

The 5BEL Charitable Trust (CIO)

**Annual Report and Financial Statements
Year Ended 31 December 2021**

Charity registration number: 1184057

The 5BEL Charitable Trust (CIO)

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The 5BEL Charitable Trust (CIO)

Reference and Administrative Details

Chairman	Mr Denis Dunstone
Trustees	Mr Stephen Baxter Mr Ian Brown Mr Denis Dunstone Mr Michael Hart Mr Douglas Lindsay (appointed 29 September 2021) Mr Stephen Murfitt Mr Gordon Rushton Mr Stuart Wilkinson
Senior Management / Leadership Team	Mr Anthony Ford, Heritage Advisor
Charity Registration Number	1184057
Principal Office	52-55 Trafalgar Street Brighton BN1 4EB
Auditor	PKF Francis Clark Chartered Accountants and Statutory Auditors North Quay House Sutton Harbour Plymouth Devon PL4 0RA
Solicitors	Blake Morgan 6 New Street Square London EC4A 3DJ

The 5BEL Charitable Trust (CIO)

Trustees' Report

The trustees present the annual report together with the financial statements and auditor's report of the trust for the year ended 31 December 2021.

Objectives and activities

Objects and aims

The objects of the trust are to advance education and learning and to promote public benefit through the preservation, restoration, maintenance and exhibition of British electric trains and other vehicles including, in particular, the Brighton Belle, establishing a museum for the safekeeping and exhibition of them and the provision of information and education of British electric trains.

Fundraising disclosures

The trust continues to raise funds from its established group of supporting donors and by advertising in the railway press. The trust does not employ external fundraisers.

Public benefit

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Financial review

The trust generated income of £399,547 (2020: £11,201,507) in the year. Costs totalling £91,176 (2020: £86,303) were incurred. An overall surplus was achieved during the year of £308,371 (2020: £11,115,204). The balance of unrestricted funds at the year end was £11,423,575 (2021: £11,115,204).

Policy on reserves

At the year end the unrestricted fund stood at £11,423,575 (2020: £11,115,204) of which £616,765 (2020: £440,992) can be considered free reserves. The remaining reserves balance is reflected in the investment made on carriages held in fixed assets.

The trustees aim to maintain free reserves at a level which equate to approximately three months worth of direct charitable expenditure, this policy is being met. The trustees considered that holding this level of reserves will also ensure that there are sufficient funds available to cover support and governance costs.

Risk review

The trustees have considered the major risks to which the trust is exposed and have reviewed those risks and established systems and procedures to manage those risks.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the trust regularly monitors its cash reserves and forecast expenditure.

Going concern

After making appropriate enquiries and due consideration, the trustees have a reasonable expectation that the trust has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

The 5BEL Charitable Trust (CIO)

Trustees' Report (continued)

Plans for future periods

Aims and key objectives for future periods

The Covid pandemic caused a degree of disruption in the engineering processes during 2020 and 2021. Significant progress has been achieved in 2022 and plans are currently in place for testing The Belle on part of the railway network with Third Rail Electrification in the last quarter of 2022 and for commercial operation in the summer of 2023.

Structure, governance and management

Nature of governing document

The charity is a registered charity in England and Wales under number 1184057. It is a charitable incorporated organisation constituted under a constitution dated 24 June 2019.

The charity has a trading subsidiary, Brighton Belle Train Limited, which was set up to market and operate the Brighton Belle. This company is currently dormant.

Recruitment and appointment of trustees

Trustees with suitable expertise and experience are invited by the Board of Trustees to join the trust when vacancies arise. Their appointment requires formal approval by the existing Board of Trustees. New trustees are briefed on the activities of the trust and their responsibilities as trustees.

Reappointment of auditor

In accordance with section 144 of the Charities Act 2011, a resolution for the re-appointment of PKF Francis Clark as auditors of the trust is to be proposed at the forthcoming Annual General Meeting.

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the trust's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the trustees of the trust on and signed on its behalf by:

.....
Mr Denis Dunstone
Chairman and trustee

The 5BEL Charitable Trust (CIO)

Statement of Trustees' Responsibilities

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

The law applicable to charities 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 trust and of the incoming resources and application of resources of the trust for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the trust will continue in business.

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

The trustees are responsible for the maintenance and integrity of the trust and financial information included on the charity's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the trustees of the trust on and signed on its behalf by:

.....
Mr Denis Dunstone
Chairman and Trustee

The 5BEL Charitable Trust (CIO)

Chairman's Statement

Year Ended 31 December 2021

The following review of the year should be read in conjunction with the Trustees' Report.

