381	-	(8,381)	-	-
Foundation for Children	7,174	22,500	(24,674)	-	5,000
LNER	-	30,000	(19,946)	-	10,054
Boeing (London)	-	17,875	-	-	17,875
Lottery Sustainability	40,770	118,956	(115,834)	-	43,892
Cornwall	-	49,000	(18,138)	-	30,862
Innox Foundation	-	25,000	(25,000)	-	-
Scotland	-	42,500	(34,500)	-	8,000
Raise your Hands	-	21,700	(16,698)	-	5,002
Beach School	-	25,000	(11,036)	-	13,964
Prudence Trust	-	300,000	-	-	300,000
Other restricted funds	14,365	17,700	(32,065)	-	-
	<u>252,954</u>	<u>844,304</u>	<u>(629,196)</u>	<u>11,924</u>	<u>479,986</u>
TOTAL OF FUNDS	<u><u>257,265</u></u>	<u><u>1,736,877</u></u>	<u><u>(1,321,908)</u></u>	<u><u>-</u></u>	<u><u>672,234</u></u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

15. STATEMENT OF FUNDS (CONTINUED)

Restricted Funds

Big Lottery - supports running costs of surf therapy programmes in Dorset, Northern Ireland the Isle of Wight

Wave Rangers - supported by Sport England

South Devon - funding to support the surf project in this area

North Yorkshire Council - supports the project ongoing in North Yorkshire

Aviva - provides funding to support the Charity's activities

Children in Need - supports the project in South Devon; and a social prescribing project across the South West of England

North Devon - funding received to support the surf club in this area

Tudor Trust - supports salary costs for the South East regional manager

London - funding to support the surf project in this area

Foundation for Children - supports the project in South Devon

LNER - funding to support the programme in Tynemouth & Dunbar

Boeing (London) - funding to support future surf projects taking place in 2023

Lottery sustainability - supports running costs of surf therapy programmes

Cornwall - funding to support the surf programme in this area

Innox Foundation - funding to support the project in the South of England

Scotland - funding to support the surf programme in this area

Raise your Hands - provides funding to support the Charity's activities

Beach School - supported by Comic Relief

Prudence Trust - funding awarded in the current year to support the sustainability of the surf therapy programme and projects commencing during 2023. The funding will be received over a 3 year period.

Other restricted funds - include Bauer Cash for Kids, Buffino Chao Foundation, Barbara Ward Foundation and funding to support surf projects in Yorkshire and Dorset

Transfers relate to unrestricted funds being used to cover restricted expenditure.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

15. STATEMENT OF FUNDS (CONTINUED)

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 February 2021 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 January 2022 £
UNRESTRICTED FUNDS					
General Funds	128,769	851,932	(976,390)	-	4,311
RESTRICTED FUNDS					
Big Lottery	74,739	99,600	(147,378)	-	26,961
Wave Rangers - Sport England	-	83,672	(77,640)	-	6,032
South Devon	-	5,700	(1,100)	-	4,600
North Yorkshire Council	7,522	6,100	(165)	-	13,457
Aviva	-	10,000	-	-	10,000
Children in Need	95,794	115,280	(148,640)	-	62,434
The Tides Fountains (Vans)	-	73,393	(73,393)	-	-
Laureaus - Sustainability and City to the Sea	36,109	11,550	(47,659)	-	-
North Devon	6,847	60,168	(32,195)	-	34,820
Brighton	2,687	6,000	(8,687)	-	-
Scotland	9,662	-	(9,662)	-	-
Tudor Trust	23,533	35,000	(34,573)	-	23,960
South Wales	29,068	-	(29,068)	-	-
Cornwall	514	-	(514)	-	-
London	4,101	5,000	(720)	-	8,381
Tynemouth	5,821	-	(5,821)	-	-
Foundation for Children	4,483	27,500	(24,809)	-	7,174
Barbara Ward Foundation	7,500	10,000	(8,814)	-	8,686
Buffini Chao Foundation	5,679	13,125	(13,125)	-	5,679
Lottery Sustainability	-	64,458	(23,688)	-	40,770
	<u>314,059</u>	<u>626,546</u>	<u>(687,651)</u>	<u>-</u>	<u>252,954</u>
TOTAL OF FUNDS	<u>442,828</u>	<u>1,478,478</u>	<u>(1,664,041)</u>	<u>-</u>	<u>257,265</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Restricted funds 2023 £	Unrestricted funds 2023 £	Total funds 2023 £
Tangible fixed assets	12,059	51,655	63,714
Intangible fixed assets	-	7,125	7,125
Current assets	467,927	180,040	647,967
Creditors due within one year	-	(46,572)	(46,572)
TOTAL	<u>479,986</u>	<u>192,248</u>	<u>672,234</u>

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	Restricted funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	20,927	37,949	58,876
Intangible fixed assets	-	9,500	9,500
Current assets	232,027	(12,196)	219,831
Creditors due within one year	-	(30,942)	(30,942)
TOTAL	<u>252,954</u>	<u>4,311</u>	<u>257,265</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

17. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Group 2023 £	Group 2022 £
Net income/expenditure for the year (as per Statement of Financial Activities)	414,969	(185,563)
ADJUSTMENTS FOR:		
Depreciation charges	24,777	35,363
Amortisation charges	2,375	2,375
Loss on the sale of fixed assets	-	5,716
Decrease/(increase) in stocks	(6,431)	-
Increase in debtors	(234,397)	(42,236)
Increase/(decrease) in creditors	15,630	(28,493)
NET CASH PROVIDED BY/(USED IN) OPERATING ACTIVITIES	216,923	(212,838)

18. ANALYSIS OF CASH AND CASH EQUIVALENTS

	Group 2023 £	Group 2022 £
Cash in hand	335,726	148,418

19. ANALYSIS OF CHANGES IN NET DEBT

	At 1 February 2022 £	Cash flows £	New finance leases £	At 31 January 2023 £
Cash at bank and in hand	148,418	187,308	-	335,726
Finance leases	-	-	(19,740)	(19,740)
	148,418	187,308	(19,740)	315,986

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2023**

20. PENSION COMMITMENTS

The Charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Charity in an independently administered fund. The pension cost charge represents contributions payable by the Charity to the fund and amounted to £14,200 (2022: £16,140) in the year. £2,860 (2022: £2,683) were payable to the fund at the Balance Sheet date and are included in creditors.

21. OPERATING LEASE COMMITMENTS

At 31 January 2023 the Group and the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2023 £	Group 2022 £	Company 2023 £	Company 2022 £
Not later than 1 year	26,024	27,501	26,024	27,501
Later than 1 year and not later than 5 years	56,042	69,792	56,042	69,792
	82,066	97,293	82,066	97,293

22. RELATED PARTY TRANSACTIONS

During the year the Charity paid ERA Adventures Limited, a Company controlled by the spouse of a member of key management personnel, £7,770 (2022: £5,050) for provision of surf school. There were no outstanding balances at the year end (2022: £Nil).

23. CONTROLLING PARTY

The Charity is controlled by its Trustees.

THE WAVE PROJECT

England & Wales - Charity number 1163421

Accounts

Registered number: 07489189
Charity number: 1163421 (England & Wales)
SCO46500 (Scotland)

THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2022

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

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**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 JANUARY 2022**

Trustees	Mr B Evans Miss A Hage (resigned 26 April 2021) Mrs B Willmott Mr A Brown Miss E Johnson Mr J Masters (resigned 26 July 2021) Mr W Robertson Dr A Pearson Mr G Hooper Mr W Simpson Ms S Everard (appointed 26 July 2021)
Company registered number	07489189
Charity registered number	1163421 (England & Wales) SCO46500 (Scotland)
Registered office	6 Fore Street Newquay United Kingdom TR7 1LN
Chief executive officer	Joseph Taylor
Independent auditors	Bishop Fleming LLP Chartered Accountants 10 Temple Back Bristol BS1 6FL
Bankers	Lloyds Bank Plc 14 Molesworth Street Wadebridge Cornwall
Solicitors	Osborne Clarke 2 Temple Back East Temple Quay Bristol

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JANUARY 2022**

The Trustees have pleasure in presenting their report and audited financial statements for the year ended 31 January 2022.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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) (as amended for accounting periods commencing from 1 January 2019).

