

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 December 2022
for
The Cutty Sark 2Sail Foundation

Arran James Consulting Limited
4 East Hill
Wembley Park
HA9 9PT

The Cutty Sark 2Sail Foundation

Report of the Trustees for the Year Ended 31 December 2022

The trustees present their report with the financial statements of the charity for the year ended 31 December 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The purpose of the charity as set out in its governing document are to recreate the clipper ship "Cutty Sark" as a seagoing vessel which will be sailed in a traditional way, as a living memorial to the great era of sailing Ships. The main activities undertaken in relation to those purposes are to encourage self-development and provide innovative training in seamanship and life skills for young people of all nations, to promote sail-powered shipping as an environmentally friendly alternative.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Charity constitution

The charity is controlled by its governing document, a 'Foundation' Constitution and constitutes an unincorporated charity.

The constitution was signed on the 1 September 2015 by the founder members, who are also trustees. This was approved by the Charity Commission on the 7 September 2015 as a registered charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1163446

Principal address

12 Cheyne Gardens
London
SW3 5QT

Trustees

C Blake, OBE
T Hoppe
V Martus
D T Morgan, MBE

Independent Examiner

Arran James Consulting Limited
4 East Hill
Wembley Park
HA9 9PT

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity 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 charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 30 April 2023 and signed on its behalf by:

D T Morgan, MBE - Trustee

Independent Examiner's Report to the Trustees of
The Cutty Sark 2Sail Foundation

Independent examiner's report to the trustees of The Cutty Sark 2Sail Foundation

I report to the charity trustees on my examination of the accounts of The Cutty Sark 2Sail Foundation (the Trust) for the year ended 31 December 2022.

Responsibilities and basis of report

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

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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

Rajendra Mugunthan
ACMA
Arran James Consulting Limited
4 East Hill
Wembley Park
HA9 9PT

30 April 2023

The Cutty Sark 2Sail Foundation

Statement of Financial Activities
for the Year Ended 31 December 2022

	Notes	31.12.22 Unrestricted fund £	31.12.21 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies		50	51
EXPENDITURE ON			
Other		335	292
NET INCOME/(EXPENDITURE)		(285)	(241)
RECONCILIATION OF FUNDS			
Total funds brought forward		3,541	3,782
TOTAL FUNDS CARRIED FORWARD		3,256	3,541

The notes form part of these financial statements

The Cutty Sark 2Sail Foundation

Balance Sheet
31 December 2022

	Notes	31.12.22 Unrestricted fund £	31.12.21 Total funds £
CURRENT ASSETS			
Cash at bank		3,686	4,090
CREDITORS			
Amounts falling due within one year	4	(430)	(549)
NET CURRENT ASSETS		<u>3,256</u>	<u>3,541</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,256	3,541
NET ASSETS		<u>3,256</u>	<u>3,541</u>
FUNDS			
Unrestricted funds	5	<u>3,256</u>	<u>3,541</u>
TOTAL FUNDS		<u>3,256</u>	<u>3,541</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 30 April 2023 and were signed on its behalf by:

D T Morgan, MBE - Trustee

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, 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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

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

Expenditure

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

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

3. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	51
EXPENDITURE ON	
Other	292
NET INCOME/(EXPENDITURE)	(241)
RECONCILIATION OF FUNDS	
Total funds brought forward	3,782
TOTAL FUNDS CARRIED FORWARD	3,541

4. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.22 £	31.12.21 £
Trade creditors		(1)
Other creditors	500	550
	500	549

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

5. MOVEMENT IN FUNDS

	At 1.1.22 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	3,541	(285)	3,256
TOTAL FUNDS	<u>3,541</u>	<u>(285)</u>	<u>3,256</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	50	(335)	(285)
TOTAL FUNDS	<u>50</u>	<u>(335)</u>	<u>(285)</u>

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	3,782	(241)	3,541
TOTAL FUNDS	<u>3,782</u>	<u>(241)</u>	<u>3,541</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	51	(292)	(241)
TOTAL FUNDS	<u>51</u>	<u>(292)</u>	<u>(241)</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

5. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.21 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	3,782	(526)	3,256
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>3,782</u>	<u>(526)</u>	<u>3,256</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	101	(627)	(526)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>101</u>	<u>(627)</u>	<u>(526)</u>

6. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2022.

Detailed Statement of Financial Activities
for the Year Ended 31 December 2022

	31.12.22 £	31.12.21 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Gifts		1
Donations	50	50
	<hr/> 50	<hr/> 51
Total incoming resources	50	51
EXPENDITURE		
Support costs		
Finance		
Bank charges	85	42
Governance costs		
Accountancy and legal fees	250	250
	<hr/> 335	<hr/> 292
Net expenditure	<hr/> (285)	<hr/> (241)

Contents of the Financial Statements
for the Year Ended 31 December 2022

	Page
Report of the Trustees	1 to 2
Independent Examiner's Report	3
Statement of Financial Activities	4
Balance Sheet	5
Notes to the Financial Statements	6 to 9
Detailed Statement of Financial Activities	10