Restoring the iconic Brighton Belle ("The Belle"), the world's only electric Pullman train, to main line operation continues to be the biggest and most demanding heritage rail restoration project underway in the United Kingdom.

During 2020, the specialist railway engineering company, LNWR Heritage Company Limited ("LNWR") based at Crewe, assumed responsibility for co-ordinating the completion of the remaining engineering, electrical and decorative work required to prepare The Belle for testing and operation.

Trustees continue to monitor the progress of the engineering and restoration work in conjunction with representatives of LNWR. Together they will also determine the most appropriate time for the testing and launching of the commercial operations of the train.

The COVID-19 pandemic caused a degree of disruption in the engineering processes during 2020 and 2021 and the need for additional rectification work was identified during 2021.

However, significant progress has been achieved in 2022 and plans are currently in place for testing The Belle on part of the railway network with Third Rail Electrification in the last quarter of 2022 and for commercial operation in the summer of 2023.

Information about progress will be released on the trust's website.

The trust's principal developments and activities since the last report are set out below.

- Work has developed on four of the trust's cars, numbers 85, 88, 91 and the saloon car Doris. Two other cars are currently held in store. The strategy for these cars will be assessed after successful completion and operation of the first four cars.
- As reported in previous years, the guiding principles for our engineering works continue to be to mirror historic "Southern" engineering practice and to provide spare material to other heritage restoration groups.
- The trust is working closely with regulators to ensure that engineering work and plans for operations comply with operating standards.
- Trustees continue to prepare arrangements for accommodating, overhauling and operating the train.
- Trustees continue to participate in presentations on the Brighton Belle and Britain's electric transport heritage to interest groups around the country.
- The trust continues to link with like-minded organisations and heritage groups in the UK to encourage the sharing of restoration and engineering knowledge between programmes and across national boundaries and to encourage the development of national centres of restoration excellence.
- The trust remains very keen to receive original items and fittings from the Brighton Belle cars and would welcome further donations of artefacts, large or small, to complete the authenticity of the project.

The 5BEL Charitable Trust (CIO)

Chairman's Statement

Year Ended 31 December 2021 (continued)

On behalf of all the trustees, I again express sincere gratitude to all the trust's committed and extremely generous supporters who continue to provide the critical, much valued support required to complete this unique project.

.....
Mr Denis Dunstone
Chairman and Trustee

The 5BEL Charitable Trust (CIO)

Independent Auditor's Report to the Members of The 5BEL Charitable Trust (CIO)

Opinion

We have audited the financial statements of The 5BEL Charitable Trust (CIO) (the 'trust') for the year ended 31 December 2021, which comprise the Statement of Financial Activities, Balance Sheet, Cash Flow Statement, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the trust's affairs as at 31 December 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 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 auditor responsibilities for the audit of the financial statements section of our report. We are independent of the trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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 trust's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were 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 trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. 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.

The 5BEL Charitable Trust (CIO)

Independent Auditor's Report to the Members of The 5BEL Charitable Trust (CIO) (continued)

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the trust 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 where the Charities (Accounts and Report) Regulations 2008 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 4), the trustees 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 trust'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 trust or to cease operations, or have no realistic alternative but to do so.

Auditor 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 auditor's 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:

As part of our audit planning, through discussions with management, we obtained an understanding of the legal and regulatory framework that is applicable to the trust and the sector in which it operates to identify the key law and regulations affecting the trust.

The 5BEL Charitable Trust (CIO)

Independent Auditor's Report to the Members of The 5BEL Charitable Trust (CIO) (continued)

The key laws and regulations we identified were General Data Protection Regulations (GDPR), Fundraising Regulations for Charities and Health and Safety Regulations. The trust has limited laws and regulations to which it is required to comply, they have no customers as such. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements, primarily the Charities Act, relevant tax compliance regulations in the UK and reporting framework (Charities SORP - FRS102).

We discussed with management how the compliance with these laws and regulations is monitored and we discussed the policies and procedures in place. We also identified the individuals who have any issues if they arise. As part of our planning procedures, we assessed the risk of any non-compliance with laws and regulations on the charity's ability to continue trading and the risk of material misstatement in the accounts.

Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved the following:

- Enquiries of management and those charged with governance regarding their knowledge of any non-compliance with laws and regulations that could affect the financial statements;
- Reviewed legal and professional costs to identify any possible non compliance or legal costs in respect of non compliance; and
- Reviewed board minutes

As part of our enquiries we discussed with management whether there have been any known instances, allegations or suspicions of fraud, of which there were none.

The key risks we identified were the incorrect treatment of costs as either capital or revenue in respect of the renovation works completed to the carriages and the incorrect recording and misappropriation of donations.

We also evaluated the risk of fraud through management override, we concluded this to be low as the accounting records are prepared by a third party via Xero accounting software. The trustees are in a position to override controls, however, as they do not get involved in the accounting processes there is minimal scope to exert management bias through the inappropriate use of management journals.

In response to the identified risks, as part of our audit work we:

- Reviewed all significant costs included in repairs and maintenance codes and tested a sample of directly attributable costs to ensure they are correctly capitalised;
- Reviewed income via detailed analytical review procedures, detailed testing of receipts, gift aid reconciliation and substantive completeness testing;
- Reviewed estimates and judgements made in the accounts for any indication of bias and challenged assumptions used by management in making those estimates;
- Used data analytics to test journal entries throughout the year, for appropriateness.

The 5BEL Charitable Trust (CIO)

Independent Auditor's Report to the Members of The 5BEL Charitable Trust (CIO) (continued)

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements. This risk increases the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements as we are less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment, collusion, omission or misrepresentation.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the trust to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the trust audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

The 5BEL Charitable Trust (CIO)

Independent Auditor's Report to the Members of The 5BEL Charitable Trust (CIO) (continued)

Use of our report

This report is made solely to the trust trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the trustees those matters we are required to state to trustees 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 trust and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

.....
Duncan Leslie (Senior Statutory Auditor)
PKF Francis Clark, Statutory Auditor

North Quay House
Sutton Harbour
Plymouth
Devon
PL4 0RA

Date:.....

The 5BEL Charitable Trust (CIO)

Statement of Financial Activities

Year Ended 31 December 2021

(Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Total 2021 £
Income and Endowments from:			
Donations and legacies		399,546	399,546
Investment income	3	<u>1</u>	<u>1</u>
Total income		<u>399,547</u>	<u>399,547</u>
Expenditure on:			
Charitable activities		<u>(91,176)</u>	<u>(91,176)</u>
Total expenditure		<u>(91,176)</u>	<u>(91,176)</u>
Net income		<u>308,371</u>	<u>308,371</u>
Net movement in funds		308,371	308,371
Reconciliation of funds			
Total funds brought forward		<u>11,115,204</u>	<u>11,115,204</u>
Total funds carried forward	12	<u>11,423,575</u>	<u>11,423,575</u>
		Unrestricted funds £	Total 2020 £
Income and Endowments from:			
Donations and legacies		11,201,503	11,201,503
Investment income	3	<u>4</u>	<u>4</u>
Total income		<u>11,201,507</u>	<u>11,201,507</u>
Expenditure on:			
Charitable activities		(70,917)	(70,917)
Other expenditure		<u>(15,386)</u>	<u>(15,386)</u>
Total expenditure		<u>(86,303)</u>	<u>(86,303)</u>
Net income		<u>11,115,204</u>	<u>11,115,204</u>
Net movement in funds		<u>11,115,204</u>	<u>11,115,204</u>
Reconciliation of funds			
Total funds carried forward	12	<u>11,115,204</u>	<u>11,115,204</u>

All of the trust's activities derive from continuing operations during the above two periods.

The 5BEL Charitable Trust (CIO)

Balance Sheet

31 December 2021

	Note	2021 £	2020 £ (As restated)
Fixed assets			
Heritage assets	9	10,806,810	10,645,117
Current assets			
Debtors	10	110,504	95,553
Cash at bank and in hand		<u>541,903</u>	<u>417,349</u>
		652,407	512,902
Creditors: Amounts falling due within one year	11	<u>(35,642)</u>	<u>(42,815)</u>
Net current assets		<u>616,765</u>	<u>470,087</u>
Net assets		<u>11,423,575</u>	<u>11,115,204</u>
Funds of the trust:			
Unrestricted income funds			
Unrestricted funds		<u>11,423,575</u>	<u>11,115,204</u>
Total funds	12	<u>11,423,575</u>	<u>11,115,204</u>

The financial statements on pages 12 to 21 were approved by the trustees, and authorised for issue on and signed on their behalf by:

.....
Mr Denis Dunstone
Chairman and trustee

The 5BEL Charitable Trust (CIO)