REFERENCE AND ADMINISTRATIVE DETAILS

Legal Status and Governing Document

The Wave Project was incorporated on the 11th January 2011. The Memorandum & Articles of Association dated 5th August 2015 were amended by special resolution dated 17th February 2016. The Charity is a company limited by guarantee (registered number 07489189) and does not have a share capital. The Charity is also a registered charity (registered number 1163421 in England and Wales and SCO46500 in Scotland). In accordance with Section 60 of the Companies Act 2006, the word 'limited' is omitted from the name. The liability of the members who constitute the Charity is limited to £1 per member.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity is run by a Board of Trustees. The Trustees are also Directors of the Company for the purposes of the Companies Act 2006.



The day-to-day management of the Charity is delegated to the CEO, Joe Taylor, who is assisted by the project managers for each of the projects. The Trustees meet as a full board at least five times per year including the Annual General Meeting to ensure that the governance of the Charity is implemented, to discuss the strategic direction of the Charity, to monitor financial performance, risk, human resources and operations, and all decisions reached are done so by a majority vote.

Appointment and training of Trustees

As set out in the Articles of Association, the prospective Trustees are nominated by the existing Trustees. They are then invited to join the Trust by the CEO. The number of Trustees shall be not less than three. Trustees are invited to attend Trust training but the majority are already sufficiently experienced.

Pay policy for senior staff

All Trustees give of their time freely and no Trustee received remuneration in the year. The CEO's salary was not reviewed this year and remained the same as the previous year.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2022**

OBJECTIVES AND ACTIVITIES

Objects of the Charity

The Charity's objects are specifically restricted to the following:

- To advance in life, relieve the needs of and help young people and in particular (but without limitation) those affected by disability, illness, mental health problems, social exclusion, low self-esteem or other disadvantage or difficulty including (but not limited to) by,
 - a) the provision of recreational and leisure time activities provided in the interests of social welfare, with a view to improving their conditions of life, and
 - b) the advancement of their education and the development of their skills, capabilities and confidence, in particular (but without limitation) through the provision of instruction in and facilities for surfing and other related sports.

Activities of the Charity

The Wave Project runs award-winning surf therapy projects, a beach school, and outdoor education projects, which help young people to build confidence, improve their educational prospects and avoid problems associated with social isolation.

Mission Statement

The Wave Project aims to change the lives of young people by using surfing, peer-mentoring and friendship. Our aim is to give clients the skills, confidence and self-belief they need to achieve their goals, no matter what additional challenges they face. We recognise that everyone young person is different and each responds to challenges differently. But we believe that with the right assistance and support they can do it.

Aims of Charity for the public benefit

1. To promote a healthy lifestyle amongst disadvantaged people, especially the young with mental health and physical disabilities, by organising surfing courses and other water based physical activities.
2. To encourage young volunteers to support disadvantaged young people.
3. To measure the benefits of the activities offered.
4. To ensure the benefits of the Wave Project's approach are made available nationally in the United Kingdom, and, as a second priority, elsewhere in the world.
5. To ensure the long-term survival of the Wave Project by diversifying the sources of its funding.

Fundraising Activities of the Charity

The Charity continues to fundraise through appeals for support and attending events and festivals. This year the Charity appointed a new Head of Fundraising to assist these activities.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2022**

OVERVIEW

The table below shows an overview of the main areas of focus identified by the Trustees to mitigate the key risks to the charity.

Action	Rationale and Detail
1. Trustees to support the Chair of Finance by raising funds and by identifying possible opportunities. (Risk 2)	Diversify sources of income, by developing the membership scheme; individual giving; the retail and online store and regular donation income
2. Improve the quality of our service by helping our research supplier to develop industry leading analytics (Risk 3)	Monitor progress so far on our scientific evaluation of courses. Are we missing opportunities or threats?
3. Continue to develop the staffing and data security plan (Risk 1)	Review security and data handling in the light of the GDPR legislation introduced in May 2018.
4. Develop and implement a marketing plan (Risk 2)	Develop the retail store case, and online offer to secure a turnover of over £100,000 this year
5. Develop and implement a marketing plan (Risk 2)	Aim to grow further the income from supporters.
6. Consolidate the expansion of the Wave Project's newer locations (Risk 1 and 4)	Monitor Management Information to ensure a high standard of H and S control, financial control, good client and volunteer relations, and written supplier contracts.

We have been able to maintain a service delivery for all projects by successful funding applications and working closely with local authorities throughout the UK. Our core activity of surf therapy has been maintained by a combination of grants and donations.

PUBLIC BENEFIT

The Trustees have complied with their duty to have due regard to guidance published by the Charity Commission on the operation of the Public Benefit requirement.

ACHIEVEMENTS AND PERFORMANCE

2021 saw a big rise in demand for the services of The Wave Project due to the impact of the pandemic on children and young people's mental health and wellbeing. The Charity responded by increasing capacity in order to deliver more services and reach more young people across its 16 locations across the UK.

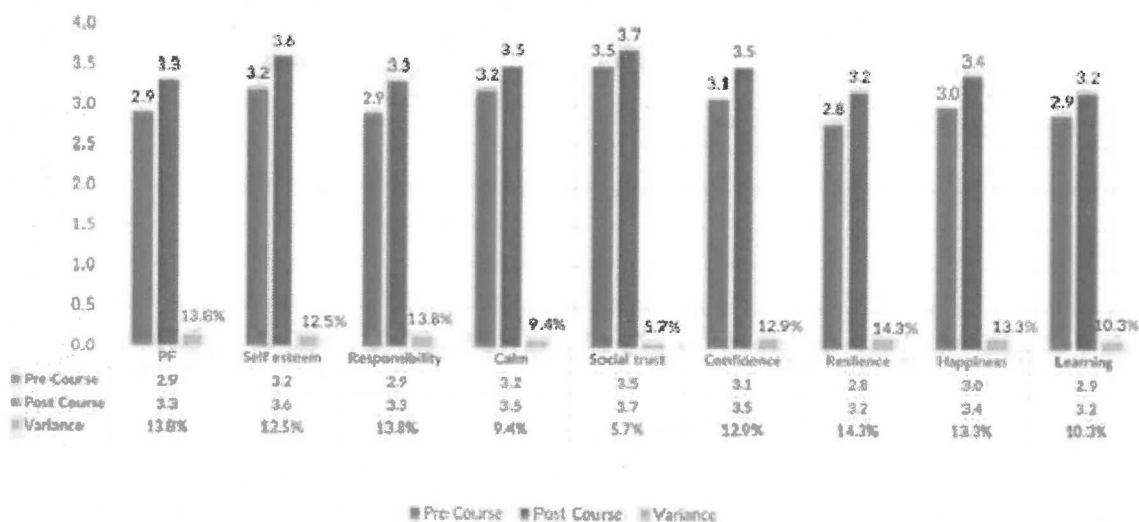
The capacity increase involved hiring more professional staff and commissioning more courses in each location. It meant that The Wave Project supported 2,253 young people via surf therapy courses, surf clubs and education projects within the year – an increase of more than 100% on the previous year and the highest number of beneficiaries in the Charity's history.

The Charity evaluated the success of these courses using a sample of 811 surf therapy students, who completed pre and post evaluation questionnaires. These surveys used validated psychological wellbeing scales to assess changes to children's wellbeing pre and post course. The data showed that participant wellbeing improved across 9 wellbeing areas (see Table 1 below).

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2022**

Table 1: results of pre and post evaluation: Surf Therapy 2021 (n=811)



These findings were supported by surveys of parents and referral partners, whose comments and feedback reinforced the findings of the self-assessment surveys, that surf therapy changes lives for the better, and helps to build confidence, self-esteem and resilience in young people.

To support our work, we have been awarded the following grants for the continuation of surf projects throughout the United Kingdom:

- National Lottery Community Fund - supports running costs of surf therapy programmes in Northern Ireland and the Isle of Wight; and the sustainability of the charity overall.
- BBC Children In Need – supports a social prescribing project across the South West of England
- Sport England – supports the Wave Rangers project in North Devon
- The Garfield Weston Trust – supports projects in Cornwall and Yorkshire
- Raise Your Hands – supports core costs
- Foundation For Children – supports the project in Bristol.
- The Robertson Trust – supports the project in Dunbar
- Barbara Ward Foundation - supports the surf club in the Isle of Wight
- The Newby Trust – supports the project in North Yorkshire
- The Buffini Chao Foundation - provides funds for surf therapy in Cornwall
- Pickwell Foundation – supports the surf club in North Devon
- The Tudor Trust – supports the salary of the charity’s Surf Therapy Manager for the South of England.