Cash Flow Statement

Year Ended 31 December 2021

	Note	2021 £	2020 £ (As restated)
Cash flows from operating activities			
Net income for the operating period		308,371	11,115,204
Adjustments to cash flows from non-cash items			
Investment income	3	(1)	(4)
		308,370	11,115,200
Working capital adjustments			
Increase in debtors	10	(14,951)	(95,553)
(Decrease)/increase in creditors	11	(7,173)	42,815
Net cash flows from operating activities		286,246	11,062,462
Cash flows from investing activities			
Interest receivable and similar income	3	1	4
Purchase of tangible fixed assets		(161,693)	(56,768)
Transfer of funds from The 5Bel Charitable Trust		-	(10,588,349)
Net cash flows from investing activities		(161,692)	(10,645,113)
Net increase in cash and cash equivalents		124,554	417,349
Cash and cash equivalents at 1 January		417,349	-
Cash and cash equivalents at 31 December		541,903	417,349

All of the cash flows are derived from continuing operations during the above two periods.

The 5BEL Charitable Trust (CIO)

Notes to the Financial Statements

Year Ended 31 December 2021

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with 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) (second edition - October 2019) and the Charities Act 2011.

Basis of preparation

The 5BEL Charitable Trust (CIO) 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 notes.

Going concern

The trustees consider that there are no material uncertainties about the trust's ability to continue as a going concern.

Prior period errors

The 2020 accounts included heritage additions of £29,095, such costs were provided for in the 2019 accounts under trade creditors. Subsequently the 2020 accounts overstated heritage asset additions and trade creditors by £29,095. A prior year adjustment has been made to correct this error, the adjustment has a nil effect on the Statement of Financial Activities and is purely a balance sheet adjustment.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the trust has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured. Legacies in the form of investments or property are credited at the lower of probate or market value.

Gift aid

Incoming resources from tax reclaim are included in the Statement of Financial Activities at the same time as the gift to which they relate.

Investment income

Investment income is recognised when receivable.

The 5BEL Charitable Trust (CIO)

Notes to the Financial Statements

Year Ended 31 December 2021 (continued)

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources.

Charitable activities

Charitable expenditure comprises those costs incurred by the trust in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

Governance costs

These include the costs attributable to the trust's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

Heritage assets

The cost of heritage assets is their purchase cost, together with any incidental expenses of acquisition. Any cars which have been donated to the trust are included in the accounts at trustees' valuation. As all the cars held are in the process of refurbishment, no depreciation has been provided on them. In the view of the trustees the cars will all increase in value.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the trust.

Financial instruments

Classification

The trust holds the following financial instruments:

- Short term trade and other debtors and creditors; and
- Cash and bank balances.

All financial instruments are classified as basic.

The 5BEL Charitable Trust (CIO)

Notes to the Financial Statements

Year Ended 31 December 2021 (continued)

2 Income from donations and legacies

	Unrestricted General fund £	Total 2021 £	Total 2020 £
Donations and legacies;			
Donations from companies, trusts and similar proceeds	-	-	10,882,805
Donations from individuals	322,573	322,573	241,767
Gift aid reclaimed	76,973	76,973	76,931
	<u>399,546</u>	<u>399,546</u>	<u>11,201,503</u>

3 Investment income

	Unrestricted General Fund £	Total 2021 £	Total 2020 £
Interest receivable and similar income;			
Interest receivable on bank deposits	1	1	4
	<u>1</u>	<u>1</u>	<u>4</u>

4 Expenditure on charitable activities

	Activity undertaken directly £	Activity support costs £	Total 2021 £	Total 2020 £
Renovation of cars	49,422	-	49,422	65,321
Governance and support costs	-	41,754	41,754	20,982
	<u>49,422</u>	<u>41,754</u>	<u>91,176</u>	<u>86,303</u>

The 5BEL Charitable Trust (CIO)

Notes to the Financial Statements

Year Ended 31 December 2021 (continued)

5 Analysis of governance and support costs

Support costs allocated to raising funds

	Basis of allocation	Governance costs £	Other support costs £	Total 2021 £	Total 2020 £
Donations	100%	-	1,000	1,000	2,000
Insurance	100%	-	24,119	24,119	12,042
Computer and stationery	100%	-	10	10	1,283
Sundry	100%	-	578	578	-
Bank charges	100%	-	269	269	62
Governance costs	100%	15,778	-	15,778	5,595
		<u>15,778</u>	<u>25,976</u>	<u>41,754</u>	<u>20,982</u>

All support costs are unrestricted expenditure (2020: all unrestricted).