CURRENT STATUS AND FUTURE PLANNING

A five-year strategy has been updated and continues to be reviewed by the trustees. It creates the long-term objective of bringing evidence-based surf therapy programmes, or other evidence-based programmes involving open water, to support any young person in the UK who needs it.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2022**

FINANCIAL REVIEW

In 2022, The Wave Project achieved a deficit of £185,563 (2021: Surplus of £183,556). Total income increased by £221,255 to £1,478,478, which was mainly due to various funding detailed in note 15. There was a decrease in shop income, but an increase surf club income (detailed in note 4). As a result of additional funding for certain projects, staff costs increased by £271,176 during the year.

Net assets decreased to £257,265 (2021: £442,828).

At 31 January 2022, the Charity held total cash balances of £148,418 (2021: £386,254).

Reserves Policy

It is the policy of The Wave Project to maintain unrestricted funds, which are the free reserves of the Charity (excluding fixed assets), sufficient funds to cover two months management, administration, support costs and to respond to emergency expenditure which arises from time to time. This equates to a reserve of approximately £175,000. It is planned to increase the free reserves to cover at least three months management, administration, support costs in the future.

Total funds held by the Charity at 31 January 2022 amounted to £257,265 (2021: £442,828) of which free reserves are in surplus by £4,311 (2021: £128,769 surplus). The Charity expects to return a surplus in the 2023 year end, which should increase the Charity's free reserves.

Volunteers are used in order to facilitate the charities provisions and objectives. For the 2022 accounting year a total of 37,000 volunteer hours were contributed (2021: 62,000 hours).

Risk Policy

The Trustees have examined the major strategic, business and operational risk which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to mitigate the exposure to these risks.

The principal risks to which the Charity is exposed are:

- Risk of accidents in the water, including health and safety of participants, volunteers and staff
- Risk of fraud perpetrated by trustees or employees of the charity
- Risk of accidental damage to the charity's assets
- Risk of losing funding for support costs and additional projects

Investment Policy

The Trustees have considered the most appropriate policy for investing funds and agreed that instant access to funds is currently necessary to enable the Charity to operate effectively. The funds, therefore, are currently held in bank deposit accounts with an approved UK regulated bank.

Going Concern

The accounts are prepared on a going concern basis which assumes the Trust will continue to operate for the foreseeable future. The Trustees consider this to be appropriate having regard to the circumstances outlined in Note 2.2 to the accounts.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2022**

TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The Trustees (who are also Directors of the Charity for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its income and expenditure for that year. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The Trustees are also responsible for ensuring that the assets are properly applied in accordance with charity law.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the members of the Board of Trustees and signed on their behalf by:


Mr G Hooper
Trustee

Date: 28/7/22

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT

OPINION

We have audited the financial statements of The Wave Project (the 'charity') for the year ended 31 January 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 January 2022 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

BASIS FOR OPINION

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

CONCLUSIONS RELATING TO GOING CONCERN

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

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

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

OTHER INFORMATION

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

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

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

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and noncompliance with laws and regulations, we considered the following:

- the nature of the charity sector, control environment and charity performance;
- results of our enquiries of management and the Trustee board about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the Charity's documentation of their policies and procedures relating to: identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance; detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; the internal controls established to mitigate risks of fraud or noncompliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud. As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, purchase ledger, and identified the greatest potential for fraud as incorrect recognition of revenue, consideration of restricted income, compliance with laws and regulations and management override using manual journal entries.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, purchase ledger and payroll, and identified the greatest potential for fraud as incorrect recognition of revenue and management override using manual journal entries.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. We also obtained an understanding of the legal and regulatory frameworks that the Charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, The Charities Act and tax legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Charity's ability to operate or to avoid a material penalty. These included data protection regulations, occupational health and safety regulations and employment legislation.

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- reviewing the financial statement disclosures and testing to supporting documentation to assess the recognition of revenue;
- enquiring of Trustees and management and those charged with governance concerning actual and potential litigation and claims;

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

- performing procedures to confirm material compliance with the requirements of the laws and regulations that the Charity are subject to;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and reviewing internal control reports; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; and assessing whether the judgements made in making accounting estimates are indicative of a potential bias.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from an error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

USE OF OUR REPORT

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



David Butler FCA, DChA (Senior statutory auditor)
for and on behalf of
Bishop Fleming LLP
Chartered Accountants
Statutory Auditors
10 Temple Back
Bristol
BS1 6FL

Date: 29.07.2022

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 JANUARY 2022**

	Note	Restricted funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
INCOME FROM:					
Donations and legacies	3	625,546	504,216	1,129,762	930,056
Charitable activities	4	1,000	232,636	233,636	243,623
Other trading activities	5	-	115,080	115,080	83,544
TOTAL INCOME		626,546	851,932	1,478,478	1,257,223
EXPENDITURE ON:					
Raising funds		-	62,802	62,802	37,391
Charitable activities		687,651	913,588	1,601,239	1,036,276
TOTAL EXPENDITURE		687,651	976,390	1,664,041	1,073,667
NET MOVEMENT IN FUNDS		(61,105)	(124,458)	(185,563)	183,556
RECONCILIATION OF FUNDS:					
Total funds brought forward		314,059	128,769	442,828	259,272
Net movement in funds		(61,105)	(124,458)	(185,563)	183,556
TOTAL FUNDS CARRIED FORWARD		252,954	4,311	257,265	442,828

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 15 to 30 form part of these financial statements.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER:07489189**

**BALANCE SHEET
AS AT 31 JANUARY 2022**

	Note	2022 £	2021 £
FIXED ASSETS			
Intangible assets	11	9,500	11,875
Tangible assets	12	58,876	74,957
		<u>68,376</u>	<u>86,832</u>
CURRENT ASSETS			
Stocks		10,654	10,654
Debtors	13	60,759	18,523
Cash at bank and in hand		148,418	386,254
		<u>219,831</u>	<u>415,431</u>
Creditors: amounts falling due within one year	14	(30,942)	(59,435)
NET CURRENT ASSETS		<u>188,889</u>	<u>355,996</u>
TOTAL NET ASSETS		<u><u>257,265</u></u>	<u><u>442,828</u></u>
CHARITY FUNDS			
Restricted funds	15	252,954	314,059
Unrestricted funds	15	4,311	128,769
TOTAL FUNDS		<u><u>257,265</u></u>	<u><u>442,828</u></u>

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

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

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:


Mr G Hooper
 Trustee
 Date: 28/1/22

The notes on pages 15 to 30 form part of these financial statements.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JANUARY 2022**

	2022 £	2021 £
CASH FLOWS FROM OPERATING ACTIVITIES		
Net cash used in operating activities	(212,838)	280,263
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of intangible assets	-	(11,875)
Purchase of tangible fixed assets	(24,998)	(57,293)
NET CASH USED IN INVESTING ACTIVITIES	(24,998)	(69,168)
CHANGE IN CASH AND CASH EQUIVALENTS IN THE YEAR	(237,836)	211,095
Cash and cash equivalents at the beginning of the year	386,254	175,159
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	148,418	386,254

The notes on pages 15 to 30 form part of these financial statements

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

1. GENERAL INFORMATION

The Wave Project is a charitable private Company limited by guarantee without share capital, incorporated in England and Wales. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

The registered office and principle address is 6 Fore Street, Newquay, Cornwall, TR7 1LN.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Wave Project 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.

2.2 GOING CONCERN

The Trustees have reviewed the latest financial information along with the budget and cashflow forecasts and have concluded that The Wave Project is a going concern. The Trustees acknowledge that the pandemic has given rise to a higher level of uncertainty than would normally be anticipated, however all reasonable scenarios consider that the Charity can meet all liabilities as they fall due. Consequently, the financial statements are prepared on a going concern basis.

2.3 INCOME

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

2.4 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 allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Charity to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

2. ACCOUNTING POLICIES (continued)

2.4 EXPENDITURE (CONTINUED)

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charity's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 INTANGIBLE ASSETS AND AMORTISATION

Intangible assets costing £100 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Amortisation is provided on intangible assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life.

Amortisation is provided on the following basis:

Computer software	-	20 %
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2.6 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets costing £100 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Freehold property	-	Not depreciated
Plant and machinery	-	25% per annum straight line
Motor vehicles	-	20% per annum straight line
Fixtures and fittings	-	20% per annum straight line

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

2. ACCOUNTING POLICIES (continued)

2.7 INVESTMENTS

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Statement of Financial Activities.