All governance costs are unrestricted expenditure (2020: all unrestricted).

Governance costs

	Unrestricted General fund £	Total 2021 £	Total 2020 £
Audit fees			
Audit of the financial statements	4,950	4,950	2,585
Other fees paid to auditors	5,830	5,830	-
Other governance costs	4,998	4,998	3,010
	<u>15,778</u>	<u>15,778</u>	<u>5,595</u>

6 Net incoming/outgoing resources

Net incoming resources for the year include:

	2021 £	2020 £
Audit fees	4,950	2,585
Other non-audit services	<u>5,830</u>	<u>-</u>

The 5BEL Charitable Trust (CIO)

Notes to the Financial Statements

Year Ended 31 December 2021 (continued)

7 Trustees' remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the trust during the year.

No trustees have received any other benefits from the trust during the year.

8 Taxation

The trust is a registered charity and is therefore exempt from taxation.

9 Heritage assets

	Railway cars £	Total £
Cost		
At 1 January 2021 (as restated)	10,645,117	10,645,117
Additions	<u>161,693</u>	<u>161,693</u>
At 31 December 2021	10,806,810	10,806,810
Depreciation		
At 31 December 2021	<u>-</u>	<u>-</u>
Net book value		
At 31 December 2021	<u><u>10,806,810</u></u>	<u><u>10,806,810</u></u>

Heritage assets consist of six railway cars which are being restored. All of the railway carriages owned by the Trust were built in 1932. They are in the process of being restored for operation on the main railway network, providing the experience of luxury travel and dining evocative of the 1930's. All the assets have been acquired using income from donations.

Summary of transactions

	2021 £	2020 (as restated) £	2019 £	2018 £	2017 £
Purchases and additions					
Vehicles	<u>161,693</u>	<u>56,768</u>	<u>1,394,040</u>	<u>3,048,402</u>	<u>1,610,822</u>

The 5BEL Charitable Trust (CIO)

Notes to the Financial Statements

Year Ended 31 December 2021 (continued)

10 Debtors

	2021 £	2020 £
Prepayments	11,421	12,095
VAT recoverable	72,915	57,854
Other debtors	26,168	25,604
	<u>110,504</u>	<u>95,553</u>

11 Creditors: amounts falling due within one year

	2021 £	2020 £ (as restated)
Trade creditors	30,692	36,815
Accruals	4,950	6,000
	<u>35,642</u>	<u>42,815</u>

12 Funds

	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Unrestricted Balance at 31 December 2021 £
Unrestricted funds				
General				
Unrestricted General fund	<u>11,115,204</u>	<u>399,547</u>	<u>(91,176)</u>	<u>11,423,575</u>
		Incoming resources £	Resources expended £	Unrestricted Balance at 31 December 2020 £
Unrestricted funds				
General				
Unrestricted General fund		<u>11,201,507</u>	<u>(86,303)</u>	<u>11,115,204</u>

The 5BEL Charitable Trust (CIO)

Notes to the Financial Statements

Year Ended 31 December 2021 (continued)

13 Analysis of net assets between funds

	Unrestricted General fund £	Total funds at 31 December 2021 £
Heritage assets	10,806,810	10,806,810
Current assets	652,287	652,287
Current liabilities	<u>(35,522)</u>	<u>(35,522)</u>
Total net assets	<u>11,423,575</u>	<u>11,423,575</u>

14 Analysis of net funds

	At 1 January 2021 £	Financing cash flows £	At 31 December 2021 £
Cash at bank and in hand	<u>417,349</u>	<u>124,554</u>	<u>541,903</u>
Net funds	<u>417,349</u>	<u>124,554</u>	<u>541,903</u>

15 Related party transactions

During the year the trust made the following related party transactions:

Railway Wheelset & Brake Limited

(A Director of Railway Wheelset & Brake Limited is also a trustee of The 5BEL Charitable Trust)

The company provided The 5BEL Charitable Trust with storage facilities totalling £670 during the year (2020: £200). The trust paid £120 in advance for storage facilities, this has been included in prepayments. At the balance sheet date the amount due to/from Railway Wheelset & Brake Limited was £Nil (2020 - £Nil).

Donations received from related parties

Donations received from related parties without conditions attached totalled £300,000 for the year (2020: £200,000).

17 Control

The ultimate controlling party are the trustees.