Investments in subsidiaries are valued at cost less provision for impairment.

The Charity is a corporate Director of The Wave Project Retail Limited. The Wave Project Retail Limited is a company limited by guarantee. The Company is deemed to be a subsidiary of the Charity by virtue of common control.

2.8 STOCKS

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Donated items of stock for resale or distribution are not included in the financial statement until they are sold or distributed because the Trustees consider it impractical to be able to assess the amount of donated stocks as there are no systems in place which record these items until they are sold.

2.9 CASH AT BANK AND IN HAND

Cash at bank and 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.

2.10 LIABILITIES AND PROVISIONS

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

2.11 FINANCIAL INSTRUMENTS

The Charity 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 measured at amortised cost using the effective interest method.

2.12 OPERATING LEASES

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

2.13 PENSIONS

The Charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Charity to the fund in respect of the year.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

2. ACCOUNTING POLICIES (continued)

2.14 FUND ACCOUNTING

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

3. INCOME FROM DONATIONS AND LEGACIES

	Restricted funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Donations	-	365,757	365,757	165,940
Grants	625,546	138,459	764,005	639,316
Government grants	-	-	-	124,800
	<u>625,546</u>	<u>504,216</u>	<u>1,129,762</u>	<u>930,056</u>
TOTAL 2021	<u>690,006</u>	<u>240,050</u>	<u>930,056</u>	

Government grant income in 2021 was from the Coronavirus Job Retention Scheme.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

4. INCOME FROM CHARITABLE ACTIVITIES

	Restricted funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Sales and services	1,000	185,728	186,728	234,855
Surf Club	-	46,908	46,908	8,768
TOTAL 2022	1,000	232,636	233,636	243,623
TOTAL 2021	4,210	239,413	243,623	

5. INCOME FROM OTHER TRADING ACTIVITIES

Income from non charitable trading activities

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Shop Income	115,080	115,080	83,544
TOTAL 2021	83,544	83,544	

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

6. ANALYSIS OF EXPENDITURE BY ACTIVITIES

	Activities undertaken directly 2022 £	Support costs 2022 £	Total funds 2022 £	Total funds 2021 £
Costs of charitable activities	1,038,456	562,783	1,601,239	1,036,276
	<u>675,459</u>	<u>360,817</u>	<u>1,036,276</u>	
TOTAL 2021	<u>675,459</u>	<u>360,817</u>	<u>1,036,276</u>	

ANALYSIS OF SUPPORT COSTS

	Total funds 2022 £	Total funds 2021 £
Staff costs	132,581	90,898
Depreciation	37,739	35,618
Legal and professional fees	86,922	20,402
Premises costs	81,560	68,694
IT	9,272	9,347
Training	11,168	7,094
Administration	164,324	105,428
Fundraising	1,398	612
Loss on fixed asset disposal	5,716	-
Governance Costs	32,103	22,724
	<u>562,783</u>	<u>360,817</u>

7. AUDITORS' REMUNERATION

	2022 £	2021 £
Fees payable to the Charity's auditor for the audit of the Charity's annual accounts	10,680	10,200
	<u>10,680</u>	<u>10,200</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

8. STAFF COSTS

	2022 £	2021 £
Wages and salaries	854,309	601,568
Social security costs	64,370	49,217
Contribution to defined contribution pension schemes	16,140	11,557
	<u>934,819</u>	<u>662,342</u>

The average number of persons employed by the Charity during the year was as follows:

	2022 No.	2021 No.
CEO	1	1
Administrators	5	5
Project managers	23	19
Project workers	11	2
	<u>40</u>	<u>27</u>

No employee received remuneration amounting to more than £60,000 in either year.

The Trustees considered its key management personnel in the year to comprise of the Trustees, CEO and senior management. The total employment benefits including pension contributions of the key management personnel were £154,004 (2021: £134,512).

9. TRUSTEES' REMUNERATION AND EXPENSES

During the year, no Trustees received any remuneration or other benefits (2021 - £NIL).

During the year ended 31 January 2022, no Trustee expenses have been incurred (2021 - £NIL).

10. TAXATION

The Wave Project is a registered charity and is thus exempt from tax in income and gains under the relevant taxation acts to the extent that these applied to its charitable objects. No tax charges have arisen in the charity and there was no UK corporation tax payable by The Wave Project in 2022 or 2021.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

11. INTANGIBLE ASSETS

	Computer software £
COST	
At 1 February 2021	11,875
At 31 January 2022	<u>11,875</u>
AMORTISATION	
Charge for the year	2,375
At 31 January 2022	<u>2,375</u>
NET BOOK VALUE	
At 31 January 2022	<u>9,500</u>
At 31 January 2021	<u>11,875</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

12. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
COST					
At 1 February 2021	5,716	51,558	34,404	108,884	200,562
Additions	-	-	19,690	5,308	24,998
Disposals	(5,716)	-	-	-	(5,716)
Transfers between classes	-	2,834	-	(2,834)	-
At 31 January 2022	<u>-</u>	<u>54,392</u>	<u>54,094</u>	<u>111,358</u>	<u>219,844</u>
DEPRECIATION					
At 1 February 2021	-	41,506	9,924	74,175	125,605
Charge for the year	-	7,554	10,819	16,990	35,363
Transfers between classes	-	710	-	(710)	-
At 31 January 2022	<u>-</u>	<u>49,770</u>	<u>20,743</u>	<u>90,455</u>	<u>160,968</u>
NET BOOK VALUE					
At 31 January 2022	<u>-</u>	<u>4,622</u>	<u>33,351</u>	<u>20,903</u>	<u>58,876</u>
At 31 January 2021	<u>5,716</u>	<u>10,052</u>	<u>24,480</u>	<u>34,709</u>	<u>74,957</u>

13. DEBTORS

	2022 £	2021 £
DUE WITHIN ONE YEAR		
Trade debtors	26,245	2,952
Prepayments and accrued income	34,514	15,571
	<u>60,759</u>	<u>18,523</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	3,990	27,257
Other taxation and social security	15,369	15,369
Other creditors	2,683	-
Accruals and deferred income	8,900	16,809
	30,942	59,435

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

15. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 February 2021 £	Income £	Expenditure £	Balance at 31 January 2022 £
UNRESTRICTED FUNDS				
General Funds	128,769	851,932	(976,390)	4,311
RESTRICTED FUNDS				
Big Lottery	74,739	99,600	(147,378)	26,961
Wave Rangers - Sport England	-	83,672	(77,640)	6,032
South Devon	-	5,700	(1,100)	4,600
North Yorkshire Council	7,522	6,100	(165)	13,457
Aviva	-	10,000	-	10,000
Children in Need	95,794	115,280	(148,640)	62,434
The Tides Fountains (Vans)	-	73,393	(73,393)	-
Laureaus - Sustainability and City to Sea	36,109	11,550	(47,659)	-
North Devon	6,847	60,168	(32,195)	34,820
Brighton	2,687	6,000	(8,687)	-
Scotland	9,662	-	(9,662)	-
Tudor Trust	23,533	35,000	(34,573)	23,960
South Wales	29,068	-	(29,068)	-
Cornwall	514	-	(514)	-
London	4,101	5,000	(720)	8,381
Tynemouth	5,821	-	(5,821)	-
Foundation for Children	4,483	27,500	(24,809)	7,174
Barbara Ward Foundation	7,500	10,000	(8,814)	8,686
Buffini Chao Foundation	5,679	13,125	(13,125)	5,679
Lottery Sustainability	-	64,458	(23,688)	40,770
	<u>314,059</u>	<u>626,546</u>	<u>(687,651)</u>	<u>252,954</u>
TOTAL OF FUNDS	<u>442,828</u>	<u>1,478,478</u>	<u>(1,664,041)</u>	<u>257,265</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

15. STATEMENT OF FUNDS (CONTINUED)

Restricted Funds

Big Lottery - supports running costs of surf therapy programmes in Dorset, Northern Ireland the Isle of Wight.

Wave Rangers - supported by Sport England

Beach School - supported by Comic Relief

North Yorkshire Council - supports the project ongoing in North Yorkshire

The Henry Smith Foundation - supports running costs of the project in Brighton and West Sussex

Children in Need - supports the project in South Devon; and a social prescribing project across the South West of England

Morrisons - represents the net book value of fixed assets purchased by restricted monies

Laureaus. Sustainability - funding from Laureus towards the core costs, in particular relating to sustainability. City to Sea - funding from Laureus to support the project in London

North Devon - funding received to support the surf club in this area

Brighton - money donated to be spent in the Brighton area.

Scotland - money provided to support the surf programme in this area

Tudor Trust - supports salary costs for the South East regional manager

Barbara Ward - supports the surf club in the Isle of Wight

South Wales - funding to support the surf project in this area

Cornwall - funding to support the surf project in this area

London - funding to support the surf project in this area

Tynemouth - funding to support the surf project in this area

Foundation for Children - supports the project in South Devon

Buffini Chao Foundation - provides funds for our education programmes in Cornwall

Aviva - provides funding to support the Charity's activities

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

15. STATEMENT OF FUNDS (CONTINUED)

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 February 2020 £	Income £	Expenditure £	Balance at 31 January 2021 £
UNRESTRICTED FUNDS				
General Funds	35,687	563,007	(469,925)	128,769
RESTRICTED FUNDS				
Big Lottery	27,419	133,135	(85,815)	74,739
Wave Rangers - Sport England	43,966	-	(43,966)	-
Beach School - Comic Relief	1,683	-	(1,683)	-
North Yorkshire Council	7,328	20,100	(19,906)	7,522
The Henry Smith Foundation	11,459	-	(11,459)	-
Children in Need	53,942	127,373	(85,521)	95,794
Morrisons	58	-	(58)	-
Laureaus - Sustainability and City to Sea	24,377	101,142	(89,410)	36,109
North Devon	6,645	27,416	(27,214)	6,847
Brighton	2,687	-	-	2,687
Scotland	9,363	29,500	(29,201)	9,662
Tudor Trust	20,820	33,000	(30,287)	23,533
South Wales	13,838	20,500	(5,270)	29,068
Cornwall	-	18,500	(17,986)	514
London	-	5,000	(899)	4,101
Tynemouth	-	13,750	(7,929)	5,821
Foundation for Children	-	10,000	(5,517)	4,483
Barbara Ward Foundation	-	10,000	(2,500)	7,500
Buffini Chao Foundation	-	20,000	(14,321)	5,679
CJRS	-	124,800	(124,800)	-
	<u>223,585</u>	<u>694,216</u>	<u>(603,742)</u>	<u>314,059</u>
TOTAL OF FUNDS	<u><u>259,272</u></u>	<u><u>1,257,223</u></u>	<u><u>(1,073,667)</u></u>	<u><u>442,828</u></u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Restricted funds 2022 £	Unrestricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	20,927	37,949	58,876
Intangible fixed assets	-	9,500	9,500
Current assets	232,027	(12,196)	219,831
Creditors due within one year	-	(30,942)	(30,942)
TOTAL	252,954	4,311	257,265

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	33,059	41,898	74,957
Intangible fixed assets	-	11,875	11,875
Current assets	281,000	134,431	415,431
Creditors due within one year	-	(59,435)	(59,435)
TOTAL	314,059	128,769	442,828

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

17. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net income/expenditure for the year (as per Statement of Financial Activities)	(185,563)	183,556
ADJUSTMENTS FOR:		
Depreciation charges	35,363	35,617
Amortisation charges	2,375	-
Loss on the sale of fixed assets	5,716	17,149
Decrease in stocks	-	3,612
Decrease/(increase) in debtors	(42,236)	43,395
Decrease in creditors	(28,493)	(3,066)
NET CASH PROVIDED BY/(USED IN) OPERATING ACTIVITIES	(212,838)	280,263

18. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2022 £	2021 £
Cash in hand	148,418	386,254

19. ANALYSIS OF CHANGES IN NET DEBT

	At 1 February 2021 £	Cash flows £	At 31 January 2022 £
Cash at bank and in hand	386,254	(237,836)	148,418
	386,254	(237,836)	148,418

20. PENSION COMMITMENTS

The Charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Charity in an independently administered fund. The pension cost charge represents contributions payable by the Charity to the fund and amounted to £16,140 (2021: £11,557) in the year. £2,683 (2021: £2,459) were payable to the fund at the Balance Sheet date and are included in creditors.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

21. OPERATING LEASE COMMITMENTS

At 31 January 2022 the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2022 £	2021 £
Not later than 1 year	27,501	27,501
Later than 1 year and not later than 5 years	69,792	95,418
Later than 5 years	-	1,875
	<u>97,293</u>	<u>124,794</u>

22. RELATED PARTY TRANSACTIONS

During the year the Charity paid ERA Adventures Limited, a Company controlled by the spouse of a member of key management personnel, £5,050 (2021: £1,400) for provision of surf school. There were no outstanding balances at the year end (2021: £Nil).

23. CONTROLLING PARTY

The Charity is controlled by its Trustees.

THE WAVE PROJECT

England & Wales - Charity number 1163421

Accounts

Registered number: 07489189
Charity number: 1163421

THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

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**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 JANUARY 2021**

Trustees	Mr B Evans Miss A Hage Mrs B Willmott Mr A Brown Miss E Johnson Mr J Masters Mr W Robertson Dr A Pearson (appointed 27 April 2020) Mr G Hooper (appointed 27 April 2020) Mr W Simpson (appointed 27 July 2020) Dr W Thomas (resigned 27 April 2020)
Company registered number	07489189
Charity registered number	1163421
Registered office	6 Fore Street Newquay Cornwall TR7 1LN
Independent auditors	Bishop Fleming LLP Chartered Accountants 10 Temple Back Bristol BS1 6FL
Bankers	Lloyds Bank Plc 14 Molesworth Street Wadebridge Cornwall
Solicitors	Osborne Clarke 2 Temple Back East Temple Quay Bristol

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JANUARY 2021**

The Trustees have pleasure in presenting their report and audited financial statements for the year ended 31 January 2021. The annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Company qualifies as small under section 382 of the Companies Act 2006, the Strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

REFERENCE AND ADMINISTRATIVE DETAILS

Charity registration number: 1163421 (England and Wales)
SCO45600 (Scotland)

Company registration number: 07489189

Principal Office & Advisors

These are detailed on page 2.

Trustees

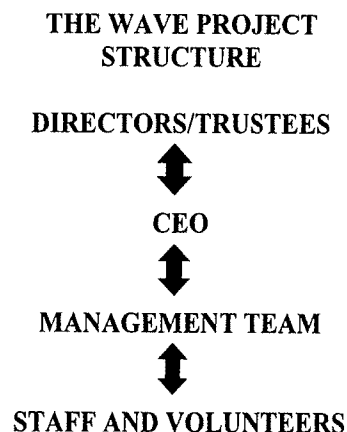
The names of trustees are shown on page 2.

Legal Status and Governing Document

The Wave Project was incorporated on the 11th January 2011. The Memorandum & Articles of Association dated 5th August 2015 were amended by special resolution dated 17th February 2016. The Charity is a company limited by guarantee (registered number 07489189) and does not have a share capital. The Charity is also a registered charity (registered number 1163421 in England and Wales and SCO45600 in Scotland). In accordance with Section 60 of the Companies Act 2006, the word 'limited' is omitted from the name. The liability of the members who constitute the Charity is limited to £1 per member.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity is run by a Board of Trustees. The Trustees are also directors of the company for the purposes of the Companies Act 2006.



The day-to-day management of the Charity is delegated to the CEO, Joe Taylor, who is assisted by the project managers for each of the projects. The Trustees meet as a full board at least six times per year including the Annual General Meeting to ensure that the governance of the Charity is implemented, to discuss the strategic direction of the Charity, to monitor financial performance, risk, human resources and operations, and all decisions reached are done so by a majority vote.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021**

Appointment and training of Trustees

As set out in the Articles of Association, the Trustees are nominated by the existing directors. They are then invited to join the Trust by the CEO. The number of Trustees shall be not less than three. Trustees are invited to attend Trust training but the majority are already sufficiently experienced.

Pay policy for senior staff

All Trustees give of their time freely and no trustee received remuneration in the year. The CEO's salary was reviewed this year by an independent consultancy Reward Connected and updated by the trustees following the report's recommendations.

OBJECTIVES AND ACTIVITIES

Objects of the Charity

The charity's objects are specifically restricted to the following:

- To advance in life, relieve the needs of and help young people and in particular (but without limitation) those affected by disability, illness, mental health problems, social exclusion, low self-esteem or other disadvantage or difficulty including (but not limited to) by,
 - (a) the provision of recreational and leisure time activities provided in the interests of social welfare, with a view to improving their conditions of life, and
 - (b) the advancement of their education and the development of their skills, capabilities and confidence, in particular (but without limitation) through the provision of instruction in and facilities for surfing and other related sports.

Activities of the Charity

The Wave Project runs award winning surf therapy projects and a beach school which help young people to build confidence, improve their educational prospects and avoid problems associated with social isolation.

Mission Statement

'The Wave Project aims to change the lives of young people by using surfing, peer-mentoring and friendship. Our aim is to give clients the skills, confidence and self-belief they need to achieve their goals, no matter what additional challenges they face. We recognise that everyone young person is different and each responds to challenges differently. But we believe that with the right assistance and support they can do it.'

Aims of Charity for the public benefit

1. To promote a healthy lifestyle amongst disadvantaged people, especially the young with mental health and physical disabilities, by organising surfing courses and other water based physical activities.
2. To encourage young volunteers to support disadvantaged young people.
3. To measure the benefits of the activities offered.
4. To ensure the benefits of the Wave Project's approach are made available nationally in the United Kingdom, and, as a second priority, elsewhere in the world.
5. To ensure the long-term survival of the Wave Project by diversifying the sources of its funding.

Fundraising Activities of the Charity

The charity continues to fundraise through appeals for support and attending events and festivals. The charity does not use professional fundraisers to carry out these activities.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021**

OVERVIEW

Action	Rationale and Detail
1. Trustees to support the Chair of Finance by raising funds and by identifying possible opportunities. (Risk 2)	Diversify sources of income, by developing the membership scheme; the retail and online store and regular donation income
2. Improve the quality of our service by helping our research supplier to develop industry leading analytics (Risk 3)	Monitor progress so far on our scientific evaluation of courses. Are we missing opportunities or threats?
3. Continue to develop the staffing and data security plan (Risk 1)	Review security and data handling in the light of the GDPR legislation introduced in May 2018.
4. Develop and implement a marketing plan (Risk 2)	Develop the retail store based, and online offer to secure a turnover of £100,000 this year
5. Develop and implement a marketing plan (Risk 2)	Aim to grow further the income from supporters.
6. Consolidate the expansion of the Wave Project's newer locations (Risk 1 and 4)	Monitor Management Information to ensure a high standard of H and S control, financial control, good client and volunteer relations, and written supplier contracts.

We have been able to maintain a service delivery for all projects by successful funding applications and working closely with local authorities throughout the UK. Our core business of surf therapy has been maintained by a combination of grants and donations.

PUBLIC BENEFIT

The trustees have complied with their duty to have due regard to guidance published by the Charity Commission on the operation of the Public Benefit requirement.

ACHIEVEMENTS AND PERFORMANCE

We have been awarded the following grants for the continuation of surf projects throughout the United Kingdom:-

- National Lottery Community Fund - supports running costs of surf therapy programmes in Dorset, Northern Ireland the Isle of Wight.
- BBC Children In Need – supports the project in South Devon; and a social prescribing project across the South West of England
- Laureus Sport for Good Foundation– funds projects in Cornwall and London
- The Henry Smith Charity – supports running costs of the project in Brighton and West Sussex
- The Garfield Weston Trust – supports projects in Cornwall and Yorkshire
- The Clarksons Foundation – funded the purchase of a vehicle in Northern Ireland
- The Tides Foundation – funded the planning and design costs of a new Beach School in Cornwall, and surf therapy costs in Brighton, Tynemouth and South Devon
- Raise Your Hands – supports core costs
- Foundation For Children – supports the project in Bristol and South Wales
- The Robertson Trust – supports the project in Dunbar
- Barbara Ward Foundation - supports the surf club in the Isle of Wight
- The Newby Trust – supports the project in North Yorkshire
- The Buffini Chao Foundation - provides funds for surf therapy in Cornwall
- Pickwell Foundation – supports the surf club in North Devon
- The Tudor Trust – supports salary costs for the South East regional manager
- The Herman Miller Foundation – supports project costs in South Wales

CURRENT STATUS AND FUTURE PLANNING

An independent long term evaluation study was released in the year which supported the long held belief that surf therapy changes lives for the better.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021**

This reinforced the commitment of the charity, which now operates in 13 locations and has supported over 1,000 young people via surf therapy courses and surf clubs within the year.

A five year strategy has been developed and will steer the charity until 2023. Ultimately the aim is to bring evidence-based surf therapy programmes to any young person in the UK who needs it.

FINANCIAL REVIEW

In 2020, The Wave Project achieved a surplus of £183,556 (2020: £5,335). Total income increased by £278,408 to £1,257,223, which was mainly due to various funding detailed in note 14. However there was a decrease in shop income and surf club income (detailed in note 3). As a result of additional funding for certain projects, staff costs increased by £130,127 during the year.

Net assets increased to £442,828 (2020: £259,272).

At 31 January 2021, the Charity held total cash balances of £386,254 (2020: £175,159).

Reserves Policy

It is the policy of The Wave Project to maintain unrestricted funds, which are the free reserves of the Charity (excluding fixed assets), sufficient funds to cover two months management, administration, support costs and to respond to emergency expenditure which arises from time to time. This equates to a reserve of approximately £175,000. It is planned to increase the free reserves to cover at least three months management, administration, support costs in the future.

Total funds held by the Charity at 31 January 2021 amounted to £442,828 (2020: £259,272) of which £128,769 (2020: 35,687) is free reserves.

Volunteers are used in order to facilitate the charities provisions and objectives. For the 2021 accounting year a total of 62,000 volunteer hours were contributed (2020: 40,000 hours).

Risk Policy

The Trustees have examined the major strategic, business and operational risk which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to mitigate the exposure to these risks.

The principle risks to which the charity is exposed are:

- Risk of accidents in the water, including health and safety of participants, volunteers and staff
- Risk of fraud perpetrated by trustees or employees of the charity
- Risk of accidental damage to the charity's assets
- Risk of losing funding for support costs and additional projects

Investment Policy

The trustees have considered the most appropriate policy for investing funds and agreed that instant access to funds is currently necessary to enable the Charity to operate effectively. The funds, therefore, are currently held in bank deposit accounts with an approved UK regulated bank.

Going Concern

The accounts are prepared on a going concern basis which assumes the Trust will continue to operate for the foreseeable future. The trustees consider this to be appropriate having regard to the circumstances outlined in Note 18 to the notes.

TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The Trustees (who are also directors of the Charity for the purposes of company law) are responsible for
Page 5

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021**

preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and regulations.

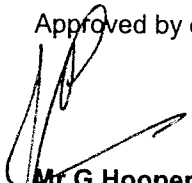
Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its income and expenditure for that year. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The Trustees are also responsible for ensuring that the assets are properly applied in accordance with charity law.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Mr G Hooper
Trustee

Date: 23 November 2021

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT

OPINION

We have audited the financial statements of The Wave Project (the 'charitable company') for the year ended 31 January 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 January 2021 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

BASIS FOR OPINION

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

CONCLUSIONS RELATING TO GOING CONCERN

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

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

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

OTHER INFORMATION

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

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

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

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and noncompliance with laws and regulations, we considered the following:

- the nature of the charity sector, control environment and charity performance;
- results of our enquiries of management and the Trustee board about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the Charity's documentation of their policies and procedures relating to: identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance; detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; the internal controls established to mitigate risks of fraud or noncompliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud. As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, purchase ledger, and identified the greatest potential for fraud as incorrect recognition of revenue, consideration of restricted income, compliance with laws and regulations and management override using manual journal entries.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, purchase ledger and payroll, and identified the greatest potential for fraud as incorrect recognition of revenue and management override using manual journal entries.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. We also obtained an understanding of the legal and regulatory frameworks that the Charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, The Charities Act and tax legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Charity's ability to operate or to avoid a material penalty. These included data protection regulations, occupational health and safety regulations and employment legislation.

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- reviewing the financial statement disclosures and testing to supporting documentation to assess the recognition of revenue;
- enquiring of Trustees and management and those charged with governance concerning actual and potential litigation and claims;
- performing procedures to confirm material compliance with the requirements of the laws and regulations

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE WAVE PROJECT (CONTINUED)

- that the Charity are subject to;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
 - reading minutes of meetings of those charged with governance and reviewing internal control reports; and
 - in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; and assessing whether the judgements made in making accounting estimates are indicative of a potential bias.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from an error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

USE OF OUR REPORT

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



David Butler FCA, DChA (Senior statutory auditor)

for and on behalf of

Bishop Fleming LLP

Chartered Accountants

Statutory Auditors

10 Temple Back

Bristol

BS1 6FL

Date: 25 November 2021

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 JANUARY 2021**

	Note	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:					
Donations and legacies	3	690,006	240,050	930,056	820,004
Charitable activities	4	4,210	239,413	243,623	57,833
Other trading activities	5	-	83,544	83,544	100,978
Total income		694,216	563,007	1,257,223	978,815
Expenditure on:					
Raising funds		-	37,391	37,391	39,190
Charitable activities		603,742	432,534	1,036,276	934,290
Total expenditure		603,742	469,925	1,073,667	973,480
Net movement in funds		90,474	93,082	183,556	5,335
Reconciliation of funds:					
Total funds brought forward		223,585	35,687	259,272	253,937
Net movement in funds		90,474	93,082	183,556	5,335
Total funds carried forward		314,059	128,769	442,828	259,272

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 14 to 26 form part of these financial statements.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER:07489189**

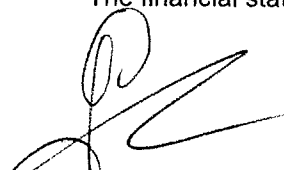
**BALANCE SHEET
AS AT 31 JANUARY 2021**

	Note	2021 £	2020 £
Fixed assets			
Intangible assets	11	11,875	-
Tangible assets	12	74,957	70,430
		<u>86,832</u>	<u>70,430</u>
Current assets			
Stocks		10,654	14,266
Debtors	13	18,523	61,918
Cash at bank and in hand		386,254	175,159
		<u>415,431</u>	<u>251,343</u>
Creditors: amounts falling due within one year	14	(59,435)	(62,501)
Net current assets		<u>355,996</u>	<u>188,842</u>
Total net assets		<u><u>442,828</u></u>	<u><u>259,272</u></u>
Charity funds			
Restricted funds	15	314,059	223,585
Unrestricted funds	15	128,769	35,687
Total funds		<u><u>442,828</u></u>	<u><u>259,272</u></u>

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

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

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



Mr G Hooper
Trustee

Date: 23 November 2021

The notes on pages 14 to 26 form part of these financial statements.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JANUARY 2021**

	2021 £	2020 £
Cash flows from operating activities		
Net cash used in operating activities	280,263	29,390
Cash flows from investing activities		
Purchase of intangible assets	(11,875)	-
Purchase of tangible fixed assets	(57,293)	(62,720)
Net cash used in investing activities	(69,168)	(62,720)
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	211,095	(33,330)
Cash and cash equivalents at the beginning of the year	175,159	208,489
Cash and cash equivalents at the end of the year	386,254	175,159

The notes on pages 14 to 26 form part of these financial statements

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

1. GENERAL INFORMATION

The Wave Project is a charitable private company limited by guarantee without share capital, incorporated in England and Wales. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

The registered office and principle address is 6 Fore Street, Newquay, Cornwall, TR7 1LN.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Wave Project 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.

2.2 GOING CONCERN

The trustees have reviewed the latest financial information along with the budget and cashflow forecasts and have concluded that The Wave Project is a going concern. The trustees acknowledge that the pandemic has given rise to a higher level of uncertainty than would normally be anticipated, however all reasonable scenarios consider that the charity can meet all liabilities as they fall due. Consequently the financial statements are prepared on a going concern basis.

2.3 INCOME

All income is recognised once the Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

2.4 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 allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Company to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

2. ACCOUNTING POLICIES (continued)

2.4 EXPENDITURE (CONTINUED)

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Company's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 GOVERNMENT GRANTS

Government grants relating to tangible fixed assets are treated as deferred income and released to the Statement of Financial Activities over the expected useful lives of the assets concerned. Other grants are credited to the Statement of Financial Activities as the related expenditure is incurred.

2.6 INTANGIBLE ASSETS AND AMORTISATION

Intangible assets costing £100 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Amortisation is provided on intangible assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life.

The estimated useful lives are as follows:

Amortisation is provided on the following basis:

Computer software	-	%
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2.7 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets costing £100 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Freehold property	-	Not depreciated
Plant and machinery	-	25% per annum straight line
Motor vehicles	-	20% per annum straight line
Fixtures and fittings	-	20% per annum straight line
Computer equipment	-	33% per annum straight line

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

2. ACCOUNTING POLICIES (continued)

2.8 STOCKS

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Donated items of stock for resale or distribution are not included in the financial statement until they are sold or distributed because the trustees consider it impractical to be able to assess the amount of donated stocks as there are no systems in place which record these items until they are sold.

2.9 DEBTORS

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.10 CASH AT BANK AND IN HAND

Cash at bank and 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.

2.11 LIABILITIES AND PROVISIONS

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

2.12 FINANCIAL INSTRUMENTS

The Company 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 measured at amortised cost using the effective interest method.

2.13 OPERATING LEASES

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

2.14 PENSIONS

The Company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Company to the fund in respect of the year.

2.15 FUND ACCOUNTING

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Company and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

3. INCOME FROM DONATIONS AND LEGACIES

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Donations	-	165,940	165,940	168,863
Grants	565,206	74,110	639,316	651,141
Government grants	124,800	-	124,800	-
	<u>690,006</u>	<u>240,050</u>	<u>930,056</u>	<u>820,004</u>
TOTAL 2020	<u>606,268</u>	<u>213,736</u>	<u>820,004</u>	

4. INCOME FROM CHARITABLE ACTIVITIES

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Sales and services	4,210	230,645	234,855	33,079
Surf Club	-	8,768	8,768	24,754
	<u>4,210</u>	<u>239,413</u>	<u>243,623</u>	<u>57,833</u>
TOTAL 2020	<u>4,204</u>	<u>53,629</u>	<u>57,833</u>	

5. INCOME FROM OTHER TRADING ACTIVITIES

Income from non charitable trading activities

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Shop Income	83,544	83,544	100,978
	<u>83,544</u>	<u>83,544</u>	<u>100,978</u>
TOTAL 2020	<u>100,978</u>	<u>100,978</u>	

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

6. ANALYSIS OF EXPENDITURE BY ACTIVITIES

	Activities undertaken directly 2021 £	Support costs 2021 £	Total funds 2021 £	Total funds 2020 £
Costs of charitable activities	675,459	360,817	1,036,276	934,290
TOTAL 2020	<u>588,169</u>	<u>346,121</u>	<u>934,290</u>	

ANALYSIS OF SUPPORT COSTS

	Total funds 2021 £	Total funds 2020 £
Staff costs	90,898	81,005
Depreciation	35,618	24,824
Legal and professional fees	20,402	17,094
Premises costs	68,694	79,561
IT	9,347	7,477
Training	7,094	-
Administration	105,428	101,541
Fundraising	612	14,900
Governance costs	22,724	19,719
	<u>360,817</u>	<u>346,121</u>

7. AUDITORS' REMUNERATION

	2021 £	2020 £
Fees payable to the Company's auditor for the audit of the Company's annual accounts	<u>10,200</u>	<u>10,656</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

8. STAFF COSTS

	2021	2020
	£	£
Wages and salaries	624,292	505,365
Social security costs	49,217	41,142
Contribution to defined contribution pension schemes	11,557	8,432
	685,066	554,939

The average number of persons employed by the Company during the year was as follows:

	2021	2020
	No.	No.
CEO	1	1
Administrators	5	5
Project managers	19	17
Project workers	2	2
	27	25

No employee received remuneration amounting to more than £60,000 in either year.

the Trustees considered its key management personnel in the year to comprise of the trustees, CEO and senior management. The total employment benefits including pension contributions of the key management personnel were £134,512 (2020: £129,639).

9. TRUSTEES' REMUNERATION AND EXPENSES

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 January 2021, no Trustee expenses have been incurred (2020 - £542).

10. TAXATION

The Wave Project is a registered charity and is thus exempt from tax in income and gains under the relevant taxation acts to the extent that these applied to its charitable objects. No tax charges have arisen in the charity and there was no UK corporation tax payable by The Wave Project in 2021 or 2020.

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

11. INTANGIBLE ASSETS

	Computer software £
COST	
Additions	11,875
At 31 January 2021	<u>11,875</u>
NET BOOK VALUE	
At 31 January 2021	<u>11,875</u>
At 31 January 2020	<u>-</u>

12. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
COST OR VALUATION					
At 1 February 2020	5,716	51,558	38,444	70,786	166,504
Additions	-	-	19,194	38,098	57,292
Disposals	-	-	(23,234)	-	(23,234)
At 31 January 2021	<u>5,716</u>	<u>51,558</u>	<u>34,404</u>	<u>108,884</u>	<u>200,562</u>
DEPRECIATION					
At 1 February 2020	-	33,951	9,129	52,994	96,074
Charge for the year	-	7,555	6,881	21,181	35,617
On disposals	-	-	(6,086)	-	(6,086)
At 31 January 2021	<u>-</u>	<u>41,506</u>	<u>9,924</u>	<u>74,175</u>	<u>125,605</u>
NET BOOK VALUE					
At 31 January 2021	<u>5,716</u>	<u>10,052</u>	<u>24,480</u>	<u>34,709</u>	<u>74,957</u>
At 31 January 2020	<u>5,716</u>	<u>17,607</u>	<u>29,315</u>	<u>17,792</u>	<u>70,430</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

13. DEBTORS

	2021	2020
	£	£
DUE WITHIN ONE YEAR		
Trade debtors	2,952	4,579
Prepayments and accrued income	15,571	57,339
	18,523	61,918

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade creditors	27,257	28,886
Other taxation and social security	15,369	15,500
Other creditors	16,809	18,115
	59,435	62,501

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

15. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 February 2020 £	Income £	Expenditure £	Balance at 31 January 2021 £
UNRESTRICTED FUNDS				
General Funds	35,687	563,007	(469,925)	128,769
RESTRICTED FUNDS				
Big Lottery	27,419	133,135	(85,815)	74,739
Wave Rangers - Sport England	43,966	-	(43,966)	-
Beach School - Comic Relief	1,683	-	(1,683)	-
North Yorkshire Council	7,328	20,100	(19,906)	7,522
The Henry Smith Foundation	11,459	-	(11,459)	-
Children in need	53,942	127,373	(85,521)	95,794
Morrisons	58	-	(58)	-
Laureaus - Sustainability and City to Sea	24,377	101,142	(89,410)	36,109
North Devon	6,645	27,416	(27,214)	6,847
Brighton	2,687	-	-	2,687
Scotland	9,363	29,500	(29,201)	9,662
Tudor Trust	20,820	33,000	(30,287)	23,533
South Wales	13,838	20,500	(5,270)	29,068
Cornwall	-	18,500	(17,986)	514
London	-	5,000	(899)	4,101
Tynemouth	-	13,750	(7,929)	5,821
Foundation for Children	-	10,000	(5,517)	4,483
Barbara Ward Foundation	-	10,000	(2,500)	7,500
Buffini Chao Foundation	-	20,000	(14,321)	5,679
CJRS	-	124,800	(124,800)	-
	<u>223,585</u>	<u>694,216</u>	<u>(603,742)</u>	<u>314,059</u>
TOTAL OF FUNDS	<u><u>259,272</u></u>	<u><u>1,257,223</u></u>	<u><u>(1,073,667)</u></u>	<u><u>442,828</u></u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

15. STATEMENT OF FUNDS (CONTINUED)

Restricted Funds

Big Lottery - supports running costs of surf therapy programmes in Dorset, Northern Ireland the Isle of Wight.

Wave Rangers - supported by Sport England

Beach School - supported by Comic Relief

North Yorkshire Council - supports the project ongoing in North Yorkshire

The Henry Smith Foundation - supports running costs of the project in Brighton and West Sussex

Children in need - supports the project in South Devon; and a social prescribing project across the South West of England

Morrison's - represents the net book value of fixed assets purchased by restricted monies

Laureus. Sustainability - funding from Laureus towards the core costs, in particular relating to sustainability. City to Sea - funding from Laureus to support the project in London

North Devon - funding received to support the surf club in this area

Brighton - money donated to be spent in the Brighton area.

Scotland - money provided to support the surf programme in this area

Tudor Trust - supports salary costs for the South East regional manager

Barbara Ward - supports the surf club in the Isle of Wight

South Wales - funding to support the surf project in this area

Cornwall - funding to support the surf project in this area

London - funding to support the surf project in this area

Tynemouth - funding to support the surf project in this area

Foundation for Children - supports the project in South Devon

Buffini Chao Foundation - provides funds for our education programmes in Cornwall

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

15. STATEMENT OF FUNDS (CONTINUED)

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 February 2019 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 January 2020 £
UNRESTRICTED FUNDS					
General Funds	143,798	368,343	(473,969)	(2,485)	35,687
RESTRICTED FUNDS					
Big Lottery	11,134	83,592	(67,307)	-	27,419
Wave Rangers - Sport England	27,715	43,114	(26,863)	-	43,966
Beach School - Comic Relief	15,930	34,472	(48,719)	-	1,683
North Yorkshire Council	201	26,214	(19,087)	-	7,328
The Henry Smith Foundation	12,038	30,000	(30,579)	-	11,459
Children in need	14,196	120,838	(81,092)	-	53,942
Morrisons	115	-	(57)	-	58
Laureaus - Sustainability and City to Sea	20,250	126,960	(122,999)	166	24,377
North Devon	-	8,213	(1,568)	-	6,645
Brighton	-	2,743	(56)	-	2,687
Scotland	-	43,656	(44,293)	10,000	9,363
Tudor Trust	-	33,000	(12,180)	-	20,820
South Wales	-	15,721	(1,883)	-	13,838
Morton Fraser	8,560	-	-	(8,560)	-
Foundation for Children	-	11,950	(11,950)	-	-
Barbara Ward Foundation	-	10,000	(10,000)	-	-
Buffini Chao Foundation	-	20,000	(20,879)	879	-
	110,139	610,473	(499,512)	2,485	223,585
TOTAL OF FUNDS	253,937	978,816	(973,481)	-	259,272

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT PERIOD

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	33,059	41,898	74,957
Intangible fixed assets	-	11,875	11,875
Current assets	281,000	134,431	415,431
Creditors due within one year	-	(59,435)	(59,435)
TOTAL	<u>314,059</u>	<u>128,769</u>	<u>442,828</u>

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR PERIOD

	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	41,620	28,810	70,430
Current assets	181,965	69,378	251,343
Creditors due within one year	-	(62,501)	(62,501)
TOTAL	<u>223,585</u>	<u>35,687</u>	<u>259,272</u>

**17. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING
ACTIVITIES**

	2021 £	2020 £
Net income for the period (as per Statement of Financial Activities)	183,556	5,335
ADJUSTMENTS FOR:		
Depreciation charges	35,617	24,825
Loss on the sale of fixed assets	17,149	-
Decrease/(increase) in stocks	3,612	(2,327)
Decrease/(increase) in debtors	43,395	(36,094)
Increase/(decrease) in creditors	(3,066)	37,651
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>280,263</u>	<u>29,390</u>

**THE WAVE PROJECT
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

18. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2021 £	2020 £
Cash in hand	386,254	175,159
TOTAL CASH AND CASH EQUIVALENTS	386,254	175,159

19. ANALYSIS OF CHANGES IN NET DEBT

	At 1 February 2020 £	Cash flows £	At 31 January 2021 £
Cash at bank and in hand	175,159	211,095	386,254
	175,159	211,095	386,254

20. PENSION COMMITMENTS

The Charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Charity in an independently administered fund. The pension cost charge represents contributions payable by the Charity to the fund and amounted to £11,557 (2020: £8,267) in the year. £2,459 (2020: £2,265) were payable to the fund at the balance sheet date and are included in creditors.

21. OPERATING LEASE COMMITMENTS

At 31 January 2021 the Company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2021 £	2020 £
Not later than 1 year	27,501	28,971
Later than 1 year and not later than 5 years	95,418	95,000
Later than 5 years	1,875	24,375
	124,794	148,346

22. RELATED PARTY TRANSACTIONS

During the year the charity paid ERA Adventures Limited, a company controlled by the spouse of a member of key management personnel, £1,400 (2020: £3,175) for provision of surf school. There were no outstanding balances at the year end (2020: £Nil).